HindPrakash

August 27, 2021

To,
The Manager
Listing Compliance Department
National Stock Exchange of India Limited (SME Emerge)
Exchange Plaza,
5th Floor, Plot No. C/1, G Block
Bandra Kurla Complex Bandra (E)
Mumbai-400 051

Company Symbol – HPIL (NSE Emerge), ISIN: INE05X901010

Sub: Submission of Annual Report of the Company for the financial year 2020-21 along with the Notice of Annual General Meeting.

Dear Sir / Madam,

This is to inform that the 13th Annual General Meeting ("AGM") of the members of the Company will be held on Saturday, 25th September, 2021 at 12:00 Noon (IST) through Video Conferencing ("VC") / Other Audio-Visual Means ("OAVM"), in accordance with the relevant circulars issued by the Ministry of Corporate Affairs and the Securities and Exchange Board of India. Pursuant to Regulation 30 and 34(1) of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015, please find enclosed herewith Annual Report of the Company for the financial year 2020-21 including the Notice convening AGM which is being sent to the members through electronic mode.

The Annual report including Notice is also available on the Company's website www.hindprakash.in.

You are requested to take the same on your records.

Thanking you,

Yours faithfully,
For Hindprakash Industries Limited

HINDPRAKASH INDUSTRIES LIMITED • GUJARAT INDIA

Utsav Trivedi
Company Secretary & Compliance Officer
Membership No.: A57058

Place: Ahmedabad

Encl: As above

HINDPRAKASH INDUSTRIES LIMITED
Corporate Identity Number: L24100GJ2008PLC055401
Registered Office: 301,"Hindprakash House", Plot No.10/6, Phase-1, GIDC, Vatva,
Ahmedabad - 382 445, Gujarat, India
Tel: +91 79 68127000 Fax: +91 79 68127096 e mail ID: info@hindprakash.com URL: www.hindprakash.in

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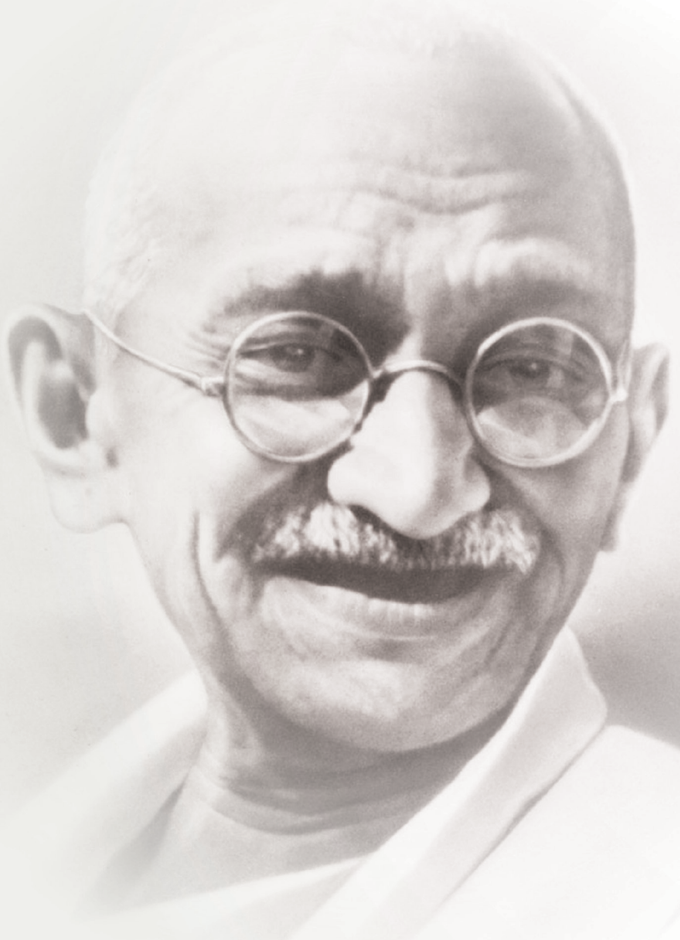
HindPrakash

HINDPRAKASH INDUSTRIES LIMITED

13TH ANNUAL REPORT

F.Y 2020-21

an endeavour to a vision:
"Innovative TEXSCIENCES"



Mahatma Gandhi

> A customer is the most important visitor on our premises. He is not dependent on us, we are dependent on him. He is not an interruption of our work, he is the purpose of it. He is not an outsider to our business, he is part of it. We are not doing him a favour by serving him, he is doing us a favour by giving us the opportunity to do so.

Mahatma Gandhi

"HINDPRAKASH HOUSE"

HINDPRAKASH

The Company started its Manufacturing Unit in the year 2008 to produce Disperse Dyes, Reactive Dyes and Textile Auxiliaries for catering the needs of the domestic Textile Industry. In the past 10 Years the company has grown into a major Manufacturer and Exporter of Dyestuff in the Country & its range of Dyestuff includes :-

(I) Disperse Dyes, (II) Reactive Dyes, (III) Textile Auxiliaries Dyes, and (IV) Solvents , Monomers & Green Acids.

Hindprakash Industries Limited. unit is located at Vatva, i.e. in the heart of Gujarat Industrial Development Corporation an Industrial Estate for manufacturing, blending and formulation of textile dyes, textile auxiliaries & Intermediates. The Estate has one of the best common effluent treatment plant in India. It is feasible and easy to get in contract for toll manufacturing of required products or reactions or as an Auxiliary unit as and when required.
Company manufacturing Unit ,the total installed capacity of the Company is 4000 MT/Annum to manufacture more than 150 products of Textile Auxiliaries, Disperse Dyes, Reactive Dyes & Green Acids.

The strength of the Company comes from the excellent Work force operating in its Research, Manufacturing, Marketing & Finance Departments & it has helped the company to build a high reputation of its products in the Dyestuff market's all over the World.

In the past few years the Company has grown steadily with regard to technology & capacity. Also equal importance has been given to the purification facilities. Unit have zero discharge Plant and it is being strictly monitored & regulated under the Pollution Control Regulations of India.

BRIEF HISTORY

2008 On November 11, 2008 company got incorporated at Vatva, Ahmedabad and signed this year, a technical agreement with 'LONGSHENG' Group China, to start activities for the purposes of Dry Mixing of Finished Disperse Dyes and sell such mixing disperse dyes in India

2011 The company started manufacturing and marketing of Reactive Dyes under the brand name 'HINDACTIVE'

2014 Added the next range of specialty dyes by manufacturing of White R Liquid for polyester fabric

2015 Awarded as Best Booth Display in the event organized by Tex-Po.

2016 Our technical experts developed the new product for replacement of Sodium Hydro Sulphite.

2017 The expansion added new line of Solvents, Monomers and Acids from bulk to retail

2018 Company developed a new identity from the erstwhile name of Hindprakash Lonsen Industries Private Limited to Hindprakash Industries Private Limited & Converted into public company

2019 Awarded the Certificate of Registration on meeting the Occupational Health and Safety Management System as per the requirements of ISO 45001:2018 for Manufacturing of Dyestuff,

2020 This year company became listed entity and list its securities on NSE Emerge platform.

VISION STATEMENT

With a humble beginning, Hindprakash is determined to reach and sustain a position of Leadership. It will be a force to reckon with for setting Trends with the Values & Principals of the Group.

CUSTOMER SATISFACTION

Through Consistent & Dependable – Quality of Products and Services.

PEOPLE DEVELOPMENT

With emphasis on Safety, Harmony with Confidence, Innovation & Continuous improvement Hindprakash will provide a fair opportunity to each one to beat their best, for Growth through transparency, trust and Honesty.

SOCIETY CARE

Through efforts to Conserve and improve environment.

STAKE HOLDERS CONFIDENCE

Through adequate Returns and Growth of Investment.

ASSOCIATE CONFIDENCE

Through sharing of Knowledge & Concern for mutual Benefit.

BUSINESS

Hindprakash caters to various industrial sectors with a wide range of Products

	Sectors	Product Range
	Colours Intermediates	■ Naphthalene Derivatives ■ Acid & Alkalise ■ Solvents
	COLOURS	■ Reactive Dyes ■ Disperse Dyes ■ Acid Dyes
	TEXTILE	■ Textile Auxiliaries & Speciality Chemicals ■ Thickeners & Emulsifiers
	WASTE WATER TREATMENT	■ PolyDADMAC ■ Water Decoloring Agent ■ Polyacrylamide Emulsion ■ Flocculants

ENVIRONMENT

Apart from its industrial and commercial growth, Hindprakash is equally committed to environmental protection and constantly takes requisite measures to improve and maintain environmental standards.

Hindprakash Group companies are members of Common Effluent Treatment Plant (CETP) set up at the Vatva Industrial zone and continuously strives to meet the stringent regulations and standards set by the CETP as also by the Government Pollution control Boards and Agencies .

Team Members of Hindprakash also have a prime responsibility and concern to protect environment. Periodical training and seminars are conducted regularly to keep up with latest in environmental protection technologies and its implementation.

Hindprakash believes in “Save the Trees and Save the Planet”. The Corporate Campus, Warehouses and all manufacturing sites of the group are landscaped and maintained with abundant trees and plants.

QC, RESEARCH & DEVELOPMENT

HINDPRAKASH believes in customer satisfaction through Quality. A separate building at the corporate campus houses the groups Q C lab, Technical Service Centre and R & D centre which are equipped with state of art equipment such as spectrophotometer, soft overflow dyeing machine , automatic lab jigger, lab winch for dyeing, high temperature ager, crock meter, Brookfield viscometer, perspirometer , HPHT dyeing machine, Rotadyer, Padding Mangle and colour fastness equipment for testing of range of dyestuffs. For intermediates and auxiliaries testing the lab is equiped with HPLC & Karl Fischer for moisture testing.

Hindprakash follows international testing and analytical standards and protocols for all its products and provides technical services to its customers for improvement in product application, shade matching and recipes for cost reduction and effluent treatment.

The R & D facility provides the flexibility of development of new products, enhance product applications, improve manufacturing process leading to cost reduction and minimise environmental load. The facility enables to meet customer requirement of quality and competitiveness and new products within a strict time frame. Hindprakash also provides onsite technical solutions to its customers and helps in implementation of majors of energy and cost reduction.

Human Resource is the core of Hindprakash Q C and R & D , a team of 25 highly qualified and experienced chemists and analysts conduct various functions and stages of quality control, analysis, product development, and Research.

Corporate Information

Board of Directors

Mr. Om Prakash Mangal,
Chairman

He plays pivotal role in formulation and implementation of business strategy for growth and expansion of business. He developed and built the business from start up to generate seven figure sales annually and established strong customer base.

Mr. Santosh Narayan Nambiar
Whole time Director

He has been on the Board of our Company since its incorporation. He is responsible for International and Domestic sourcing of products and raw materials, export and domestic marketing, market analysis, research and product development and banking & financial management.

Mr. Sanjaykumar Gupta
Independent Director

He has last 22 years of experience in corporate finance, MSME finance, retail banking, business development, customer relationship management, credit, risk, operations, recovery, team management, MIS management, documentation audit, etc.

Mr. Sanjay Prakash Mangal,
Managing Director

His core management style is collaborative, disciplined and meticulous. He has sophisticated understanding of marketing that enables successful product strategy development with focus on profitability, ability to anticipate market trends, initiate timely development and enhance value in highly competitive and mature markets.

Mrs. Rachana Abhinav Agrawal
Non-Executive Director

She has around 12 years of experience in the industry. She plays a pivotal role in formulation and implementation of strategy for growth and expansion of business. Her key skills are strategy planning, client relationship management and cost & people management.

Mr. Jitendra Kumar Sharma
Independent Director

He is an Independent Director of the Company. He has more than 23 years of experience in marketing management.

Corporate Information

Our Locations

Registered Office

301, Hindprakash House Plot No.10/6, Phase-I, GIDC, Vatva Ahmedabad, Gujarat-382445, India.

Factory

Plot No. A2-114 &115, GIDC, Industrial Estate, Phase-II, Vatva, Ahmedabad, Gujarat, India.

Leasehold Land/Plot

Plot No. T-10 to T-12, Saykha Industrial Estate, GIDC, Ta. Vagra, Dist. Bharuch, Gujarat, India.

Chief Financial Officer

Mr. Hetal Kishorbhai Shah

Company Secretary & Compliance Officer

Mr. Utsav Himanshu Trivedi

Internal Auditor

Mr. Dheeraj Tak

Statutory Auditor

M/s. K K A K & Co.,
Chartered Accountants

Secretarial Auditor

M/s. Parikh Dave & Associates,
Practicing Company Secretaries

Banker

IDBI Bank Limited

Registrar & Share Transfer Agent

M/s. Bigshare Services Private Limited

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Message from the desk of Chairman

Dear Stakeholders of Hindprakash,

I, Om Prakash Mangal on behalf of Board of Directors of the Company, extend a warm welcome to all of you to this 13th Annual General Meeting of the Company. Hope you and your family are safe and well during this exceptional situation. The Annual Report and Audited Accounts of the company for the year ended on 31st March, 2021 have been shared with you before time and I take them as read. I am sure that you would have observed and satisfy with the good performance performed by your Company despite of this exceptional situation of Covid-19.

The operation and financials of first two quarters of Financial Year 2020-21 were hampered due to lockdown and slowdown of economy but the company able to sustain good results with normalize the business situation in last two quarters of the financial year 2020-21.

Your Company has not only prove by financial growth but also have satisfied customers and maintained good relation with vendors and customers. Company walk together with all the stakeholders and with their best interest.

Your company has continued to focus and build its brands, products and reach. Along with this your company has over the years established high levels of governance and financial discipline. We continue to stay focused on pursuing profitable growth.

Your Company is extremely grateful to have a great team on the Board and executives, their guidance, support and wise counsel which helped us to steer the Company safely during challenging times.

I and my colleagues in the Board are also very glad to have such an excellent team of employees in the Company who give their best efforts to accomplish the goal of the Company and help us to reach it to the next phase. Without them imagination of success of the company is not possible. Company cheers all its success with its employees too.

We are pleased to have you as our shareholders and I take this opportunity to thank you for your continued trust and support on this journey.

Also thanks to all Customers, Suppliers, Service Providers, banker of the company for their wholehearted support and cooperation.

Finally, as always I would like to reiterate our commitment towards delivering consistent results and enhancing shareholder value.

Keep believes on us!

Om Prakash Mangal
Chairman & Non-Executive Director

NOTICE

NOTICE IS HEREBY GIVEN THAT THE THIRTEENTH (13TH) ANNUAL GENERAL MEETING OF THE MEMBERS OF HINDPRAKASH INDUSTRIES LIMITED WILL BE HELD ON SATURDAY, SEPTEMBER 25, 2021 AT 12:00 NOON INDIAN STANDARD TIME ("IST"). THE ANNUAL GENERAL MEETING SHALL BE HELD BY MEANS OF VIDEO CONFERENCING ("VC") /OTHER AUDIO VISUAL MEANS ("OAVM") ON ACCOUNT OF OUTBREAK OF COVID-19 (CORONAVIRUS) PANDEMIC AND IN ACCORDANCE WITH THE RELEVANT CIRCULARS ISSUED BY THE MINISTRY OF CORPORATE AFFAIRS, TO TRANSACT THE FOLLOWING BUSINESS:

ORDINARY BUSINESS:

(1) To receive, consider and adopt the Audited Financial Statements for the year ended on March 31, 2021, and the Reports of the Board of Directors and Auditors thereon.

(2) To appoint a director in place of Mrs. Rachana Abhinav Agrawal (DIN: 02935245), who retires by rotation and, being eligible, offers herself for re-appointment.

(3) To declare dividend on Equity Shares.

By Order of the Board

Utsav Trivedi
Company Secretary & Compliance Officer
Membership No.: A57058

Date: 23rd August, 2021
Place: Ahmedabad

Registered Office:
301,"Hindprakash House",
Plot No.10/6, Phase-1, GIDC, Vatva,
Ahmedabad - 382 445
CIN: L24100GJ2008PLC055401

NOTES:

1. In accordance with the General Circular Nos. 14/2020, 17/2020, 20/2020 and 02/2021 dated April 08, 2020, April 13, 2020, May 05, 2020 and January 13, 2021, respectively read with the circulars dated April 8, 2020 and April 13, 2020 issued by the Ministry of Corporate Affairs (MCA) and in accordance with circular dated May 12, 2020 read with circular dated January 15, 2021 issued by the Securities and Exchange Board of India providing relaxations in relation to compliances with certain provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (collectively referred to as "Applicable Circulars") and in compliance with the applicable provisions of the Act and Listing Regulations, the AGM of the Company is being held through VC/OAVM Facility, which does not require physical presence of Members at the venue. Hence, members can participate in the ensuing Annual General Meeting only by means of VC / OAVM means.

2. Pursuant to the provisions of the Act, a Member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a Member of the Company. Since this AGM is being held pursuant to the applicable circulars, through VC / OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice.

3. The Annual Report along with Notice of the AGM including general guidelines for participation at the AGM through VC/OAVM, procedure for remote e-voting and e-voting during the AGM, is being sent by electronic mode to those Members whose e-mail addresses are registered with the Company/Depository. The same has also been uploaded on the website of the Company, i.e. www.hindprakash.in In accordance with the applicable circulars, copy of the Annual Report is being sent only through emails to the Members of the Company. Members who have

not registered their e-mail addresses are requested to register the same with the Company or with the RTA/ respective Depository Participant(s).

4. In light of the Applicable Circulars, the shareholders who have not submitted their email addresses and in consequence to whom the Notice of AGM along with Annual Report could not be serviced, may temporarily get their e-mail addresses registered with the Company's Registrar and Share Transfer Agent, Bigshare Services Private Limited or with the Company be sending an e mail at bssahd@bigshareonline.com or info@hindprakash.com, Post successful registration of the e-mail address, the shareholder would get soft copy of Notice of AGM along with Annual Report with user-id and the password to enable e-voting for AGM. In case of any queries, shareholder may write to the Company at info@hindprakash.com or to Registrar and Transfer Agent at bssahd@bigshareonline.com.

5. It is clarified that for permanent submission of e-mail address, the shareholders are however requested to register their email address, in respect of electronic holdings with the depository through the concerned depository participants, by following the due procedure.

6. Those shareholders who have already registered their e-mail address are requested to keep their e-mail addresses validated with their depository participants / the Company's Registrar and Share Transfer Agent, Bigshare Services Private Limited to enable servicing of notices / documents / annual Reports electronically to their e-mail address.

7. Members holding the shares in dematerialized form are requested to notify immediately, the information regarding change of address and bank particulars to their respective Depository Participant.

8. The Register of Directors' and Key Managerial Personnel and their shareholding maintained under Section 170 of the Companies Act, 2013, the Register of contracts or arrangements in which the Directors are interested under Section 189 of the Companies Act, 2013 and other necessary registers and documents will be available for inspection by the members on request by sending an e-mail to the company on info@hindprakash.com.

9. 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 MCA Circulars 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 Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.

10. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to atleast 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.

11. The attendance of the Members attending the AGM through VC/OAVM will be counted for the

purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.

12. Institutional /Corporate Shareholders (i.e. other than individuals / HUF, NRI, etc.) are required to send a scanned copy (PDF/JPG Format) of its Board or governing body Resolution/ Authorization etc., authorizing its representative to attend the AGM through VC / OAVM on its behalf and to vote through remote e-voting/ evoting means at the time of AGM. The said Resolution/Authorization shall be sent to the Scrutinizer by email through its registered email address to evoting@parikhdave.com with a copy marked to helpdesk.evoting@cdslindia.com.

13. **THE INTRUCTIONS FOR SHAREHOLDRES FOR REMOTE E-VOTING ARE AS UNDER:**

i. The voting period begins on 22nd September, 2021 (09:00 A.M. IST) and ends on 24th September, 2021 (05:00 P.M. IST). During this period shareholders' of the Company, holding shares, as on the cut-off date of 18th September, 2021 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

ii. Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.

iii. Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

iv. In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to above said SEBI Circular, Login method for e-Voting and joining virtual meetings for Individual shareholders holding securities in Demat mode is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with **CDSL**	1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi. 2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly. 3) If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration 4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.
Individual Shareholders holding securities in demat mode with **NSDL**	1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS "Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp

	3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting
Individual Shareholders (holding securities in demat mode) login through their **Depository Participants**	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

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

HELPDESK FOR INDIVIDUAL SHAREHOLDERS HOLDING SECURITIES IN DEMAT MODE FOR ANY TECHNICAL ISSUES RELATED TO LOGIN THROUGH DEPOSITORY I.E. CDSL AND NSDL:

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with **CDSL**	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022-23058738 and 22-23058542-43.
Individual Shareholders holding securities in Demat mode with **NSDL**	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30

v. **LOGIN METHOD FOR E-VOTING AND JOINING VIRTUAL MEETING FOR SHAREHOLDERS OTHER THAN INDIVIDUAL SHAREHOLDERS HOLDING IN DEMAT FORM & PHYSICAL SHAREHOLDERS:**

a. The shareholders should log on to the e-voting website www.evotingindia.com.

b. Click on "Shareholders" module.

c. Now enter your User ID
   - For CDSL: 16 digits beneficiary ID
   - For NSDL: 8 Character DP ID followed by 8 Digits Client ID

d. Next enter the Image Verification as displayed and Click on Login.

e. If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.

f. If you are a first-time user follow the steps given below:

	For Shareholders holding shares in Demat form other than individual and Physical Form
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) • Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
Dividend Bank Details	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login.
OR Date of Birth (DOB)	• If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (v).

vi. After entering these details appropriately, click on "SUBMIT" tab.

vii. Shareholders holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

viii. Click on the EVSN for the relevant <Hindprakash Industries Limited > on which you choose to vote.

ix. On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

x. Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.

xi. After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.

xii. Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.

xiii. You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.

xiv. If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

xv. **FACILITY FOR NON – INDIVIDUAL SHAREHOLDERS AND CUSTODIANS – REMOTE VOTING:**

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the "Corporates" module.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer at evoting@parikhdave.com and to the Company at the email address info@hindprakash.com., if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

14. **INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM THROUGH VC/OAVM & E-VOTING DURING MEETING ARE AS UNDER:**

A. The procedure for attending meeting & e-Voting on the day of the AGM is same as the instructions mentioned above for Remote e-voting.

B. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for Remote e-voting.

C. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.

D. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.

E. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.

F. 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.

G. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance atleast 10 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at info@hindprakash.com. The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance 10 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at info@hindprakash.com. These queries will be replied to by the company suitably by email.

H. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.

I. Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.

J. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

K. **PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES:**

- For Demat shareholders - Please update your email id & mobile no. with your respective Depository Participant (DP)

- For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

L. If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at 022- 23058738 and 022-23058542/43.

M. All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call on 022-23058542/43.

15. Shri Uday Dave, Partner of Parikh Dave & Associate, Practicing Company Secretaries, Ahmedabad (FCS: 6545) has been appointed as scrutinizer for carrying e-voting process and voting process at AGM in a fair and transparent manner.

16. The scrutinizer shall, immediately after the conclusion of voting at the Annual General Meeting, first count the votes cast at the meeting, thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the company and submit, not later than two working days of the conclusion of Annual General Meeting, 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.

17. The Results will be declared on receipt of Scrutinizer's Report at the registered office of the Company at 301, 'HINDPRAKASH HOUSE", Plot No. 10/6, Phase -1, Vatva GIDC, Ahmedabad – 382445. Gujarat, India. The Results declared along with the Scrutinizer's Report shall be placed on the Company's website www.hindprakash.in and on the website of CDSL immediately and communicated to the NSE.

18. **The details of director seeking re-appointment as per Secretarial Standard II and Pursuant to Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 are as follows:**

Name of Director	Mrs. Rachana Abhinav Agrawal
DIN	02935245
Age	36 Years
Date of Birth	12/04/1985
Date of Appointment	04/07/2019
Qualifications	M.B.A
Expertise in specific Professional area	Mrs. Rachana Agarwal is M.B.A in Family Business & Entrepreneurship from Nirma University of science & technology, Ahmedabad. She has more than 12 years of experience in business management.
Relationship with other Directors inter se	No relationship with other directors
Board Membership* in other Companies as on March 31, 2021	1
Chairman/Member of the Committee of the Board of directors in other companies as on March 31, 2021	NIL
Listed entities from which resigned in the past three years	NIL
Number of Shares held in the Company as on March 31, 2021	NIL
The number of Meetings of the Board attended during the year	4/4

***Private Companies Excluded**

19. **INFORMATION ON DIVIDEND:**

i. Subject to approval of the Members at the AGM, the dividend will be paid within 30 days from the conclusion of the AGM, to the Members whose names appear on the Company's Register of Members / beneficial owners as on the Record Date i.e. Friday, 17th September, 2021.

ii. Payment of dividend shall be made through electronic mode to the Shareholders who have updated their bank account details. In case the payment of dividend may not be made through electronic mode due to various reason, Dividend warrants / demand drafts will be dispatched to the registered address of the shareholders who have not updated their bank account details, after normalisation of the postal service.

iii. Shareholders are requested to register/ update their complete bank details with their Depository Participant(s) with whom they maintain their demat accounts if shares are held in dematerialized mode by submitting the requisite documents.

iv. Pursuant to the amendments introduced by the Finance Act, 2020, the dividend income is taxable in the hands of shareholders. Accordingly, if any resident individual shareholder is in receipt of dividend exceeding ₹ 5,000 in a fiscal year, entire dividend will be subject to TDS @ 10%. The rate of 10% is applicable provided the shareholder has updated his/her Permanent Account Number (PAN) with the depository/

Registrar and Transfer Agent (RTA). Otherwise the TDS rate will be 20%.

v. If the dividend to a resident individual shareholder does not exceed ₹ 5,000 in a fiscal year, no TDS will be deducted.

vi. If the resident individual shareholder provides declaration in Form 15G (applicable to an individual less than 60 years of age and HUF)/ Form 15H (applicable to an Individual who is 60 years and above), no TDS will be deducted.

vii. The entire dividend will be subject to TDS for non-individual (Firm, AOP, BOI, Company) resident shareholders without any threshold limit. The tax deduction rate will be 10% provided a valid PAN is updated with the company or the depository/ RTA. Otherwise the TDS rate will be 20%.

viii. Tax shall be deducted at source @ 20% (plus applicable surcharge and cess) on dividend paid to Foreign Institutional Investors ("FIIs") and Foreign Portfolio Investors ("FPIs") in view of specific provision under section 196D of the Income tax Act 1961.

ix. TDS is not applicable on the dividend paid to the insurance companies in case it provides a self-declaration that the shares are owned by it and it has full beneficial interest along with a self-attested PAN.

x. TDS is not applicable on the dividend paid to a Mutual Fund specified under clause (23D) of section 10 of Income Tax Act, 1961. Such Mutual Fund should provide a self-declaration that they are specified in Section 10 (23D) of the Income Tax Act, 1961, self attested copy of PAN card and registration certificate.

xi. **TDS applicable to non-resident shareholders other than FIIs/ FPIs:**

For non-resident shareholders, the rate of withholding tax is 20% (plus applicable surcharge and cess) as per Indian Income- taxAct, 1961. However, where a non-resident shareholder is eligible to claim the tax treaty benefit, and the tax rate provided in the respective tax treaty is beneficial to the shareholder, then the rate as per the tax treaty would be applied. In order to avail tax treaty benefits, non-resident shareholders would be required to submit ALL the below documents:

- Tax Residency certificate issued by revenue authority of country of residence of shareholder for the year in which dividend is received.
- Form 10F as per the format specified under Income Tax Act, 1961.
- Copy of PAN Card attested.
- Self-declaration for non-existence of permanent establishment/ fixed base in India.

(Note: Application of beneficial Tax Treaty Rate shall depend upon the completeness of the documents submitted by the Non-Resident shareholder and review to the satisfaction of the Company)

xii. All the above-mentioned documents should be sent to the Company by post or courier or through e-mail ID on info@hindprakash.com on or before 23rd September, 2021. Failure to do so, will attract higher TDS rates as mentioned in the above paragraphs.

xiii. **Section 206AB of the Income Tax ACT of 1961:**

Rate of TDS @10% u/s 194 of the Act is subject to provisions of section 206AB of Act (effective from 1 July 2021) which introduces special provisions for TDS in respect of non-filers of income-tax return. As provided in section 206AB, tax is required to be deducted at higher of following rates in case of payments to specified persons:

- at twice the rate specified in the relevant provision of the Act; or
- at twice the rate or rates in force; or
- at the rate of 5%.

Where sections 206AA and 206AB are applicable i.e. the specified person has not

submitted the PAN as well as not filed the return; the tax shall be deducted at the higher of the two rates prescribed in these two sections.

The term 'specified person' is defined in sub section (3) of section 206AB who satisfies the following conditions:

- A person who has not filed the income tax return for two previous years immediately prior to the previous year in which tax is required to be deducted, for which the time limit of filing of return of income under section 139(1) of the I-T Act has expired; and
- The aggregate of TDS and TCS in his case is 50,000 or more in each of these two previous years.

The non-resident who does not have the permanent establishment is excluded from the scope of a specified person.

Members are requested to inform us by mail us on info@hindprakash.com, well in advance and before cut-off date if you are covered under the definition of 'specified person' as provided in section 206AB of the IT Act. The Company reserves its right to recover any demand raised subsequently on the Company for not informing the company or providing wrong information about applicability of Section 206AB in your case.

xiv. **INFORMATION ON TAX DEDUCTED:**

- Shareholders can check Form 26AS from their e-filing accounts at https://incometaxindiaefiling.gov.in.
- Shareholders can also use the "View Your Tax Credit" facility available at www.incometaxindia.gov.in. Please note, the credit in Form 26AS would be reflected after the TDS Return is filed on a quarterly basis by the Company, and the same is processed by the Income-tax department.

xv. Shareholder can send their queries if any to info@hindprakash.com.

20. INSTRUCTIONS ON RIGHT TO WAIVE DIVIDEND BY SHAREHOLDERS:

i. Shareholder can waive/forgo the right to receive the dividend (either final and/or interim) if any, declared by the company, to which he is entitled, on some or all the Equity Shares held by him in the Company as on the Record Date i.e. Friday, 17th September, 2021 fixed for determining the names of Members entitled for such dividend.

ii. However, the shareholders cannot waive/forgo the right to receive the dividend (either final and/or interim) for a part of percentage of dividend on share(s).

iii. The Equity Shareholder(s) who wish to waive/forgo the right to receive the dividend for the Financial Year 2020-21 shall inform in advance to the Company in the prescribed form, which is available on the website of the Company i.e. www.hindprakash.in.

iv. In case of joint holders holding the Equity Shares of the Company, all the joint holders are required to intimate to the Company in the prescribed form (available on the website of the Company) about their decision of waiving/forgoing their right to receive the dividend from the Company.

v. The prescribed form (available on the website of the Company) once filled with required data asked for, shall be sent to the Company by post or courier or through e-mail ID on info@hindprakash.com on or before Record Date i.e. Friday, 17th September, 2021.

vi. Further, for detailed understanding on waiver of dividend, the shareholder can check the Hindprakash Industries Limited (Waiver of Dividend) Rules available on the website of the Company i.e. www.hindprakash.in. The same has been approved and adopted by the Board of Directors of the Company and which came into effect on 29th August, 2020.

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

By Order of the Board

Utsav Trivedi
Company Secretary & Compliance Officer
Membership No.: A57058

Date: 23rd August, 2021
Place: Ahmedabad

Registered Office:
301,"Hindprakash House",
Plot No.10/6, Phase-1, GIDC, Vatva,
Ahmedabad - 382 445
CIN: L24100GJ2008PLC055401

DIRECTORS' REPORT

Dear Members,

Your Directors take pleasure in presenting the 13th Annual Report on business and operations along with the Audited financial statements and the Auditor's report of the Company for the financial year ended on 31st March, 2021.

1. Financial Results:

During the year under review, Total Revenue from operational including other income was Rs. 9158.37 Lakhs against Rs. 10660.48 Lakhs in the previous year. The Company has earned net profit of Rs. 240.73 Lakhs in the current financial year against net profit of Rs.340.17 Lakhs in the previous financial year.

On account of the ongoing Covid -19 pandemic and considering the market scenario and shortage of material and labour / manpower, there is reduction in the overall revenue and Profits of the Company during the year under review. However, the Covid 19 pandemic situation has not much impacted on the working of the Company and the Company has performed reasonably well in spite of such difficult and challenging times and it is confident to bounce back with good returns in coming times.

The Company's financial performance, for the year ended March 31, 2021 is summarized below:

(Amount in Lakhs)

Particulars	Year 2020-2021	Year 2019-2020
Gross Income	**9158.37**	**10660.48**
Profit / (loss) Before Depreciation, Amortization and Taxation	339.06	495.64
Depreciation and Amortization	16.59	19.97
Profit / (Loss) before Taxation	**322.47**	**475.67**
Extra Ordinary Item	**0**	**0**
Provision for taxation - For Current Tax	(81.05)	(150.57)
Income Tax (Prior Period)	11.57	(0.03)
Provision for taxation - For Deferred Tax	(12.25)	15.04
Profit / (Loss) after Taxation	**240.73**	**340.17**

2. Share Capital:

The authorised share capital of the company as on date of balance sheet is Rs. 11,50,00,000/- divided into 1,15,00,000 equity shares of face value of Rs.10/- each.

The paid up share capital of the company as on date of balance sheet is Rs.10,42,24,110/- divided into 1,04,24,110 equity shares of face value of Rs.10/- each.

There was no change in the share capital of the Company during the financial year under review.

a) Status of shares:

As the members are aware, the company's shares are compulsorily tradable in electronic form. As on March 31, 2021, 100.00% of the company's total paid up capital representing 1,04,24,110 shares are in de-materialized form.

b) Other shares:

Apart from the equity shares as stated above, our company has not issued any other class of shares i.e. equity shares with differential rights, sweat equity shares, employee stock options and did not purchase its own shares. Hence there is no information to be provided as required under Rule 4(4), Rule 8(13), Rule 12(9) and Rule 16(4) of the Companies (Share Capital and Debentures) Rules,

2014 and Section 62 of the companies Act 2013 respectively.

3. Dividend And Reserves:

During the year under review, your Directors recommended payment of dividend Rs. 1/- per share (i.e. 10% divided on the face value of shares) on Equity Shares of face value of Rs. 10/- each. Further the Company has not transferred any amount to reserves during the period under review.

4. Transfer of Unclaimed Dividend to Investor Education and Protection Fund:

Since there was no unpaid / unclaimed dividend during the year under review, the Company is not required to transfer any amount to the Investor Education and protection fund as required under the provision of Section 125 of the Companies Act, 2013.

5. State of the Company's Affairs:

The state of the Company affairs forms an integral part of Management Discussion and Analysis Report which is annexed as "**Annexure-VII**"" to the report.

6. Change in the nature of business:

During the year under review, there is no Change in the nature of the business of the Company.

7. Subsidiary, Joint Ventures and Associate Companies:

During the year under review, your company has no subsidiaries, joint ventures or associate companies.

8. Public Deposit:

The Company has not accepted or renewed any amount falling within the purview of provisions of Section 73 of the Companies Act, 2013 ("the Act") read with the Companies (Acceptance of Deposit) Rules, 2014 during the year under review. Hence, the requirement for furnishing the details of deposits in compliance with Chapter V of the Act is not applicable.

9. Particulars of loan, Guarantees or Investment made under Section 186:

The details of the loans, guarantees and investments are provided in the notes to the audited financial statements annexed with the Annual Report.

10. Management's Discussion and Analysis Report:

Management and Discussion Analysis Report forms an integral part of this Report and the same is annexed as an '**Annexure VII**' to this report.

11. Corporate Governance:

Your Company is committed to the highest standards of compliance. Pursuant to regulation 15(2) of the SEBI (LODR) Regulations 2015, the compliance with the corporate governance provisions as specified in regulations 17 to 27 and clauses (b) to (i) of Regulation 46 (2) and para C, D and E of schedule V is not applicable to the Company as the shares of the Company are listed on SME platform of National Stock Exchange. However, as a part of good corporate governance the Company is complying with the majority of the provisions of the corporate governance voluntarily.

12. Dividend Distribution Policy:

As the Company is not falling under the criteria provided in Regulation 43A of the SEBI (Listing Obligations and Disclosure Requirements) (Second Amendment) Regulations, 2016, as on the date of the balance sheet for the financial year 2020-21, the Company is not required to prepare Dividend Distribution policy.

13. Extract of the Annual Return:

The extract of the Annual Return in Form MGT-9 pursuant to the provisions of Section 92 read with

Rule 12 of the Companies (Management and Administration) Rules, 2014 is furnished in "**Annexure I**" and is attached to the report.

14. Directors & Key Management Personnel:

a) Composition of Board & Board Meetings:

During the year under review, no changes in board of directors took place. Our board compromises of a group of Executive, Non-Executive and Independent Directors. As on 31 March 2021, the Company has six Directors. Of the six Directors, four are Non- Executive Directors and of which two are Independent Directors. The composition of the Board is in conformity with the provisions of Section 149 of the Act.

The Board Comprise of the following:

Sr. No.	Name of the Director/KMP	DIN/PAN	Designation
1	Mr. Om Prakash Mangal	03078228	Chairman & Non-Executive Director
2	Mr. Sanjay Prakash Mangal	02825484	Managing Director
3	Mr. Santosh Narayan Nambiar	00144542	Whole time Director
4	Mrs. Rachana Abhinav Agrawal	02935245	Non-Executive Director
5	Mr. Sanjaykumar Kailashchandra Gupta	07762680	Independent Director
6	Mr. Jitendra Kumar Sharma	07526003	Independent Director

During the Financial year 2020-21, the Board of Directors meet 4 (Four) times. . The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013. The Company has complied with the provisions of Secretarial Standard 1 (relating to meetings of the Board of Directors) and Secretarial Standard 2 (relating to General Meetings) during the year.

The dates of the Board meetings and the detail of attendance of the Directors are as mentioned below:

Name of the Director	29th June, 2020	29th August, 2020	10th Nov., 2020	22nd Feb, 2021	Total
Mr. Om Prakash Mangal	✓	✓	✓	✓	4/4
Mr. Sanjay Prakash Mangal	✓	✓	✓	✓	4/4
Mr. Santosh Narayan Nambiar	✓	✓	✓	✓	4/4
Mrs. Rachana Abhinav Agrawal	✓	✓	✓	✓	4/4
Mr. Sanjaykumar Kailashchandra Gupta	✓	✓	✓	✓	4/4
Mr. Jitendra Kumar Sharma	✓	✓	✓	✓	4/4

b) Retirement by Rotation:

In accordance with the provisions of the Companies Act 2013 and Companies Articles of Association, Mrs. Rachana Abhinav Agrawal (DIN: 02935245) retires by rotation at the ensuing Annual General Meeting and being eligible offers herself for re-appointment. The Board recommends her re-appointment.

c) Profile of Directors seeking appointment / reappointment:

As required under regulation 36(3) of SEBI (LODR), 2015, particulars of the Directors retiring and seeking reappointment at the ensuing Annual General Meeting is annexed to the notice convening the Annual General Meeting.

d) Key Managerial Personnel:

As on the date of this report, the following are the Key Managerial Personnel(s) of the Company:

1) Mr. Sanjay Prakash Mangal : Managing Director

2) Mr. Santosh Narayan Nambiar : Wholetime Director

3) Mr. Hetal Shah : Chief Financial Officer

4) Mr. Utsav Trivedi : Company Secretary

e) Declaration from Independent Director:

The Company has two Independent Directors as on the date of this report and both the Independent Directors of the Company have given declarations stating that they meet the criteria of independence as prescribed under the Section 149(6) of the Companies Act, 2013 read with the rules made there under and read with Regulation 16(1)(b) of the Listing Regulations and in the opinion of the Board, the Independent Directors meet the said criteria.

15. Committees of the Board:

As the shares of the Company are listed on SME Platform of National Stock Exchange of India Limited, the Company is required to constitute various committees as per applicable provisions of Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015.

Presently, the board has Three (3) committees i.e. Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, constitution of which are given below.

a) Audit Committee:

The Audit Committee is duly constituted in accordance with Section 177 of the Companies Act, 2013 read with Rule 6 of the Companies (Meetings of the Board and its Powers) Rules, 2014 as amended from time to time. It adheres to the terms of reference which is prepared in compliance with Section 177 of the Companies Act, 2013, and SEBI (LODR) Regulations 2015. During the year under review, the Committee met Four (4) times.

The Company Secretary acts as Secretary to the Audit Committee and no personnel has been denied access to the Audit Committee. The composition of the Committee and details of member's attendance at the Audit committee meeting during the year are given below:-

Name of the Director & Designation in Committee	29th June, 2020	29th August, 2020	10th Nov., 2020	08th March, 2021	Total
Mr. Sanjaykumar Kailashchandra Gupta (Chairman)	✓	✓	✓	✓	4/4
Mr. Jitendra Kumar Sharma (Member)	✓	✓	✓	✓	4/4
Mr. Santosh Narayan Nambiar (Member)	✓	✓	✓	✓	4/4

b) Nomination and Remuneration Committee:

The Nomination and Remuneration Committee is constituted in accordance with Section 178 of the Companies Act, 2013 read with Rule 6 of the Companies (Meetings of the Board and its Powers) Rules, 2014 as amended from time to time. The Company Secretary acts as the Secretary to the committee.

The Board has in accordance with the provisions of sub-section (3) of Section 178 of the Companies Act, 2013, formulated the policy setting out the criteria for determining qualifications, positive attributes, independence of a Director and policy relating to remuneration of Directors, Key Managerial Personnel and other employees. The Policy has been placed on the Website of the Company at www.hindprakash.in and the same is also attached as 'Annexure V' to this report.

During the year under review, the Committee met One (1) times. The composition of the Committee and details of member's attendance at the committee meeting during the year are given below:

Name of the Director & Designation in Committee	29th August, 2020	Total
Mr. Sanjaykumar Kailashchandra Gupta (Chairman)	✓	1/1
Mr. Jitendra Kumar Sharma (Member)	✓	1/1
Mrs. Rachana Abhinav Agrawal (Member)	✓	1/1

c) Stakeholders Relationship Committee:

The Stakeholders Relationship Committee is constituted in compliance with the requirements of Section 178 of the Companies Act, 2013. Company Secretary is the Compliance Officer, who acts as the Secretary to the Committee.

During the year under review, Stake Holder's Relationship Committee met 1 (One) time. The composition of the Committee and the details of meetings attended by its members are given below:

Name of the Director & Designation in Committee	01st February, 2021	Total
Mrs. Rachana Abhinav Agrawal (Chairman)	✓	1/1
Mr. Sanjaykumar Kailashchandra Gupta (Member)	✓	1/1
Mrs. Sanjay Prakash Mangal (Member)	✓	1/1

During the year under review, the Company has not received any complaints from the Shareholders. There was no complaint pending as on March 31, 2021.

16. Compliance Officer:

The Compliance officer of the Company is Mr. Utsav Trivedi, who is a qualified Company Secretary.

17. Vigil Mechanism / Whistle Blower Policy:

The Board of Directors of the Company has, pursuant to the provisions of Section 177(9) of the Companies Act, 2013 read with Rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014, framed the Whistle Blower Policy for Directors and employees of the Company to provide a mechanism which ensures adequate safeguards to employees and Directors from any victimization on raising of concerns of any violations of legal or regulatory requirements, incorrect or misrepresentation of any, financial statements and reports etc.

Whistle blower policy is disclosed on the website of the Company at www.hindprakash.in.

The following is a summary of Protected Disclosures received and disposed off during the year 2020-21:

No. of Protected Disclosures received : NIL

No of Protected Disclosures disposed off : NIL

The Audit Committee oversee the Vigil Mechanism of the Company.

The employees of the Company have the right to report their concern/grievance to the Audit Committee constituted by the Board of Directors to oversee the Vigil mechanism.

The Company is committed to adhere to the highest standards of ethical, moral and legal conduct of business operations.

18. Statement On Formal Annual Evaluation Of Board:

Pursuant to the provisions of the Act, and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board has carried out an annual evaluation of its own performance and that of its Committees as well as performance of the Directors individually.

The evaluation is performed by the Board, Nomination and Remuneration Committee and

Independent Directors with specific focus on the performance and effective functioning of the Board and Individual Directors. The performance evaluation of the Chairman and Non-Independent Directors was also carried out by the Independent Directors.

The performance of the Directors, the board as a whole and Committee of the Board have been found to be satisfactory.

19. Material changes and commitments, if any, affecting the financial position of the company which have occurred between the end of the financial year of the company to which the financial statements relate and the date of the report:

There were no material changes and commitments affecting the financial position of the Company which have occurred between the end of the financial year of the Company and the date or report.

20. Details of significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future:

There are no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and Company's operations in future.

21. Particulars of Contracts/ Arrangements With Related Parties:

All Related Party Transactions that were entered into during the FY 2020-21 were on an arm's length basis and in the ordinary course of business. There were no materially significant Related Party Transactions entered into by the Company during the year that required shareholders' approval under Regulation 23 of the Listing Regulations. Prior omnibus approval from the Audit Committee is obtained for transactions which are repetitive in nature. Further, disclosures are made to the Committee from time to time at reasonable interval.

The Company presents all related party transactions before the Board specifying the nature, value, and terms and conditions of the transaction. Transactions with related parties are conducted in a transparent manner with the interest of the Company and Stakeholders as utmost priority.

Particulars of Contracts entered into with Related Parties referred to in Section 188(1) of the Companies Act, 2013, in prescribed Form AOC-2 is attached as an '**Annexure II'** to this Report.

22. Auditors:

a) Statutory Auditors:

M/s. K K A K & Co., Chartered Accountants (Firm Registration Number: 148674W) were appointed as Statutory Auditors, who shall hold office till the conclusion of the Annual general Meeting to be held for the financial year ending on 31st March, 2025. The present statutory auditors of the company will continue to act as statutory auditor till the expiry of their present term.

There are no qualifications or reservations or adverse remarks or disclaimers given by Statutory Auditors' of the Company and therefore do not call for any comments under Section 134 of the Companies Act, 2013. The Auditors' Report is enclosed with the financial statements in this Annual Report.

b) Secretarial Auditors:

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the rules made thereunder, the Company has appointed M/s Parikh Dave & Associates to undertake the Secretarial Audit of the Company. The Secretarial Audit Report for FY 2020-21 is annexed, and forms part of this report as "**Annexure-IV**". There are no qualifications or reservations or adverse remarks or disclaimers given by Secretarial Auditors of the Company**.**

c) Cost Auditors:

In terms of the provisions of Section 148 of the Act, the appointment of the Cost Auditors does not apply to the Company.

The Directors of the Company to the best of their knowledge and belief state that the Company has maintained adequate Cost records as required to be maintained by the Company under the provisions of Section 148 of the Companies Act, 2013 read with the relevant Rules framed thereunder.

d) Internal Auditors:

Pursuant to the provisions of Section 138 of the Act read with the Companies (Accounts) Rules, 2014, the Company has appointed Mr. Dheeraj Tak as the Internal Auditor of the Company.

23. Particulars of Employees:

The information as required under the provisions of Section 197 of the Act, read with Rule 5 (1) of the Companies (Appointment and Remuneration of Managerial personnel) Rules, 2014 is annexed to this Board's Report as "**Annexure-VI**".

The statement containing particulars of employees as required under section 197 of the Act, read with Rule 5 (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, will be provided upon request. In terms of Section 136 of the Act, 2013, the Report and financial statements are being sent to the members and others entitled thereto, excluding the information on employee's particulars which is available for inspection by members at the registered office of the Company during business hours on working days of the Company. If any member is interested in obtaining a copy thereof, such member may write to the Company Secretary in this regard.

24. Corporate Social Responsibility (CSR):

The provisions of Section 135 of the Companies Act, 2013 with regard to the Corporate Social Responsibility (CSR) are not applicable to the Company during the year under review.

25. Insurance:

All Insurable interests of the Company including Buildings, Plant & Machinery, Furniture & Fixtures, Inventories and other insurable interests are adequately insured.

26. Conservation of energy, technology absorption and foreign exchange earnings and outgo:

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of The Companies (Accounts) Rules, 2014, as amended from time to time is annexed to this Report as "**Annexure-III**".

27. Statement concerning development and implementation of Risk Management Policy of the Company:

The Company has in place, a mechanism to identify, access, monitor and mitigate various risks towards the key business objectives of the Company. Major risk identified by the business and functions are systematically addressed through mitigating actions on a continuing basis.

At present, in the opinion of the Board there is no identification of Risk element that may threaten the existence of the Company.

28. Prevention Of Sexual Harassment At Workplace:

As per the requirement of The Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 and rules made thereunder, your Company has constituted Internal Complaints Committee (ICC) which is responsible for redressal of complaints related to sexual harassment.

Your Directors declared and confirm that, during the year under review, there is no case filed under

Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

29. Adequacy of Internal Financial Control:

Your Company has an effective internal control system, which ensures that all the assets of the Company are safeguarded and protected against any loss from unauthorized use or disposition.

Your Company has also put in place adequate internal financial controls with reference to the financial statements commensurate with the size and nature of operations of the Company. During the year, such controls were tested and no material discrepancy or weakness in the Company's internal controls over financial reporting was observed.

30. Directors' Responsibility Statement:

Pursuant to section 134(5) of the Companies Act, 2013, Your Directors state that:

a) In the preparation of annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures,

b) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the Profit of the Company for that period,

c) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities,

d) The Directors have prepared the annual accounts ongoing concern basis,

e) The directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively and

f) The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

31. Website:

As per Regulation 46 of SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015 the Company has maintained a functional website "www.hindprakash.in" containing information about the Company. The website of the Company is containing information like Policies, Shareholding Pattern, Financial and information of the designated officials of the Company who are responsible for assisting and handling investor grievances for the benefit of all stakeholders of the Company etc.

32. Human Resource:

Your company considers its Human Resources as the key to achieve its objectives. Keeping this in view, your company takes utmost care to attract and retain quality employees. The employees are sufficiently empowered and such work environment propels them to achieve higher levels of performance. The unflinching commitment of the employees is the driving force behind the company's vision. Your company appreciates the spirit of its dedicated employees.

During the year under review in the situation of ongoing Covid 19 pandemic times the Company has taken utmost care of its employees and have followed all the protocols as issued by the Government from time to time including frequent hand sanitization, wearing of masks, keeping social distancing , maintaining proper hygine among other pretection measures from time to time.

33. Secretarial Standards:

The Board of Directors of the Company confirms to the best of their knowledge and belief that the Company has complied with the applicable provisions of the Secretarial Standards issued by the Institute of Company Secretaries of India as amended from time to time and made applicable by the Ministry of Corporate Affairs during the financial year under review.

34. Appreciation and Acknowledgement:

Your directors take this opportunity to express their sincere appreciation to the shareholders, customers, bankers, suppliers and other business associates for the excellent support and cooperation extended by them.

Your directors gratefully acknowledge the ongoing co-operation and support provided by the Central and State Governments, Stock Exchange, SEBI, RBI and Registrar of Companies, Gujarat and other Regulatory Bodies.

The Directors of the Company wishes all its stakeholders a healthy and safe time during this Covid 19 pandemic

For and on behalf of Board of Directors

Sanjay Prakash Mangal
Managing Director
DIN: 02825484

Santosh Narayan Nambiar
Wholetime Director
DIN: 00144542

Date: 23rd August, 2021
Place: Ahmedabad

Registered Office:
301,"Hindprakash House",
Plot No.10/6, Phase-1, GIDC, Vatva,
Ahmedabad - 382 445
CIN: L24100GJ2008PLC055401

ANNEXURE - I TO THE DIRECTORS' REPORT

FORM NO. MGT 9

EXTRACT OF ANNUAL RETURN

for the financial year ended on 31st March, 2021

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

I REGISTRATION & OTHER DETAILS

i	CIN	L24100GJ2008PLC055401
ii	Registration Date	11th November,2008
iii	Name of the Company	**HINDPRAKASH INDUSTRIES LIMITED**
iv	Category/Sub-category of the Company	Company limited by shares / Indian Non-Government Company
v	Address of the Registered office & contact details	301, Hindprakash House, Plot No.10/6,GIDC, Vatva, Ahmedabad-382445, Gujarat, India Tel:+91 079-68127000-10; Fax: 079-68127096 Email ID: info@hindprakash.com; URL: www.hindprakash.in
vi	Whether listed company	Yes EMERGE Platform of National Stock Exchange of India Limited
vii	Name , Address & contact details of the Registrar & Transfer Agent, if any.	**M/s. BIGSHARE SERVICES PRIVATE LIMITED** 1st Floor, Bharat Tin Works Building, Opp. Vasant Oasis, Makwana Road, Marol, Andheri East, Mumbai- 400059, Maharashtra, India. PH:079-40392571, Email id: bssahd@bigshareponline.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 & Description of main products/services	NIC Code of the Product /service	% to total turnover of the company
1	Manufacture of Dyes	20114	73.80

III PARTICULARS OF HOLDING, SUBSIDIARY & ASSOCIATE COMPANIES

SL. No.	Name & Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of Shares Held	Applicable Section
NIL					

IV. SHAREHOLDING PATTERN (Equity Share capital Break up as % to 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
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual / HUF	7,544,005	-	7,544,005	72.37%	7,544,005	-	7,544,005	72.37%	0.00%
b) Central Govt. or State Govt.	-	-	-	0.00%	-	-	-	0.00%	0.00%
c) Bodies Corporates	-	-	-	0.00%	-	-	-	0.00%	0.00%
d) Bank/FI	-	-	-	0.00%	-	-	-	0.00%	0.00%
e) Any other (TRUST)	-	-	-	0.00%	-	-	-	0.00%	0.00%
SUB TOTAL:(A) (1)	**7,544,005**	**-**	**7,544,005**	**72.37%**	**7,544,005**	**-**	**7,544,005**	**72.37%**	**0.00%**
(2) Foreign									
a) NRI-Individuals	-	-	-	0.00%	-	-	-	0.00%	0.00%
b) Other Individuals	-	-	-	0.00%	-	-	-	0.00%	0.00%
c) Bodies Corp.	-	-	-	0.00%	-	-	-	0.00%	0.00%
d) Banks/FI	-	-	-	0.00%	-	-	-	0.00%	0.00%
e) Any other…	-	-	-	0.00%	-	-	-	0.00%	0.00%
SUB TOTAL (A) (2)	**-**	**-**	**-**	**0.00%**	**-**	**-**	**-**	**0.00%**	**0.00%**
Total Shareholding of Promoter (A)= (A)(1)+(A)(2)	**7,544,005**	**-**	**7,544,005**	**72.37%**	**7,544,005**	**-**	**7,544,005**	**72.37%**	**0.00%**

B. Public Shareholding									
(1) Institutions									
a) Mutual Funds	-	-	-	0.00%	-	-	-	0.00%	0.00%
b) Banks/FI	-	-	-	0.00%	-	-	-	0.00%	0.00%
C) Cenntral govt	-	-	-	0.00%	-	-	-	0.00%	0.00%
d) State Govt.	-	-	-	0.00%	-	-	-	0.00%	0.00%
e) Venture Capital Fund	-	-	-	0.00%	-	-	-	0.00%	0.00%
f) Insurance Companies	-	-	-	0.00%	-	-	-	0.00%	0.00%
g) FIIS	-	-	-	0.00%	-	-	-	0.00%	0.00%
h) Foreign Venture Capital Funds	-	-	-	0.00%	-	-	-	0.00%	0.00%
i) Others (specify)	-	-	-	0.00%	-	-	-	0.00%	0.00%
SUB TOTAL (B)(1):	**-**	**-**	**-**	**0.00%**	**-**	**-**	**-**	**0.00%**	**0.00%**
(2) Non Institutions									
a) Bodies corporates									
i) Indian	240,000	-	240,000	2.30%	147,000	-	147,000	1.41%	-0.89%
ii) Overseas	-	-	-	0.00%	-	-	-	0.00%	0.00%
b) Individuals	-	-	-	0.00%	-	-	-	0.00%	0.00%
i) Individual shareholders holding nominal share capital upto Rs.1 lakhs	513,035	-	513,035	4.92%	471,000	-	471,000	4.52%	-0.40%
ii) Individuals shareholders holding nominal share capital in excess of Rs. 1 lakhs	1,935,070	-	1,935,070	18.56%	2,052,105	-	2,052,105	19.69%	1.12%
c) Others (specify)									
Hindu Undivided Family	177,000	-	177,000	1.70%	204,000	-	204,000	1.96%	0.26%
Clearing Member	6,000	-	6,000	0.06%	3,000	-	3,000	0.03%	-0.03%
Non Resident Indians (Repat)	3,000	-	3,000	0.03%	-	-	-	0.00%	-0.03%

Non Resident Indians (Non Repat)	6,000	-	6,000	0.06%	3,000	-	3,000	0.03%	-0.03%
SUB TOTAL (B)(2):	**2,880,105**	**-**	**2,880,105**	**27.63%**	**2,880,105**	**-**	**2,880,105**	**27.63%**	**0.00%**
Total Public Shareholding (B)= (B)(1)+(B)(2)	**2,880,105**	**-**	**2,880,105**	**27.63%**	**2,880,105**	**-**	**2,880,105**	**27.63%**	**0.00%**
C. Shares held by Custodian for GDRs & ADRs	-	-	-	0.00%	-	-	-	0.00%	0.00%
Grand Total (A+B+C)	**10,424,110**	**-**	**10,424,110**	**100.00%**	**10,424,110**	**-**	**10,424,110**	**100.00%**	**0.00%**

(ii) SHARE HOLDING OF PROMOTERS & PROMOTER GROUP

Sr. No.	Shareholders Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		Nos. of shares	% of total shares of the company	% of shares pledged encumbered to total shares	Nos. of shares	% of total shares of the company	% of shares pledged encumbered to total shares	
1	Sanjay Prakash Mangal	1,085,155	10.41%	0.00%	1,085,155	10.41%	0.00%	0.00%
2	Sanjay Prakash Mangal (Karta of Sanjayprakash HUF)	96,110	0.92%	0.00%	96,110	0.92%	0.00%	0.00%
3	Dimple S Mangal	770,000	7.39%	0.00%	770,000	7.39%	0.00%	0.00%
4	Master Vedant S Mangal (through F&NG Sanjay Prakash Mangal)	1,470,000	14.10%	0.00%	1,470,000	14.10%	0.00%	0.00%
5	Radhika S Mangal	1,024,435	9.83%	0.00%	1,024,435	9.83%	0.00%	0.00%
6	Miss. Priyata S Mangal (through F&NG Sanjay Prakash Mangal)	1,304,555	12.51%	0.00%	1,304,555	12.51%	0.00%	0.00%
7	Om Prakash Mangal	1,470,000	14.10%	0.00%	1,470,000	14.10%	0.00%	0.00%
8	Om Prakash Mangal (Karta of Omprakash Sanjayprakash Mangal HUF)	210,000	2.01%	0.00%	210,000	2.01%	0.00%	0.00%

9	Santosh Nambiar	8,750	0.08%	0.00%	8,750	0.08%	0.00%	0.00%
10	Om Prakash Mangal (Karta of O P S P Mangal HUF)	105,000	1.01%	0.00%	105,000	1.01%	0.00%	0.00%
	Total	**7,544,005**	**72.37%**	**0.00%**	**7,544,005**	**72.37%**	**0.00%**	**0.00%**

(iii) CHANGE IN PROMOTERS' SHAREHOLDING (SPECIFY IF THERE IS NO CHANGE)

Sl. No.	Shareholders Name	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	**Sanjay Prakash Mangal**				
	At the beginning of the year	1,085,155	10.41%	1,085,155	10.41%
	No Change				
	At the end of the year	1,085,155	10.41%	1,085,155	10.41%
2	**Sanjay Prakash Mangal (Karta of Sanjayprakash HUF)**				
	At the beginning of the year	96,110	0.92%	96,110	0.92%
	No Change				
	At the end of the year	96,110	0.92%	96,110	0.92%
3	**Dimple S Mangal**				
	At the beginning of the year	770,000	7.39%	770,000	7.39%
	No Change				
	At the end of the year	770,000	7.39%	770,000	7.39%
4	**Master Vedant S Mangal (through F&NG Sanjay Prakash Mangal)**				
	At the beginning of the year	1,470,000	14.10%	1,470,000	14.10%
	No Change				
	At the end of the year	1,470,000	14.10%	1,470,000	14.10%
5	**Radhika S Mangal**				
	At the beginning of the year	1,024,435	9.83%	1,024,435	9.83%
	No Change				
	At the end of the year	1,024,435	9.83%	1,024,435	9.83%
6	**Miss. Priyata S Mangal (through F&NG Sanjay Prakash Mangal)**				
	At the beginning of the year	1,304,555	12.51%	1,304,555	12.51%
	No Change				
	At the end of the year	1,304,555	12.51%	1,304,555	12.51%

7	**Om Prakash Mangal**				
	At the beginning of the year	1,470,000	14.10%	1,470,000	14.10%
	No Change				
	At the end of the year	1,470,000	14.10%	1,470,000	14.10%

8	**Om Prakash Mangal (Karta of Om Prakash Sanjayprakash Mangal HUF)**				
	At the beginning of the year	210,000	2.01%	210,000	2.01%
	No Change				
	At the end of the year	210,000	2.01%	210,000	2.01%

9	**Om Prakash Mangal (Karta of O P S P Mangal HUF)**				
	At the beginning of the year	105,000	1.01%	105,000	1.01%
	No Change				
	At the end of the year	105,000	1.01%	105,000	1.01%

10	**Santosh N Nambiar**				
	At the beginning of the year	8,750	0.08%	8,750	0.08%
	No Change				
	At the end of the year	8,750	0.08%	8,750	0.08%

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

Sl. No.	Shareholders Name	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	**Ashita Mehta**				
	At the beginning of the year	297,000	2.85%	297,000	2.85%
	No Change				
	At the end of the year	297,000	2.85%	297,000	2.85%

2	**Vadodaria Rajendra Mahendrakumar**				
	At the beginning of the year	267,000	2.56%	267,000	2.56%
	Sale on 05/03/2021	-30,000	-0.29%	237,000	2.27%
	At the end of the year	237,000	2.27%	237,000	2.27%

3	**Chandragupt Prakash Mangal**				
	At the beginning of the year	177,000	1.70%	177,000	1.70%
	No Change				
	At the end of the year	177,000	1.70%	177,000	1.70%

4	**Chankya Prakash Mangal**				
	At the beginning of the year	171,000	1.64%	171,000	1.64%
	No Change				
	At the end of the year	171,000	1.64%	171,000	1.64%

5	**Vadodaria Roopa Rajendrakumar**				
	At the beginning of the year	132,000	1.27%	132,000	1.27%
	No Change				
	At the end of the year	132,000	1.27%	132,000	1.27%

6	**Ankita Jain**				
	At the beginning of the year	120,000	1.15%	120,000	1.15%
	No Change				
	At the end of the year	120,000	1.15%	120,000	1.15%

7	**Sachin Rajendra Modi**				
	At the beginning of the year	105,000	1.01%	105,000	1.01%
	Purchase on 12/06/2020	3,000	0.03%	108,000	1.04%
	Purchase on 12/02/2021	3,000	0.03%	111,000	1.06%
	At the end of the year	111,000	1.06%	111,000	1.06%

8	**Vikas Shyamsundar Kedia**				
	At the beginning of the year	0	0.00%	0	0.00%
	Purchase on 05/03/2021	69,000	0.66%	69,000	0.66%
	Purchase on 12/03/2021	36,000	0.35%	105,000	1.01%
	At the end of the year	105,000	1.01%	105,000	1.01%

9	**Sameer B Maheshwari**				
	At the beginning of the year	81,000	0.78%	81,000	0.78%
	No Change				
	At the end of the year	81,000	0.78%	81,000	0.78%

10	**Rajendra Modi**				
	At the beginning of the year	75,035	0.72%	75,035	0.72%
	No Change				
	At the end of the year	75,035	0.72%	75,035	0.72%

(v) Shareholding of Directors & KMP

Sl. No.	Shareholders Name	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	**Santosh N Nambiar**				
	At the beginning of the year	8,750	0.08%	8,750	0.08%
	No Change				
	At the end of the year	8,750	0.08%	8,750	0.08%
2	**Sanjay Prakash Mangal**				
	At the beginning of the year	1,085,155	10.41%	1,085,155	10.41%
	No Change				
	At the end of the year	1,085,155	10.41%	1,085,155	10.41%
3	**Om Prakash Mangal**				
	At the beginning of the year	1,470,000	14.10%	1,470,000	14.10%
	No Change				
	At the end of the year	1,470,000	14.10%	1,470,000	14.10%
4	**Rachana Abhinav Agrawal**				
	At the beginning of the year	0	0.00%	0	0.00%
	No Change				
	At the end of the year	0	0.00%	0	0.00%
5	**Sanjaykumar Kailashchandra Gupta**				
	At the beginning of the year	0	0.00%	0	0.00%
	No Change				
	At the end of the year	0	0.00%	0	0.00%
6	**Jitendra Kumar Sharma**				
	At the beginning of the year	0	0.00%	0	0.00%
	No Change				
	At the end of the year	0	0.00%	0	0.00%
7	**Hetal K Shah**				
	At the beginning of the year	0	0.00%	0	0.00%
	No Change				
	At the end of the year	0	0.00%	0	0.00%
8	**Utsav H Trivedi**				
	At the beginning of the year	0	0.00%	0	0.00%
	No Change				
	At the end of the year	0	0.00%	0	0.00%

V INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment				
	Secured Loans excluding deposits	**Unsecured Loans / Liabilities**	**Deposits**	**Total Indebtedness**
Indebtness at the beginning of the financial year				
i) Principal Amount	56,059,418	49,805,899	-	105,865,317
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	56,059,418	49,805,899	-	105,865,317
Change in Indebtedness during the financial year				
Additions	41,506,423	-	-	41,506,423
Reduction	-	6,426,564	-	6,426,564
Net Change	41,506,423	(6,426,564)	-	35,079,859
Indebtedness at the end of the financial year				
i) Principal Amount	97,565,841	43,379,335	-	140,945,176
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	97,565,841	43,379,335	-	140,945,176

VI REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. REMUNERATION TO MANAGING DIRECTOR, WHOLE TIME DIRECTOR AND/OR MANAGER :

Sl. No	**Particulars of Remuneration**	**Name of the MD**	**Name of the WTD**	**Total Amount**
		Mr. Sanjay Prakash Mangal	**Mr. Santosh Nambiar**	
1	**Gross salary**			
	(a) Salary as per provisions contained in section 17(1) of the Income Tax. 1961.*	1,430,000	587,550	**2,017,550**

	(b) Value of perquisites u/s 17(2) of the Income tax Act, 1961	-	-	-
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	-	-	-
2	Stock option	-	-	-
3	Sweat Equity	-	-	-
4	Commission	-	-	-
	as % of profit	-	-	-
	others (specify)	-	-	-
5	Others, please specify	-	-	-
	Total (A)	**1,430,000**	**587,550**	**2,017,550**
	Ceiling as per the Act	Within the limit specified in Section 197 read with Schedule V		

B. REMUNERATION TO OTHER DIRECTORS: NIL

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

Sl. No	Particulars of Remuneration	Name of the CFO	Name of the CS	Total Amount
		Mr. Hetal Shah	Mr. Utsav Trivedi	
1	**Gross salary**			
	(a) Salary as per provisions contained in section 17(1) of the Income Tax. 1961.	527,507	262,705	**790,212**
	(b) Value of perquisites u/s 17(2) of the Income tax Act, 1961	-	-	-
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	-	-	-
2	Stock option	-	-	-
3	Sweat Equity	-	-	-
4	Commission	-	-	-
	as % of profit	-	-	-
	others (specify)	-	-	-
5	Others, please specify	-	-	-
	Total (A)	527,507	262,705	**790,212**
	Ceiling as per the Act	Within the limit specified in Section 197 read with Schedule V		

VII PENALTIES / PUNISHMENT / COMPPOUNDING OF OFFENCES

There were no penalties / punishment / compounding of offences for the year ended on 31st March, 2021.

Registered Office:
301,"Hindprakash House",
Plot No.10/6, Phase-1, GIDC, Vatva,
Ahmedabad - 382 445
CIN: L24100GJ2008PLC055401

Date: 23rd August, 2021
Place: Ahmedabad

For and on behalf of Board of Directors

Sanjay Prakash Mangal
Managing Director
DIN: 02825484

Santosh Narayan Nambiar
Wholetime Director
DIN: 00144542

ANNEXURE II TO THE DIRECTORS' REPORT

FORM NO. AOC -2
(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014.

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

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

   All contracts/arrangements entered into by the Company with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 are at arms' length basis.

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

Name (s) of the related party	Nature of relationship	Nature of contracts/ arrangements/ transaction	Duration of the contracts/ arrangements/ transaction	Salient terms of the contracts or arrangements or transaction including the value, if any	Date of approval by the Board	Amount paid as advances, if any
Hindprakash Tradelink Private Limited	A private company in which a director or manager or his relative is a member or director	Lease Rent Paid	01/04/2020 - 31/03/2021	Rs. 2,40,720/-	June 29, 2020	Nil
Hindprakash Tradelink Private Limited	A private company in which a director or manager or his relative is a member or director	Warehouse Charges	01/04/2020 - 31/03/2021	Rs. 84,960/-	June 29, 2020	Nil
Dimple Mangal	Wife of Mr. Sanjay Prakash Mangal	Salary Paid by Company	01/04/2020 - 31/03/2021	Rs. 15,40,000/-	June 29, 2020	Nil
Sanjay Prakash Mangal	Managing Director	Payment of royalty fees for use of trademark	01/09/2020 - 31/08/2021	Rs. 1,00,000/-	June 29, 2020	Nil

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CIN: L24100GJ2008PLC055401

Date: 23rd August, 2021
Place: Ahmedabad

For and on behalf of Board of Directors

Sanjay Prakash Mangal
Managing Director
DIN: 02825484

Santosh Narayan Nambiar
Wholetime Director
DIN: 00144542

ANNEXURE- III TO THE DIRECTORS' REPORT

Conservation of energy, technology absorption, foreign exchange earnings and outgo

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of The Companies (Accounts) Rules, 2014 for the year ended March 31, 2021 is given here below.

A. Conservation of Energy:

1. The steps taken or impact on conservation of energy:

The Company has taken measures and applied strict control system to monitor day to day power consumption, to endeavor to ensure the optimal use of energy with minimum extent possible wastage as far as possible. The day to day consumption is monitored and various ways and means are adopted to reduce the power consumption in an effort to save energy.

2. The steps taken by the company for utilizing alternate sources of energy:

Company has not taken any step for utilizing alternate sources of energy

3. The capital investment on energy conservation equipments:

Company has not made any capital investment on energy conservation equipments.

B. Technology Absorption:

Company has not imported any technology and hence there is nothing to be reported here.

C. Foreign Exchange Earning And Outgo:

(i) The total foreign exchange earned Rs. 5,02,79,612/- (Previous Year Rs. 9,76,08,737/-)

(ii) The total foreign exchange outgo Rs 9,51,32,371/- (Previous Year Rs. 9,01,57,378/-)

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CIN: L24100GJ2008PLC055401

For and on behalf of Board of Directors

Sanjay Prakash Mangal
Managing Director
DIN: 02825484

Santosh Narayan Nambiar
Wholetime Director
DIN: 00144542

Date: 23rd August, 2021
Place: Ahmedabad

ANNEXURE IV TO THE DIRECTORS' REPORT

Form No. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED ON March 31, 2021
[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,
HINDPRAKASH INDUSTRIES LIMITED
CIN: L24100GJ2008PLC055401
301, Hindprakash House,
Plot No.10/6,G.I.D.C., Vatva,
Ahmedabad – 382445

We have conducted the secretarial audit of the compliance of applicable statutory provisions and adherence to good corporate practices by **HINDPRAKASH INDUSTRIES LIMITED** (hereinafter called the Company). 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 the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives whether electronically or otherwise during the conduct of secretarial audit; we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on March 31, 2021 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2021 according to the provisions of:

1) The Companies Act, 2013 (the Act) and the Rules made thereunder;

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;

5) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'): (The Shares of the Company are listed and admitted for dealing on Emerge SME platform of National Stock Exchange of India);

(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 during the year under review;

(d) The Securities and Exchange Board of India (Share Based Employees Benefits), Regulations, 2014 – Not applicable during the year under review;

(e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 – Not applicable during the 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;

(g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 – Not applicable during the year under review;

(h) The Securities and Exchange Board of India (Buy Back of Securities) Regulations, 2018 – Not applicable to the Company during the year under review;

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

We have also examined compliance with the applicable Standards / Clauses / Regulations of the following:

i. Secretarial Standards issued by The Institute of the Company Secretaries of India (ICSI) and made effective from time to time.

ii. The Uniform Listing Agreement entered into by the Company with National Stock Exchange of India Limited. The shares of the Company are listed on Emerge SME platform of National Stock Exchange of India.

Since the shares of the Company are admitted for dealing on Emerge SME Platform of National Stock Exchange of India Limited (NSE), the compliance with the Corporate Governance provisions as specified in Regulation 17 to 27 and Clauses (b) to (i) and (t) of Sub-regulation (2) of Regulation 46(2) and para C, D and E of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, shall not apply to the Company.

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

We further report that:

During the audit period under review there were no specific laws which were exclusively applicable to the Company / Industry. However, having regard to the Compliance system prevailing in the Company and on examination of relevant documents and records on test - check basis, the Company has complied with the material aspects of the following significant laws applicable to the Company being engaged in manufacturing and trading of Dyes, Auxiliaries, Intermediates and Chemicals:

1. Factories Act,1948;
2. Acts prescribed under prevention and control of pollution;
3. Acts prescribed under Environmental protection.

We further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. There were no changes which took place in the composition of Board during the year under review.

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

Decisions at the meetings of Board of Directors/ Committees of the Company were carried unanimously. We were informed that there were no dissenting views of the members' on any of the matters during the year that were required to be captured and recorded as part of the minutes.

We further report that:

Based on the review of compliance mechanism established by the Company, the information provided by the Company, its officers and authorized representatives during the conduct of the audit and compliance certificate(s) placed before the Board Meetings, there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable general laws, rules, regulations and guidelines.

We further report that:

The Compliance by the Company of the applicable financial laws like Direct and Indirect Tax laws, has not been reviewed in this Audit since the same have been subject to the review by the Statutory Auditor(s) and other designated professionals.

We further report that:

During the Audit period under review, the material event in pursuance of the above mentioned laws, rules, regulations, guidelines, standards, etc. is as mentioned below:

- Amended the Articles of Association of the Company by obtaining the approval of the members by way of special resolution by way of Postal Ballot.

Apart from the above there were no other instances of:

a) Redemption / buy-back of securities.
b) Obtaining the approval from Shareholders under Section 180 of the Companies Act, 2013.
c) Merger / amalgamation / reconstruction, etc.
d) Foreign technical collaborations.

FOR PARIKH DAVE & ASSOCIATES
Company Secretaries
ICSI Unique Code No.: P2006GJ009900
Peer review Certificate No.: 796/2020

UMESH PARIKH
Partner
FCS No.:4152 C. P. No.: 2413
UDIN: F004152C000801949

Date : 23rd August, 2021
Place : Ahmedabad

Notes:

1. 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.

2. Due to restricted movement amid COVID-19 pandemic, we conducted the secretarial audit of the Company by examining the Secretarial Records including Minutes, Documents, Registers, disclosures from Directors and other records etc., received by us by way of electronic mode from the Company and could not be verified from the original records. The management has confirmed that the records submitted to us are true and correct.

ANNEXURE – A

To,
The Members,
HINDPRAKASH INDUSTRIES LIMITED
CIN: L24100GJ2008PLC055401

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

1. Maintenance of Secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.

2. We have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in Secretarial records. We believe that the process and practices followed by us provide a reasonable basis for our opinion.

3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.

4. Wherever required, we have obtained the Management representation about the Compliance of laws, rules and regulations and happening of events etc.

5. The Compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. Our examination was limited to the verification of procedure on test basis.

6. 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.

FOR PARIKH DAVE & ASSOCIATES
Company Secretaries
ICSI Unique Code No.: P2006GJ009900
Peer review Certificate No.: 796/2020

UMESH PARIKH
Partner
FCS No.:4152 C. P. No.: 2413
UDIN: F004152C000801949

Date : 23rd August, 2021
Place : Ahmedabad

ANNEXURE V TO THE DIRECTORS' REPORT

NOMINATION AND REMUNERATION POLICY

This Nomination and Remuneration Policy is being formulated in compliance with Section 178 of the Companies Act, 2013 read along with the applicable rules thereto as amended from time to time. This policy on nomination and remuneration of Directors, Key Managerial Personnel and Senior Management has been formulated by the Nomination and Remuneration Committee (NRC or the Committee) and has been approved by the Board of Directors and the said committee comprises of:

Sr. No.	Name of the Director	Designation in Committee	Nature of Directorship
1	Mr. Sanjaykumar Kailashchandra Gupta	Chairman	Independent Director
2	Mr. Jitendra Kumar Sharma	Member	Independent Director
3	Mrs. Rachana Abhinav Agrawal	Member	Non-Executive Director

DEFINITIONS:

"**Remuneration**" means any money or its equivalent given or passed to any person for services rendered by him and includes perquisites as defined under the Income-tax Act, 1961;

"**Key Managerial Personnel**" means:
i) Managing Director, or Chief Executive Officer or Manager and in their absence, a Whole- time Director;
ii) Chief Financial Officer;
iii) Company Secretary; and
iv) such other officer as may be prescribed.

"**Senior Managerial Personnel**" mean the personnel of the Company who are members of its core management team excluding Board of Directors. Normally, this would comprise all members of management, of rank equivalent to General Manager and above, including all functional heads.

Objective:
The objective of the policy is to ensure that

- the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate directors of the quality required to run the Company successfully;
- relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and
- remuneration to directors, key managerial personnel and senior management involves a balance pay reflecting short and long-term performance objectives appropriate to the working of the Company and its goals.

Role of the Committee:
The role of the NRC will be the following:

- To formulate criteria for determining qualifications, positive attributes and independence of a Director.
- To formulate criteria for evaluation of Independent Directors and the Board.

- To identify persons who are qualified to become Directors and who may be appointed in Senior Management in accordance with the criteria laid down in this policy.
- To carry out evaluation of Director's performance.
- To recommend to the Board the appointment and removal of Directors and Senior Management.
- To recommend to the Board policy relating to remuneration for Directors, Key Managerial Personnel and Senior Management.
- To devise a policy on Board diversity, composition, size.
- Succession planning for replacing Key Executives and overseeing.
- To carry out any other function as is mandated by the Board from time to time and / or enforced by any statutory notification, amendment or modification, as may be applicable.
- To perform such other functions as may be necessary or appropriate for the performance of its duties.

APPOINTMENT AND REMOVAL OF DIRECTOR, KEY MANAGERIAL PERSONNEL AND SENIOR MANAGEMENT

a) The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, KMP or at Senior Management level and recommend his / her appointment, as per Company's Policy.

b) A person should possess adequate qualification, expertise and experience for the position he / she is considered for appointment. The Committee has authority to decide whether qualification, expertise and experience possessed by a person is sufficient / satisfactory for the position.

c) The Company shall not appoint or continue the employment of any person as Whole-time Director who has attained the age of seventy years. Provided that the term of the person holding this position may be extended beyond the age of seventy years with the approval of shareholders by passing a special resolution.

TERM / TENURE

a) Managing Director/Whole-time Director:

The Company shall appoint or re-appoint any person as its Executive Chairman, Managing Director or Executive Director for a term not exceeding five years at a time. No re-appointment shall be made earlier than one year before the expiry of term.

b) Independent Director:

An Independent Director shall hold office for a term up to five consecutive years on the Board of the Company and will be eligible for re-appointment on passing of a special resolution by the Company and disclosure of such appointment in the Board's report.

No Independent Director shall hold office for more than two consecutive terms of upto maximum of 5 years each, but such Independent Director shall be eligible for appointment after expiry of three years of ceasing to become an Independent Director.

Provided that an Independent Director shall not, during the said period of three years, be appointed in or be associated with the Company in any other capacity, either directly or indirectly.
At the time of appointment of Independent Director it should be ensured that number of Boards on which such Independent Director serves is restricted to seven listed companies as an Independent Director and three listed companies as an Independent Director in case such person is serving as a Whole-time Director of a listed Company or such other number as may be prescribed under the Act.

EVALUATION

The Committee shall carry out evaluation of performance of Director, KMP and Senior Management Personnel yearly or at such intervals as may be considered necessary.

REMOVAL

The Committee may recommend with reasons recorded in writing, removal of a Director, KMP or Senior Management Personnel subject to the provisions and compliance of the Companies Act, 2013, rules and regulations and the policy of the Company.

RETIREMENT

The Director, KMP and Senior Management Personnel shall retire as per the applicable provisions of the Act and the prevailing policy of the Company. The Board will have the discretion to retain the Director, KMP, Senior Management Personnel in the same position/ remuneration or otherwise even after attaining the retirement age, for the benefit of the Company.

POLICY FOR REMUNERATION TO DIRECTORS/KMP/SENIOR MANAGEMENT PERSONNEL

1) Remuneration to Managing Director / Whole-time Directors:

   a) The Remuneration/ Commission etc. to be paid to Managing Director / Whole- time Directors, etc. shall be governed as per provisions of the Companies Act, 2013 and rules made there under or any other enactment for the time being in force and the approvals obtained from the Members of the Company.

   b) The Nomination and Remuneration Committee shall make such recommendations to the Board of Directors, as it may consider appropriate with regard to remuneration to Managing Director / Whole-time Directors.

2) Remuneration to Non- Executive / Independent Directors:

   a) The Non-Executive / Independent Directors may receive sitting fees and such other remuneration as permissible under the provisions of Companies Act, 2013. The amount of sitting fees shall be such as may be recommended by the Nomination and Remuneration Committee and approved by the Board of Directors.

b) All the remuneration of the Non- Executive / Independent Directors (excluding remuneration for attending meetings as prescribed under Section 197 (5) of the Companies Act, 2013) shall be subject to ceiling/ limits as provided under Companies Act, 2013 and rules made there under or any other enactment for the time being in force. The amount of such remuneration shall be such as may be recommended by the Nomination and Remuneration Committee and approved by the Board of Directors or shareholders, as the case may be.

c) An Independent Director shall not be eligible to get Stock Options and also shall not be eligible to participate in any share based payment schemes of the Company.

d) The Compensation Committee of the Company, constituted for the purpose of administering the Employee Stock Option/ Purchase Schemes, shall determine the stock options and other share based payments to be made to Directors (other than Independent Directors)

3) Remuneration to Key Managerial Personnel and Senior Management:

a) The remuneration to Key Managerial Personnel and Senior Management shall, in compliance with the provisions of the Companies Act, 2013 and in accordance with the Company's Policy.

b) The Compensation Committee of the Company, constituted for the purpose of administering the Employee Stock Option/ Purchase Schemes, shall determine the stock options and other share based payments to be made to Key Managerial Personnel and Senior Management.

c) The pay shall be decided based on the balance between performance of the Company and performance of the Key Managerial Personnel and Senior Management, to be decided annually or at such intervals as may be considered appropriate.

IMPLEMENTATION

- The Committee may issue guidelines, procedures, formats, reporting mechanism and manuals in supplement and for better implementation of this policy as considered appropriate.
- The Committee may Delegate any of its powers to one or more of its members.

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CIN: L24100GJ2008PLC055401

For and on behalf of Board of Directors

Sanjay Prakash Mangal
Managing Director
DIN: 02825484

Date: 23rd August, 2021
Place: Ahmedabad

Santosh Narayan Nambiar
Wholetime Director
DIN: 00144542

ANNEXURE- VI TO THE DIRECTORS' REPORT

Disclosure under the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

(A) Statement of Particulars of remuneration as per Rule 5(1):

Sr. No.	Description			Note No.
1	The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year.	Managing Director Wholetime Director	1:3.72 1: 1.53	1
2	The percentage increase in remuneration of each Director, Chief Financial Officer, Company Secretary in the financial year.	Managing Director Wholetime Director Chief Financial Officer Company Secretary	NIL NIL NIL NIL	
3	The percentage increase in the median remuneration of employees in the financial year.	-	NIL	
4	The number of permanent employees on the rolls of company.	-	42	-
5	Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration.	Average increase of salary of employees other than the managerial persons Managerial Remuneration	NIL NIL	
6	Affirmation that the remuneration is as per the remuneration policy of the company.	Yes, Remuneration is as per the remuneration policy of the company.		

Note:

1. The remuneration package of the Managing Director and Whole Time Director was approved by the Board of Directors and which were also approved by the Members of the Company at the General Meeting.

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CIN: L24100GJ2008PLC055401

For and on behalf of Board of Directors

Sanjay Prakash Mangal
Managing Director
DIN: 02825484

Santosh Narayan Nambiar
Wholetime Director
DIN: 00144542

Date: 23rd August, 2021
Place: Ahmedabad

ANNEXURE- VII TO THE DIRECTORS' REPORT

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Corporate Overview:

Your Company was originally incorporated as Hindprakash Lonsen Industries Private Limited under the provisions of Companies Act, 1956. The name of your Company was changed to Hindprakash Industries Private Limited on February 16, 2018. Your company was subsequently converted into public company and consequently name was changed to Hindprakash Industries Limited. The CIN of the company is L24100GJ2008PLC055401.

Financial Year 2020-21 and outlook:

During the fiscal ended 31st March 2021, your company achieved a total net sale of Rs. 8996.55 Lakhs and achieved net profit after tax of Rs. 240.73 Lakhs.

The outbreak of Covid-19 pandemic globally and in India is causing significant disturbance and slowdown of economic activity. The Company's operations and financial results for the year ended 31st March, 2021 were hampered due to it. Considering the fact that the situation is exceptional and is changing dynamically, the Company is not in a position to gauge with certainty the future impact on its operations. Your directors are confident about the company achieving its growth objectives in coming years.

Economic / Industry Overview:

Global Scenario

The global chemicals industry, estimated at US$ 2.4 trillion, is one of the fastest growing sectors of the manufacturing industry. The industry growth exceeds that of the manufacturing sector, despite the challenges of escalating crude oil prices and demanding international environmental protection standards which are now adopted globally. Pharmaceuticals and petrochemicals are the two biggest segments in chemicals that account for approximately 26 per cent and 35 per cent respectively of the overall industry size. Europe, is the largest consumer of chemicals in the world, accounting for approximately half the global chemical consumption, USA consumes approximately one-fifth. The global chemicals industry is being shaped by the following trends that are impacting business models, processes and product segments of multinational players.

Indian Scenario

Covering more than 80,000 commercial products, India's chemical industry is extremely diversified and can be broadly classified into bulk chemicals, specialty chemicals, agrochemicals, petrochemicals, polymers and fertilisers.

Globally, India is the fourth-largest producer of agrochemicals after the United States, Japan and China. India accounts for ~16% of the world production of dyestuffs and dye intermediates. Indian colorants industry has emerged as a key player with a global market share of ~15%. The country's chemicals industry is de-licensed, except for few hazardous chemicals. India holds a strong position in exports and imports of chemicals at a global level and ranks 14th in exports and 8th in imports at global level (excluding pharmaceuticals).

The domestic chemicals sector's small and medium enterprises are expected to showcase 18-23% revenue growth in FY22, owing to an improvement in domestic demand and higher realisation due to high prices of chemicals.

India's proximity to the Middle East, the world's source of petrochemicals feedstock, enables it to benefit on economies of scale.

Indian Government Initiatives:

The Indian government recognises chemical industry as a key growth element and forecast to increase share of the chemical sector to 25% of the GDP in the manufacturing sector by 2025.

- Under the Union Budget 2021-22, the government allocated Rs. 233.14 crore (US$ 32.2 million) to the Department of Chemicals and Petrochemicals.
- The Government of India is considering launching a production linked incentive (PLI) scheme in the chemical sector to boost domestic manufacturing and exports.
- A 2034 vision for the chemicals and petrochemicals sector has been set up by the government to explore opportunities to improve domestic production, reduce imports and attract investments in the sector. The government plans to implement production-link incentive system with 10-20% output incentives for the agrochemical sector; to create an end-to-end manufacturing ecosystem through the growth of clusters.
- In October 2020, the government urged players in the agrochemicals industry to come out with new molecules of global standards for the farmers' benefit, while CropLife India, the industry body, pitched for stable policies and regulatory regimes to boost growth in the sector.
- 100% FDI is allowed under the automatic route in the chemicals sector with few exceptions that include hazardous chemicals. Total FDI inflow in the chemicals (other than fertilisers) sector reached US$ 18.06 billion between April 2000 and September 2020.
- The government has proposed several incentives for setting up a sourcing or manufacturing platform within an Indian SEZ:
    - Effective April 1, 2020, 100% Income Tax exemption on export income for SEZ units for the first five years, 50% for the next five years thereafter and 50% of the ploughed back export profit for next five years.
    - Single window clearance for central and state-level approvals.
    - Duty free import/domestic procurement of goods for development, operation and maintenance of SEZ units.

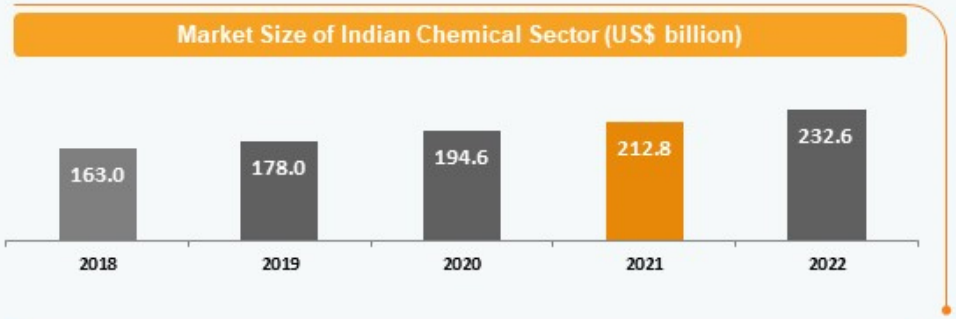
Road Ahead

Despite the current pandemic situation, the Indian chemical industry has numerous opportunities considering the supply chain disruption in China and trade conflict among the US, Europe and China. Anti-pollution measures in China will also create opportunities for the Indian chemical industry in specific segments.

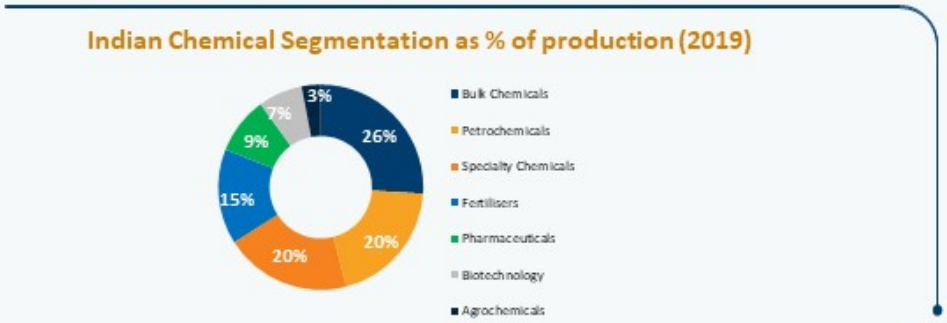
Additional support, in terms of fiscal incentives, such as tax breaks and special incentives through PCPIRs or SEZs to encourage downstream units will enhance production and development of the industry. The dedicated integrated manufacturing hubs under Petroleum, Chemicals and Petrochemicals Investment Regions (PCPIR) policy to attract an investment of Rs. 20 lakh crore (US$ 276.46 billion) by 2035.

SNAPSHOT:

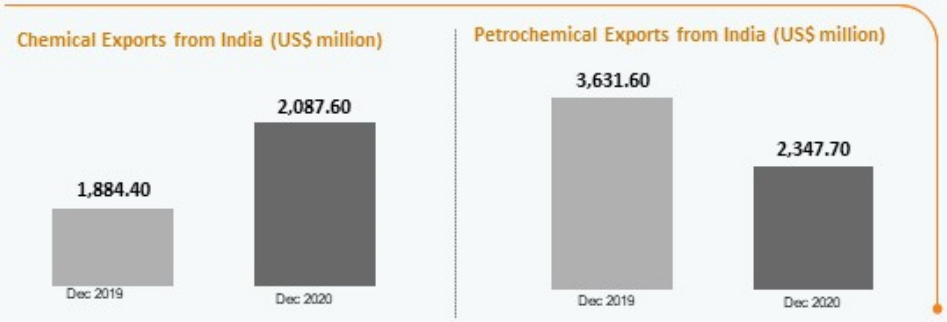
MARKET SIZE



SECTOR COMPOSITION



KEY TRENDS



GOVERNMENT INITIATIVES

Make in India

Production-Linked Incentive (PLI) scheme

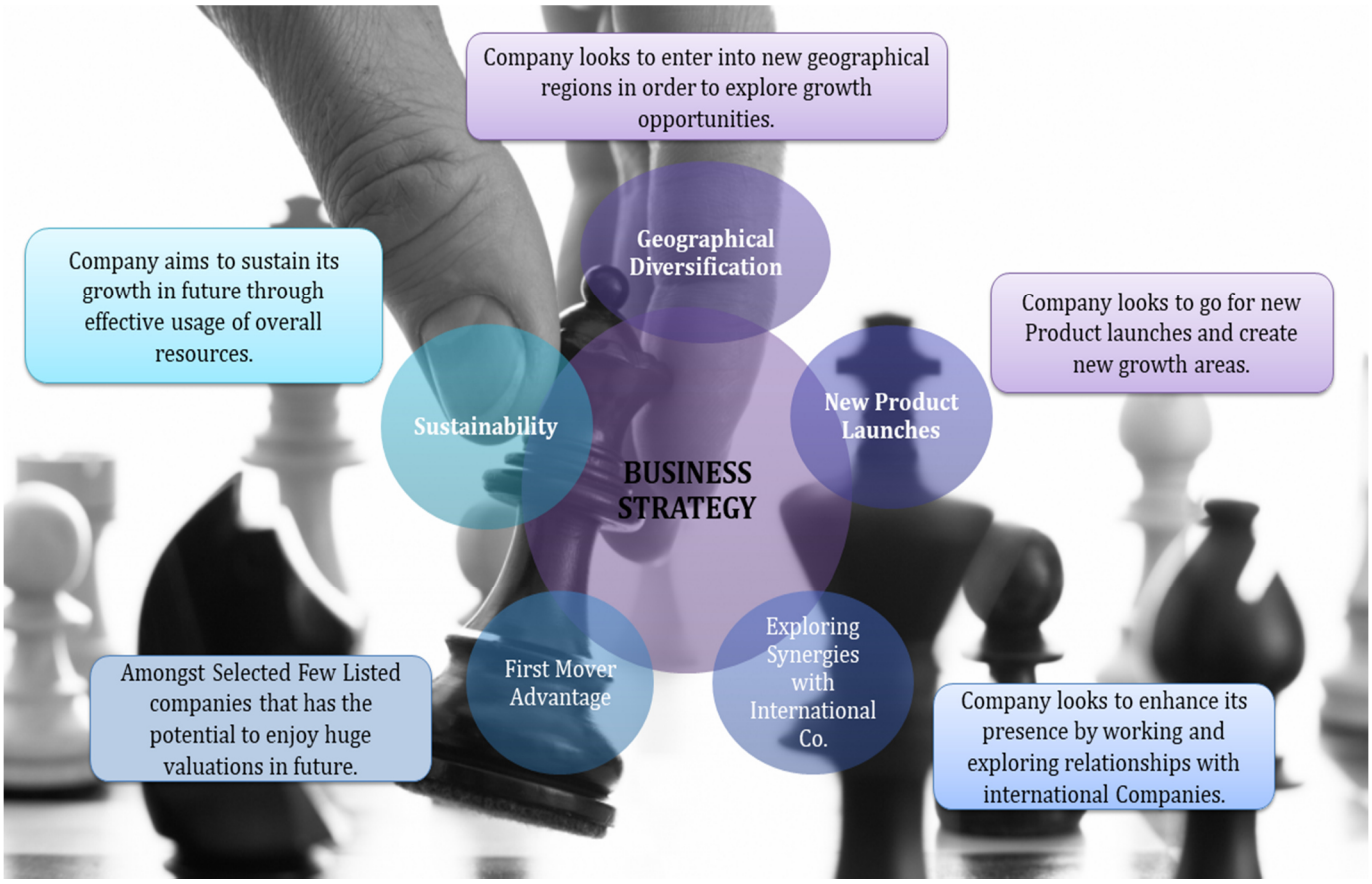
100% FDI

ADVANTAGE INDIA

- **Growing demand:** Rise in demand from end-user industries such as food processing, personal care and home care is driving development of different segments in India's specialty chemicals market.
- **Increasing Investments**: 'Make in India' initiative is likely to grow in the Indian chemical industry over the next decade, focusing on developing and promoting PCPIRs.
- **Policy support**: Under the Union Budget 2020-21, the government allocated Rs. 218.34 crore (US$ 28.97 million) to the Department Chemicals and Petrochemicals.
- **Opportunities**: Domestic specialty chemicals sector, especially custom producers, are witnessing opportunities to build relationships with international companies and expand supply contracts.

Business Strategy:

Going forward to our business strategy will rest on below mentioned pillars, the idea is to put in place a proper framework to give us the best chance to grow in the face of challenges from the competition and external events over which we may have no control. Each of tenets of our strategy is explained below:



Key Risk and Concerns:

The company is exposed to business risk which may be internal as well as external and the growth of our industries is linked to the overall economic growth. Primary risk to the business will be on account of adverse changes to the economy, another is Company faces tough competition in terms of pricing and customer base.

Financial and Operational Performance:

The key standalone financial are as under:

(Amount in Lakhs)

Particulars for the year ended	March 31 , 2021	March 31 , 2020
Revenue from operations	9008.26	10,501.68
Profit before Tax	322.47	475.67
Profit after Tax	240.73	340.17

Segment-Wise or Product Wise Performance:

As the Company has identified manufacturing, dealing and trading of Dyes, Intermediates, Auxiliary, Chemicals and other merchandise etc. as its sole primary business segment, the disclosure requirements of segment wise reporting is not applicable.

Key Financial Ratios:

The significant changes in the key financial ratios of the Company which are more than 25% as compared to the previous year are summarised below:

Sr. No.	Ratio	FY 2020-21	FY 2019-20	Change (%)
1	Inventory Turnover	5.89	7.89	-25.36
4	Return on Net Worth	6.60	9.89	-33.34

Detailed explanations related to significant change in Key Financial Ratios are given as under

The outbreak of Corona Virus (COVID-19) pandemic has caused significant disturbance and slowdown of economic activity globally and in India. The disruptions to the business worldwide and economic slowdown have eventual impact on the company. The operation of the company has been hampered during the month of April, May and June 2020. This impacted production and sales of the Company. Hence the profits for the financial year 2020-21 declined compared to the previous financial year 2019-20. The Inventory turnover and Return on net worth decreased due to that.

Internal control systems and their adequacy:

The Company has an adequate and efficient internal control system, which provide protection to all its assets against loss from unauthorised use and for correct reporting of transactions. The Company has put in place proper controls, which are reviewed at regular intervals to ensure that transactions are properly authorised and correctly reported and assets are safeguarded. The Audit Committee of the Board addresses issue raised by Auditor. The internal control system are implemented to safeguard the company's assets from loss and damages. To keep constant check on cost structure and to provide adequate financial and accounting controls and implement accounting standards. In addition to above, the Company has formulated a vigil Mechanism (Whistle Blower Policy) for its Directors and Employees of the Company for reporting genuine concern about unethical practices and suspected malpractices.

Human Resources and Industrial Relations:

The Company has in place adequate number of employees as required in its registered office and its factory. Professionals with required amount of experience and knowledge are hired on need to need basis by the Company. The Industrial relation of the Company with various suppliers, customers, financial lenders and employee is cordial. There are total 42 Employees on payroll of the Company.

Registered Office:
301,"Hindprakash House",
Plot No.10/6, Phase-1, GIDC, Vatva,
Ahmedabad - 382 445
CIN: L24100GJ2008PLC055401

For and on behalf of Board of Directors

Sanjay Prakash Mangal
Managing Director
DIN: 02825484

Santosh Narayan Nambiar
Wholetime Director
DIN: 00144542

Date: 23rd August, 2021
Place: Ahmedabad

INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF HINDPRAKASH INDUSTRIES LIMITED

REPORT ON THE AUDIT OF THE STANDALONE FINANCIAL STATEMENTS

OPINION

1. We have audited the accompanying standalone financial statements of Hindprakash Industries Limited ("the Company"), which comprise the Balance Sheet as at 31 March 2021, the Statement of Profit and Loss, and Statement of Cash Flows for the year then ended, and Notes to the Standalone Financial Statements, including a summary of significant accounting policies and other explanatory information.

2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under Section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2021, and its profit and its cash flows for the year ended on that date.

BASIS FOR OPINION

3. We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Standalone Financial Statements" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

   We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion on the standalone financial statements.

KEY AUDIT MATTERS

4. We have determined that there are no key audit matters to communicate in our report.

INFORMATION OTHER THAN THE STANDALONE FINANCIAL STATEMENTS AND AUDITORS' REPORT THEREON

5. 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 Annexure to Board's Report (but does not include the standalone financial statements and our auditor's report thereon) and the rest of the Annual Report (the "Other Information"). The Other information is expected to be made available to us after the date of this auditor's report.

   Our opinion on the standalone financial statements does not cover the other information and we will 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 identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

When we read the other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

RESPONSIBILITY OF MANAGEMENT FOR STANDALONE FINANCIAL STATEMENTS

6. The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring 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, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE STANDALONE FINANCIAL STATEMENTS

7. 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 Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- 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.

8. 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.

9. 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.

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

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

11. 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 knowledgeand 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 Cash Flow Statement dealt with by this Report are in agreement with the books of account.

d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

e) On the basis of the written representations received from the directors as on 31 March 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2021 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 (with reference to standalone financial statements) of the Company and the operating effectiveness of such controls, refer to our separate Report in 'Annexure A'. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting (with reference to standalone financial statements).

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 does not have any pending litigations which would impact its financial position.

   ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

   iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

12. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the 'Annexure B' a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

KUNAL KEDIA
(M. No.: 149403), Partner
for and on behalf of
K K A K & CO
Chartered Accountants
FRN: 148674W
UDIN: 21149403AAAABJ9570
Ahmedabad; 28th June, 2021

"ANNEXURE A" TO THE INDEPENDENT AUDITORS' REPORT OF EVEN DATE TO THE MEMBERS OF HINDPRAKASH INDUSTRIES LIMITED ON THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

(Referred to in para 11 (f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

INDEPENDENT AUDITORS' REPORT ON THE INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO STANDALONE FINANCIAL STATEMENTS UNDER CLAUSE (i) OF SUB-SECTION 3 OF SECTION 143 OF THE COMPANIES ACT, 2013 ("THE ACT")

1. We have audited the internal financial controls over financial reporting with reference to standalone financial statements of HINDPRAKASH INDUSTRIES LIMITED ("the Company") as at 31 March 2021 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

2. 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 (the "Guidance Note") issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

AUDITORS' RESPONSIBILITY

3. Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting with reference to standalone financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls over financial reporting with reference to standalone financial statements. 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 with reference to standalone financial statements was established and maintained and if such controls operated effectively in all material respects.

   Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls over financial reporting with reference to standalone financial statements and their operating effectiveness. Our audit of internal financial controls over financial reporting with reference to standalone financial statements included obtaining an understanding of internal financial controls over financial reporting with reference to standalone financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's 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 over financial reporting with reference to standalone financial statements.

MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING WITH REFERENCE TO STANDALONE FINANCIAL STATEMENTS

4. A company's internal financial controls over financial reporting with reference to standalone financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls over financial reporting with reference to standalone financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of standalone financial statements in accordance with generally accepted accounting principles, and that receipts and payments 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.

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

OPINION

6. In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls over financial reporting with reference to standalone financial statements and such internal financial controls over financial reporting with reference to standalone financial statements were operating effectively as at 31 March 2021, based on the internal financial controls over financial reporting with reference to standalone financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note.

KUNAL KEDIA
(M. No.: 149403), Partner
for and on behalf of
K K A K & CO
Chartered Accountants
FRN: 148674W
UDIN: 21149403AAAABJ9570
Ahmedabad; 28th June, 2021

"ANNEXURE B" TO THE INDEPENDENT AUDITORS' REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF HINDPRAKASH INDUSTRIES LIMITED

(Referred to in paragraph 12 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

REPORT ON THE MATTERS SPECIFIED PARAGRAPHS 3 AND 4 OF THE COMPANIES (AUDITOR'S REPORT) ORDER, 2016 ("THE ORDER") ISSUED BY THE CENTRAL GOVERNMENT IN TERMS OF SECTION 143(11) OF THE COMPANIES ACT, 2013 ("THE ACT")

Based on the audit procedures performed for the purpose of reporting a true and fair view on the standalone financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, and to the best of our knowledge and belief, we report that:

01. (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.

    (b) The Company has a program of verification to cover all the items of fixed assets in a phased manner over a period of three years, which, in our opinion, is reasonable having regard to the size of the Company and thenature of its assets. Pursuant to the program, certain fixed assets were physically verified by the management during the year. As informed to us, no material discrepancies were noticed on such verification.

    (c) Title deeds of immovable properties (other than self-constructed) are in the name of the Company, as at the balance sheet date, except execution of lease deeds are under process in respect of lease hold land at GIDC Saykha amounting to Rs 769.62 Lakhs, disclosed as Fixed Assets in the standalone financial statements.

02. The inventories were physically verified during the year by the Management. In our opinion, the frequency of such verification is reasonable. As explained to us, the discrepancies noticed on physical verification of inventory as compared to the book records were not material in relation to operations of the company, and have been properly dealt with in the books of account.

03. According to the information and explanations given to us, the Company has granted loans, unsecured, to two companies, covered in the register maintained under section 189 of the Companies Act, 2013, in respect of which:

    (a) The terms and conditions of the grant of such loans are, in our opinion, prima facie, not prejudicial to the Company's interest.

    (b) In respect of the aforesaid loans, the parties are repaying the principal amounts as stipulated and arealso regular in payment of interest.

    (c) There is no overdue amount remaining outstanding as at the year-end.

04. According to the information and explanations given to us, in our opinion, the Company has complied with the provisions of Sections 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.

05. The Company has not accepted any deposits within the meaning of Sections 73, 74, 75 and 76 or any other relevant provisions of the Act and the rules framed there under to the extent notified. Accordingly, we have nothing further to report with regards to matters contained in Para 3(v) of the order.

06. We have broadly reviewed the books of account maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under section 148 of the Act, and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. However, we have not carried out a detailed examination of the same.

07. In respect of statutory dues:

(a) Amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues have been generally regularly deposited during the year by the company with the appropriate authorities.

(b) No undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, sales- tax,service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues were in arrears as at 31 March 2021 for a period of more than six months from the date they became payable.

(c) There are no dues of income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of exciseand value added tax which have not been deposited as on 31 March 2021 on account of any dispute.

08. The Company has not defaulted in the repayment of borrowings from bank and repayment of installments/interest to Gujarat Industrial Development Corporation (GIDC). The company has not borrowed from other financial institutions, government and it has not issued any debentures.

09. The company has not raised any money by way of initial public offer or further public offer (including debt instruments) or term loans.

10. No fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.

11. The Company has paid/ provided managerial remuneration in accordance with the requisite approvals mandatedby the provisions of section 197 read with Schedule V to the Act.

12. The Company is not a Nidhi Company and accordingly we have nothing further to report with regards to matters contained in Para 3(xii) of the order.

13. Transactions with the related parties are in compliance with section 177 and 188 of the Act. Where applicable, the details of such transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.

14. During the year, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, paragraph 3(xiv) of the order is not applicable.

15. In our opinion, the company has not entered into non-cash transactions with directors or persons connected with them. Accordingly, we have nothing further to report with regards to matters contained in Para 3(xv) of the order.

16. In our opinion, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

KUNAL KEDIA
(M. No.: 149403), Partner
for and on behalf of
K K A K & CO
Chartered Accountants
FRN: 148674W
UDIN: 21149403AAAABJ9570
Ahmedabad; 28th June, 2021

BALANCE SHEET AS AT 31ST MARCH 2021

	Particulars	Note No.	As at 31 Mar 2021 Rupees	As at 31 Mar 2020 Rupees
I.	**EQUITY AND LIABILITIES**			
1	**Shareholders' funds**			
	(a) Share Capital	1	104,241,100	104,241,100
	(b) Reserves and Surplus	2	260,761,930	239,577,302
2	**Share Application Money Pending Allotment**		-	-
3	**Non Current Liabilities**			
	(a) Long-term Borrowings	3	-	-
	(b) Deferred Tax Liabilities (Net)	4	559,424	-
	(c) Other Long-term Liabilities	5	43,379,335	49,805,899
	(d) Long-term Provisions	6	3,060,634	3,590,377
4	**Current Liabilities**			
	(a) Short-term Borrowings	7	97,565,841	56,059,418
	(b) Trade Payables			
	(i) Total Outstanding dues of Micro Enterprise and Small Enterprise	8	580,409	362,729
	(ii) Total Outstanding dues of Creditors other than Micro Enterprise and Small Enterprise	8	36,815,191	99,732,173
	(c) Other Current Liabilities	9	7,058,307	6,421,255
	(d) Short-term Provisions	10	4,050,580	5,711,033
	TOTAL		**558,072,751**	**565,501,286**
II.	**ASSETS**			
1	**Non Current Assets**			
	(a) Property, Plant and Equipment			
	(i) Tangible Assets	11	115,033,547	110,447,783
	(ii) Intangible Assets	11	1,025,125	25,125
	(iii) Capital Work-In-Progress	11	16,545,536	10,192,923
	(b) Non-current Investments	12	369,500	369,500
	(c) Long Term Loans and Advances	13	814,279	2,484,300
	(d) Deferred Tax Assets (Net)	4	-	665,413
2	**Current Assets**			
	(a) Inventories	14	150,973,853	136,555,363
	(b) Trade Receivables	15	233,580,220	220,376,293
	(c) Cash and Cash Equivalents	16	255,185	1,192,658
	(d) Bank Balances other than Cash and Cash Equivalents	16	1,452,678	1,586,165
	(e) Short-term Loans and Advances	17	38,022,828	81,605,763
	(f) Other Current Assets	18	-	-
	TOTAL		**558,072,751**	**565,501,286**
	Summary of Significant Accounting Policies and Notes Forming part of Financial Statement	1 - 26		

This is the Balance Sheet referred to in our report of even date.

For and on behalf of the Board

KUNAL KEDIA
Partner (M.No.:149403)
For and on behalf of
K K A K & Co.
CHARTERED ACCOUNTANTS
(FRN 148674W)

DATE: 28th June, 2021
PLACE: AHMEDABAD

Sanjay Prakash Mangal
(Managing Director)
DIN: 02825484

Santosh Nambiar
(Whole Time Director)
DIN: 00144542

Hetal Shah
(Chief Financial Officer)
PAN: AHWPS1850P

Utsav Trivedi
(Company Secretary)
Mem No.: A57058

DATE: 28th June, 2021
PLACE: AHMEDABAD

STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED 31ST MARCH 2021

	Particulars	Note No.	01-04-2020 to 31-03-2021 Rupees	01-04-2019 to 31-03-2020 Rupees
I.	Revenue from operations (Gross)	19	900,826,411	1,050,167,953
II.	Other income	20	15,010,856	15,879,573
III.	**Total Revenue (I + II)**		**915,837,267**	**1,066,047,526**
IV.	Expenses:			
	Cost of Materials Consumed / Cost of Traded Goods Sold	21	846,138,319	951,564,905
	Changes in Inventories of Finished Goods	22	(6,022,080)	1,422,011
	Employee Benefits Expense	23	14,813,579	18,690,901
	Other Expenses	24	16,817,718	32,573,915
	Total expenses		**871,747,536**	**1,004,251,732**
V.	**Profit Before Interest, Depreciation and Tax (III- IV)**		**44,089,731**	**61,795,794**
	Finance Costs	25	10,183,662	12,231,682
	Depreciation and Amortization Expense	11	1,659,314	1,996,863
VI	**Profit Before Tax**		**32,246,755**	**47,567,249**
VII	Tax expense:			
	(1) Current Income Tax		(8,105,000)	(15,057,000)
	(2) Income Tax (Prior Period)		1,156,565	2,567
	(3) Deferred Tax		(1,224,837)	1,504,249
VIII	**Profit (Loss) For the Year (VI + VII)**		**24,073,483**	**34,017,065**
IX	Earnings per equity share of Rs. 10/- each:			
	(1) Basic		2.31	4.21
	(2) Diluted		2.31	4.21
	Summary of Significant Accounting Policies and Notes Forming part of Financial Statement	1 - 26		

This is the Statement of Profit and Loss referred to in our report of even date.

For and on behalf of the Board

KUNAL KEDIA
Partner (M.No.:149403)
For and on behalf of
K K A K & Co.
CHARTERED ACCOUNTANTS
(FRN 148674W)

DATE: 28th June, 2021
PLACE: AHMEDABAD

Sanjay Prakash Mangal
(Managing Director)
DIN: 02825484

Santosh Nambiar
(Whole Time Director)
DIN: 00144542

Hetal Shah
(Chief Financial Officer)
PAN: AHWPS1850P

Utsav Trivedi
(Company Secretary)
Mem No.: A57058

DATE: 28th June, 2021
PLACE: AHMEDABAD

CASH FLOW STATEMENT FOR THE PERIOD ENDED 31ST MARCH 2021

Particulars	01-04-2020 to 31-03-2021 Rupees	01-04-2019 to 31-03-2020 Rupees
CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit before Tax (A)	**32,246,755**	**47,567,249**
Adjustments for :		
Depreciation & Amortization	1,659,314	1,996,863
Loss/(Gain) on Sale of Fixed Assets	-	(13,566)
Unrealised Foreign Exchange (Gain) / Loss (Net)	(99,998)	471,809
Forward / Option Premium Adjustment	-	-
Provision for Gratuity	(298,556)	1,386,154
Provision for Privilege Leave	167,394	10,050
Interest / Finance Charges	10,183,662	12,231,682
Interest & Divided Earned	(15,010,856)	(15,524,498)
Sub Total (B)	**(3,399,040)**	**558,494**
Operating Profit Before Working Capital Changes (A + B)	**28,847,715**	**48,125,743**
Adjustments for Changes in Working Capital		
(Increase) / Decrease in Inventories	(14,418,490)	(31,750,185)
(Increase) / Decrease in Trade Receivable	(13,865,723)	1,603,686
(Increase) / Decrease in Advances to Suppliers	31,495,300	(34,899,485)
(Increase) / Decrease in Short Term Loans & Advances	12,078,854	(10,603,212)
(Increase) / Decrease in Other Non Current Assets	(593,339)	(10,201)
(Increase) / Decrease in Other Current Assets	-	-
Increase / (Decrease) in Trade Payables	(62,226,861)	21,960,156
Increase / (Decrease) in Other Current Liabilities	935,186	5,131,472
Sub Total (C)	**(46,595,073)**	**(48,567,769)**
Cash Generated from Operations (A + B+ C)	**(17,747,358)**	**(442,026)**
Income tax paid (D)	**(6,744,109)**	**(10,660,030)**
Net Cash Generated from Operations (A + B+ C + D)	**(24,491,467)**	**(11,102,056)**
CASH FLOW FROM INVESTING ACTIVITIES :		
Purchase of Fixed Assets	(13,597,691)	(10,662,781)
Sales of Fixed Assets	-	220,000
(Increase)/ Decrease in Other Bank Balances not considered as Cash and Cash Equivalents	133,487	2,286,663
Interest & Dividend Received	15,010,856	15,524,498
Net Cash Generated from Investing Activities	**1,546,652**	**7,368,380**

CASH FLOW STATEMENT FOR THE PERIOD ENDED 31ST MARCH 2021

Particulars	01-04-2020 to 31-03-2021 Rupees	01-04-2019 to 31-03-2020 Rupees
CASH FLOW FROM FINANCING ACTIVITIES :		
Proceeds from Share Capital Issued (including Securities Premium)	-	115,200,000
Net of Repayment/ Proceeds from Working Capital Borrowings	41,506,423	(80,180,204)
GIDC Installment/(payment of Installment) for purchase of Land	(6,426,564)	(1,606,641)
Net of Repayment/ Proceeds from Long Term Borrowing	-	-
Net of Repayment/Proceeds from Unsecured Short Term Borrowing	-	(16,250,000)
Interest/ Finance Charges Paid	(10,183,662)	(12,231,682)
Dividend & Dividend Tax Paid	(2,888,855)	(454,746)
Net Cash Generated from Financing Activities	**22,007,342**	**4,476,727**
Net Increase/(Decrease) in Cash and Cash Equivalents	**(937,473)**	**743,051**
Cash and Cash Equivalents at the beginning of the Period	**1,192,658**	**449,607**
Cash and Cash Equivalents at the end of the Period	**255,185**	**1,192,658**
Cash and Cash Equivalents comprise of :		
Cash on Hand	255,185	478,600
Balance with Bank	-	714,058
Total	**255,185**	**1,192,658**

Notes:

(1) Cash flow statement has been prepared under the indirect method as set out in the Accounting Standard (AS) 3: "Cash Flow Statements" .

(2) Cash and cash equivalents at the end of the period includes unrealised loss of Rs. 439/- (Previous Year unrealised gain of Rs. 5245/-) on account of translations of foreign currency balances.

(3) Previous period's figures have been regrouped/reclassified wherever applicable.

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

For and on behalf of the Board

KUNAL KEDIA
Partner (M.No.:149403)
For and on behalf of
K K A K & Co.
CHARTERED ACCOUNTANTS
(FRN 148674W)

DATE: 28th June, 2021
PLACE: AHMEDABAD

Sanjay Prakash Mangal
(Managing Director)
DIN: 02825484

Santosh Nambiar
(Whole Time Director)
DIN: 00144542

Hetal Shah
(Chief Financial Officer)
PAN: AHWPS1850P

Utsav Trivedi
(Company Secretary)
Mem No.: A57058

DATE: 28th June, 2021
PLACE: AHMEDABAD

Note 1
Share capital

Share Capital	As at 31 Mar 2021 Rupees	As at 31 Mar 2020 Rupees
Authorised		
1,15,00,000 (1,15,00,000) Equity Shares of Rs. 10/- each	**115,000,000**	**115,000,000**
Issued		
1,04,24,110 (1,04,24,110) Equity Shares of Rs. 10/- each	**104,241,100**	**104,241,100**
Subscribed & Paid up		
1,04,24,110 (1,04,24,110) Equity Shares of Rs. 10/- each fully paid	104,241,100	104,241,100
Per Balance Sheet	**104,241,100**	**104,241,100**

Note:

1.1 Rights, preferences and restrictions attached to shares:

Equity Shares:

The Company has one class of equity shares having a par value of Rs 10/- each. 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 case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their shareholding.

1.2 Reconciliation of the number and amount of shares outstanding

Particulars	As at 31 Mar 2021		As at 31 Mar 2020	
	Number	Amount	Number	Amount
Equity Shares of Rs. 10/- each:				
Shares outstanding at the beginning of the year	10,424,110	104,241,100	7,544,110	75,441,100
Add: Shares Issued pursuant to IPO during the year	-	-	2,880,000	28,800,000
Add: Bonus Shares Issued during the year	-	-	-	-
Less: Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	**10,424,110**	**104,241,100**	**10,424,110**	**104,241,100**

1.3 Shares in the company held by each shareholder holding more than 5 percent shares

Name of Shareholder	As at 31 Mar 2021		As at 31 Mar 2020	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Dimple S Mangal	770,000	7.39%	770,000	7.39%
Om Prakash Mangal	1,470,000	14.10%	1,470,000	14.10%
Priyata S Mangal	1,304,555	12.51%	1,304,555	12.51%
Radhika S Mangal	1,024,435	9.83%	1,024,435	9.83%
Sanjay Prakash Mangal	1,085,155	10.41%	1,085,155	10.41%
Vedant S Mangal	1,470,000	14.10%	1,470,000	14.10%

1.4 53,88,650 Equity Shares (FY 2018-19) alloted as fully paid up as Bonus Shares during period of 5 years immediately preceding the Balance Sheet date.

Note 2
Reserves and Surplus

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Securities Premium on Equity Shares Account		
Opening Balance	86,400,000	-
Add : Securities premium credited on Share issue (IPO)	-	86,400,000
Closing Balance	**86,400,000**	**86,400,000**
Surplus in the Statement of profit and loss		
Balance as per the last financial statements	153,177,302	119,614,983
Add: Net Profit/(Net Loss) For the current year	24,073,483	34,017,065
Less: Dividend on Equity Shares FY 2019 - 20 (PY 2018 - 19)	(2,888,855)	(377,208)
Less: Tax on Dividend FY 2019 - 20 (PY 2018 - 19)	-	(77,538)
Closing Balance	**174,361,930**	**153,177,302**
Per Balance Sheet	**260,761,930**	**239,577,302**

Note 3
Long Term Borrowings

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
-	-	-
Per Balance Sheet	**-**	**-**

Note 4
Deferred tax Assets/liabilities (Net)

Particulars of Timing Difference	Liabilities		Assets	
	Current Year	Previous Year	Current Year	Previous Year
Difference between book and tax depreciation	1,802,407	1,904,723	-	-
Expenses u/s 35D	-	-	-	1,154,683
Employee Benefit	-	-	1,201,661	1,364,771
Other Expenses on payment basis (U/s 43B/40(a)(ia) etc.	-	-	41,322	50,682
Total Deferred Tax Liabilities	1,802,407	1,904,723		
Total Deferred Tax Assets			1,242,983	2,570,136
Net Deferred Tax Assets/Liabilities	**559,424**	**-**	**-**	**665,413**

Note 5
Other Long Term Liabilities

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Unsecured		
Other Long Term Libilities (Gujarat Industrial Development Corporation, Saykha, Ankleshwar) (Outstanding installment for purchase of Lease hold Land at Saykha payable after 12 months)	43,379,335	49,805,899
Per Balance Sheet	**43,379,335**	**49,805,899**

5.1 Maturity Profile (Repayment) of above liability / GIDC Installment.

FY 2022 - 23	6,426,564
FY 2023 - 24	6,426,564
FY 2024 - 25	6,426,564
FY 2025 - 26	6,426,564
FY 2026 - 27	6,426,564
FY 2027 - 28	6,426,564
FY 2028 - 29	4,819,951

5.2. The rate of interest applicable to the GIDC installment is 12% per annum.

Note 6
Long Term Provisions

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Provision for employee benefits		
Gratuity (unfunded)	3,060,634	3,590,377
Per Balance Sheet	**3,060,634**	**3,590,377**

Note 7
Short Term Borrowings

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Secured		
Loan repayable on demand		
IDBI BANK LTD (Cash Credit Account) (See Note No. 7.1)	97,565,841	56,059,418
	97,565,841	**56,059,418**
Unsecured		
Loans repayable on demand		
from Shareholders	-	-
from Director	-	-
	-	**-**
Per Balance Sheet	**97,565,841**	**56,059,418**

7.1. The Company has created a charge in favour of IDBI Bank Ltd, to the extent of Rs. 1500 Lakhs (Previous Year Rs. 1500 Lakhs) by way of hypothecation of moveable properties including moveable plant and machineries etc. and Raw Material, Goods, Book Debts, Vehicles and all other moveables of the company as a security for Cash Credit and other working capital facilities. The above facilities are further collaterally secured by way of equitable mortgage of company's shed no. A2-114 and A2-115, Vatva Industrial Estate, Phase II, GIDC, Ahmedabad. The above facilities are further guaranteed by two directors of the company in their personal capacity.

Note 8
Trade Payables

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Due to Micro & Small Enterprise [Refer Note No. 26(C)(7)]	580,409	362,729
Due to Others	34,490,175	95,267,735
Current Liability for Expenses	2,325,016	4,464,438
Per Balance Sheet	**37,395,600**	**100,094,902**

Note 9
Other Current Liabilities

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
(a) Current maturities of long-term debt / Liability		
- GIDC Installment repayble with in 12 Months (Unsecured) (See Note 5)	6,426,564	1,606,641
(b) Advance from Customers	-	4,503,218
(c) Other Statutory Liability	631,743	311,396
Per Balance Sheet	**7,058,307**	**6,421,255**

Note 10
Short Term Provisions

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Provision for employee benefits		
Leave Encashment (unfunded)	999,490	832,096
Gratuity (unfunded)	714,434	483,247
Others		
Income Tax [Net of Prepaid Tax]	2,336,656	4,395,690
Per Balance Sheet	**4,050,580**	**5,711,033**

Note 11

PROPERTY PLANT AND EQUIPMENT

	Particulars	Gross Block				Accumulated Depreciation				Net Block	
		Balance as at 1 April 2020	Additions/ (Disposals)	(Disposals) / Adjustments	Balance as at 31 Mar 2021	Balance as at 1 April 2020	Depreciation charge for the year	(Disposals) / Adjustments	Balance as at 31 Mar2021	Balance as at 31 Mar2021	Balance as at 31 Mar 2020
a	**Tangible Assets**										
	Land (Lease Hold)	10,238,125	-	-	10,238,125	-	-	-	-	10,238,125	10,238,125
	Land - Saykha (Lease Hold)	80,061,444	2,346,550	-	82,407,994	-	-	-	-	82,407,994	80,061,444
	Factory Buildings	8,867,691	-	-	8,867,691	2,066,469	279,868	-	2,346,337	6,521,354	6,801,222
	Other Buildings	6,602,480	3,701,119	-	10,303,599	1,253,676	259,281	-	1,512,957	8,790,642	5,348,804
	Plant and Equipment	11,023,444	56,500	-	11,079,944	4,372,867	714,433	-	5,087,300	5,992,644	6,650,577
	Furniture and Fixtures	144,427	-	-	144,427	51,987	12,441	-	64,428	79,999	92,440
	Office equipment	1,267,438	124,608	-	1,392,046	698,488	203,539	-	902,027	490,019	568,950
	Electrical Installation	55,297	-	-	55,297	52,532	-	-	52,532	2,765	2,765
	Computers	502,751	16,301	-	519,052	466,633	14,034	-	480,667	38,385	36,118
	Vehicles	1,251,967	-	-	1,251,967	666,120	147,756	-	813,876	438,091	585,847
	Laboratory Equipments	270,326	-	-	270,326	208,835	27,962	-	236,797	33,529	61,491
	Total (a)	120,285,390	6,245,078	-	126,530,468	9,837,607	1,659,314	-	11,496,921	115,033,547	110,447,783
	Previous Period	118,673,742	2,958,451	(1,346,803)	120,285,390	9,117,783	1,860,193	(1,140,369)	9,837,607	110,447,783	109,555,959
b	**Intangible Assets**										
	Computer Software	502,500	1,000,000	-	1,502,500	477,375	-	-	477,375	1,025,125	25,125
	Total (b)	502,500	1,000,000	-	1,502,500	477,375	-	-	477,375	1,025,125	25,125
	Previous Period	502,500	-	-	502,500	340,705	136,670	-	477,375	25,125	161,795
c	**Capital Work In Progress**	10,192,923	6,352,613	-	16,545,536	-	-	-	-	16,545,536	10,192,923
	Total (c)	10,192,923	6,352,613	-	16,545,536	-	-	-	-	16,545,536	10,192,923
	Previous Period	2,488,593	7,704,330	-	10,192,923	-	-	-	-	10,192,923	2,488,593
	Total (a + b + c)	130,980,813	13,597,691	-	144,578,504	10,314,982	1,659,314	-	11,974,296	132,604,208	120,665,831
	Previous Period	121,664,835	10,662,781	(1,346,803)	130,980,813	9,458,488	1,996,863	(1,140,369)	10,314,982	120,665,831	112,206,347

Note: Capital Work in Progress include interest and expenditure incidental to the new projects which is carried forward as "Pre-operative and Project expenditure pending for allocation/capitalization"

Note 12
Non-current Investments (Long Term Investment)

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Non Trade Investment at Cost (Unquoted)		
Others		
50 (50) Shares of Green Enviornment Service Co-op Society Ltd	300,000	300,000
Green Enviornment Water Booking	69,500	69,500
Per Balance Sheet	**369,500**	**369,500**

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Aggregate amount of Quoted Investment	Nil	Nil
Aggregate Market Value of Quoted Investment	NA	NA
Aggregate amount of Unquoted Investment	369,500	369,500

Note 13
Long-term Loans and Advances (Unsecured, considered good)

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Prepaid Income Tax/Advance Tax/TDS (Net of Provisions, if any)	16,240	2,279,600
Prepaid Expenses	3,540	10,201
Deposit	794,499	194,499
Per Balance Sheet	**814,279**	**2,484,300**

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Long-term Loans and Advances include due from:		
Director	-	-
Other Officers of the Company	-	-
Firm in which any director is partner	-	-
Private Company in which director is director or member	-	-
Total	-	-

Note 14
Inventories (As taken, valued and certified by the management)

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Raw Materials and components (Valued at or below cost)	130,213,889	121,488,393
Finished goods (Valued at or below cost)	19,963,453	13,941,373
Packing Material (Valued at or below cost)	795,980	839,821
MEIS Licence (Valued at or below cost)	531	285,776
Per Balance Sheet	**150,973,853**	**136,555,363**

Note 15
Trade Receivables (Unsecured and Considered good)

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Over Six Months	3,779,778	7,299,314
Others	229,800,442	213,076,979
Per Balance Sheet	**233,580,220**	**220,376,293**

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Trade Receivable include due from:		
Director	-	-
Other Officers of the Company	-	-
Firm in which any director is partner	-	-
Private Company in which director is director or member	-	-
Total	-	-

Note 16
Cash and Bank Balance

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
A. Cash and Cash Equivalents		
(a)Cash on hand	255,185	478,600
(b)Balances with banks		
(i) In Current Account	-	714,058
(ii) In Bank Deposit (original maturity of 3 months or less) (Not under lien for security)	-	-
Total Cash and Cash Equivalents	**255,185**	**1,192,658**
B. Other Bank Balances (See Note no. 16.2)		
(a) Other Bank Deposits (original maturity of 3 months or less) (under lien for security)	-	-
(b) Other Bank Deposits (Original Maturity more than 3 months) (See Note No. 16.1 and 16.2)	1,452,678	1,586,165
Total Other Bank Balances	**1,452,678**	**1,586,165**
Per Balance Sheet	**1,707,863**	**2,778,823**

Note:

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
16.1. Other Bank Deposit include deposits with remaining maturity of more than 12 months from the balance sheet date.	-	-
16.2. Bank Deposits includes pledge for Import Letter of Credit Facility.	1,452,678	1,586,165

Note 17
Short-term Loans and Advances

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
a. Loans and Advance to Related parties	-	-
b. Others (Unsecured, considered good)		
Loans to Employees	55,000	58,000
Prepaid Expenses	415,009	825,896
Deposits	90,000	1,172,000
GST / Export Incentive Receivable	33,182,673	39,791,700
Advances to Suppliers	3,735,332	35,239,413
Others	544,814	4,518,754
Per Balance Sheet	**38,022,828**	**81,605,763**

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Loans and Advances include due from:		
Director	-	-
Other Officers of the Company	-	-
Firm in which any director is partner	-	-
Private Company in which director is director or member	-	-
Total	-	-

Note 18
Other Current Assets

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
-	-	-
Per Balance Sheet	**-**	**-**

Note 19
Revenue from Operations

Particulars	01-04-2020 to 31-03-2021	01-04-2019 to 31-03-2020
Sale of Products	899,655,454	1,047,137,081
Sale of Services	-	-
Other operating revenues	1,170,957	3,030,872
Per Statement of Profit and Loss	**900,826,411**	**1,050,167,953**

Note:

Particulars	01-04-2020 to 31-03-2021	01-04-2019 to 31-03-2020
(i) Sale of Product Comprises - Manufactured Goods		
- Auxiliary	34,589,321	84,787,305
- Dyes	663,939,864	822,820,641
- Chemical	50,861,313	28,705,426
- Others	27,970,067	3,109,509
(ii) Sale of Product Comprises - Trading Goods		
- Dyes	63,141,799	53,755,700
- Intermediate	24,063,926	37,068,153
- Chemical	15,761,091	-
- Commodity	19,311,198	13,103,557
- Others	16,875	3,786,790
Total	**899,655,454**	**1,047,137,081**
(iii) Other operating revenues includes		
- Export Incentive Income	1,170,957	3,030,872
Total	**1,170,957**	**3,030,872**

Note 20
Other Income

Particulars	01-04-2020 to 31-03-2021	01-04-2019 to 31-03-2020
Interest Income (Refer Note 20.1 below)	15,010,856	15,524,498
Other non-operating income (net of expenses directly attributable to such income) (Refer Note 20.2 below)	-	341,509
Profit on Sale of Fixed Assets	-	13,566
Per Statement of Profit and Loss	**15,010,856**	**15,879,573**

Note: 20.1		
Interest Income Comprises:		
- Interest from banks on Deposit	85,164	59,454
- Interest Income Others	91,170	10
- Interest income from Loans and Advances	6,813,156	-
- Interest income from Trade Receivable	8,021,366	15,465,034
Total	**15,010,856**	**15,524,498**
Note: 20.2		
Other Non Operating Income Comperises:		
- Sale of Scrap / Packing Material	-	57,450
- Exchange Rate Diff Others	-	20,880
- Balance Written Off	-	263,179
Total	**-**	**341,509**

Note 21
Cost of Materials Consumed (including Cost of Traded Goods Sold)

Particulars	01-04-2020 to 31-03-2021	01-04-2019 to 31-03-2020
Opening Stock	121,488,393	88,683,566
Add : Purchases and incidental expenses (Net of returns, claims & discount, if any)	854,863,815	984,369,732
Less : Closing Stock	(130,213,889)	(121,488,393)
Per Statement of Profit and Loss	**846,138,319**	**951,564,905**

Particulars	01-04-2020 to 31-03-2021	01-04-2019 to 31-03-2020
- Auxiliary	22,366,844	62,134,764
- Basic Chemical	52,126,853	49,909,104
- Dyes	700,074,034	790,183,552
- Intermediate	53,364,643	36,935,212
- Others	18,205,945	12,402,273
Total	**846,138,319**	**951,564,905**

Value of Material Consumed	01-04-2020 to 31-03-2021	01-04-2019 to 31-03-2020
Imported - Value	84,686,294	95,771,141
Imported - %	10.01%	10.06%
Indigenous - Value	761,452,025	855,793,764
Indigenous - %	89.99%	89.94%
Total - Value	846,138,319	951,564,905
Total - %	100.00%	100.00%

Note 22
Changes in Inventories of Finished Goods

Particulars	01-04-2020 to 31-03-2021	01-04-2019 to 31-03-2020
Opening Stock :		
Finished Goods	13,941,373	15,363,384
Closing Stock :		
Finished Goods	(19,963,453)	(13,941,373)
Per Statement of Profit and Loss	**(6,022,080)**	**1,422,011**

Note 23
Employee Benefits Expense

Particulars	01-04-2020 to 31-03-2021	01-04-2019 to 31-03-2020
Salaries and Wages	13,787,752	16,252,408
Contributions to Provident Fund and Other Fund	510,465	543,476
Gratuity and Leave Encashment / Reversal	284,402	1,599,232
Staff welfare expenses	230,960	295,785
Per Statement of Profit and Loss	**14,813,579**	**18,690,901**

Note 24
Other Expenses

Particulars	01-04-2020 to 31-03-2021	01-04-2019 to 31-03-2020
Manufacturing Expenses		
Consumption of Stores and Spare Parts	3,263	10,231
Insurance	61,556	30,693
Packing Material Consumed and Packing Expenses	4,855,422	5,369,350
Power and Fuel	324,082	363,194
Repairs to Building	483,024	89,070
Repairs to Machinery	181,399	144,024
Other Factory Expenses	106,196	54,942
Laboratory Expense	52,007	34,373
Water & Water Treatment Charges	180,836	298,133

Administrative, Selling and Other Expenses		
Advertisement Expenses	71,367	37,375
Bad Debt Expenses	312,986	-
Bank Charges etc.	400,506	333,874
Business Promotion Expenses	399,266	1,024,123
Commission on Sales	3,057,299	9,278,309
Conveyance Expense	43,799	111,187
Donation	752,000	1,111,000
Export Expenses	989,801	2,482,018
Fair Participation Expense	-	30,000
FEC Hedging Expenses	-	62,236
Freight & Cartage	1,088,835	791,571
Insurance	323,928	284,102
IPO Expenses	-	5,188,186
Legal Charges and Consultancy Fees	789,963	2,737,196
Loading and Unloading Expenses	574,595	724,570
Other Office & Misc.Expenses	906,114	405,217
Payments to Auditor	275,000	660,000
Printing & Stationery	6,568	77,024
Prior Period Item (Net)	29,447	-
Rates and Taxes	104,904	129,261
Rent	276,000	288,385
Repairs to Others	128,910	109,216
Sample Expense	2,655	5,000
Telephone, Postage & Courier Expenses	31,335	33,337
Travelling Expense	4,655	276,718
Per Statement of Profit and Loss	**16,817,718**	**32,573,915**

Details of Prior Period Item

Particulars	**01-04-2020 to 31-03-2021**	**01-04-2019 to 31-03-2020**
Prior Period Expenses	29,447	-
Prior Period Income	-	-
Prior Period Income (Net)	**29,447**	**-**

Details of Payment to Auditors

Particulars	**01-04-2020 to 31-03-2021**	**01-04-2019 to 31-03-2020**
For Audit Fees	175,000	480,000
For Certification and Others	100,000	180,000
Total	**275,000**	**660,000**

Value of Stores Consumed

Particulars	01-04-2020 to 31-03-2021	01-04-2019 to 31-03-2020
Indigenous - Value	3,263	10,231
Indigenous - %	100%	100%
Total - Value	**3,263**	**10,231**
Total - %	**100%**	**100%**

Note 25
Finance Costs

Particulars	01-04-2020 to 31-03-2021	01-04-2019 to 31-03-2020
Interest Expense:		
- on Borrowings	9,801,855	11,662,189
- on Income Tax	170,000	207,000
- on Others	32,857	27,012
Other Finance Cost	178,950	335,481
Per Statement of Profit and Loss	**10,183,662**	**12,231,682**

NOTE: 26
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENT

A) CORPORATE INFORMATION:

Hindprakash Industries Limited ('the Company') is a company incorporated in India. The registered office of the Company is located at 301, Hindprakash House, Plot No.10/6, Phase-1, GIDC, Vatva, Ahmedabad - 382 445.

The Company is engaged in activity of manufacturing, dealing and trading of Dyes, Intermediates, Auxiliary, Chemicals and other merchandise etc.

B) SIGNIFICANT ACCOUNTING POLICIES:

1) (a) BASIS OF ACCOUNTING:

The financial statements are prepared under "historical cost convention" on a going concern assumption on "Accrual Concept" of accountancy in accordance with the accounting principles generally accepted in India and comply with Accounting Standards prescribed in the Companies (Accounting Standards) Rules, 2006 issued by the Central Government to the extent applicable and with the applicable provisions of the Companies Act, 2013. The company has consistently applied the Accounting Policies in preparation and presentation of the financial statements.

The financial statements are presented in Indian rupees.

(b) USE OF ESTIMATES:

The presentation of financial statements in conformity with the generally accepted accounting principles requires management to make certain estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent liabilities as at the date of financial statements and reported amount of income and expenses during the Year. Actual results/outcome could differ from these estimates. Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Any revision to the accounting estimates is recognised prospectively in the year in which such estimates are actually materialized.

2) PROPERTY, PLANT AND EQUIPMENT:

All Fixed Assets are valued at cost less depreciation / amortization. Cost [net of Input Tax Credit available] comprises the purchase price and any attributable costs of bringing the asset to its working condition for its intended use. Financing costs directly attributable to the construction of qualifying fixed assets are also included to the extent they relate to the period till such assets are ready for their intended use.

Capital work in progress is stated at cost. The cost is inclusive of directly attributable expenditure, expenditure during construction period to be allocated to the respective assets on completion of construction period, interest upto the balance sheet date in case of qualifying asset and is adjusted for Input Tax Credit availed of.

Cost of addition or extension to an existing asset, which is of a capital nature and/or which becomes an integral part of the existing asset is capitalised and added to the gross book value of that asset.

All fixed assets are stated at their Historical Costs.

3) DEPRECIATION:

Depreciation is charged in the accounts on Fixed Assets on straight-line method. Depreciation is provided based on useful life of the assets as prescribed in schedule II of The Companies Act, 2013. Computer software is amortised over a period of 3 years.

Depreciation on assets added / disposed off during the year is charged on pro-rata basis with reference to the month of addition / disposal.

4) EXPENDITURE DURING THE CONSTRUCTION PERIOD:

The expenditure incidental to the expansion / new projects is carried forward as "Pre-operative and Project expenditure pending for allocation/capitalization" and is allocated to Fixed Assets in the period of commencement of the commercial production / respective assets being put to use.

5) INVESTMENT:

Long Term Investments are stated at cost. However, when there is a diminution, other than temporary, in the value of long term investments, the carrying cost is reduced to recognize the diminution.

6) INVENTORIES:

(a) Inventories consisting of Raw Materials, Work-in-Process and Finished Goods are valued at lower of cost and net realizable value. For this purpose, the cost of raw material, finished goods and work-in-process is determined using FIFO/average cost method (net of Input Tax Credit availed) as the case may be.

(b) Inventories consisting of Stores, Consumables, Spare Parts, and Packing Materials etc. are valued at lower of cost and net realizable value. For this purpose direct costs, and appropriate relevant overheads are apportioned using the FIFO method.

7) PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS:

Provisions are recognised when there is a present obligation as a result of past events and when a reliable estimate of the amount of the obligation can be made.

Contingent liability is disclosed for:

(a) Possible obligations which will be confirmed by future events not wholly within the control of the Company, or

(b) Present obligation arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

Contingent assets are not recognised in the financial statements since this may result in the recognition of income that may never be realized.

8) REVENUE RECOGNITION:

(a) Revenue is recognised to the extent it is possible that economic benefits will flow to the company and the revenue can be reliably measured and there is a reasonable certainty regarding ultimate collection.

(b) Revenue from sale of products is recognised on transfer of all significant risks and rewards of ownership of the goods to the customers, which generally coincides with the dispatch of goods. Sales are stated exclusive of GST/ VAT, trade discounts and sales returns.

(c) Export benefits / incentives are accounted on accrual basis in accordance with various government schemes in respect thereof and are shown under “Other Operating Revenue”. Benefits available under the Export Licenses and in the nature of duty drawback are accounted for based on eligibility and when there is no significant uncertainty as to its ultimate collection.

(d) Interest income is recognised on a time proportionate basis taking into account the amount outstanding and the rate applicable.

(e) Revenue in respect of other income is recognised when no significant uncertainty as to its determination or realization exists.

9) PURCHASES:

Purchases are inclusive of expenses on purchase, import duty etc and are net of taxes (for which credit is available), claims / discount.

Purchases (Imports) are accounted for in the books when the goods is arrived on destination port except in case when goods are sold in transit (on highseas basis), in such cases purchases (Imports) are accounted for in the books immediately on sale. Goods in Transit (Import) is shown by way of note to Balance Sheet.

10) GST INPUT CREDIT:

GST input credit claimed on materials / services / capital goods is reduced from the cost of the respective materials / services / capital goods. Closing stock of inventories are valued Net of GST/ input credits.

11) CUSTOM DUTY:

Liabilities on account of custom duty on imported materials in transit or in bonded warehouse are accounted only in the year in which the goods are cleared from customs.

12) FOREIGN CURRENCY TRANSACTION:

a) The transactions in foreign currencies are converted into Indian Rupees at the rates of exchange prevailing on the date of transactions.

b) The balances in Current Assets and Current Liabilities in foreign currencies at the date of Balance Sheet have been converted into Indian Rupees at the rate of exchange prevalent on that date. The resultant net gain/loss arising out of such foreign exchange translations is taken to Profit and Loss Account except in respect of such differences related to acquisition of fixed assets from a country outside India which are capitalized as a part of cost of respective fixed asset.

c) In respect of transactions covered by Foreign Exchange Forward Contracts, the difference between the forward rate and exchange rate at the inception of contract is recognised as income or expenses over the life of the contract.

13) GOVERNMENT GRANTS:

Government Grants are recognized when there is a reasonable assurance that the same will be received. Revenue grants are recognized in the Statement of Profit and Loss. Capital grants relating to specific fixed assets are reduced from the gross value of the respective Fixed Assets. Other capital grants are credited to Capital Reserve.

14) EMPLOYEES BENEFITS:

(a) **Defined Contribution Plans:**
The Company contributes on a defined contribution basis to Employees' Provident Fund towards post-employment benefits, all of which are administered by the respective Government authorities, and it has no further obligation beyond making its contribution, which is expensed in the period to which it pertains.

(b) **Defined Benefit Plans:**
The Company administers the gratuity scheme being unfunded liability. The liability for the defined benefit plan of Gratuity is determined on the basis of an actuarial valuation by an independent actuary at the year end, which

is calculated using projected unit credit method. Actuarial gains and losses, which comprise experience adjustment and the effect of changes in actuarial assumptions are recognised in the Profit and Loss Account.

15) BORROWING COST:

Borrowing costs that are directly attributable to the acquisition/ construction of qualifying Fixed Assets are capitalized as a part of the cost of the respective asset upto the date when such assets are ready for their intended use and borrowing costs other than these costs are charged to Profit and Loss Account.

16) RELATED PARTY TRANSACTION:

Disclosure of transactions with Related Parties, as required by "Accounting Standard 18-Related Party Disclosure" has been set out in the Notes on Financial Statements. Related Parties have been identified on the basis of representations made by key managerial personnel and information available with the company.

17) OPERATING LEASE:

Leases are classified as operating leases where the lessor effectively retains substantially all the risks and benefits of the whole ownership of the leased assets. Operating lease payments are recognized as expenses in the statement of Profit and Loss as and when paid.

18) INCOME TAX:

Tax expenses comprise of current and deferred tax.

(a) Current tax is measured at the amount expected to be paid on the basis of relief and deductions available in accordance with the provisions of Indian Income Tax Act, 1961.

(b) Deferred income tax reflects the impact of the current year reversible timing differences between the taxable income and accounting income for the Year and reversal of timing differences of the earlier Year. Deferred tax is measured based on the tax rates and tax laws enacted or substantively enacted as at the balance sheet date. Deferred tax assets are recognised only to the extent there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

19) IMPAIRMENT OF ASSETS:

(a) If at a balance sheet date, there is an indication above impairment of any item of fixed assets, the same is treated as impairment loss and is charged to the statement of Profit and Loss.

(b) After impairment of an asset, the depreciation is provided on the revised carrying amount of the assets over its remaining useful life.

(c) At a balance sheet date, if there is an indication that a previously recognised impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at recoverable amount and previously recognised impairment loss is reversed.

20) DERIVATIVE AND HEDGING TRANSACTIONS:

In respect of derivative contracts, premium paid, gain / loss on settlement and loss on restatement are recognised in Profit and Loss Statement.

21) TREATMENT OF IPO EXPENSES:

Entire expenses relating to IPO has been written off to profit and loss account during the year.

22) CASH & CASH EQUIVALENT:

Cash and cash equivalents comprise cash on hand and demand deposits, together with other short-term, highly liquid investments (original maturity less than 3 months) that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.

C) NOTES FORMING PART OF FINANCIAL STATEMENT:

1. In the opinion of the board, 'Trade Receivable', 'Loans and Advances' and 'Other Current Asset' are approximately of the value stated if realized in the ordinary course of business. Confirmation Letters have not been obtained in respect of Trade Receivables, Trade Payables, loans taken and loans/advances given. Accordingly such balances are subject to confirmation, reconciliation and consequent adjustments, if any.

2. In the opinion of the Board, provision for all known liabilities is adequate and not in excess of the amount reasonably necessary.

3. Exchange rate difference (Net) :

Sr. No.	Adjusted to	Net Gain (Net Loss)	
		Current Year	Previous Year
a	Purchase of Material	10,21,101	5,06,562
b	Sales	3,98,785	22,22,159
c	Other Income / (Expenses)	(57,618)	20,880

4. The outstanding balances at year end of the assets and liability denominated in foreign currency and foreign currency derivative transactions:

Particulars	Foreign Currency	Current Year		Previous Year	
		Amount in Foreign Currency	Amount in INR	Amount in Foreign Currency	Amount in INR
I. Assets					
Receivable	USD	165,700	12,011,593	260,950	19,427,709
Adv to Creditors	USD	30,345	2,199,709	4,882	363,465
Cash Balance	USD	1,115	81,580	1,115	84,035
Total (A)	USD	197,160	14,292,882	266,947	19,875,209
Hedge by derivative contracts (B)	NA	-	-	-	-
Unhedge Assets (C=(A-B))	**USD**	**197,160**	**14,292,882**	**266,947**	**19,875,209**
II. Liabilities					
Payable (D)	USD	255,646	19,037,956	169,084	12,884,200
Adv from Debtors	USD	-	-	59,097	4,503,218
Hedge by derivative forward / Options contracts (E)	USD	-	-	-	-
Unhedge Liabilities (F=(D-E))	**USD**	**255,646**	**19,037,956**	**228,181**	**17,387,418**

5. Directors Remuneration:

Particulars	CURRENT YEAR Rupees	PREVIOUS YEAR Rupees
Remuneration	20,17,550	21,60,000
Provision for Gratuity	2,71,957	2,71,957
Total	**22,89,507**	**24,31,957**

6. Other Money for which the company is contingently liable:

(a) Outstanding amount of Foreign Letter of Credit [Net of Purchase of Rs. Nil (Previous Year Rs. 1,14,30,000/-)] Rs. Nil (Previous Year Rs Nil).

(b) Other claims against company not acknowledged as debt – Nil (PY Nil). The management of the company does not envisage any contingent liability in this regard.

(c) Estimated outstanding obligation of custom duty in respect of Bond executed by the company in favour of customer authorities in respect of goods lying in custom bonded warehouse Rs. Nil (Previous Year Rs. Nil).

(d) Bill discounted with banks under LC received (Inland) Rs. Nil (Previous Year Rs. 1,74,04,942/-).

7. Disclosure Under the Micro, Small and Medium Enterprises Development Act, 2006 are provided as under, to the extent the Company has received intimation from the "Suppliers" regarding their status under the Act:

	Particulars	CURRENT YEAR Rupees	PREVIOUS YEAR Rupees
(i)	Principal amount and the interest due thereon remaining unpaid to each supplier at the end of each accounting year (but within due date as per the MSMED Act)		
	Principal amount due to micro and small enterprise	5,80,409	3,62,729
	Interest due on above	-	-
(ii)	Interest paid by the Company in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along-with the amount of the payment made to the supplier beyond the appointed day during the period	-	-
(iii)	Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding interest specified under the Micro, Small and Medium Enterprises Act, 2006	-	-
(iv)	The amount of interest accrued and remaining unpaid at the end of each accounting year	-	-
(v)	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 enterprises	-	-

Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors.

8. Details of Foreign Exchange Transactions:

Particulars		CURRENT YEAR Rupees	PREVIOUS YEAR Rupees
A	FOB Value of Export	4,98,17,496	9,42,31,159
B	CIF Value of Imports:		
	Direct Import of Traded Goods (paid in Foreign Currency Terms)	9,51,55,749	9,02,71,800
C	Expenditure in Foreign Currency	Nil	2,09,895
D	Earning in Foreign Currency	Nil	Nil
E	Remittance in Foreign Currency	Nil	Nil

9. OPERATING LEASE:
Assets taken on operating lease:

	Particulars	CURRENT YEAR Rupees	PREVIOUS YEAR Rupees
1	Lease rent of Office charged to profit & Loss A/c	2,04,000	2,04,000
2	Warehouse Charges charged to profit & Loss A/c	72,000	84,385

10. Disclosure of related parties and related party transactions:

Name of Related Parties and description of relation:

a)	Holding Company	Nil
b)	Fellow Subsidiaries	Nil
c)	Associate Companies	Nil
d)	Joint Ventures	Nil
e)	Key Management Personnel Chairman Managing Director Whole Time Director Director Non-Executive Director Independent Director Independent Director	 Mr. Om Prakash Mangal Mr. Sanjay P Mangal Mr. Santosh N Nambiar Mr. Vipin Prakash Mangal (upto 18/11/2019) Mrs. Rachana A Agrawal (wef 04/07/2019) Mr. Sanjaykumar Gupta (wef 04/07/2019) Mr. Jitendra Kumar Sharma (wef 04/07/2019)
f)	Enterprise over which Key Management Personnel exercise significant influence	M/s Hindprakash Overseas Private Limited M/s Hindprakash Tradelink Private Limited M/s Hindprakash Global Private Limited M/s Hindprakash Organic Private Limited M/s Ecofine Colourchem Private Limited M/s Clairvoyance Industries Private Limited M/s Orio Shanghai Colours Private Limited M/s Specific Worldwide LLP M/s Nitex Enterprise LLP

g)	Relative of the Key Management Personnel	Dimple S Mangal (Spouse of KMP), Priyata S Mangal (Daughter of KMP), Radhika S Mangal (Daughter of KMP), Vedant S Mangal (Son of KMP), OPSP Mangal HUF (KMP is Karta), Omprakash Sanjayprakash HUF (KMP is Karta), Sanjayprakash HUF (KMP is Karta)

During the year following transaction were carried out with related parties in the ordinary course of business and at Arm's Length.

(Figures in the bracket relates to previous year)

Related Party Transactions (#):-

Sr. No.	Nature of Transactions	Associated Company	Key Management Personnel & Relatives	Enterprise over which KMP exercise Significant Influence
1	Interest Received	Nil	Nil	636,863
		(Nil)	(Nil)	(Nil)
2	Interest Paid	Nil	Nil	Nil
		(Nil)	(516,772)	(Nil)
3	Lease Rent Paid	Nil	Nil	240,720
		(Nil)	(Nil)	(240,720)
4	Warehouse Charges Paid	Nil	Nil	84,960
		(Nil)	(Nil)	(84,960)
5	Royalty Paid	Nil	100,000	Nil
		(Nil)	(100,000)	(Nil)
6	Dividend Paid	Nil	8,750	Nil
		(Nil)	(377,202)	(Nil)
7	Salary (including Provision for Gratuity)	Nil	40,39,606	Nil
		(Nil)	(4,722,056)	(Nil)
8	Loan Repaid	Nil	Nil	Nil
		(Nil)	(16,832,320)	(Nil)
9	Guarantee Given by related Party to the Company's Bank Sanjay Prakash Mangal Santosh Nambiar	Nil	150,000,000	Nil
		(Nil)	(150,000,000)	(Nil)

Note: Transaction when the related party relationship exists at the time of transaction took place are reported here above.

Material Related Party Transactions (#):-

Particulars	Current Year	Previous Year
Interest Received		
Ecofine Colourchem Private Limited	3,59,260	##
Hindprakash Overseas Private Limited	2,77,603	##
Interest Paid		
Sanjay Prakash Mangal	##	5,16,772
Lease Rent Paid		
Hindprakash Tradelink Pvt Ltd	2,40,720	2,40,720
Warehouse Charges Paid		
Hindprakash Tradelink Pvt Ltd	84,960	84,960
Royalty Paid		
Sanjay Prakash Mangal	1,00,000	1,00,000
Dividend Paid		
Santosh Nambiar	8,750	##
Sanjay Prakash Mangal	##	54,258
Priyata Mangal	##	65,228
Radhika Mangal	##	51,222
Vedant Mangal	##	73,500
Dimple Mangal	##	38,500
Om Prakash Mangal	##	73,500
Salary Paid (including provision for Gratuity)		
Santosh Nambiar	6,26,945	6,39,395
Sanjay Prakash Mangal	16,62,562	17,92,562
Dimple S Mangal	17,50,099	18,90,099
Guarantee Given by related Party to the Company's Bank		
Sanjay Prakash Mangal Santosh Nambiar	15,00,00,000	15,00,00,000

Note:
(#) Only those transactions are reported here where the transaction with the related party exceeds 10% threshold.
(##) NIL / below 10% threshold.

11. Earning per Equity Share:

Particulars	CURRENT YEAR Rupees	PREVIOUS YEAR Rupees
a) Profit available for equity share holders		
- Basic	24073483	34017065
- Diluted	24073483	34017065
b) Weighted average number of equity shares		
- Basic	10424110	8079192
- Diluted	10424110	8079192
c) Earning per Share in rupees (Face value of Rs 10/-each)		
- Basic	2.31	4.21
- Diluted	2.31	4.21

12. Dividend:

Dividend paid during the year	2020-21	2019-20
Dividend on equity shares declared and paid during the year:		
Final dividend of Re 1/- per share for FY 2019-20 (2018-19: Re 0.05)	28,88,855	3,77,208
Dividend Distribution Tax on Final Dividend	Nil	77,538

Proposed dividend
Proposed dividend on equity shares (not recognized as liability for FY 2020-21)
Dividend of Re 1/- per share for FY 2020-21

Proposed dividend on equity shares is subject to the approval of the shareholders of the Company at the Annual General Meeting and not recognized as liability as at the Balance Sheet date.

13. As the Company's business activities fall within single primary business segment and in the opinion of the management there does not exist separate reportable geographical segment, the disclosure requirements of Accounting Standard 17 – "Segment Reporting", issued by the Institute of Chartered Accountants of India are not applicable.

14. Employee Benefits:

a) Amount recognized as an expense in the Profit & Loss Accounts.

Particulars	**CURRENT YEAR Rupees**	**PREVIOUS YEAR Rupees**
1. Compensated Leave Absences (Privilege Leave)	3,34,969	2,13,078
2. Provident & Other Fund (Defined Contribution Plan)	5,10,465	5,43,476

b) Disclosure in respect of Gratuity (Unfunded), a defined benefit scheme based on actuarial valuation report. (Projected Unit credit Method)

Sr. No.	**Particulars**	**CURRENT YEAR Rupees**	**PREVIOUS YEAR Rupees**
I	**Changes in Present Value of Benefit Obligations**		
	Present value of Benefit Obligation (Opening)	40,73,624	26,87,470
	Opening Adjustments(Actuary Valuation)	-	-
	Current Service Cost	4,05,076	5,26,756
	Interest Cost	2,60,576	1,82,748
	Benefits Paid	(2,47,989)	-
	Actuarial losses (gains)	(7,16,219)	6,76,650
	Present value of Benefit Obligation (Closing)	37,75,068	40,73,624
II	**Details of Experience adjustment on plan assets and liabilities**		
	Experience adjustment on plan assets	-	-
	Experience adjustment on plan liabilities	-	-

III	**Bifurcation of Present Value of Benefit Obligation**		
	Current – Amount due within one year	7,14,434	4,83,247
	Non Current – Amount due after one year	30,60,634	35,90,377
	Total		40,73,624
IV	**Plan Assets**	Nil	Nil
V	**Assets Category of Plan Assets**	Nil	Nil
VI	**Amounts recognized in Balance Sheet and Statement of Profit and Loss**		
	Present Value of Benefit Obligation (Closing)	37,75,068	40,73,624
	Fair Value of Plan Assets (Closing)	-	-
	Net Liability / (Asset) recognised in Balance Sheet	37,75,068	40,73,624
	Opening Adjustments(Actuary Valuation)	-	-
	Current Service Cost	4,05,076	5,26,756
	Interest Cost	2,60,576	1,82,748
	Expected Return on Plan Assets	-	-
	Net actuarial losses (gains) recognised in the year	(7,16,219)	676,650
	Expenses recognised in Statement of Profit and Loss	**(50,567)**	**13,86,154**
VII	**Actuarial Assumptions**		
	Discount Rate	6.35%	6.80%
	Salary Escalation Rate	8.33%	8.33%
	Retirement Age	60	60
	Attrition Rate	See Note 1	See Note 1
	Mortality Rate	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2006-08)

Note 1: 10% at younger ages and reducing to 2% at older ages according to graduated scale.

15. The outbreak of Covid-19 pandemic globally and in India is causing significant disturbance and slowdown of economic activity. The Company's operations and Financial Results for the year ended 31 March 2021 were hampered due to it. The Company's operations are being carried out with requisite precaution in place. The situation is continuously evolving and the impact assessed may be different from the estimates made as at the date of approval of these financial results and management will continue to monitor any material changes arising due to the impact of this pandemic on financial and operational performance of the Company and take necessary measures to address the situation.

16. The Figures have been rounded off to the nearest rupees.

17. Disclosure under section 186(4) – Loans given for the purpose of utilizing in business activity (outstanding balance as on 31.03.2021): Bhatia Colour Company Rs. Nil (PY Rs. Nil), Ecofine Colourchem Private Limited Rs Nil (PY Rs Nil), Hindprakash Overseas Private Limited Rs Nil (PY Rs Nil), Mangalam Worldwide Private Limited Rs. Nil (PY Rs Nil).

18. The previous year's figures have been reworked, regrouped, rearranged and reclassified whenever necessary. Accordingly, amount and other disclosures for the preceding year are included as an integral part of the current year standalone financial statements and are to be read in relation to the amount and other disclosures relating to the current year.

For and on behalf of the Board

Sanjay Prakash Mangal
(Managing Director)
DIN: 02825484

Santosh Nambiar
(Whole Time Director)
DIN: 00144542

Date: 28th June, 2021
Place: Ahmedabad

Hetal Shah
(Chief Financial Officer)
AHWPS1850P

Utsav Trivedi
(Company Secretary)
Mem No.: A57058

HindPrakash

Hindprakash Industries Limited

CIN: L24100GJ2008PLC055401

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