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

August 31, 2022

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

Sub: Submission of Annual Report of the Company for the financial year 2021-22 along with the Notice of 14th Annual General Meeting.

Dear Sir / Madam,

This is to inform that the 14th Annual General Meeting ("AGM") of the members of the Company will be held on Tuesday, September 27, 2022 at 12:15 P.M. (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 2021-22 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

UTSAV HIMANSHU TRIVEDI
Digitally signed by UTSAV HIMANSHU TRIVEDI
Date: 2022.08.31 11:02:56 +05'30'

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

Place: Ahmedabad
Encl: As above

HindPrakash

HINDPRAKASH INDUSTRIES LIMITED

14TH ANNUAL REPORT

2021-22

HINDPRAKASH A united dedication and an endeavor to a vision "**Innovative TEXSCIENCES**"

The Company is engaged in the manufacturing of Dyes, Auxiliaries, Intermediates and Chemicals. Company started manufacturing unit in the year 2008 to produce Disperse Dyes, Reactive Dyes and Textile auxiliaries for catering the needs of domestic textile industry. Company has achieved a steady growth in productivity and has expanded its range of products from dyes to auxiliaries to speciality chemicals. With wide range of products, we cater to various industries viz. Dyestuff and Dye intermediates, Textiles, Construction Chemicals, Speciality Chemicals etc.

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.

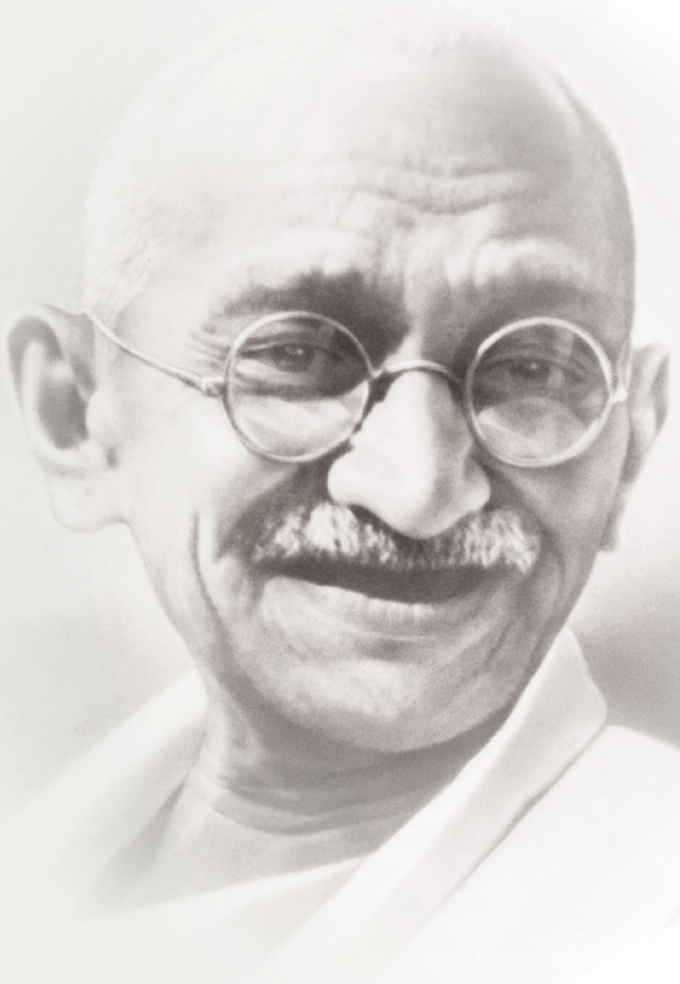
2016 Our technical experts developed the new product for replacement of Sodium Hydro Sulphite.

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.



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

Vision Statement of Hindprakash

With a humble beginning Hindprakash is determined to reach & sustain a position of leadership. It will be a force to reckon with for setting trends with the values & principles 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 Cares

Through efforts to conserve and improve environment.

Stake Holders

Confidence Through adequate returns and growth of investment.

Associate Confidence

Throug sharing of knowledge & concern for mutual benefit.

Manufacturing

Hindprakash has manufacturing unit 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.

Committed to Quality

Hindprakash have one entirely separate building which has in house quality control laboratories for dyestuffs, Intermediates and auxiliaries and technical services

A Proven Track Record

Hindprakash has not only prove by financial growth but also have satisfied customers and maintained good relation with vendors and customers.

Wide Range of Products

Hindprakash – with its wide range of products and services caters to various industries manufacturing Dyestuff and Dye intermediates, Textiles, Auxiliaries Specialty Chemicals etc.

International Presence

Hindprakash - A name to reckon with manufacturing, Imports and exports of dyestuffs and dye intermediates in India is now a diversified business conglomerate with interest in international business catering to various industry sectors across the Global.

HINDPRAKASH'S PRODUCTS PORTFOLIO

Reactive Dyes

Acid Dyes

Basic Dyes

Direct Dyes

Dyeing Auxiliaries

Printing Auxiliaries

DYES INTERMIDIATES

DYESTUFFS

CHEMICALS & AUXILIARIES

PIGMENTS

Brilliant White

White projects purity, cleanliness, and neutrality. Doctors don white coats, brides traditionally were white gowns and a white picket fence surrounds a safe and happy home.

Disp Brilliant White RC

0.1%

0.25%

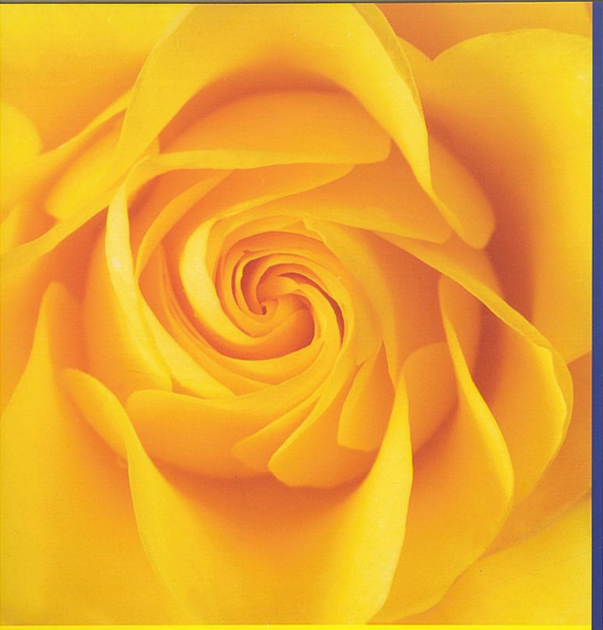
Disp Brilliant White RX

0.1%

0.25%

How the color white affects us mentally and physically

- Aids mental clarity
- Encourages us to clear clutter or obstacles
- Evokes purification of thoughts or actions
- Enables fresh beginnings



Brilliant Yellow

Yellow shines with optimism, enlightenment, and happiness. Shades of golden yellow carry the promise of a positive future. Yellow will advance from surrounding colors and instill optimism and energy, as well as spark creative thoughts.

Disp Brilliant Yellow RC

0.75%

3%

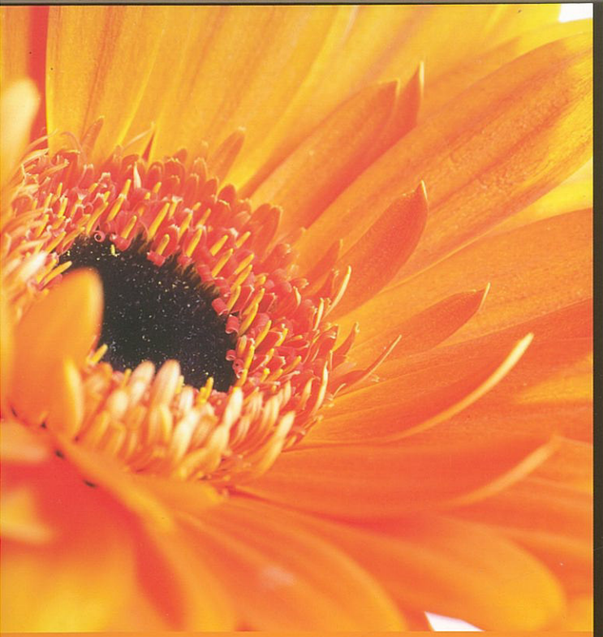
Disp Brilliant Yellow RX

0.75%

3%

How the color yellow affects us mentally and physically

- Mentally stimulating
- Stimulates the nervous system
- Activates memory
- Encourages communication



Brilliant Orange

Orange, a close relative of red, sparks more controversy than any other hue. There is usually strong positive or negative association to orange and true orange generally elicits a stronger "love it" or "hate it" response than other colors. Fun and flamboyant orange radiates warmth and energy. Interestingly, some of the tones of orange such as terra cotta, peach or rust have very broad appeal.

Disp Brilliant Orange RC

0.75%

3%

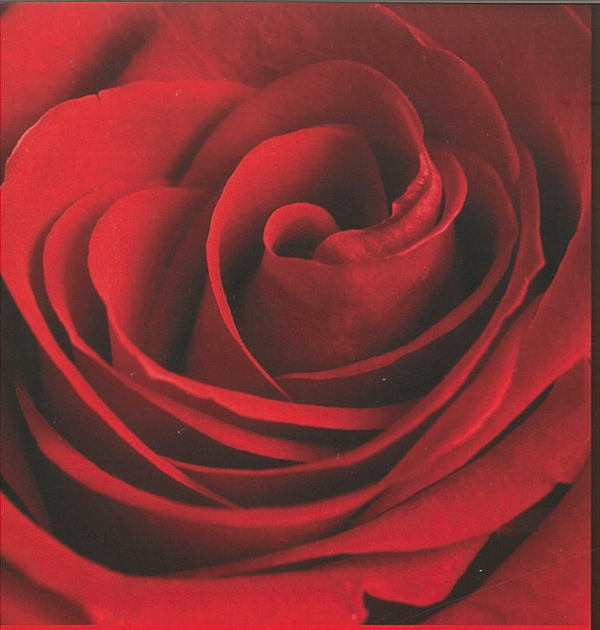
Disp Brilliant Go Yellow RX

0.75%

3%

How the color orange affects us mentally and physically

- Stimulates activity
- Stimulates appetite
- Encourages socialization



Brilliant Red

Red has more personal associations than any other color. Recognized as a stimulant red is inherently exciting and the amount of red is directly related to the level of energy perceived. Red draws attention and a keen use of red as an accent can immediately focus attention on a particular element.

Disp Brilliant Scarlet RC

0.75%

3%

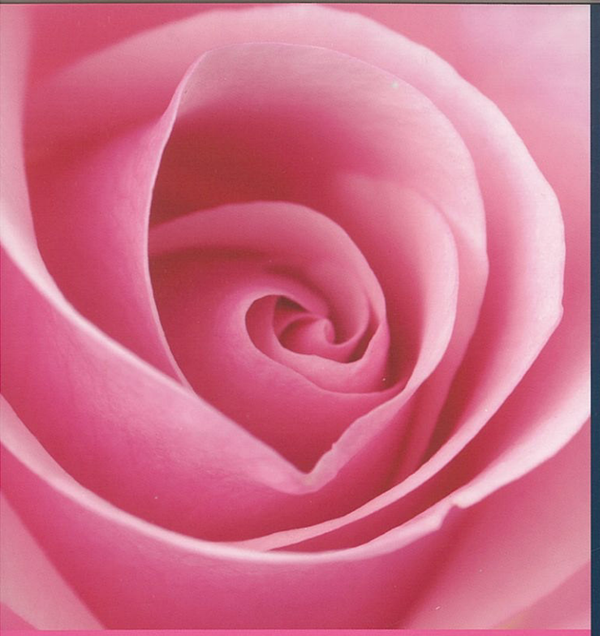
Disp Brilliant Red RX

0.75%

3%

How the color red affects us mentally and physically

- Increases enthusiasm
- Stimulates energy
- Encourages action and confidence
- A sense of protection from fears and anxiety



Brilliant Pink

Brighter pinks are youthful, fun, and exciting, while vibrant pinks have the same high energy as red; they are sensual and passionate without being too aggressive. Toning down the passion of red with the purity of white results in the softer pinks that are associated with romance and the blush of a young woman's cheeks. It's not surprising that when giving or receiving flowers, pink blossoms are a favorite. Pink is the color of happiness and is sometimes seen as lighthearted. For women who are often overworked and overburdened, an attraction to pink may speak of a desire for the more carefree days of childhood.

Disp Brilliant Pink RC

0.75%

3.0 %

Disp Brilliant Pink RX

0.75%

3.0%

How the color pink affects us physically

- Bright pinks, like the color red, stimulate energy and can increase the blood pressure, respiration, heartbeat, and pulse rate. They also encourage action and confidence.
- Pink has been used in prison holding cells to effectively reduce erratic behavior.

Brilliant Blue

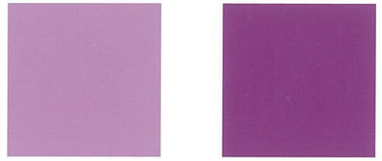
Blue is the overwhelming "favorite color." Blue is seen as trustworthy, dependable and committed. The color of sky and the ocean, blue is perceived as a constant in our lives. As the collective color of the spirit, it invokes rest and can cause the body to produce chemicals that are calming; however not all blues are serene and sedate. Electric or brilliant blues become dynamic and dramatic, an engaging color that expresses exhilaration.

Some shades or the overuse of blue may come across as cold or uncaring. Blue is the least "gender specific" color, having equal appeal to both men and women.

Brilliant Red Violet

Purple embodies the balance of red simulation and blue calm. This dichotomy can cause unrest or uneasiness unless the undertone is clearly defined at which point the purple takes on the characteristics of its undertone. A sense of mystic and royal qualities, purple is a color often well liked by very creative or eccentric types and is the favorite color of adolescent girls.

Disp Brilliant Red Violet RC

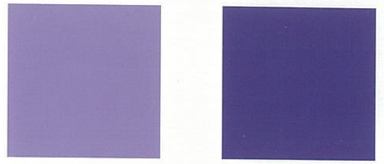


0.75% 3%

How the color purple affects us mentally and physically

- Uplifting
- Calming to mind and nerves
- Offers a sense of spirituality
- Encourages creativity

Disp Brilliant Royal Blue RX



0.75% 3%

How the color blue affects us physically and mentally

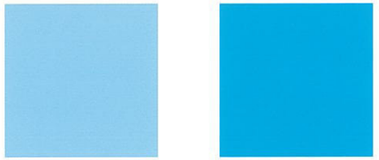
- Calming and sedate
- Cooling
- Aids intuition

Brilliant Turquoise

Turquoise helps to open the lines of communication between the heart and the spoken word. It presents as a friendly and happy color enjoying life.

In color psychology, turquoise controls and heals the emotions creating emotional balance and stability. In the process it can appear to be on an emotional roller coaster, up and down, until it balances itself.

Disp Brilliant Turq. Blue RC



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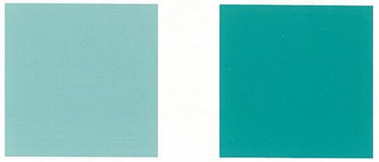
Disp Brilliant Blue RX



0.75% 3%

HOW THE COLOR TURQUOISE AFFECTS US PHYSICALLY

- **Clarity of Thought** It enhances the ability to focus and concentrate, assisting with clear thinking and decision - making and the development of good organizational skills.
- **Calming** It is calming yet invigorating, restoring depleted energies.
- **Non-emotional** A negative effect of turquoise is that it can cause people to be too aloof and to hide their emotional reactions.

Brilliant Green

Green occupies more space in the spectrum visible to the human eye and is second only to blue as a favorite color. Green is the pervasive color in the natural world that is an ideal backdrop in interior design because we are so used to seeing it everywhere.

The natural greens, from forest to lime, are seen as tranquil and refreshing, with a natural balance of cool and warm (blue and yellow) undertones. Green is considered the color of peace and ecology. However, there is an "institutional" side to green, associated with illness or Government-issued that conjure up negative emotions as do the "slimy" or bilious greens.

Disp Brilliant Pale Green RC

0.75%

3%

Disp Brilliant Green RX

0.75%

3%

How the color green affects us physically and mentally

- Soothing
- Relaxing mentally as well as physically
- Helps alleviate depression, nervousness and anxiety
- Offers a sense of renewal, self-control and harmony

Black

Black is authoritative and powerful; because black can evoke strong emotions, too much can be overwhelming. Black represents a lack of color, the primordial void, emptiness. It is a classic color for clothing, possibly because it makes the wearer appear thinner and more sophisticated.

Disp Brilliant Grey RC

0.75%

3%

Disp Brilliant Black RX

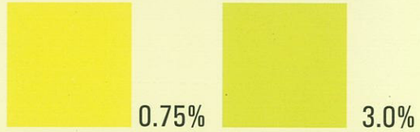
2%

8%

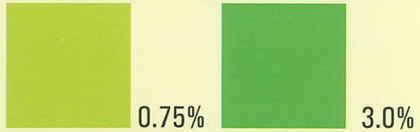
HOW THE COLOR BLACK AFFECTS US PHYSICALLY

- Makes one feel inconspicuous
- Provides a restful emptiness
- Is mysterious by evoking a sense of potential and possibility

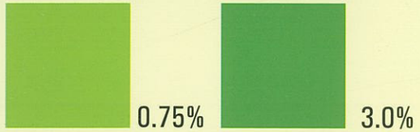
Flouroscent Yellow



Flouroscent Green



Flouroscent Peacock Green



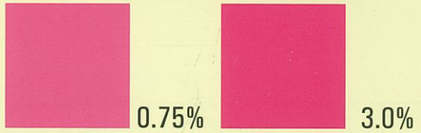
Flouroscent DK Green

Flouroscent Red

Flouroscent Orange

Flouroscent Pink B

Flouroscent Pink CNN



Flouroscent Blue SR

Flouroscent Violet 2RR

BRIGHT SERIES DYES

General Properties

	Classification	Dyeing Properties			Fastness			p H range
		High Temp	Printing	Yarn Dyeing	Light(Xenon)	Sublimation	Washing	
Disp Brill Yellow RC	S	◎	Δ	O	6 - 7	4.5 - 5.5	4 - 5	4 - 7
Disp Brill Yellow RX	S	◎	O	O	5 - 6	3.5 - 4.5	4 - 5	4 - 7
Disp Brill Orange RC	SE	◎	Δ	O	5 - 6	4 - 5	4 - 5	3 - 7
Disp Brill Go Yellow RX	SE	◎	O	Δ	4 - 5	4 - 4.5	4	3 - 6
Disp Brill Scarlet RC	S	◎	O	O	4 - 5	4	4	3 - 6
Disp Brill Red RX	S	◎	O	O	6 - 7	4 - 5	3 - 4	4 - 7
Disp Brill Pink RC	SE	○	X	X	5 - 6	3	3	4 - 6
Disp Brill Pink RX	SE	○	Δ	X	5	3	4	4 - 6
Disp Bill Red Violet RC	SE	◎	Δ	X	5 - 6	4	4	4 - 9
Disp Brill Royal Blue RX	SE	◎	O	Δ	5	3 - 4	4 - 5	4 - 9
Disp Brill T Blue RC	SE	◎	O	X	5 - 6	4 - 5	4 - 5	3 - 8
Disp Brill Blue RX	SE	◎	O	Δ	5	3 - 4	4 - 5	3 - 7
Disp Brill Pale Green RC	SE	◎	O	O	5 - 6	3 - 4	4 - 5	4 - 6
Disp Brill Green RX	S	◎	O	O	4.5 - 5.5	4 - 5	4 - 5	4 - 6
Disp Brill Grey RC	SE	◎	◎	O	5 - 6	4 - 5	4 - 5	4 - 6
Disp Brill Black RX	SE	◎	O	O	5 - 6	4 - 5	4 - 5	4 - 7

S : High Energy • SE : Mediumenergy • E : Low Energy

◎ : Very Suitable • Δ : Limited • X : Not Suitable

Research and Development: We have in-house R & D facility which provides the flexibility of development of new products, improve existing processes and product equality which leads to cost reduction, better quality for customers and less environmental load. Due to this facility, we are enable to meet with our customer requirements for quality and competitiveness and offer new products with time. We are enable to take customized product under secrecy agreement for development and production.

Quality Control: We have In house quality control laboratory for dyestuffs, Intermediates and auxiliaries and technical services. The consistency in quality for all our supplies is our main goal. We follow all laid down test procedures, testing methods and agreed standards acceptable internationally and agreed with our customers. The laboratories are equipped with modern testing instruments such as spectrophotometers, HPLC, dyeing and printing equipments, fastness test equipments etc.

Environment safety has always been a prime concern for Hindprakash. The people at Hindprakash know their responsibility towards environment. They have taken due care to ensure a safe environment in and outside the organization. Thousand of trees and plants have been planted outside the office premises of the group. Pots of plants are also kept inside the office building and are taken due care of.

The Company is also a part of Common Effluent Treatment Plant of Vatva Industrial Zone where all the three sites i.e. the Registered Offcie, Warehouse and the Manufacturing Units are situated.

CHAIRMAN'S MESSAGE TO STAKEHOLDERS

Dear Stakeholders,

I, Om Prakash Mangal on behalf of Board of Directors of the Company, extend a warm welcome to all of you to this 14th Annual General Meeting of the Company. The Annual Report and Audited Accounts of the company for the year ended on 31st March, 2022 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 the Company despite of this exceptional situation of Covid-19.

The 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.

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

The 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.

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! Thanking You,

Om Prakash Mangal
Chairman & Non-Executive Director

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NOTICE OF THE 14TH ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN THAT THE FOURTEENTH (14TH) ANNUAL GENERAL MEETING OF THE MEMBERS OF HINDPRAKASH INDUSTRIES LIMITED WILL BE HELD ON TUESDAY, SEPTEMBER 27, 2022 AT 12:15 P.M. INDIAN STANDARD TIME ("IST"). THE ANNUAL GENERAL MEETING SHALL BE HELD BY MEANS OF VIDEO CONFERENCING ("VC") /OTHER AUDIO VISUAL MEANS ("OAVM") 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, 2022, and the Reports of the Board of Directors and Auditors thereon.

(2) To appoint a director in place of Mr. Om Prakash Mangal (DIN: 03078228), who retires by rotation and, being eligible, offers himself for re-appointment.

(3) To declare a final dividend of Re. 1/- (Rupee One Only) per equity share of Rs. 10/- each for the financial year ended on March 31, 2022.

SPECIAL BUSINESS:

(4) To ratify the remuneration payable to M/s. A.G. Tulsian & Co., Cost Accountants (Firm Registration Number 100629) Cost Auditor of the Company for the Financial Year ended on March 31, 2023:

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

"**RESOLVED THAT** pursuant to the provisions of Section 148(3) and any other applicable provision(s), if any, of the Companies Act, 2013, read with the Rule 14 of Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re- enactment(s) thereof, for the time being in force), the consent of the members be and is hereby accorded to ratify the remuneration of Rs. 30,000/- (Rupees Thirty Thousand Only) plus applicable taxes and reimbursement of out of pocket expenses payable to M/s. A.G. Tulsian & Co., Practicing Cost Accountants (Firm Registration Number: 100629), Ahmedabad appointed by the Board of Directors of the Company in their meeting held on August 25, 2022 as Cost Auditor of the Company, based on the recommendation of the Audit Committee, to conduct the audit of the cost records of the Company for the financial year ended on March 31, 2023;

RESOLVED FURTHER THAT the Board of Directors of the Company, be and are hereby severally authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution."

(5) To increase the Authorised Share Capital of the Company and make consequent alteration in Clause V of the Memorandum of Association:

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

"**RESOLVED THAT** pursuant to the provisions of Section 61 read with Section 13 and other applicable provisions, if any, of the Companies Act, 2013 and the relevant rules framed thereunder including any statutory modifications or re-enactments thereof for time being in force, the Authorised Share Capital of the Company be and is hereby increased from existing Rs. 11,50,00,000/- [Rupees Eleven Crore Fifty Lakh Only] divided into 1,15,00,000 [One Crore Fifteen Lakh] Equity Shares of Rs.10/- [Rupees Ten Only] each to Rs. 12,50,00,000/- [Rupees Twelve Crore Fifty Lakh Only] divided into 1,25,00,000 [One Crore Twenty Five Lakh] Equity Shares of Rs.10/- [Rupees Ten Only] each. Consecutively the existing clause V of the Memorandum of Association of the Company be and is hereby substituted by the following new clause "V":

V. The Authorised Share Capital of the Company is Rs. 12,50,00,000/- [Rupees Twelve Crore Fifty Lakh Only] divided into 1,25,00,000 [One Crore Twenty Five Lakh] Equity Shares of Rs.10/- [Rupees Ten Only] each.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to take any necessary steps and to do all the acts, deeds and things as may be necessary to give effect to the above resolution."

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

For and on behalf of Board of Directors
Hindprakash Industries Limited
CIN: L24100GJ2008PLC055401

Date: August 25, 2022
Place: Ahmedabad

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

IMPORTANT NOTES:

1. In view of circulars issued by the Ministry of Corporate Affairs (MCA) vide General Circular No. 14/2020 dated April 8, 2020, General Circular No.17/2020 dated April 13, 2020, General Circular No. 20/2020 dated May 05, 2020, General Circular No. 22/2020 dated June 15, 2020, General Circular No. 33/2020 dated September 28, 2020, General Circular No. 39/2020 dated December 31, 2020, General Circular No. 10/2021 dated June 23, 2021, General Circular No. 19/2021, General Circular No. 20/2021 dated December 08, 2021 and General Circular no. 21/2021 dated December 14, 2021 and General Circular No. 03/2022 dated May 05, 2022 ("MCA Circulars") and Circular number SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020 issued by the Securities and Exchange Board of India (SEBI) (collectively referred to as "Applicable Circulars") the forthcoming AGM will thus be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM. The registered office of the Company shall be deemed to be the venue for the AGM.

2. Pursuant to the provisions of the Companies Act 2013, 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. Pursuant to 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 by sending an e mail before the date of AGM 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 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 businesses 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. Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM through VC/OAVM and cast their votes through e-voting.

13. In case of joint holders attending the Meeting, the member whose name appears as the first holder in the order of names as per Register of Members will be entitled to vote.

14. 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.

15. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Annual Report and Notice calling the AGM will be uploaded on the website of the Company at www.hindprakash.in. The same can also be accessed from the website of the Stock Exchange i.e. NSE Limited at www.nseindia.com. The AGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM) i.e. www.evotingindia.com.

16. The Explanatory Statement pursuant to the provisions of Section 102 of the Companies Act, 2013, setting out material facts in respect of the Item No. 4 and 5 is annexed hereto.

17. Since the AGM will be held through VC/OAVM in accordance with the Applicable Circulars, the route map is not attached to this Notice.

18. Mr. Uday Dave (C.P. No. 7158) failing him Mr. Umesh Parikh (C.P. No. 2413), Partners of Parikh Dave & Associates, Practicing Company Secretaries, have been appointed as Scrutinizer to scrutinize the E voting process (including electronic voting at AGM) in fair and transparent manner. The Scrutinizers will submit their consolidated report on voting within two working days of the conclusion of AGM to the Chairman or his authorised person and the Chairman or his authorised person shall announce the voting results after receipt of the Scrutinizers' report. 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.

19. 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	Mr. Om Prakash Mangal
DIN	03078228
Age	79 Years
Date of Birth	13/03/1943
Date of Appointment	18/11/2019
Qualifications	B.A.
Expertise in specific Professional area	Mr. Om Prakash Mangal 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.
Relationship with other Directors inter se	Father of Mr. Sanjay Prakash Mangal (Promoter and Managing Director)
Board Membership in other Companies as on March 31, 2022	NIL
Chairman/Member of the Committee of the Board of directors in other companies as on March 31, 2022	NIL
Listed entities from which resigned in the past three years	NIL
Number of Shares held in the Company as on March 31, 2022	14,70,000 Equity Shares
The number of Meetings of the Board attended during the year	8/8

THE INTRUCTIONS OF SHAREHOLDERS FOR REMOTE E-VOTING AND JOINING VIRTUAL MEETINGS ARE AS UNDER:

Step 1: Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

Step 2: Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

i. The voting period begins on Saturday, September 24, 2022, 09:00 a.m. and ends on Monday, September 26, 2022, 5.00 p.m. During this period shareholders' of the Company, holding shares, as on the cut-off date (record date) of Tuesday, September 20, 2022 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 December 9, 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. Accordingly, company has made necessary arrangements for providing e-voting facility.

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.

STEP 1: ACCESS THROUGH DEPOSITORIES CDSL/NSDL E-VOTING SYSTEM IN CASE OF INDIVIDUAL SHAREHOLDERS HOLDING SHARES IN DEMAT MODE.

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 abovesaid SEBI Circular, Login method for e-Voting and joining virtual meetings for Individual shareholders holding securities in Demat mode CDSL/NSDL 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 or click on https://evoting.cdslindia.com/Evoting/EvotingLogin 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

STEP 2: ACCESS THROUGH CDSL E-VOTING SYSTEM IN CASE OF SHAREHOLDERS HOLDING SHARES IN PHYSICAL MODE AND NON-INDIVIDUAL SHAREHOLDERS IN DEMAT MODE.

v. Login method for e-Voting and joining virtual meetings for Physical shareholders and shareholders other than individual holding in Demat form.

1. The shareholders should log on to the e-voting website www.evotingindia.com.
2. Click on "Shareholders" module.
3. Now enter your User ID
a. For CDSL: 16 digits beneficiary ID,
b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
4. Next enter the Image Verification as displayed and Click on Login.
5. 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.
6. If you are a first-time user follow the steps given below:

	For Physical shareholders and other than individual shareholders holding shares ir Demat.
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 **OR** Date of Birth (DOB)	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. • 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.

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

vii. Shareholders holding shares in physical form will then directly reach the Company selection screen. However, 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. For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

ix. Click on the EVSN for the relevant HINDPRAKASH INDUSTRIES LIMITED on which you choose to vote.

x. 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.

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

xii. 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.

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

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

xv. 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.

xvi. **Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.**

- 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

Company at the email address viz; info@hindprakash.com (designated email address by company), if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

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

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

2) 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 e-voting.

3) 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.

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

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

6) 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.

7) 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 7 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 7 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.

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

9) 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.

10) 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.

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

1) For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to Company/RTA email id.

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

3) 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.

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 toll free no. 1800 22 55 33

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 toll free no. 1800 22 55 33.

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. Tuesday, September 20, 2022.

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.

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 Finance Act 2020, dividend income is taxable in the hands of shareholders w.e.f. April 1, 2020 and the Company is required to deduct tax at source from dividend paid to shareholders at the prescribed rates. For the prescribed rates for various categories, please refer to the Finance Act, 2020/Income Tax Act, 1961 and the amendments thereof. The shareholders are requested to update their PAN with the DP (if shares held in electronic form).

A Resident individual shareholder with PAN and who is not liable to pay income tax can submit a yearly declaration in Form No. 15G / 15H, to avail the benefit of non-deduction of tax at source by e-mail to info@hindprakash.com by September 20, 2022. Shareholders are requested to note that in case their PAN is not registered, the tax will be deducted at a higher rate of 20%.

Non-resident shareholders [including Foreign Institutional Investors (FIIs) / Foreign Portfolio Investors (FPIs)] can avail beneficial rates under tax treaty between India and their country of tax residence, subject to providing necessary documents i.e. No Permanent Establishment and Beneficial Ownership Declaration, Tax Residency Certificate, Form 10F, any other document which may be required to avail the tax treaty benefits. For this purpose the shareholder may submit the above documents (PDF / JPG Format) by e-mail to info@hindprakash.com. The aforesaid declarations and documents need to be submitted by the shareholders by September 20, 2022.

V. The Company has fixed Tuesday, September 20, 2022 as the 'Record Date' for determining entitlement of members to receive dividend for the FY 2021-22, if approved at the AGM.

VI. Those members whose names are recorded in the Register of Members or in the Register of Beneficial Owners maintained by the Depositories as on the Record Date shall be entitled for the dividend which will be paid within 30 days from the conclusion of the AGM, subject to applicable TDS.

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. Tuesday, September 20, 2022 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). 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. Tuesday, September 20, 2022.

III. The Equity Shareholder(s) who wish to waive/forgo the right to receive the dividend for the Financial Year 2021-22 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. 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.

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

Date: August 25, 2022
Place: Ahmedabad

For and on behalf of Board of Directors
Hindprakash Industries Limited
CIN: L24100GJ2008PLC055401

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

EXPLANATORY STATEMENT

(PURSUANT TO SECTION 102 (1) OF THE COMPANIES ACT 2013 AND SECRETARIAL STANDARD 2 ON GENERAL MEETINGS)

ITEM NO.4:
ORDINARY RESOLUTION

To ratify remuneration payable to Cost Auditor for the Financial Year 2022-23:

The Board of Directors at its meeting held on August 25, 2022, upon the recommendation of the Audit Committee, approved the appointment of M/s. A.G. Tulsian & Co., Practicing Cost Accountants (Firm Registration Number 100629), to conduct the audit of the Cost records of the Company for the Financial Year ending on March 31, 2023 at a remuneration of Rs. 30,000/- (Rupees Thirty Thousand Only) excluding all applicable taxes and reimbursement of out of pocket expenses.

In terms of the provisions of Section 148 of the Companies Act, 2013 read with Rule 14 of the Companies (Audit and Auditors) Rules, 2014 (as amended or re-enacted from time to time) the remuneration as mentioned above, payable to the Cost Auditors, is required to be ratified by the Members of the Company.

The Board recommends the resolution set out under Item No. 4 for the approval of the Members by way of passing an Ordinary Resolution.

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

ITEM NO.5:
ORDINARY RESOLUTION

To increase the Authorised Share Capital of the Company and make consequent alteration in Clause V of the Memorandum of Association:

To broad base the capital structure of the Company and to enable the Company to issue further shares in future it would be necessary to increase in the existing Authorized Share Capital of the Company. The present Authorised Share Capital of the Company is Rs. 11,50,00,000/- [Rupees Eleven Crore Fifty Lakh Only] divided into 1,15,00,000 [One Crore Fifteen Lakh] Equity Shares of Rs.10/- [Rupees Ten Only] each.

The Board of Directors at its Meeting held on August 25, 2022, proposed to increase the Authorised Share Capital of the Company from existing Rs. 11,50,00,000/- to Rs. 12,50,00,000/- divided into such number of shares as mentioned in the resolution subject to approval of the Members and accordingly to amend the Memorandum of Association of the Company.

In accordance with the provisions of the Companies Act, 2013 approval of members by way of ordinary resolution is required to increase the Authorised Share Capital.

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

Your Directors recommend passing of the proposed Ordinary resolution.

The draft of amended Memorandum of Association has been placed on the website of the Company - www.hindprakash.in for Members' Inspection.

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

For and on behalf of Board of Directors
Hindprakash Industries Limited
CIN: L24100GJ2008PLC055401

Date: August 25, 2022
Place: Ahmedabad

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

CORPORATE INFORMATION

BOARD OF DIRECTORS

NAME	DESIGNATION
Mr. Om Prakash Mangal	Chairman & Non-Executive Director
Mr. Sanjay Prakash Mangal	Managing Director
Mr. Santosh Narayan Nambiar	Whole time Director
Mrs. Rachana Abhinav Agrawal (resigned w.e.f. 20th January, 2022)	Non-Executive Director
Mr. Sanjaykumar Gupta (resigned w.e.f. 8th February, 2022)	Independent Director
Mr. Jitendra Kumar Sharma	Independent Director
Ms. Apeksha Vyas (appointed w.e.f. 20th January, 2022)	Independent Director
Mr. Rushabh Shah (appointed w.e.f. 20th January, 2022)	Independent Director

KEY MANAGERIAL PERSONNEL

NAME	DESIGNATION
Mr. Sanjay Prakash Mangal	Managing Director
Mr. Santosh Narayan Nambiar	Whole time Director
Mr. Hetal Shah	Chief Financial Officer
Mr. Utsav Trivedi	Company Secretary & Compliance Officer

AUDIT COMMITTEE

NAME	DESIGNATION
Mr. Rushabh Shah	Chairman
Mr. Jitendra Kumar Sharma	Member
Mr. Santosh Narayan Nambiar	Member

NOMINATION AND REMUNERATION COMMITTEE

NAME	DESIGNATION
Mr. Rushabh Shah	Chairman
Mr. Jitendra Kumar Sharma	Member
Ms. Apeksha Vyas	Member

STAKEHOLDERS RELATIONSHIP COMMITTEE

NAME	DESIGNATION
Ms. Apeksha Vyas	Chairperson
Mr. Rushabh Shah	Member
Mr. Sanjay Prakash Mangal	Member

REGISTERED OFFICE	PLANT LOCATION
301, Hindprakash House Plot No.10/6, Phase-I, GIDC, Vatva Ahmedabad-382445, Gujarat, India. Email: info@hindprakash.com Website: www.hindprakash.in Phone : +91 79 6812 7000-10	**1. Factory:** Plot No. A2-114 &115, GIDC, Industrial Estate, Phase-II, Vatva, Ahmedabad, Gujarat, India. **2. Leasehold Land/Plot:** Plot No. T-10 to T-12, Saykha Industrial Estate, GIDC, Ta. Vagra, Dist. Bharuch, Gujarat, India.

STATUTORY AUDITORS & INTERNAL AUDITORS	SECRETARIAL AUDITOR
Statutory Auditors: M/s. K K A K & Co., Chartered Accountants Krishna Mansion, Ghee Bazar, Kalupur, Ahmedabad-380002, Gujarat, India. Email : kkakco.ca@gmail.com **Internal Auditors:** Mr. Dheeraj Tak	Ms. Sudhanya Sengupta, Practicing Company Secretaries 3/68 Vidyasagar, Kolkata - 700047, West Bengal, India. Email ID: sudhanya.roychoudhury@gmail.com

REGISTRAR & TRANSFER AGENT	BANKERS TO THE COMPANY
M/s. Bigshare Services Private Limited CIN: U99999MH1994PTC076534 E-3, Ansa Industrial Estate, Sakivihar Road, Saki Naka, Andheri (E), Mumbai-400072 Email: bssahd@bigshareonline.com	IDBI Bank Limited CG Road Branch, IDBI Complex, Lal Bunglows, Off CG Road, Ahmedabad-380006 Tel. No.:+91-79- 66072606 Email: ibkl0000009@idbi.co.in Website: www.idbibank.in

IMPORTANT COMMUNICATION TO MEMBERS

The Ministry of Corporate Affairs has taken a "Green Initiative in the Corporate Governance" by allowing paperless compliances by the Companies and has issued circulars stating that service of notice /documents including Annual Report can be sent by e-mail to its members. To support this green initiative of the Government in full measure, members who have not registered their e-mail addresses, so far, are requested to register their email address with their respective depositary participants.

DIRECTORS' REPORT

DEAR MEMBERS OF HINDPRAKASH INDUSTRIES LIMITED,

Your Directors take pleasure in presenting the 14th 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, 2022.

FINANCIAL HIGHLIGHTS:

During the year under review, Total Revenue from operational including other income was Rs. 10,479.09 Lakhs against Rs. 9158.37 Lakhs in the previous year. The Company has earned net profit of Rs. 280.52 Lakhs in the current financial year against net profit of Rs. 240.73 Lakhs in the previous financial year.

The Company's financial performance, for the year ended March 31, 2022 is summarized below: (Rs. in Lakhs)

PARTICULARS	YEAR 2021-2022	YEAR 2020-2021
Gross Income	**10,479.09**	**9158.37**
Profit / (loss) Before Depreciation, Amortization and Taxation	403.57	339.05
Depreciation and Amortization	21.09	16.59
Profit / (Loss) before Taxation	**382.48**	**322.46**
Extra Ordinary Item	**0**	**0**
Provision for taxation - For Current Tax	(94.52)	(81.05)
Income Tax (Prior Period)	(1.34)	11.57
Provision for taxation - For Deferred Tax	(6.10)	(12.25)
Profit / (Loss) after Taxation	**280.52**	**240.73**

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.

STATUS OF SHARES:

As the members are aware, the company's shares are compulsorily tradable in electronic form. As on March 31, 2022, 100.00% of the company's total paid up capital representing 1,04,24,110 shares are in de-materialized form.

OTHER SHARES:

Apart from the equity shares as stated above, the 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.

After closing of the year under review, the Company issued 10,00,000 Convertible Equity Warrants at a price of Rs. 82/- per Warrant (convertible into equivalent number of fully paid up Equity Shares of face value of Rs. 10/- each at a premium of Rs. 72/- each), the details of which are as under:

Sr. No.	Kind of The Issue	Pre-Issue Paid Up Capital (No. Of Shares)	No. of Convertible Equity Warrants Allotted	Face Value (Rs.)	Price Per Warrants	Date of Allotment	Post-Issue Paid Up Capital (No. of Share) Assuming Full Conversion of Warrants Into Equity	Date of Listing Approval From NSE	Date of Trading Approval From NSE
1	Preferential Issue	1,04,24,110	10,00,000	10	82	15/07/2022	1,14,24,110	NA	NA

The said preferential issue of convertible warrants to allottee belonging to Promoter / Promoter Group and public has been approved by shareholders at the extra-ordinary general meeting held on July 6, 2022.

The Company has received in-principal approval from National Stock Exchange of India Limited for issue of said convertible warrants on June 23, 2022 vide letter no. NSE/LIST/31409.

DIVIDEND AND RESERVES:

During the year under review, your Directors recommended payment of dividend Re. 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 year under review.

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.

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-V*"" to the report.

CHANGE IN THE NATURE OF BUSINESS:

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

MIGRATION TO MAIN BOARD:

Pursuant to Regulation 280(2) read with Regulation 277 under Chapter IX of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements), Regulations, 2018 and the SEBI (LODR) Regulations, 2015, the members

of the Company, passed Special Resolution through Postal Ballot process on March 03, 2022 and approved migration of Securities of the Company from SME Emerge Platform of National Stock Exchange of India Limited ('NSE') to the Main Board of NSE. The Company has received In Principle Approval for migration of securities from SME to Main Board of NSE on April 08, 2022.

Further after closing of the year under review the members of the Company, passed Special Resolution through Postal Ballot process on May 26, 2022 and approved for migration of Securities of the Company from SME Emerge Platform of National Stock Exchange of India Limited ('NSE') to the Main Board of BSE (In addition to main board of NSE).

SUBSIDIARY, JOINT VENTURES AND ASSOCIATE COMPANIES:

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

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.

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.

CORPORATE GOVERNANCE:

The 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) and (t) of sub-regulation (2) of regulation 46 and paras C, D and E of Schedule V of SEBI (LODR) Regulations, 2015 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.

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 2021-22, the Company is not required to prepare Dividend Distribution policy.

ANNUAL RETURN:

The Annual Return in Form MGT-7 pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and Administration) Rules, 2014 as on March 31, 2022 is available on the Company's website on www.hindprakash.in.

DIRECTORS & KEY MANAGEMENT PERSONNEL:

- **Composition Of Board & Board Meetings:**

  Our board compromises of a group of Executive, Non-Executive and Independent Directors. As on 31 March 2022, the Company has six Directors. Out of the six Directors, four are Non- Executive Directors and of which three are

Independent Directors. The composition of the Board is in conformity with the provisions of Section 149 of the Act and SEBI (LODR) Regulations.

The Board Comprise of the following:

NAME OF THE DIRECTOR	DESIGNATION	DIN
Mr. Om Prakash Mangal	Chairman & Non-Executive Director	03078228
Mr. Sanjay Prakash Mangal	Managing Director	02825484
Mr. Santosh Narayan Nambiar	Whole time Director	00144542
Mr. Jitendra Kumar Sharma	Independent Director	07526003
Ms. Apeksha Vyas (appointed w.e.f. 20th January, 2022)	Independent Director	09469295
Mr. Rushabh Shah (appointed w.e.f. 20th January, 2022)	Independent Director	09012222

- **A Matrix Setting Out the Skills/Expertise/Competence Of The Individual Directors is Given below:**

Sr. No.	Name of Director	Knowledge	Behavioral Skills	Area of Skill/Expertise		
				Strategic Thinking and decision making	Financial Knowledge	Technical/Professional Skills and Specialized Knowledge
1	Mr. Om Prakash Mangal	☑	☑	☑	☑	☑
2.	Mr. Sanjay Prakash Mangal	☑	☑	☑	☑	☑
3.	Mr. Santosh Narayan Nambiar	☑	☑	☑	☑	☑
4.	Mr. Jitendra Kumar Sharma	☑	☑	☑	☑	☑
5.	Ms. Apeksha Vyas	☑	☑	☑	☑	☑
6.	Mr. Rushabh Shah	☑	☑	☑	☑	☑

During the Financial year 2021-22, the Board of Directors meet 8 (Eight) times. . The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013. The details which are as mentioned below:

SR. NO.	DATE OF BOARD MEETINGS	TOTAL STRENGTH OF THE BOARD	NO. OF DIRECTORS PRESENT
1	20.04.2021	6	6
2	28.06.2021	6	6
3	23.08.2021	6	6
4	18.10.2021	6	6
5	13.11.2021	6	6
6	24.11.2021	6	6
7	20.01.2022	6	6
8	28.01.2022	7	7

- **Appointments:**

Considering the integrity, expertise and experience, the following Directors were appointed during the financial year 2021-22:

- Mr. Rushabh Shah (DIN: 09012222) who was appointed as an additional independent director of the Company effective from January 20, 2022 was appointed as an independent director by members through postal ballot resolution passed on March 03, 2022 for a term of 5(five) consecutive years w.e.f. January 20, 2022.
- Ms. Apeksha Vyas (DIN: 09469295) who was appointed as an additional independent director of the Company effective from January 20, 2022 was appointed as an independent director by members through postal ballot resolution passed on March 03, 2022 for a term of 5(five) consecutive years w.e.f. January 20, 2022.
- Mr. Sanjay Prakash Mangal (DIN: 02825484) was re-appointed as an managing director of the Company by members through postal ballot resolution passed on March 03, 2022 for a term of 3(three) consecutive years w.e.f. February 16, 2022.
- Mr. Santosh Narayan Nambiar (DIN: 00144542) re-appointed as an wholetime director of the Company by members through postal ballot resolution passed on March 03, 2022 for a term of 3(three) consecutive years w.e.f. February 16, 2022.

- **Cessations:**

- Mrs. Rachana Agrawal (DIN: 02935245), Non-Executive Director has resigned from the Board with effect from January 20, 2022.
- Mr. Sanjay Gupta (DIN: 07762680), Independent Director has resigned from the Board with effect from February 08, 2022.

The Board of Directors places on record its appreciation for assistance and guidance provided by Mrs. Rachana Agrawal and Mr. Sanjay Gupta as Director of the Company during their tenure. The Company will cherish the valuable guidance provided by them during the tenure of their directorship. The Board of Directors wish them a healthy and peaceful life.

- **Retirement by Rotation:**

In accordance with the provisions of the Companies Act 2013 and Company's Articles of Association, Mr. Om Prakash Mangal (DIN: 03078228) retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment. The Board recommends his re-appointment.

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

- **Key Managerial Personnel:**

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

SR. NO.	NAME	DESIGNATION
1	Mr. Sanjay Prakash Mangal	Managing Director
2	Mr. Santosh Narayan Nambiar	Whole time Director
3	Mr. Hetal Shah	Chief Financial Officer
4	Mr. Utsav Trivedi	Company Secretary & Compliance Officer

- **Declaration from Independent Director:**

  The Company has three Independent Directors as on the date of this report and all 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 and are Independent of the management of the Company.

COMMITTEES OF THE BOARD:

In compliance with the requirement of applicable provisions of the Companies Act, 2013 and Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, (the 'SEBI (LODR) Regulations, 2015') and as part of the best governance practice, the Company has constituted following Committees of the Board.

I. Audit Committee
II. Nomination and Remuneration Committee
III. Stakeholders Relationship Committee

Details of the composition of the Board and its Committees and of the meetings held, attendance of the Directors at such meetings and other relevant details are as follows.

- **Audit Committee:**

  The Company has constituted a qualified and Independent Audit Committee on July 04, 2019, which acts as a link between the Statutory and Internal Auditors and the Board of Directors. The very purpose of the Audit Committee is to assist the Board in fulfilling its oversight responsibilities of monitoring financial reporting processes, reviewing the Company's established systems and processes for Internal financial controls, governance and reviewing the Company's Statutory and Internal Audit activities. The Committee is in compliance with the provisions of Regulation 18 of the SEBI (LODR) Regulations, 2015 and Section 177 of the Companies Act, 2013.

  At the beginning of the financial year 2021-22, the Audit Committee was comprised of Mr. Sanjay Gupta, Independent Director (Chairman), Mr. Jitendra Kumar Sharma, Independent Director (Member) and Mr. Santosh Narayan Nambiar, Wholetime Director (Member). Thereafter, The Board of Directors of the Company, in its meeting held on January 20, 2022 has re- constituted the Audit Committee and appointed Mr. Rushabh Shah, Independent Director as a Chairman of the Audit Committee in place of Mr. Sanjay Gupta.

  At present the Audit Committee comprises of following Members:

SR. NO	NAME OF MEMBERS	DESIGNATION
1.	Mr. Rushabh Shah (Non-Executive & Independent Director)	Chairman
2.	Mr. Jitendra Kumar Sharma (Non-Executive & Independent Director)	Member
3.	Mr. Santosh Narayan Nambiar (Wholetime Director)	Member

The Company Secretary of the Company acts as the Secretary of the Committee.

Details of Meetings and attendance:

During Financial Year 2021-22, Five (5) Audit Committee Meetings were held on April 20, 2021, June 28, 2021, August 23, 2021, November 13, 2021 and March 05, 2022. Necessary quorum was present in all the Audit Committee Meetings. The time gap between any two Audit Committee Meetings was not more than one hundred and twenty days.

The details of attendance of each Member at the Audit Committee Meetings during the Financial Year 2021-22 is given below:

Name of Members	Designation	No. of Meetings held during the F.Y. 2021-22	No. of Meetings eligible to attend during the F.Y. 2021-22	No. of Meetings attended during the F.Y. 2021-22
Mr. Rushabh Shah (Non-Executive & Independent Director)	Chairman	5	1	1
Mr. Jitendra Kumar Sharma (Non-Executive & Independent Director)	Member	5	5	5
Mr. Santosh Narayan Nambiar (Wholetime Director)	Member	5	5	5
Mr. Sanjay Gupta (Non-Executive & Independent Director)	Chairman	5	4	4

Chairman of the Audit Committee attended the last Annual General Meeting (AGM) of Shareholders of the Company.

The members of the Audit Committee have the requisite qualification for appointment on the Committee and possess sound knowledge of finance, accounting practices and internal controls.

- **Nomination And Remuneration Committee:**

  The Company has constituted Nomination and Remuneration Committee on July 04, 2019 in line with the provisions of Section 178 of the Companies Act, 2013 and Regulation 19 of the SEBI (LODR) Regulations, 2015.

  At the beginning of the financial year 2021-22, the Nomination and Remuneration Committee was comprised of Mr. Sanjay Gupta, Independent Director (Chairman), Mr. Jitendra Kumar Sharma, Independent Director (Member) and Mrs. Rachana Agrawal, Non-Executive Director (Member). Thereafter, The Board of Directors of the Company, in its meeting held on January 20, 2022 has re- constituted the Committee and appointed Mr. Rushabh Shah, Independent Director as a Chairman and Ms. Apeksha Vyas, Independent Director as a Member of the Nomination and Remuneration Committee in place of Mr. Sanjay Gupta and Mrs. Rachana Agrawal.

  At present, the Nomination and Remuneration Committee comprises of following Members:

SR. NO	NAME OF MEMBERS	DESIGNATION
1.	Mr. Rushabh Shah (Non-Executive & Independent Director)	Chairman
2.	Mr. Jitendra Kumar Sharma (Non-Executive & Independent Director)	Member
3.	Ms. Apeksha Vyas (Non-Executive & Independent Director)	Member

The Company Secretary of the Company acts as the Secretary of the Committee.

Details of Meetings and attendance:

During Financial Year 2021-22, Three (3) Nomination and Remuneration Committee Meetings were held on August 23, 2021, January 20, 2022 and March 05, 2022. Necessary quorum was present in all the meetings.

The details of attendance of Members at the Nomination and Remuneration Committee Meetings during the Financial Year 2021-22 is given below:

Name of Members	Designation	No. of Meetings held during the F.Y. 2021-22	No. of Meetings eligible to attend during the F.Y. 2021-22	No. of Meetings attended during the F.Y. 2021-22
Mr. Rushabh Shah (Non-Executive & Independent Director)	Chairman	3	1	1
Mr. Jitendra Kumar Sharma (Non-Executive & Independent Director)	Member	3	3	3
Ms. Apeksha Vyas (Non-Executive & Independent Director)	Member	3	1	1
Mr. Sanjay Gupta (Non-Executive & Independent Director)	Chairman	3	2	2
Mrs. Rachana Agrawal (Non-Executive Director)	Member	3	2	2

Chairman of the Nomination and Remuneration Committee attended the last Annual General Meeting (AGM) of Shareholders of the Company.

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-VI*' to this report.

- **Stakeholders Relationship Committee:**

  The Company constituted Stakeholders Relationship Committee mainly to focus on the redressal of Shareholders' / Investors' Grievances, if any, like Transfer / Transmission / Demat of Shares; Loss of Share Certificates; Non-receipt of Annual Report; Dividend Warrants; etc.

  At the beginning of the financial year 2021-22, the Stakeholders Relationship Committee was comprised of Mrs. Rachana Agrawal, Non-Executive Director, (Chairperson), Mr. Sanjay Gupta, Independent Director (Member), Mr. Sanjay Prakash Mangal, Managing Director (Member) Thereafter, The Board of Directors of the Company, in its meeting held on January 20, 2022 has re- constituted the Stakeholders Relationship Committee and appointed Ms. Apeksha Vyas, Independent Director as a Chairperson and Mr. Rushabh Shah, Independent Director as a Member of the Stakeholders Relationship Committee in place of Mrs. Rachana Agrawal and Mr. Sanjay Gupta.

  At present the Stakeholders Relationship Committee comprises of following Members:

SR. NO	NAME OF MEMBERS	DESIGNATION
1.	Ms. Apeksha Vyas (Non-Executive & Independent Director)	Chairperson
2.	Mr. Rushabh Shah (Non-Executive & Independent Director)	Member
3.	Mr. Sanjay Prakash Mangal (Managing Director)	Member

The Company Secretary of the Company acts as the Secretary of the Committee.

Details of Meetings and attendance:

During Financial Year 2021-22, Two (2) Stakeholders Relationship Committee Meetings were held on October 18, 2021 and March 05, 2022. Necessary quorum was present in all the meetings.

The details of attendance of members at the Stakeholders Relationship Committee Meetings is given below:

Name of Members	Designation	No. of Meetings held during the F.Y. 2021-22	No. of Meetings eligible to attend during the F.Y. 2021-22	No. of Meetings attended during the F.Y. 2021-22
Ms. Apeksha Vyas (Non-Executive & Independent Director)	Chairperson	2	1	1
Mr. Rushabh Shah (Non-Executive & Independent Director)	Member	2	1	1
Mr. Sanjay Prakash Mangal (Managing Director)	Member	2	2	2
Mrs. Rachana Agrawal (Non-Executive Director)	Chairperson	2	1	1
Mr. Sanjay Gupta (Non-Executive & Independent Director)	Member	2	1	1

DISCLOSURE BY DIRECTORS:

The Directors on the Board have submitted notice of interest under Section 184(1) of the Companies Act, 2013 i.e. in Form MBP 1, intimation under Section 164(2) of the Companies Act, 2013 i.e. in Form DIR 8 and declaration as to compliance with the Code of Conduct of the Company.

COMPLIANCE OFFICER:

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

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 2021-22:

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 and no person is denied access to the Audit Committee.

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

FORMAL EVALUATION OF THE PERFORMANCE OF THE BOARD, COMMITTEES OF THE BOARD AND INDIVIDUAL DIRECTORS:

Pursuant to the provisions of Section 134(3)(p) of the Companies Act, 2013 read with the rules thereof and the SEBI (LODR) Regulations, 2015, the Board has carried out the evaluation of annual performance of its own, the Directors individually as well as the evaluation of the working of its Committees. A structured questionnaire was prepared after taking into consideration inputs received from the Directors, covering various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, Board Culture, execution and performance of specific duties, obligations and governance. The board was satisfied with the performance evaluation done of the directors.

In pursuant to Regulation 17(10) of the SEBI (LODR) Regulations, 2015, the evaluation of Independent Directors were done by the entire Board of Directors which includes:

I. Performance of the Directors and
II. Fulfillment of the Independence criteria as specified in the regulations and their independence from the management.

The Independent Directors are satisfied with the outcome of evaluation.

FAMILIARIZATION PROGRAM FOR INDEPENDENT DIRECTORS:

The Independent Directors have been updated with their roles, rights and responsibilities in the Company by specifying them in their appointment letter alongwith necessary documents, reports and internal policies to enable them to familiarize with the Company's Procedures and practices. The Company has through presentations at regular intervals, familiarized and updated the Independent Directors with the strategy, operations and functions of the Company and Agricultural Industry as a Whole and business model. The details of such familiarization programmes imparted to Independent Directors can be accessed on the website of the Company at www.hindprakash.in.

DIRECTORS' RESPONSIBILITY STATEMENT:

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statements in terms of Clause (c) of Sub-Section (3) of Section 134 of the Companies Act, 2013, which states that—

a) in the preparation of the Annual Accounts, the applicable Accounting Standards have been followed and that no material departures have been made from the same;

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 on a going concern basis;

e) the Directors have 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.

AUDITORS:

- **STATUTORY AUDITORS:**

  Pursuant to the provisions of Section 139 of the Companies Act, 2013 and rules thereof, M/s. K K A K & Co., Chartered Accountants, (Firm Registration No.: 148674W) Ahmedabad have been appointed as Statutory Auditors of the Company for a period of five years, 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.

  Reporting of frauds by Auditors:

  During the year under review, the Auditors have not reported to the Audit Committee or the Board, under Section 143 (12) of the Act, any instances of fraud committed against the Company by its officers or employees, the details of which would be required to be mentioned in the Directors' Report.

- **SECRETARIAL AUDITORS:**

  Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the rules made thereunder, the Company has appointed Ms. Sudhanya Sengupta, Practicing Company Secretary to undertake the Secretarial Audit of the Company. The Secretarial Audit Report for FY 2021-22 is annexed, and forms part of this report as "*Annexure-III*".

  There are no qualifications or reservations or adverse remarks or disclaimers given by Secretarial Auditors of the Company.

- **COST AUDITORS:**

  In terms of the provisions of Section 148 of the Act, during the year under review the appointment of the Cost Auditors does not apply to the Company. However, from the Financial Year 2022-23, the said provision becomes applicable to the Company and accordingly the Company has appointed M/s. A.G. Tulsian & Co., Practicing Cost Accountants (Firm Registration Number: 100629) as Cost Auditors for conducting cost audit for the year 2022-23. Necessary resolution for ratification of remuneration payable to cost auditor is included in the notice of this Annual General Meeting.

  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.

- **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.

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-IV*".

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.

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.

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.

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.

PARTICULARS OF CONTRACTS/ ARRANGEMENTS WITH RELATED PARTIES:

All Related Party Transactions that were entered into during the FY 2021-22 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 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 I'* to this Report.

LISTING:

The Equity Shares of your Company are listed and actively traded on the SME Emerge Platform of National Stock Exchange of India Limited ('NSE'). The Company had paid annual listing fees to the stock exchange for the Financial Year 2022-23 within the stipulated time.

INSURANCE:

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

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-II*".

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.

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, the 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.

ADEQUACY OF INTERNAL FINANCIAL CONTROL:

The 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.

The 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.

WEBSITE:

As per Regulation 46 of SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015 the Company is maintaining 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.

PROCEEDINGS INITIATED/PENDING AGAINST THE COMPANY UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016:

There are no proceedings initiated/pending against the Company under the Insolvency and Bankruptcy Code, 2016 which materially impact the Business of the Company.

HUMAN RESOURCE:

The company considers its Human Resources as the key to achieve its objectives. Keeping this in view, the 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. The 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 hygiene among other protection measures from time to time.

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 year under review.

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.

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

For and on behalf of Board of Directors
Hindprakash Industries Limited
CIN: L24100GJ2008PLC055401

Sanjay Prakash Mangal
Managing Director
DIN: 02825484

Santosh Narayan Nambiar
Wholetime Director
DIN: 00144542

Date: August 25, 2022
Place: Ahmedabad

ANNEXURE I 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:

(Amount in Rs. In Lakhs)

Sr. No.	Particulars	RPT – 1	RPT – 2	RPT- 3
1.	**Name(s) of the related party and nature of relationship**	Hindprakash Chemicals Private Limited (A private company in which a director or manager or his relative is a member or director)	HindprakashChemicals Private Limited (Aprivate company in which a director or manager or his relative is a member or director)	Ecofine Colourchem Private Limited (Aprivate company in which a director or manager or his relative is a member or director)
2.	**Nature of contracts/ arrangements/ transactions**	Lease Rent Paid	Warehouse Charges Paid	Sale of Goods
3.	**Duration of the contracts/ arrangements/ transactions**	01/04/2021 - 31/03/2022	01/04/2021 - 31/03/2022	01/04/2021 - 31/03/2022
4.	**Salient terms of the contracts or arrangements or transactions including the value, if any**	At prevailing prices on arm's length basis and on Industry practice terms Total Transaction Value – 2.62 Lakhs	At prevailing prices on arm's length basis and on Industry practice terms Total Transaction Value – 0.93 Lakhs	At prevailing prices on arm's length basis and on Industry practice terms Total Transaction Value – 0.03 Lakhs
5.	**Date(s) of approval by the Board**	Approval taken in the Audit Committee Meeting and considered by the Board thereafter.	Approval taken in the Audit Committee Meeting and considered by the Board thereafter.	Approval taken in the Audit Committee Meeting and considered by the Board thereafter.

Sr. No.	Particulars	RPT – 4	RPT – 5	RPT- 6
1.	**Name(s) of the related party and nature of relationship**	Hindprakash Organic Private Limited (A private company in which a director or manager or his relative is a member or director)	Sanjay Prakash Mangal (Managing Director)	Dimple Mangal (Wife of Mr. Sanjay Prakash Mangal)
2.	**Nature of contracts/ arrangements/ transactions**	Business Promotion Expenses Paid	Payment of royalty fees for use of trademark	Salary Paid by Company
3.	**Duration of the contracts/ arrangements/ transactions**	01/04/2021 - 31/03/2022	01/09/2021 - 31/08/2022	01/04/2021 - 31/03/2022
4.	**Salient terms of the contracts or arrangements or transactions including the value, if any**	At prevailing prices on arm's length basis and on Industry practice terms Total Transaction Value – 6.87 Lakhs	At prevailing prices on arm's length basis and on Industry practice terms Total Transaction Value – 1.00 Lakhs	At prevailing prices on arm's length basis and on Industry practice terms Total Transaction Value – 18.00 Lakhs
5.	**Date(s) of approval by the Board**	Approval taken in the Audit Committee Meeting and considered by the Board thereafter.	Approval taken in the Audit Committee Meeting and considered by the Board thereafter.	Approval taken in the Audit Committee Meeting and considered by the Board thereafter.

Note: No amount was paid as advance.

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For and on behalf of Board of Directors
Hindprakash Industries Limited
CIN: L24100GJ2008PLC055401

Date: August 25, 2022
Place: Ahmedabad

Sanjay Prakash Mangal
Managing Director
DIN: 02825484

Santosh Narayan Nambiar
Wholetime Director
DIN: 00144542

ANNEXURE II 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, 2022 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. 2,76,02,887/- (Previous Year Rs. 5,02,79,612/-)

II. The total foreign exchange outgo Rs 8,27,23,065/- (Previous Year Rs. 9,51,32,371/-)

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For and on behalf of Board of Directors
Hindprakash Industries Limited
CIN: L24100GJ2008PLC055401

Date: August 25, 2022
Place: Ahmedabad

Sanjay Prakash Mangal
Managing Director
DIN: 02825484

Santosh Narayan Nambiar
Wholetime Director
DIN: 00144542

ANNEXURE III TO THE DIRECTORS' REPORT
SECRETARIAL AUDIT REPORT
FORM NO. MR-3
FOR THE FINANCIAL YEAR ENDED ON March 31, 2022

[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 OF
HINDPRAKASH INDUSTRIES LIMITED
301, Hindprakash House,
Plot No.10/6, G.I.D.C., Vatva,
Ahmedabad – 382445,
Gujarat, India.

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, 2022 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, 2022 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'):

(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;

(d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 (up to 12th August, 2021) and The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021 (with effect from 13th August, 2021)- **Not applicable during the year under review**;

(e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 (up to 16th August 2021)- **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, 2013 and dealing with client;

(g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (up to 9th June 2021) and The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021 (with effect from 10th June 2021)- **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- **to the extent applicable being SME Listed Company**;

(j) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021 (with effect from 16th August 2021) - **Not applicable during the year under review**.

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 (Emerge SME platform).

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, 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. The changes in the composition of the Board that took place during the year under review were carried out in compliance of the provisions of Act.

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.

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

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:

- The members of the Company through postal ballot, approved migration of equity shares from NSE Emerge (SME Platform of NSE) to the Main Board of NSE and In-Principal approval for the same has been received from NSE.

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.

Sudhanya Sengupta
Practicing Company Secretary
M. No.: F7057 C.P No.: 7756
Peer Reviewer Code: 747
UDIN: F0075057D000844621

Place : Kolkata
Date : August 25, 2022

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.

ANNEXURE – A

TO THE MEMBERS OF
HINDPRAKASH INDUSTRIES LIMITED

Our Secretarial Audit Report for the Financial Year ended 31st March, 2022 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.

Sudhanya Sengupta
Practicing Company Secretary
M. No.: F7057 C.P No.: 7756
Peer Reviewer Code: 747
UDIN: F0075057D000844621

Place : Kolkata
Date : August 25, 2022

ANNEXURE IV 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	1:3.61 1: 1.37	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	9.09 % 1.02 % 2.12 % 18.57 %	
3	The percentage increase in the median remuneration of employees in the financial year.	-	12.58 %	
4	The number of permanent employees on the rolls of company.	-	48	
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	12.26 % 6.74 %	
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.

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For and on behalf of Board of Directors
Hindprakash Industries Limited
CIN: L24100GJ2008PLC055401

Date: August 25, 2022
Place: Ahmedabad

Sanjay Prakash Mangal
Managing Director
DIN: 02825484

Santosh Narayan Nambiar
Wholetime Director
DIN: 00144542

ANNEXURE V TO THE DIRECTORS' REPORT

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

COMPANY OVERVIEW:

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

The Company is engaged in the manufacturing and trading of Dyes, Auxiliaries, Intermediates and Chemicals. Company started manufacturing unit in the year 2008 to produce Disperse Dyes, Reactive Dyes and Textile auxiliaries for catering the needs of domestic textile industry. The Company has achieved a steady growth in productivity and has expanded its range of products from dyes to auxiliaries to speciality chemicals. We believe that Company's expertise in chemical manufacturing has enabled to expeditiously increase the production capacity and expand into new value added products. With wide range of products, Company cater to various industries viz. Dyestuff and Dye intermediates, Textiles, Construction Chemicals, Speciality Chemicals etc.

The Company is located at Vatva i.e. in the heart of Gujarat Industrial Development Corporation, an Industrial Estate for manufacturing, blending and formulation of dyes, auxiliaries & intermediaries. The Estate has common effluent treatment plant of which most of the units in the estate are members apart from having their own environmental treatment facilities.

The Company is promoted by Mr. Om Prakash Mangal, Mr. Sanjay Prakash Mangal and Mr. Santosh Narayan Nambiar. With decades of experience in this industry, Company's Promoters along with the team of management are actively involved in the day to day affairs of the company's operations adding valuable knowledge and experience required for sustainable growth.

FINANCIAL YEAR 2021-22 AND OUTLOOK:

During the year ended 31st March 2022, the company achieved a total net sale of Rs. 10,368.87 Lakhs and achieved net profit after tax of Rs. 280.52 Lakhs.

The outbreak of Covid-19 pandemic globally and in India is causing significant disturbance and slowdown of economic activity. 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:**

- The Chemical industry in India provides several building blocks and raw materials for many industries, including textiles, paper, paints, soap and detergents, pharmaceuticals and agrochemicals.
- The Chemical industry (including fertilizers and pharmaceuticals) in India stands at USD 178 Bn as of 2019 which is expected to reach USD 300 Bn by 2024-25 at an annual growth rate of 9.3%.
- India's Chemical Industry ranks at the 6th position in the world and 4th position in Asia in terms of size.
- The chemical industry has a market size of USD 300 bn in 2024-25.
- Indian Chemical industry is 4th largest in Asia.
- Chemical sector contributes 2.1% to the total FDI equity inflows in the country.
- The government has targeted to increase the ethanol blending to 10 per cent by 2022 and 20 per cent by 2025 which is at 1.58 presently.
- Indian chemicals and petrochemicals industry is growing to new heights, looking forward to an investment of INR 8 lakh cr by 2025.

- **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:

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.

The Indian Dyestuff Industry is an important sub-sector of the Chemicals industry and it ranks second in Asia. It also accounts for 16% of the world market. It has forward and backward linkages with various sectors such as paper, textiles, plastics, printing inks, leather and foodstuffs. The sub-sector has immense potential and serves as a profitable opportunity for investors.

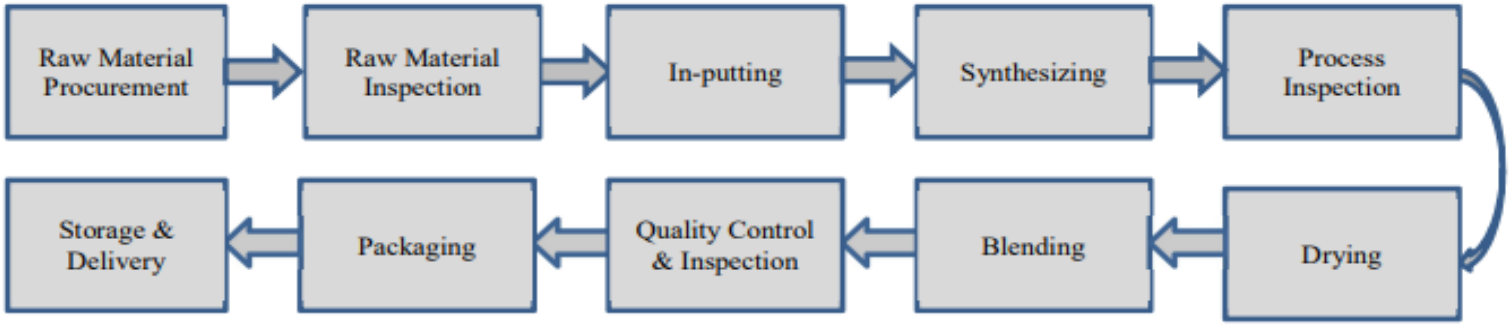
BUSINESS MODEL OF THE COMPANY:

LOCATIONS:

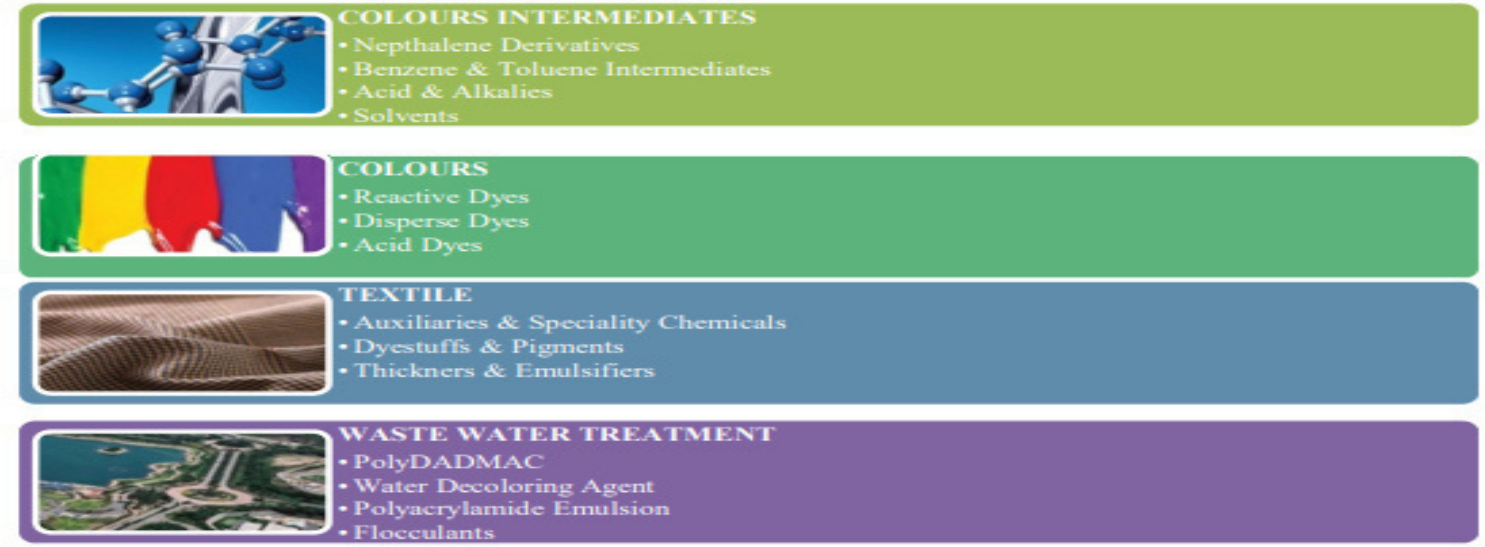
Registered Office	301, Hindprakash House Plot No.10/6, Phase-I, GIDC, Vatva, Ahmedabad-382445, Gujarat, India
Factory	Plot No. A2-114 &115, GIDC, Industrial Estate, Phase-II, Vatva, Ahmedabad
Leasehold Land/Plot	Plot No. T-10 to T-12, Saykha Industrial Estate, GIDC, Ta. Vagra, Dist. Bharuch, Ahmedabad

MANUFACTURING PROCESS:

The Manufacturing of dyes, auxiliaries & chemicals require various processes to obtain final product. The major steps include:

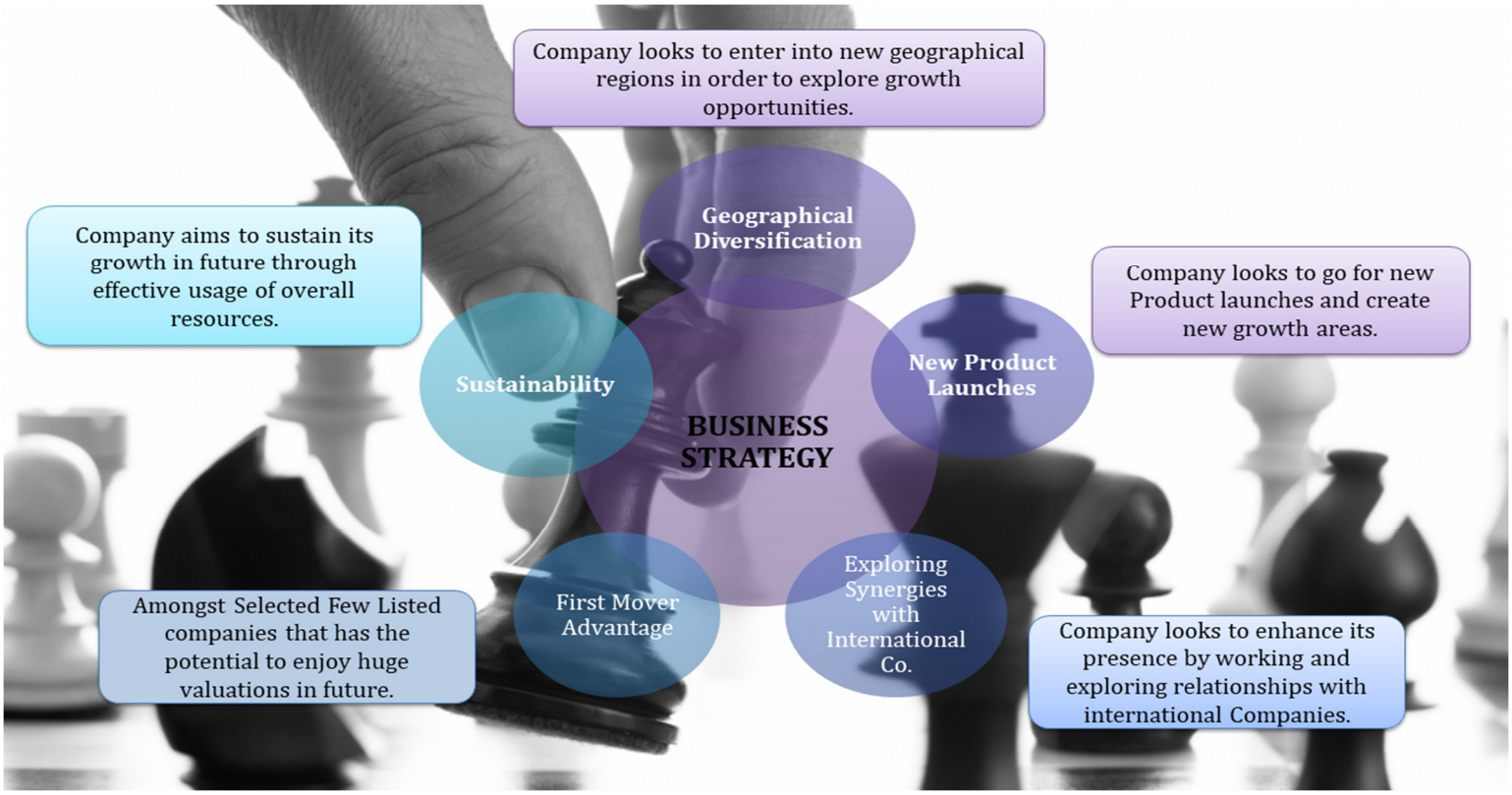


PRODUCT PORTFOLIO:



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: (Rs. in Lakhs)

PARTICULARS FOR THE YEAR ENDED	MARCH 31 , 2022	MARCH 31 , 2021
Revenue from operations	10,368.87	9008.26
Profit before Tax	382.48	322.47
Profit after Tax	280.52	240.73

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:

Sr. No.	Ration	Unit	Numerator	Denominator	31-Mar-22	31-Mar-21	Variance in %	Explanation for any change in the ration by > 25% as compared to preceding year
1	Current Ratio	In Times	Current Assets	Current Liabilities	4.20	2.90	44.67%	See Note 1
2	Debt Equity Ratio	In Times	Total Debt	Shareholder's Equity	0.45	0.53	-15.82%	NA
3	Debt Service Coverage Ratio	In Times	Earnings Available for Debt Service	Debt Service	2.56	2.68	-4.61%	NA
4	Return on Equity Ratio	In %	Net Profit after taxes available to Equity Share Holder	Average Share Holder Equity	7.43%	6.79%	9.38%	NA
5	Inventory Turnover	In Times	Cost of Good Sold	Average Inventory	6.26	5.88	6.38%	NA
6	Trade Receivable Turnover Ratio	In Times	Net Credit Sale	Average Trade Receivable	4.45	3.96	12.30%	NA
7	Trade Payables Turnover Ratio	In Times	Net Credit Purchase	Average Trade Payable	27.58	12.44	121.80%	See Note 2

8	Net Capital Turnover Ratio	In Times	Net Sales	Average Working Capital	3.51	3.32	5.67%	NA
9	Net Profit Ratio	In %	Net Profit after taxes	Net Sales	2.68%	2.63%	1.84%	NA
10	Retunrn on Capital Employed	In %	Earnings Before Interest and Taxes	Capital Employed	8.42%	7.55%	11.46%	NA
11	Return on Investment	In %	Income from Investment	Cost of Investment	Nil	Nil	Nil	NA
12	Interest Coverage Ratio	In Times	Earnings Before Interest and Taxes	Interest Cost	5.26	4.17	26.27%	See Note 3
13	Operating Profit Margin	In %	Operating Profit	Sales	3.64	3.10	17.51%	NA
14	Return on Net Worth	In %	Net Profit after taxes	Shareholder's Equity	7.19	6.60	9.01%	NA

Note: 1: The current ratio is improved due to working capital term loan (GECL).

Note: 2: The opening trade payable during previous financial year was very high due to covid-19 pandemic, which has impacted the ratio, which was regularised during the current financial year.

Note: 3: The Interest Coverage ratio is improved due to Company has been successful in reducing its financial costs while on the other hand the operational margins have also been increased.

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.

Employees are fundamental and most valuable assets of the Company. The Company has encouraging working environments that motivate its employee at all level. The company has undertaken various initiatives and implemented policies which are drawn up to engage its employees and ensure a healthy balance between business needs and individual aspirations. There are total 48 Employees on payroll of the Company.

CAUTIONARY STATEMENT:

Certain statements made in this Report relating to the Company's outlook, estimates, predictions etc. may constitute "forward looking statements" within the meaning of applicable laws and regulations. Actual results may differ from such estimates, whether express or implied. Several factors that could make a difference to Company's operations include climatic conditions and economic conditions affecting demand and supply, changes in Government regulation tax regimes, natural calamities, etc. over which the Company does not have any direct control.

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

For and on behalf of Board of Directors
Hindprakash Industries Limited
CIN: L24100GJ2008PLC055401

Date: August 25, 2022
Place: Ahmedabad

Sanjay Prakash Mangal
Managing Director
DIN: 02825484

Santosh Narayan Nambiar
Wholetime Director
DIN: 00144542

ANNEXURE VI 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 MEMBERS	DESIGNATION
1.	Mr. Rushabh Shah (Non-Executive & Independent Director)	Chairman
2.	Mr. Jitendra Kumar Sharma (Non-Executive & Independent Director)	Member
3.	Ms. Apeksha Vyas (Non-Executive & Independent Director)	Member

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

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.

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.

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 standalone financial statements of Hindprakash Industries Limited ("the Company"), which comprise the standalone balance sheet as at 31st March 2022, the standalone statement of profit and loss and the standalone statement of cash flows for the year then ended, and notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory information.

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 principles generally accepted in India, of the state of affairs of the Company as at 31st March 2022, and profit and its cash flows for the year ended on that date.

Basis for Opinion

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

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

Key Audit Matters

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

The key audit matter	How the matter was address in our audit
Revenue Recognition: Revenue of the Company mainly comprises of sale of goods to its customers. Revenue from sale of goods is recognized when control is transferred to the customer and there is no other unfulfilled obligation. This requires detailed analysis of each contract/ customer purchase order regarding timing of revenue recognition. Inappropriate assessment could lead to a risk of revenue being recognized on sale of goods before the control in the goods is transferred to the customer. Accordingly, timing of recognition of revenue is a key audit matter.	In view of the significance of the matter, we applied the following audit procedures in this area, among others to obtain sufficient appropriate audit evidence: - Assessing the Company's accounting policies for revenue recognition by comparing with the applicable accounting standards; - Testing the design, implementation and operating effectiveness of key internal controls over timing of recognition of revenue from sale of goods; - Performed testing on selected samples of customer contracts/ customer purchase orders. Checked terms and conditions related to acceptance of goods, acknowledged delivery receipts and tested the transit time to deliver the goods and its revenue recognition. Our tests of details focused on cut-off samples to verify only revenue pertaining to current year is recognized based on delivery documents along with terms and conditions set out in customer contracts/ customer purchase orders.

Information Other than the Standalone Financial Statements and Auditors' Report thereon

6. 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 do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information 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 and for the Standalone Financial Statements

7. 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.

8. 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.

9. 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

10. 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.

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

- Identify and assess the risks of material misstatement of the 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.

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

13. 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.

14. 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.

15. 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

16. As required by Section 143(3) of the Act, we report that:

a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;

b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;

c) The standalone balance sheet, the standalone statement of profit and loss and the standalone statement of cash flows dealt with by this Report are in agreement with the books of account;

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

e) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act;

f) With respect to the adequacy of the internal financial controls over financial reporting with reference to standalone financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in 'Annexure A';

g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 (as amended), 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 during the year ended 31st March 2022.

iv. (a) The management has represented that, to the best of its knowledge and belief, as disclosed in Note 26(16)(j) to the standalone financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Company or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

(b) The management has represented, that, to the best of its knowledge and belief, as disclosed in 26(16)(k) to the standalone financial statements, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Party or provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries.

(c) Based on such audit procedures as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause 16(g)(iv)(a) and 16(g)(iv)(b) contain any material misstatement.

v. The dividend declared or paid during the year by the Company is in compliance with Section 123 of the Act.

h) 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. The remuneration paid to any director is not in excess of the limit laid down under Section 197(16) of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) of the Act which are required to be commented upon by us.

17. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the 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: 22149403AJTCXQ6710
Ahmedabad; May 27, 2022

"ANNEXURE A" TO THE INDEPENDENT AUDITORS' REPORT OF EVEN DATE TO THE MEMBERS OF

HINDPRAKASH INDUSTRIES LIMITED on audit of the Standalone Financial Statements
For the year ended 31st MARCH 2022
(Referred to in para 16 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")

Opinion

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 31st March 2022 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.
2. 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 the standalone financial statements and such internal financial controls over financial reporting with reference to the standalone financial statements were operating effectively as at 31st March 2022, based on the internal financial controls over financial reporting with reference to the standalone financial statements criteria established by the Company considering the essential components of such internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note").

Management's Responsibility for Internal Financial Controls

3. The Company's management is responsible for establishing and maintaining internal financial controls based on the internal controls over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct 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

4. Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting with reference to the 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 the standalone financial statements was established and maintained and if such controls operated effectively in all material respects.
5. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls over financial reporting with reference to the standalone financial statements and their operating effectiveness. Our audit of internal financial controls over financial reporting with reference to the standalone financial statements included obtaining an understanding of internal financial controls over financial reporting with reference to the 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.

6. 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 the standalone financial statements.

Meaning of Internal Financial Controls over Financial Reporting with Reference to the Standalone Financial Statements

7. A company's internal financial controls over financial reporting with reference to the standalone financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of the 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 the 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.

Inherent Limitations of Internal Financial Controls over Financial Reporting with Reference to the Standalone Financial Statements

8. Because of the inherent limitations of internal financial controls over financial reporting with reference to the 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 the standalone financial statements to future periods are subject to the risk that the internal financial controls over financial reporting with reference to the standalone financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

KUNAL KEDIA
(M. No.: 149403), Partner
for and on behalf of
K K A K & CO
Chartered Accountants
FRN: 148674W
UDIN: 22149403AJTCXQ6710
Ahmedabad; May 27, 2022

"ANNEXURE B" TO THE INDEPENDENT AUDITORS' REPORT OF EVEN DATE TO THE MEMBERS OF

HINDPRAKASH INDUSTRIES LIMITED on the Standalone Financial Statements
For the year ended 31st MARCH 2022
(Referred to in paragraph 17 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, 2020 ("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:

1 (a) (A) The Company has maintained records showing full particulars including quantitative details and situation of property, plant and equipment (PPE), which, in our opinion, are proper.

(B) The Company has maintained records showing full particulars of intangible assets, which, in our opinion, are proper.

(b) The Company has a regular programme of physical verification of its PPE by which PPE are verified in a phased manner over a period of three years. In accordance with this programme, certain PPE were verified during the year. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its PPE. No material discrepancies were noticed on such verification.

(c) The title deeds of immovable properties (other than immovable properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the standalone financial statements are held in the name of the Company, except for the following:

Description of property	Gross carrying value	Held in the name of	Whether promoter, director or their relative or employee	Period held	Reason for not being held in the name of Company
Lease hold Land - Saykha - T 10 to T 12	Rs. 824.08 Lakhs	Offer cum Allotment Letter in the name of Hindprakash Industries Private Limited. Offer cum Allotment letter issued by Gujarat Industrial Development Corporation on 06/11/2018	No	06/11/2018	Execution of lease deeds is under process

(d) The Company has not revalued its PPE or intangible assets or both during the year.

(e) There are no proceedings initiated or pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 (as amended in 2016) and rules made there under.

2 (a) The inventory, except goods-in-transit has been physically verified by the management during the year. For goods-in-transit, subsequent evidence of delivery has been verified. In our opinion, the frequency of such

verification is reasonable and procedures and coverage as followed by the management were appropriate. No discrepancies were noticed on verification between the physical stocks and the book records that were more than 10% in the aggregate of each class of inventory.

(b) The Company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets. The quarterly returns or statements filed by the Company with such banks or financial institutions are generally in agreement with the books of account of the Company. The Details of the same is given in notes to the account, No material discrepancies were noticed.

3 (a) The aggregate amount during the year, and balance outstanding at the balance sheet date with respect to loans or advances in the nature of loans and guarantees or security (A) to subsidiaries, joint ventures and associates, and (B) to parties other than subsidiaries, joint ventures and associates are as under:

(Rs. in Lakhs)

Aggregate amount granted/ provided during the year	**Loans**	**Advances in nature of loans**	**Guarantees**	**Security**
• Subsidiaries	-	-	-	-
• Joint Ventures	-	-	-	-
• Associates	-	-	-	-
• Others	2459.00	-	-	-
Balance Outstanding as at balance sheet date in respect of above cases	**Loans**	**Advances in nature of loans**	**Guarantees**	**Security**
• Subsidiaries	-	-	-	-
• Joint Ventures	-	-	-	-
• Associates	-	-	-	-
• Others	-	-	-	-

(b) In our opinion, the terms and conditions of the grant of loans and advances in the nature of loans, as referred to in 3(a) above, prima facie, are not prejudicial to the interest of the Company.

(c) In respect of loans and advances in the nature of loans, the schedule of repayment of principal and payment of interest has been stipulated and the repayments or receipts are regular.

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

(e) There is no loan or advance in the nature of loan granted which has fallen due during the year, which has been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties.

(f) The Company has not granted loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment.

4 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.

5 The Company has not accepted any deposits or amounts which are deemed to be deposits from the public. Accordingly, clause 3(v) of the Order is not applicable.

6 We have broadly reviewed the books of account maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under 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.

7 (a) Amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including goods and service tax, provident fund, employees' state insurance, income-tax, sales-tax, 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.

No undisputed amounts payable in respect of goods and service tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues were in arrears as at 31st March 2022 for a period of more than six months from the date they became payable.

(b) There are no dues of income-tax, sales-tax, service tax, goods and service tax, duty of customs, duty of excise and value added tax which have not been deposited as on 31st March 2022 on account of any dispute.

8 The Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year. Accordingly, clause 3(viii) of the Order is not applicable.

9 (a) The Company has not defaulted in the repayment of loans or borrowings or in the payment of interest thereon to any lenders.
(b) The Company has not been declared a wilful defaulter by any bank or financial institution or government or government authority.
(c) The term loans obtained during the year were applied for the purpose for which the loans were obtained.
(d) On an overall examination of the standalone financial statements of the Company, in our opinion, no funds raised on short-term basis have been used for long-term purposes by the Company.
(e) The Company does not hold any investment in any subsidiary companies, associate companies or joint ventures as defined under the Act. Accordingly, clause 3(ix)(e) of the Order is not applicable.
(f) The Company does not hold any investment in any subsidiary companies, associate companies or joint ventures as defined under the Act. Accordingly, clause 3(ix)(f) of the Order is not applicable.

10 (a) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments). Accordingly, clause 3(x)(a) of the Order is not applicable.
(b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partly or optionally convertible) during the year and accordingly, paragraph 3 (x)(b) of the order is not applicable to the Company.

11 (a) No fraud by the Company or on the Company has been noticed or reported during the course of the audit.
(b) No report under sub-section (12) of Section 143 of the Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
(c) There are no whistle blower complaints received by the Company during the year.

12 The Company is not a Nidhi Company. Accordingly clauses 3(xii)(a), 3(xii)(b) and 3(xii)(c) of the Order are not applicable.

13 In our opinion, the Company's transactions with its related parties are in compliance with section 177 and 188 of the Act, where applicable, and the details of the related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.

14 (a) In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
(b) We have considered the internal audit reports of the Company issued till date, for the period under audit.

15 In our opinion, the Company has not entered into non-cash transactions covered under the provisions of Section 192 of the Act with its directors or persons connected with its directors. Accordingly, paragraph 3 (xv) of the order is not applicable to the Company.

16 (a) & (b) In our opinion, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934. Accordingly, clause 3(xvi)(a) and clause 3(xvi)(b) of the Order is not applicable.
(c) & (d) In our opinion, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) and clause 3(xvi)(d) of the Order is not applicable.

17 The Company has not incurred cash losses in the current and in the immediately preceding financial year.

18 There has been no resignation of the statutory auditors during the year. Accordingly, clause 3(xviii) of the Order is not applicable.

19 On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of standalone balance sheet as and when they fall due within a period of one year from the standalone balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the standalone balance sheet date, will get discharged by the Company as and when they fall due.

20 There is no unspent amount under sub-section (5) of section 135 of the Act pursuant to any project. Accordingly, clauses 3(xx)(a) and 3(xx)(b) of the Order are not applicable.

KUNAL KEDIA
(M. No.: 149403), Partner
for and on behalf of
K K A K & CO
Chartered Accountants
FRN: 148674W
UDIN: 22149403AJTCXQ6710
Ahmedabad; May 27, 2022

STANDALONE BALANCE SHEET AS AT 31ST MARCH 2022

Particulars	Note No.	As at 31 Mar 2022 Rupees in Lakh	As at 31 Mar 2021 Rupees in Lakh
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share Capital	1	1,042.41	1,042.41
(b) Reserves and Surplus	2	2,859.25	2,607.62
2 Share Application Money Pending Allotment		-	-
3 Non Current Liabilities			
(a) Long-term Borrowings	3	345.79	-
(b) Deferred Tax Liabilities (Net)	4	11.70	5.59
(c) Other Long-term Liabilities	5	369.53	433.79
(d) Long-term Provisions	6	15.01	30.61
4 Current Liabilities			
(a) Short-term Borrowings	7	570.21	975.66
(b) Trade Payables			
(i) Total Outstanding dues of Micro Enterprise and Small Enterprise	8	1.25	5.80
(ii) Total Outstanding dues of Creditors other than Micro Enterprise and Small Enterprise	8	331.79	368.15
(c) Other Current Liabilities	9	73.03	70.58
(d) Short-term Provisions	10	18.95	40.51
TOTAL		**5,638.92**	**5,580.72**
II. ASSETS			
1 Non Current Assets			
(a) Property, Plant and Equipment & Intangible Assets			
(i) Property, Plant and Equipment	11A	1,148.32	1,150.34
(ii) Intangible Assets	11B	7.08	10.25
(iii) Capital Work-In-Progress (Tangible)	11C	270.89	165.46
(b) Non-current Investments	12	6.70	3.70
(c) Long Term Loans and Advances	13	15.79	0.20
(d) Other Non Current Assets	13A	7.94	7.94
(e) Deferred Tax Assets (Net)	4	-	-
2 Current Assets			
(a) Inventories	14	1,595.28	1,509.74
(b) Trade Receivables	15	2,320.74	2,335.80
(c) Cash and Cash Equivalents	16	3.11	2.55
(d) Bank Balances other than Cash and Cash Equivalents	16	14.00	14.53
(e) Short-term Loans and Advances	17	249.07	380.21
(f) Other Current Assets	18	-	-
TOTAL		**5,638.92**	**5,580.72**
Summary of Significant Accounting Policies and Notes Forming part of Standalone Financial Statement	1 - 26		

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

(KUNAL KEDIA)
Partner (M.No.:149403)
For and on behalf of
K K A K & Co.
CHARTERED ACCOUNTANTS
(FRN 148674W)
Date : May 27, 2022
Place: Ahmedabad

For and on behalf of the Board

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 : May 27, 2022
Place: Ahmedabad

STANDALONE STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED 31ST MARCH 2022

Particulars		Note No.	01-04-2021 to 31-03-2022 Rupees in Lakh	01-04-2020 to 31-03-2021 Rupees in Lakh
I.	Revenue from operations (Gross)	19	10,368.87	9,008.26
II.	Other income	20	110.22	150.11
III.	**Total Income(I + II)**		**10,479.09**	**9,158.37**
IV.	Expenses:			
	Cost of Materials Consumed	21	7,823.63	7,201.33
	Purchase of Stock in Trade	21A	1,812.65	1,260.05
	Changes in Inventories of Finished Goods , Stock-in -Trade and work-in-progress	22	28.56	(60.22)
	Employee Benefits Expense	23	153.35	148.14
	Other Expenses	24	167.57	168.18
	Total expenses		**9,985.76**	**8,717.48**
V.	**Profit Before Interest, Depreciation and Tax (III- IV)**		**493.33**	**440.89**
	Finance Costs	25	89.76	101.84
	Depreciation and Amortization Expense	11	21.09	16.59
VI	**Profit Before Tax**		**382.48**	**322.46**
VII	Tax expense:			
	(1) Current Income Tax		(94.52)	(81.05)
	(2) Income Tax (Prior Period)		(1.34)	11.57
	(3) Deferred Tax		(6.10)	(12.25)
VIII	**Profit (Loss) For the Year (VI + VII)**		**280.52**	**240.73**
IX	Earnings per equity share of Rs. 10/- each:			
	(1) Basic		2.69	2.31
	(2) Diluted		2.69	2.31
	Summary of Significant Accounting Policies and Notes Forming part of Standalone Financial Statement	1 - 26		

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

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

Date : May 27, 2022
Place: Ahmedabad

For and on behalf of the Board

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 : May 27, 2022
Place: Ahmedabad

STANDALONE STATEMENT OF CASH FLOW FOR THE PERIOD ENDED 31ST MARCH 2022

Particulars	01-04-2021 to 31-03-2022 Rupees in Lakh	01-04-2020 to 31-03-2021 Rupees in Lakh
CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit before Tax (A)	382.48	322.46
Adjustments for :		
Depreciation & Amortization	21.09	16.59
Unrealised Foreign Exchange (Gain) / Loss (Net)	1.43	(1.00)
Provision for Gratuity	(13.69)	(2.99)
Provision for Privilege Leave	(0.09)	1.67
Provision for Expected Credit Loss	17.55	-
Interest / Finance Charges	89.76	101.84
Interest & Divided Earned	(108.48)	(150.11)
Sub Total (B)	**7.57**	**(34.00)**
Operating Profit Before Working Capital Changes (A + B)	**390.05**	**288.46**
Adjustments for Changes in Working Capital		
(Increase) / Decrease in Inventories	(85.55)	(144.18)
(Increase) / Decrease in Trade Receivable	(4.06)	(138.66)
(Increase) / Decrease in Advances to Suppliers	24.99	314.95
(Increase) / Decrease in Short Term Loans & Advances	106.24	120.82
(Increase) / Decrease in Other Non Current Assets	0.04	(5.93)
Increase / (Decrease) in Trade Payables	(40.84)	(622.27)
Increase / (Decrease) in Other Current Liabilities	2.44	9.35
Sub Total (C)	**3.26**	**(465.92)**
Cash Generated from Operations (A + B+ C)	**393.31**	**(177.46)**
Income tax paid (D)	**(134.85)**	**(67.44)**
Net Cash Generated from Operations (A + B+ C + D)	**258.46**	**(244.90)**
CASH FLOW FROM INVESTING ACTIVITIES :		
Purchase of Property, Plant and Equipment & Intangible Assets	(59.81)	(135.98)
Net of (Purchase) / Proceeds from Sale of Investment	(3.00)	-
(Increase)/ Decrease in Other Bank Balances not considered as Cash and Cash Equivalents	0.52	1.33
Interest & Dividend Received	108.48	150.11
Net Cash Generated from Investing Activities	**46.19**	**15.46**
CASH FLOW FROM FINANCING ACTIVITIES :		
Net of Repayment/ Proceeds from Working Capital Borrowings	(405.44)	415.06
GIDC Installment/(payment of Installment) for purchase of Land	(64.27)	(64.27)
Net of Repayment/ Proceeds from Long Term Borrowing	345.79	-
Interest/ Finance Charges Paid	(151.28)	(101.84)
Dividend & Dividend Tax Paid	(28.89)	(28.89)
Net Cash Generated from Financing Activities	**(304.09)**	**220.06**

STANDALONE STATEMENT OF CASH FLOW FOR THE PERIOD ENDED 31ST MARCH 2022 (CONTD..)

Net Increase/(Decrease) in Cash and Cash Equivalents		**0.56**	**(9.38)**
Cash and Cash Equivalents at the beginning of the Period		**2.55**	**11.93**
Cash and Cash Equivalents at the end of the Period		**3.11**	**2.55**
Cash and Cash Equivalents comprise of :			
Cash on Hand		3.11	2.55
Balance with Bank		-	-
	Total	3.11	2.55

Notes:

(1) Standalone Statement of Cash flow 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 gain of Rs. 0.02 Lakh (Previous Year unrealised loss of Rs. 0.00 Lakh) on account of translations of foreign currency balances.

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

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

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

Date : May 27, 2022
Place: Ahmedabad

For and on behalf of the Board

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 : May 27, 2022
Place: Ahmedabad

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH 2022

Note 1 Share capital

Share Capital	As at 31 Mar 2022 Rupees in Lakh	As at 31 Mar 2021 Rupees in Lakh
Authorised		
1,15,00,000 (1,15,00,000) Equity Shares of Rs. 10/- each	1,150.00	1,150.00
Issued		
1,04,24,110 (1,04,24,110) Equity Shares of Rs. 10/- each	1,042.41	1,042.41
Subscribed & Paid up		
1,04,24,110 (1,04,24,110) Equity Shares of Rs. 10/- each fully paid	1,042.41	1,042.41
Per Balance Sheet	**1,042.41**	**1,042.41**

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 share holding.

1.2 Reconciliation of the number and amount of shares outstanding

Particulars	As at 31 Mar 2022		As at 31 Mar 2021	
	Number	Rupees in Lakhs	Number	Rupees in Lakhs
Equity Shares of Rs. 10/- each:				
Shares outstanding at the beginning of the year	10,424,110	1,042.41	10,424,110	1,042.41
Add: Shares Issued pursuant to IPO during the year	-	-	-	-
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**	**1,042.41**	**10,424,110**	**1,042.41**

1.3 Shares in the company held by promoters:

Disclosure as at March 31, 2022 is as follows

Name of Shareholder	As at 31 Mar 2022		As at 31 Mar 2021		% Change during the year
	No. of Shares held	% of Holding	No. of Shares held	% of Holding	
Om Prakash Mangal	1,470,000	14.10%	1,470,000	14.10%	0.00%
Sanjay Prakash Mangal	1,208,155	11.59%	1,085,155	10.41%	1.18%
Santosh Narayan Nambiar	8,750	0.08%	8,750	0.08%	0.00%

Disclosure as at March 31, 2021 is as follows

Name of Shareholder	As at 31 Mar 2021		As at 31 Mar 2020		% Change during the year
	No. of Shares held	% of Holding	No. of Shares held	% of Holding	
Om Prakash Mangal	1,470,000	14.10%	1,470,000	14.10%	0.00%
Sanjay Prakash Mangal	1,085,155	10.41%	1,085,155	10.41%	0.00%
Santosh Narayan Nambiar	8,750	0.08%	8,750	0.08%	0.00%

(i) Promoter here means promoter as defined in the Companies Act, 2013.

(ii) Percentage change shall be computed with respect to the number at the beginning of the year or if issued during the year for the first time then with respect to the date of issue.

1.4 Shares in the company held by each shareholder holding more than 5% shares

Name of Shareholder	As at 31 Mar 2022		As at 31 Mar 2021	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Dimple S Mangal	776,000	7.44%	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	1,208,155	11.59%	1,085,155	10.41%
Vedant S Mangal	1,470,000	14.10%	1,470,000	14.10%

1.5 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 **(Rs in Lakhs)**

Particulars	As at 31 Mar 2022	As at 31 Mar 2021
Securities Premium on Equity Shares Account		
Opening Balance	864.00	864.00
Closing Balance	**864.00**	**864.00**
Surplus in the Statement of profit and loss		
Balance as per the last financial statements	1,743.62	1,531.77
Add: Net Profit/(Net Loss) For the current year	280.52	240.73
Less: Dividend on Equity Shares FY 2020 - 21 (PY 2019 - 20)	(28.89)	(28.89)
Closing Balance	**1,995.25**	**1,743.61**
Per Balance Sheet	**2,859.25**	**2,607.61**

Note 3 Long Term Borrowings **(Rs in Lakhs)**

Particulars	As at 31 Mar 2022	As at 31 Mar 2021
Secured		
IDBI Bank LIMITED (WCTL under GECL)	345.79	-
Per Balance Sheet	**345.79**	**-**

3.1. Primary Security: Second Charge in the form of hypothecation on entire current and moveable fixed assets of the company including stocks, Book Debts (Both present & future, obtained as primary security for WC limit). Collateral Security: Second charge on assets obtained by bank as collateral security for WC limit (Ref Note No: 7.1).
The above facilities are further guaranteed by two directors of the company in their personal capacity. The Limit is covered under Guaranteed Emergency Credit Line (GECL) operated by NCGTC

3.2 Maturity Profile (Repayment) of above liability.

FY 2023 - 24 96.50
FY 2024 – 25 96.50
FY 2025 – 26 96.50
FY 2026 – 27 56.29

3.3 The rate of interest applicable is RLLR(Y) + 1.00% pa. 8.40% presently.

Note 4 Deferred tax Assets/liabilities (Net) **(Rs in Lakhs)**

Particulars of Timing Difference	Liabilities		Assets	
	Current Year	Previous Year	Current Year	Previous Year
Difference between book and tax depreciation / Borrowing Cost etc	20.66	18.02	-	-
Employee Benefit	-	-	8.55	12.02
Other Expenses on payment basis (U/s 43B/40(a)(ia) etc.	-	-	0.42	0.41
Total Deferred Tax Liabilities	20.66	18.02		
Total Deferred Tax Assets			8.97	12.43
Net Deferred Tax Assets/Liabilities	**11.69**	**5.59**	**-**	**-**

Note 5 Other Long Term Liabilities (Rs in Lakhs)

Particulars	As at 31 Mar 2022	As at 31 Mar 2021
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)	369.53	433.79
Per Balance Sheet	**369.53**	**433.79**

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

FY 2023 - 24	64.27
FY 2024 - 25	64.27
FY 2025 - 26	64.27
FY 2026 - 27	64.27
FY 2027 - 28	64.27
FY 2028 - 29	48.20

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

Note 6 Long Term Provisions (Rs in Lakhs)

Particulars	As at 31 Mar 2022	As at 31 Mar 2021
Provision for employee benefits		
Gratuity (unfunded)	15.01	30.61
Per Balance Sheet	**15.01**	**30.61**

Note 7 Short Term Borrowings (Rs in Lakhs)

Particulars	As at 31 Mar 2022	As at 31 Mar 2021
Secured		
Loan repayable on demand		
- IDBI Bank Limited (Cash Credit Account) (See Note No. 7.1)	530.01	975.66
Current Maturity of Long Term Borrowings		
- IDBI Bank LIMITED (WCTL under GECL) (See Note No 3)	40.21	-
	570.22	**975.66**
Unsecured		
Loans repayable on demand		
from Shareholders	-	-
from Director	-	-
Per Balance Sheet	**570.22**	**975.66**

7.1. The Company has created a charge in favour of IDBI Bank Ltd, to the extent of Rs. 2636 Lakhs (for Working Capital Rs 2250 Lakhs + for WCTL Rs 386 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 (Rs in Lakhs)

Particulars	As at 31 Mar 2022	As at 31 Mar 2021
Undisputed dues		
Due to Micro & Small Enterprise [Refer Note No. 26(C)(7)]	1.25	5.80
Due to Others	310.32	344.90
Current Liability for Expenses	21.47	23.25
Per Balance Sheet	**333.04**	**373.95**

Trade Payable ageing schedule as at March 31, 2022 (Rs in Lakhs)

Particulars	Outstanding for the following period from due date of payment						As at 31 Mar 2022
	Unbilled	Not Due	Less Than 1 Year	1 - 2 Years	2 - 3 Years	More than 3 Years	
(i) MSME	-	1.25	-	-	-	-	1.25
(ii) Others	-	274.75	35.57	-	-	-	310.32
(iii) Current Liability for Expenses	18.15	1.65	1.67	-	-	-	21.47
Total	**18.15**	**277.65**	**37.24**	**-**	**-**	**-**	**333.04**

Trade Payable ageing schedule as at March 31, 2021 (Rs in Lakhs)

Particulars	Outstanding for the following period from due date of payment						As at 31 Mar 2021
	Unbilled	Not Due	Less Than 1 Year	1 - 2 Years	2 - 3 Years	More than 3 Years	
(i) MSME	-	5.11	0.69	-	-	-	5.80
(ii) Others	-	277.41	67.49	-	-	-	344.90
(iii) Current Liability for Expenses	17.98	1.64	3.63	-	-	-	23.25
Total	**17.98**	**284.16**	**71.81**	**-**	**-**	**-**	**373.95**

Note 9 Other Current Liabilities (Rs in Lakhs)

Particulars	As at 31 Mar 2022	As at 31 Mar 2021
(a) Advance from Customers	-	-
(b) Dividend Payable	-	-
(c) Creditor for Capital Goods (GIDC) (current)	64.27	64.27
(d) Other Statutory Liability	8.76	6.32
Per Balance Sheet	**73.03**	**70.59**

Note 10 Short Term Provisions (Rs in Lakhs)

Particulars	As at 31 Mar 2022	As at 31 Mar 2021
Provision for employee benefits		
Leave Encashment (unfunded)	9.91	9.99
Gratuity (unfunded)	9.05	7.14
Others		
Income Tax [Net of Prepaid Tax]	-	23.37
Per Balance Sheet	**18.96**	**40.50**

Note 11A Property, Plant And Equipment

(Rs in Lakhs)

Particulars	Gross Block				Accumulated Depreciation				Net Block
	Balance as at 1 April 2021	Additions	(Disposals) / Adjustments	Balance as at 31 Mar 2022	Balance as at 1 April 2021	Depreciation charge for the year	(Disposals/ Adjustments	Balance as at 31 Mar 2022	Balance as at 31 Mar 2022
Tangible Assets									
Land (Lease Hold)	102.38	-	-	102.38	-	-	-	-	102.38
Land - Saykha (Lease Hold)	824.08	5.94	-	830.02	-	-	-	-	830.02
Factory Buildings	88.68	-	-	88.68	23.46	2.80	-	26.26	62.42
Other Buildings	103.04	-	-	103.04	15.13	3.67	-	18.80	84.24
Plant and Equipment	110.80	8.87	-	119.67	50.87	7.41	-	58.28	61.39
Electrical Installation	0.55	-	-	0.55	0.53	-	-	0.53	0.02
Furniture and Fixtures	1.44	-	-	1.44	0.64	0.12	-	0.76	0.68
Office equipment	13.92	1.10	-	15.02	9.02	2.31	-	11.33	3.69
Computers	5.19	-	-	5.19	4.81	0.06	-	4.87	0.32
Laboratory Equipments	2.70	-	-	2.70	2.37	0.07	-	2.44	0.26
Vehicles	12.52	-	-	12.52	8.14	1.48	-	9.62	2.90
Total	**1,265.30**	**15.91**	**-**	**1,281.21**	**114.97**	**17.92**	**-**	**132.89**	**1,148.32**

Particulars	Gross Block				Accumulated Depreciation				Net Block
	Balance as at 1 April 2020	Additions	(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 Mar 2021	Balance as at 31 Mar 2021
Tangible Assets									
Land (Lease Hold)	102.38	-	-	102.38	-	-	-	-	102.38
Land - Saykha (Lease Hold)	800.61	23.47	-	824.08	-	-	-	-	824.08
Factory Buildings	88.68	-	-	88.68	20.66	2.80	-	23.46	65.22
Other Buildings	66.02	37.01	-	103.03	12.54	2.59	-	15.13	87.90
Plant and Equipment	110.23	0.57	-	110.80	43.73	7.14	-	50.87	59.93
Electrical Installation	0.55	-	-	0.55	0.53	-	-	0.53	0.02
Furniture and Fixtures	1.44	-	-	1.44	0.52	0.12	-	0.64	0.80
Office equipment	12.67	1.25	-	13.92	6.98	2.04	-	9.02	4.90
Computers	5.03	0.16	-	5.19	4.67	0.14	-	4.81	0.38
Laboratory Equipments	2.70	-	-	2.70	2.09	0.28	-	2.37	0.33
Vehicles	12.52	-	-	12.52	6.66	1.48	-	8.14	4.38
Total	**1,202.83**	**62.46**	**-**	**1,265.29**	**98.38**	**16.59**	**-**	**114.97**	**1,150.32**

Note 11B Intangible Assets

(Rs in Lakhs)

Particulars	Gross Block				Accumulated Depreciation				Net Block
	Balance as at 1 April 2021	Additions	(Disposals) / Adjustments	Balance as at 31 Mar 2022	Balance as at 1 April 2021	Depreciation charge for the year	(Disposals) / Adjustments	Balance as at 31 Mar 2022	Balance as at 31 Mar 2022
Computer Software	15.03	-	-	15.03	4.77	3.17	-	7.94	7.09
Total	**15.03**	**-**	**-**	**15.03**	**4.77**	**3.17**	**-**	**7.94**	**7.09**

Particulars	Gross Block				Accumulated Depreciation				Net Block
	Balance as at 1 April 2020	Additions	(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 Mar 2021	Balance as at 31 Mar 2021
Computer Software	5.03	10.00	-	15.03	4.77	-	-	4.77	10.26
Total	**5.03**	**10.00**	**-**	**15.03**	**4.77**	**-**	**-**	**4.77**	**10.26**

Note 11C Capital Work - In - Progress

(Rs in Lakhs)

Particulars	Amount in CWIP for a period of				As at 31 Mar 2022
	Less than 1 Year	1 - 2 Years	2 - 3 Years	More than 3 Years	
Building - Compund Wall - Wip	-	-	14.16	-	14.16
Building Admin - Wip	7.31	-	-	-	7.31
Plant & Machinery - Wip	14.96	-	-	-	14.96
Preoperative Project Expenses	14.66	1.77	0.44	4.06	20.93
Borrowing Cost Project Expenses	68.50	77.93	46.27	20.83	213.53
Total	**105.43**	**79.70**	**60.87**	**24.89**	**270.89**

Particulars	Amount in CWIP for a period of				As at 31 Mar 2021
	Less than 1 Year	1 - 2 Years	2 - 3 Years	More than 3 Years	
Building - Compund Wall - Wip	-	14.16	-	-	14.16
Building Admin - Wip	-	-	-	-	-
Plant & Machinery - Wip	-	-	-	-	-
Preoperative Project Expenses	1.77	0.44	4.06	-	6.27
Borrowing Cost Project Expenses	77.93	46.27	20.83	-	145.03
Total	**79.70**	**60.87**	**24.89**	**-**	**165.46**

Note 12 Non-current Investments (Long Term Investment)

(Rs in Lakhs)

Particulars	As at 31 Mar 2022	As at 31 Mar 2021
Non Trade Investment at Cost (Unquoted)		
Others		
50 (50) Shares of Green Enviornment Service Co-op Society Ltd	3.00	3.00
LIC MF BALANCED ADVANTAGE FUND R PLAN	3.00	-
Green Enviornment Water Booking	0.70	0.70
Per Balance Sheet	**6.70**	**3.70**

Particulars	As at 31 Mar 2022	As at 31 Mar 2021
Aggregate amount of Quoted Investment	-	-
Aggregate Market Value of Quoted Investment	-	-
Aggregate amount of Unquoted Investment	6.70	3.70

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

Particulars	As at 31 Mar 2022	As at 31 Mar 2021
Prepaid Income Tax/Advance Tax/TDS (Net of Provisions, if any)	15.79	0.16
Prepaid Expenses	-	0.04
Per Balance Sheet	**15.79**	**0.20**

Particulars	As at 31 Mar 2022	As at 31 Mar 2021
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 13A Other Non Current Assets (Unsecured, considered good) (Rs in Lakhs)

Particulars	As at 31 Mar 2022	As at 31 Mar 2021
Deposit	7.94	7.94
Per Balance Sheet	**7.94**	**7.94**

Particulars	As at 31 Mar 2022	As at 31 Mar 2021
Other Non Current Assets 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) (Rs in Lakhs)

Particulars	As at 31 Mar 2022	As at 31 Mar 2021
Raw Materials and components (Valued at or below cost)	1,415.68	1,302.14
Finished goods (Valued at or below cost)	171.08	199.64
Packing Material (Valued at or below cost)	7.39	7.95
RODTEP Licence (Valued at or below cost)	1.14	-
MEIS Licence (Valued at or below cost)	-	0.01
Per Balance Sheet	**1,595.29**	**1,509.74**

Note 15 Trade Receivables (Rs in Lakhs)

Particulars	As at 31 Mar 2022	As at 31 Mar 2021
Considered good - secured	-	-
Considered good - unsecured	2,338.29	2,335.80
Credit impaired - unsecured	-	-
Sub-Total	2,338.29	2,335.80
Less: Allowance for doubtful debts	17.55	-
Per Balance Sheet	**2,320.74**	**2,335.80**

Particulars	As at 31 Mar 2022	As at 31 Mar 2021
Movement in allowance for doubtful debts		
Balance at the beginning of the year	-	-
Add/(Reversal) during the year	17.55	-
Total	**17.55**	**-**

Trade Receivable ageing schedule as at March 31, 2022 (Rs in Lakhs)

Particulars	Outstanding for the following period from due date of payment							As at 31 Mar 2022
	Unbilled	Not Due	Less Than 6 month	6 months - 1 Year	1 - 2 Years	2 - 3 Years	More than 3 years	
Undisputed Trade Receivable (i) Considered Good	-	1,716.88	590.32	4.58	7.92	7.73	10.86	2,338.29
(ii) Credit Impaired	-	-	-	-	-	-	-	-
Total	**-**	**1,716.88**	**590.32**	**4.58**	**7.92**	**7.73**	**10.86**	**2,338.29**

Trade Receivable ageing schedule as at March 31, 2021 (Rs in Lakhs)

Particulars	Outstanding for the following period from due date of payment							As at 31 Mar 2021
	Unbilled	Not Due	Less Than 6 month	6 months - 1 Year	1 - 2 Years	2 - 3 Years	More than 3 years	
Undisputed Trade Receivable (i) Considered Good	-	1,325.28	980.08	3.63	15.50	-	11.31	2,335.80
(ii) Credit Impaired	-	-	-	-	-	-	-	-
Total	**-**	**1,325.28**	**980.08**	**3.63**	**15.50**	**-**	**11.31**	**2,335.80**

Particulars	As at 31 Mar 2022	As at 31 Mar 2021
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 (Rs in Lakhs)

Particulars	As at 31 Mar 2022	As at 31 Mar 2021
A. Cash and Cash Equivalents		
(a)Cash on hand	3.11	2.55
(b)Balances with banks		
(i) In Current Account	-	-
(ii) In Bank Deposit (original maturity of 3 months or less) (Not under lien for security)	-	-
Total Cash and Cash Equivalents	**3.11**	**2.55**
B. Other Bank Balances (See Note no. 16.2)		
(a) Other Bank Deposits (original maturity of 3 months or less) (under lien for security)	3.49	-
(b) Other Bank Deposits (Original Maturity more than 3 months) (See Note No. 16.1 and 16.2)	10.51	14.53
Total Other Bank Balances	**14.00**	**14.53**
Per Balance Sheet	**17.11**	**17.08**

Note:

Particulars	As at 31 Mar 2022	As at 31 Mar 2021
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.	14.00	14.53

Note 17 Short-term Loans and Advances

(Rs in Lakhs)

Particulars	As at 31 Mar 2022	As at 31 Mar 2021
Others (Unsecured, considered good)		
a. Loans		
Loans Given to related parties	-	-
Loans Given to others	-	-
Loans to Employees	0.87	0.55
	-	-
b. Others		
Prepaid Expenses	3.49	4.15
Deposits	-	0.90
GST / Export Incentive Receivable	230.99	331.82
Advances to Suppliers	12.43	37.35
Others	1.29	5.44
Per Balance Sheet	**249.07**	**380.21**

Particulars	As at 31 Mar 2022	As at 31 Mar 2021
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

(Rs in Lakhs)

Particulars	As at 31 Mar 2022	As at 31 Mar 2021
-	-	-
Per Balance Sheet	**-**	**-**

Note 19 Revenue from Operations

(Rs in Lakhs)

Particulars	01-04-2021 to 31-03-2022	01-04-2020 to 31-03-2021
Sale of Products	10,363.24	8,996.55
Sale of Services	-	-
Other operating revenues	5.63	11.71
Per Statement of Profit and Loss	**10,368.87**	**9,008.26**

Note:

Particulars	01-04-2021 to 31-03-2022	01-04-2020 to 31-03-2021
(i) Sale of Product Comprises - Manufactured Goods		
- Auxiliary	332.32	345.89
- Chemical	1,659.08	508.61
- Dyes	6,515.86	6,639.40
- Others	0.98	279.70
(ii) Sale of Product Comprises - Trading Goods		
- Chemical	131.57	157.61
- Dyes	71.22	631.42
- Intermediate	1,560.63	240.64
- Commodity	91.58	193.11
- Others	-	0.17
Total	**10,363.24**	**8,996.55**

(iii) Other operating revenues includes		
- Export Incentive Income	5.63	11.71
Total	**5.63**	**11.71**

Note 20 Other Income (Rs in Lakhs)

Particulars	01-04-2021 to 31-03-2022	01-04-2020 to 31-03-2021
Interest Income (Refer Note 20.1 below)	108.48	150.11
Other non-operating income (net of expenses directly attributable to such income) (Refer Note 20.2 below)	1.74	-
Profit on Sale of Fixed Assets	-	-
Per Statement of Profit and Loss	**110.22**	**150.11**
Note: 20.1		
Interest Income Comprises:		
- Interest from banks on Deposit	0.31	0.85
- Interest Income Others	0.68	0.91
- Interest income from Loans and Advances	86.98	68.13
- Interest income from Trade Receivable	20.51	80.22
Total	**108.48**	**150.11**
Note: 20.2		
Other Non Operating Income Comprises:		
- Exchange Rate Diff Others	0.03	-
- Prior Period Income (net)	1.71	-
Total	**1.74**	**-**

Note 21 Cost of Materials Consumed (Rs in Lakhs)

Particulars	01-04-2021 to 31-03-2022	01-04-2020 to 31-03-2021
Opening Stock	1,302.14	1,214.88
Add : Purchases and incidental expenses (Net of returns, claims & discount, if any)	7,937.17	7,288.59
Less : Cost of Purchase Transferred to Stock in Trade	-	-
Less : Closing Stock	(1,415.68)	(1,302.14)
Per Statement of Profit and Loss	**7,823.63**	**7,201.33**

Particulars	01-04-2021 to 31-03-2022	01-04-2020 to 31-03-2021
- Auxiliary	186.30	220.76
- Basic Chemical	383.99	330.53
- Dyes	6,276.05	6,391.71
- Intermediate	976.81	233.49
- Others	0.48	24.84
Total	**7,823.63**	**7,201.33**

Value of Material Consumed	01-04-2021 to 31-03-2022	01-04-2020 to 31-03-2021
Imported - Value	932.76	737.97
Imported - %	11.92%	10.06%
Indigenous - Value	6,890.87	6,463.36
Indigenous - %	88.08%	89.94%
Total - Value	7,823.63	7,201.33
Total - %	100.00%	100.00%

Note 21A Purchase of Stock in Trade

(Rs in Lakhs)

Particulars	01-04-2021 to 31-03-2022	01-04-2020 to 31-03-2021
Add : Purchases and incidental expenses (Net of returns, claims & discount, if any)	1,812.65	1,260.05
Per Statement of Profit and Loss	**1,812.65**	**1,260.05**

Particulars	01-04-2021 to 31-03-2022	01-04-2020 to 31-03-2021
- Auxiliary	-	2.91
- Basic Chemical	126.74	190.74
- Commodity	87.34	157.22
- Dyes	68.77	609.02
- Intermediate	1,529.80	300.16
Total	**1,812.65**	**1,260.05**

Note 22 Changes in Inventories of Finished Goods

(Rs in Lakhs)

Particulars	01-04-2021 to 31-03-2022	01-04-2020 to 31-03-2021
Opening Stock :		
Finished Goods / Trading Goods	199.64	139.42
Closing Stock :		
Finished Goods / Trading Goods	(171.08)	(199.64)
Per Statement of Profit and Loss	**28.56**	**(60.22)**

Note 23 Employee Benefits Expense

(Rs in Lakhs)

Particulars	01-04-2021 to 31-03-2022	01-04-2020 to 31-03-2021
Salaries and Wages	157.88	137.88
Contributions to Provident Fund and Other Fund	5.07	5.11
Gratuity and Leave Encashment / Reversal	(12.38)	2.84
Staff welfare expenses	2.78	2.31
Per Statement of Profit and Loss	**153.35**	**148.14**

Note 24 Other Expenses

(Rs in Lakhs)

Particulars	01-04-2021 to 31-03-2022	01-04-2020 to 31-03-2021
Manufacturing Expenses		
Consumption of Stores and Spare Parts	0.04	0.03
Insurance	0.74	0.62
Packing Material Consumed and Packing Expenses	33.93	48.55
Power and Fuel	3.35	3.24
Repairs to Building	6.64	4.83
Repairs to Machinery	1.95	1.81
Other Factory Expenses	0.66	1.06
Laboratory Expense	0.29	0.52
Water & Water Treatment Charges	2.50	1.81

Administrative, Selling and Other Expenses		
Advertisement Expenses	2.17	0.71
Bad Debt Written off	-	3.13
Bank Charges etc.	2.48	4.01
Business Promotion Expenses	12.25	3.99
Commission on Sales	12.57	30.57
Conveyance Expense	0.71	0.44
Donation	0.50	7.52
Export Expenses	5.24	9.90
Freight & Cartage	7.56	10.89
Insurance	3.30	3.24
Legal Charges and Consultancy Fees	23.77	7.90
Loading and Unloading Expenses	5.20	5.75
Other Office & Misc.Expenses	14.93	9.06
Payments to Auditor	2.75	2.75
Printing & Stationery	0.08	0.07
Prior Period Item (Net)	-	0.29
Provision for Allowance for doubtful debts	17.55	-
Rates and Taxes	1.13	1.05
Rent	3.45	2.76
Repairs to Others	1.26	1.29
Sample Expense	0.07	0.03
Telephone, Postage & Courier Expenses	0.40	0.31
Travelling Expense	0.10	0.05
Per Statement of Profit and Loss	**167.57**	**168.18**

Details of Prior Period Item **(Rs in Lakhs)**

Particulars	**01-04-2021 to 31-03-2022**	**01-04-2020 to 31-03-2021**
Prior Period Expenses	-	0.29
Prior Period Income	(1.71)	-
Prior Period Expense/(Income) (Net)	**(1.71)**	**0.29**

Details of Payment to Auditors **(Rs in Lakhs)**

Particulars	**01-04-2021 to 31-03-2022**	**01-04-2020 to 31-03-2021**
For Audit Fees	1.75	1.75
For Certification and Others	1.00	1.00
Total	**2.75**	**2.75**

Value of Stores Consumed **(Rs in Lakhs)**

Particulars	**01-04-2021 to 31-03-2022**	**01-04-2020 to 31-03-2021**
Indigenous - Value	0.04	0.03
Indigenous - %	100%	100%
Total - Value	0.04	0.03
Total - %	100%	100%

Note 25 Finance Costs (Rs in Lakhs)

Particulars	01-04-2021 to 31-03-2022	01-04-2020 to 31-03-2021
Interest Expense:		
- on Borrowings	85.58	98.02
- on Income Tax	0.50	1.70
- on Others	0.94	0.33
Other Finance Cost	2.74	1.79
Per Statement of Profit and Loss	**89.76**	**101.84**

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 Property, plant and equipment 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 property, plant and equipment 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 property, plant and equipment are stated at their Historical Costs.

3) DEPRECIATION AND AMORTISATION:

Depreciation is charged in the accounts on Property, plant and equipment 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 Property Plant and Equipment 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) are 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 property, plant and equipment from a country outside India which are capitalized as a part of cost of respective property, plant and equipment.

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 property, plant and equipment are reduced from the gross value of the respective Property, plant and equipment. 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 Property, plant and equipment 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 property, plant and equipment, 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. The company has not used the borrowings from banks and financial institutions for the specific purpose other than for which it was taken at the balance sheet date.

4. Exchange rate difference (Net) : (Rs in Lakhs)

Sr. No.	Adjusted to	Net Gain (Net Loss) Current Year	Previous Year
A	Purchase of Material	3.58	10.21
b	Sales	7.62	3.99
c	Other Income / (Expenses)	(0.03)	(0.58)

5. 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 Amount in Foreign Currency in Lakhs	Current Year Amount in Rs in Lakh	Previous Year Amount in Foreign Currency in Lakhs	Previous Year Amount in Rs in Lakh
I. Assets					
Receivable	USD	0.11	7.84	1.66	120.12
Adv to Creditors	USD	0.01	1.01	0.30	22.00
Cash Balance	USD	0.01	0.85	0.01	0.82
Total (A)	USD	0.13	9.70	1.97	142.94
Hedge by derivative contracts (B)	NA	-	-	-	-
Unhedge Assets (C=(A-B))	**USD**	**0.13**	**9.70**	**1.97**	**142.94**
II. Liabilities					
Payable (D)	USD	1.33	102.30	2.56	190.38
Adv from Debtors	USD	-	-	-	-
Hedge by derivative forward / Options contracts (E)	USD	-	-	-	-
Unhedge Liabilities (F=(D-E))	**USD**	**1.33**	**102.30**	**2.56**	**190.38**

6. Directors Remuneration:

Particulars	Current Year Rupees in Lakh	Previous Year Rupees in Lakh
Remuneration	21.54	20.18
Provision for Gratuity	-	2.72
Total	**21.54**	**22.90**

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

(a) Outstanding amount of Foreign Letter of Credit [Net of Purchase of Rs. 73.95 Lakhs (Previous Year Rs. Nil)] 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. Nil).

(e) For Assessment Year 2020-21 (Financial Year 2019-20), the Income tax department has raised tax demand u/s 143(1) of Rs 19.07 lakh against which the company has filed application u/s 154 (rectification of mistake). As the company does not anticipate any liability in this regard, further provision is not considered necessary and hence not provided for.

8. 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 in Lakhs	Previous Year Rupees in Lakhs
(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	1.25	5.80
	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.

9. Details of Foreign Exchange Transactions:

	Particulars	Current Year Rupees in Lakhs	Previous Year Rupees in Lakhs
A	FOB Value of Export	268.19	498.17
B	CIF Value of Imports:		
	Direct Import of Traded Goods (paid in Foreign Currency Terms)	827.23	951.56
C	Expenditure in Foreign Currency	Nil	Nil
D	Earning in Foreign Currency	Nil	Nil
E	Remittance in Foreign Currency	Nil	Nil

10. Operating Lease:
Assets taken on operating lease:

	Particulars	Current Year Rupees in Lakhs	Previous Year Rupees in Lakhs
1	Lease rent of Office charged to profit & Loss A/c	2.22	2.04
2	Storage and Warehouse Charges charged to profit & Loss A/c	1.23	0.72

11. 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	Mr. Om Prakash Mangal
	Managing Director	Mr. Sanjay P Mangal
	Whole Time Director	Mr. Santosh N Nambiar
	Non-Executive Director	Mrs. Rachana A Agrawal (upto 20/01/2022)
	Independent Director	Mr. Sanjaykumar Gupta (upto 08/02/2022)
	Independent Director	Mr. Jitendra Kumar Sharma
	Non-Executive Director	Ms. Apeksha Vyas (wef 20/01/2022)
	Non-Executive Director	Mr. Rushabh Shah (wef 20/01/2022)
f)	Enterprise over which Key Management Personnel exercise significant influence	M/s Hindprakash Overseas Private Limited M/s Hindprakash Chemicals Private Limited M/s Hindprakash Global Private Limited M/s Hindprakash Organic Private Limited M/s Ecofine Colourchem Private Limited M/s Hindparagon Polyresin Private Limited M/s Clairvoyance Industries Private Limited M/s Orio Shanghai Colours Private Limited M/s Shubhlaxmi Jewel Art Limited M/s Si Foods Private Limited M/s Stitched Textiles Limited M/s Yash Chemex 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 (#) :-

(Rs in Lakhs)

Sr. No.	Nature of Transactions	Key Management Personnel & Relatives	Enterprise over which KMP exercise Significant Influence
1	Sales of Goods	Nil (Nil)	0.03 (Nil)
2	Interest Received	Nil (Nil)	53.59 (6.37)
3	Interest Paid	Nil (Nil)	0.55 (Nil)
4	Lease Rent Paid	Nil (Nil)	2.62 (2.41)
5	Warehouse Charges Paid	Nil (Nil)	0.93 (0.85)
5	Business Promotion Expenses Paid	Nil (Nil)	6.87 (Nil)
6	Royalty Paid	1.00 (1.00)	Nil (Nil)
7	Dividend Paid	0.09 (0.09)	Nil (Nil)
8	Salary	39.54 (40.40)	Nil (Nil)
9	Loan Repaid	Nil (Nil)	Nil (Nil)
10	Guarantee Given by related Party to the Company's Bank Sanjay Prakash Mangal Santosh Nambiar	2,636.00 (1,500.00)	Nil (Nil)

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

Material Related Party Transactions (#):-

(Rs in Lakhs)

Particulars	Current Year	Previous Year
Sale of Goods		
Ecofine Colourchem Private Limited	0.03	##
Interest Received		
Ecofine Colourchem Private Limited	19.28	3.59
Hindprakash Overseas Private Limited	15.98	2.78
Orio Shanghai Colours Private Limited	18.14	##
Interest Paid		
Hindprakash Global Private Limited	0.55	##
Lease Rent Paid		
Hindprakash Chemicals Pvt Ltd	2.62	2.41
Warehouse Charges Paid		
Hindprakash Chemicals Pvt Ltd	0.93	0.85
Business Promotion Expenses Paid		
Hindprakash Organic Pvt Ltd	6.87	##
Royalty Paid		
Sanjay Prakash Mangal	1.00	1.00
Dividend Paid		
Santosh Nambiar	0.09	0.09

Salary Paid (including provision for Gratuity)		
Santosh Nambiar	5.94	6.27
Sanjay Prakash Mangal	15.60	16.63
Dimple S Mangal	18.00	17.50
Guarantee Given by related Party to the Company's Bank		
Sanjay Prakash Mangal Santosh Nambiar	2,636.00	1,500.00

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

12. Earning per Equity Share:

Particulars	Current Year	Previous Year
a) Profit available for equity share holders (Rupees in Lakhs)		
- Basic	280.52	240.73
- Diluted	280.52	240.73
b) Weighted average number of equity shares		
- Basic	10424110	10424110
- Diluted	10424110	10424110
c) Earning per Share in Rupees (Face value of Rs 10/-each)		
- Basic	2.69	2.31
- Diluted	2.69	2.31

13. Dividend:

Dividend paid during the year	2021-22 Rs in Lakhs	2020-21 Rs in Lakhs
Dividend on equity shares declared and paid during the year:		
Final dividend of Re 1/- per share for FY 2020-21 (2019-20: Re 1/-)	28.89	28.89

Proposed dividend

Proposed dividend on equity shares (not recognized as liability for FY 2021-22): Dividend of Re 1/- per share for FY 2021-22

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.

14. 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.

15. Employee Benefits:

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

Particulars	Current Year Rupees in Lakhs	Previous Year Rupees in Lakhs
1. Compensated Leave Absences (Privilege Leave)	0.95	3.35
2. Provident & Other Fund (Defined Contribution Plan)	5.07	5.10

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 in Lakhs	Previous Year Rupees in Lakhs
I	**Changes in Present Value of Benefit Obligations**		
	Present value of Benefit Obligation (Opening)	37.75	40.74
	Opening Adjustments(Actuary Valuation)	-	-
	Current Service Cost	3.49	4.05
	Interest Cost	2.17	2.61
	Benefits Paid	(0.36)	(2.48)
	Actuarial losses (gains)	(19.00)	(7.16)
	Present value of Benefit Obligation (Closing)	24.05	37.75
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	9.05	7.14
	Non-Current – Amount due after one year	15.01	30.61
	Total		
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)	24.05	37.75
	Fair Value of Plan Assets (Closing)	-	-
	Net Liability / (Asset) recognised in Balance Sheet	24.05	37.75
	Opening Adjustments(Actuary Valuation)	-	-
	Current Service Cost	3.49	4.05
	Interest Cost	2.17	2.61
	Expected Return on Plan Assets	-	-
	Net actuarial losses (gains) recognised in the year	(19.00)	(7.16)
	Expenses recognised in Statement of Profit and Loss	**(13.34)**	**(0.51)**
VII	**Actuarial Assumptions**		
	Discount Rate	6.90%	6.35%
	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 (2012-14)

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

16. Additional regulatory Information:

(a) Details of all the immovable property (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) whose title deeds are not held in the name of the company is as per detail given below:

Relevant Line Item in the Balance Sheet	Description of Item of Property	Gross Carrying Value in Lakh	Title Deed held in the name of	Whether title deed holder is a promoter, director or relative of promoter / director or employee of promoter / director	Property held since which date	Reasons for not being held in the name of company
Property Plant & Equipment - Tangible	Lease hold Land - Saykha - T 10 to T 12	824.08	Offer cum Allotment Letter in the name of Hindprakash Industries Private Limited. Offer cum Allotment letter issued by Gujarat Industrial Development Corporation on 06/11/2018	No	06-Nov-18	Lease Deed execution of lease deeds is under process

(b) The Company has not revalued its Property, Plant and Equipment.

(c) Details of Loans or Advances in the nature of loans granted to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013,) either severally or jointly with any other person, that are Repayable on demand or without specifying any terms or period of repayment: - Nil.

(d) No proceedings have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder.

(e) The Company has borrowed from banks or financial institutions on the basis of security of current assets. Following disclosure is made in these regards:

(i) The quarterly returns and statements of current assets filed by the Company with banks or financial institutions are generally in agreement with the books of accounts.

(ii) Details of the same are given below. There are no material discrepancies were noticed.

(Rs in Lakhs)

Quarter	Name of bank	Particulars of Securities Provided	Amount as per books of account	Amount as reported in the quarterly return/ statement	Amount of difference	Reason for material discrepancies
30-Jun-21	IDBI Bank	Stock	1,349.04	1,348.95	-0.1	
		Debtors	1,530.20	1,495.92	-34.27	
		Creditors	440.62	440.62	-	
30-Sep-21		Stock	1,329.88	1,329.12	-0.76	
		Debtors	2,421.18	2,422.59	1.41	
		Creditors	330.40	330.37	0.03	
31-Dec-21		Stock	1,362.68	1,362.00	-0.68	
		Debtors	2,155.19	2,075.67	-79.53	
		Creditors	266.30	265.72	0.58	
31-Mar-22		Stock	1,582.85	1,585.50	2.65	
		Debtors	2,338.29	2,338.77	0.48	
		Creditors	370.87	371.89	-1.02	

(f) The company is not declared willful defaulter by any bank or financial institution or other lender.

(g) The company has not undertaken any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.

(h) No charges or satisfaction of charges are yet to be registered with Registrar of Companies beyond the statutory period.

(i) The company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.

(j) Ratios:

Sr. No.	Ration	Unit	Numerator	Denominator	31-Mar-22	31-Mar-21	Variance in %	Explanation for any change in the ration by > 25% as compared to preceding year
1	Current Ratio	In Times	Current Assets	Current Liabilities	4.20	2.90	44.67%	See Note 1
2	Debt Equity Ratio	In Times	Total Debt	Shareholder's Equity	0.45	0.53	-15.82%	NA
3	Debt Service Coverage Ratio	In Times	Earnings Available for Debt Service	Debt Service	2.56	2.68	-4.61%	NA
4	Return on Equity Ratio	In %	Net Profit after taxes available to Equity Share Holder	Average Share Holder Equity	7.43%	6.79%	9.38%	NA
5	Inventory Turnover	In Times	Cost of Good Sold	Average Inventory	6.26	5.88	6.38%	NA
6	Trade Receivable Turnover Ratio	In Times	Net Credit Sale	Average Trade Receivable	4.45	3.96	12.30%	NA
7	Trade Payables Turnover Ratio	In Times	Net Credit Purchase	Average Trade Payable	27.58	12.44	121.80%	See Note 2
8	Net Capital Turnover Ratio	In Times	Net Sales	Average Working Capital	3.51	3.32	5.67%	NA
9	Net Profit Ratio	In %	Net Profit after taxes	Net Sales	2.68%	2.63%	1.84%	NA
10	Retunrn on Capital Employed	In %	Earnings Before Interest and Taxes	Capital Employed	8.42%	7.55%	11.46%	NA
11	Return on Investment	In %	Income from Investment	Cost of Investment	Nil	Nil	Nil	NA

Note: 1: The current ratio is improved due to working capital term loan (GECL).

Note: 2: The opening trade payable during previous financial year was very high due to covid-19 pandemic, which has impacted the ratio, which was regularised during the current financial year.

(k) No Scheme of Arrangements has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013.

(l) The company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

(m) The company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(n) No transactions has been surrendered or disclosed as income during the year in the tax assessment under the Income Tax Act, 1961. There are no such previously unrecorded income or related assets.

(o) The company is not covered under section 135 of the companies act (CSR activities).

(p) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

17. 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 2022 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.

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

19. Disclosure under section 186(4) – Loans given for the purpose of utilizing in business activity (outstanding balance as on 31.03.2022 Rs in Lakhs): Bhatia Colour Company Nil (PY Nil), Ecofine Colourchem Private Limited Nil (PY Nil), Hindprakash Overseas Private Limited Nil (PY Nil), Mangalam Global Enterprise Limited Nil (PY Nil), Mangalam Worldwide Private Limited Nil (PY Nil), Orio Shanghai Colours Private Limited Nil (PY Nil) Poly Chem Exports Nil (PY Nil), VAP Chem Nil (PY Nil).

20. 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
Hindprakash Industries Limited
CIN: L24100GJ2008PLC055401

Sanjay Prakash Mangal	**Santosh Nambiar**	**Hetal Shah**	**Utsav Trivedi**
(Managing Director)	(Whole Time Director)	(Chief Financial Officer)	(Company Secretary)
DIN: 02825484	DIN: 00144542	PAN: AHWPS1850P	Mem No.: A57058

Date : May 27, 2022
Place: Ahmedabad

Hindprakash Industries Limited

CIN: L24100GJ2008PLC055401

Registered Office:

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