

# GROW <sup>↑</sup> BEYOND



**GSP CROP SCIENCE PRIVATE LIMITED**  
ANNUAL REPORT 2022-23

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# CORPORATE INFORMATION

GSP CROP SCIENCE PRIVATE LIMITED  
CORPORATE IDENTIFICATION NUMBER  
(CIN: U24120GJ1985PTC007641)

## REGISTERED OFFICE

403, Lalita Complex, 352/3 Rasala Road,  
Nr. Jain Temple, Navrangpura,  
Ahmedabad - 380009, Gujarat, India

## BOARD OF DIRECTOR

Mr. Bhavesh V. Shah  
(Managing Director)

Mr. Shail Shah  
(Executive Director - Finance)

Mr. Tirth Shah  
(Whole-time Director)

Mr. Mehul Pandya  
(Executive Director - Operations)  
Effective from 1<sup>st</sup> June, 2022

## MANUFACTURING UNITS

Unit-1 : Plot No.47, 100 to 103, 103/A,  
G.V.M.M., Odhav, Survey No. 71/1, Plot No. 11  
to 22, Nikol, Ahmedabad-382415

Unit-2 : 551, Phase II, G.I.D.C. Kathwada,  
Opp. O/s. Odhav Octroi Naka, Ahmedabad -  
382430

Unit-3 : Plot: 1 - 2, GIDC, Opp. State Bank of  
India, Nandesari - 391340, Dist - Vadodara

Unit-5 : Plot : 15 - 16, GIDC, Opp. Fire  
Station, Nandesari - 391340, Dist -  
Vadodara

## BANKERS / FINANCIAL INSTITUTIONS

- State Bank of India
- IDFC First Bank
- SBM Bank (India) Ltd.
- Bajaj Finance Ltd.
- AXIS Bank
- HDFC Bank
- TATA Capital Financial Service Ltd.
- Aditya Birla Finance Ltd.

## STATUTORY AUDITOR

Deloitte Haskins & Sells,  
Ahmedabad  
Chartered Accountants  
19<sup>th</sup> Floor, Shapath - V,  
S.G. Highway, Ahmedabad 380015

## INTERNAL AUDITOR

KPMG, Ahmedabad  
Chartered Accountants  
902, Commerce House - V,  
Praladnagar,  
Ahmedabad - 380051

## COST AUDITOR

Dalwadi & Associates  
Cost Accountants  
403, Ashirwad Complex, Mithakhali Six  
Road, Ahmedabad - 380006

## SECRETARIAL AUDITOR

Kashyap R. Mehta & Associates  
Company Secretaries  
B-403, The First,  
Beside ITC Narmada Hotel,  
Behind Keshavbaug Party Plot,  
Vastrapur, Ahmedabad - 380015

## COMPANY SECRETARY

Mr. Anjan Sheth



# GSP AT A GLANCE

Promoted by Late Mr. Vrajmohan R. Shah in 1985, as a Manufacturer of Single Super Phosphate in the fertilizers industry.

Today, it manufactures technical grade ingredients and formulates insecticides, fungicides and herbicides, intermediates, biopesticides, seed-treatment chemicals and public health products.

A team of more than 1000 experienced employees working at all sites of Ahmedabad and Baroda, Gujarat-India.

GSP products reach its customers through 24 C and F Depots and more than 8600 dealers across India. It's products are successfully exported in around 45 countries.

To enhance business capabilities and effective Internal controls, the Company has invested in modern ERP System - SAP which supports real-time operations and better intelligence on data analysis for efficient and effective business decision making.

More than 250 Sales Professionals and 150 Field Representatives demonstrate Product Field Trials for effective penetration of its products to the Indian market with technical support.

1985	INCORPORATION OF GSP CROP SCIENCE PRIVATE LIMITED
1993	STARTED TECHNICAL PRODUCTION
1997	DEVELOPED ALL INDIA MARKETING NETWORK
2000	EXPANSION IN TECHNICAL PLANT
2005	DIVERSIFIED FORMULATION PLANT AT KATHWADA
2006	STARTED RESEARCH & DEVELOPMENT CENTER
2009	EXPANSION IN TECHNICAL PLANT AT NANDESARI - TURNOVER CROSSED RS. 100 CRORES
2010	TURNOVER CROSSED RS. 300 CRORES
2011	1ST MANUFACTURER OF DIAFENTHIURON IN INDIA
2012	TURNOVER CROSSED RS. 500 CRORES
2016	TURNOVER CROSSED RS. 800 CRORES
SINCE 2016	WE HAVE RECEIVED 52 PATENTS
2021	TURNOVER CROSSED RS. 1000 CRORES
2022	TURNOVER CROSSED RS. 1500 CRORES

2023

GLOBAL EXPANSION  
GSP CROP SCIENCE  
SUBSIDIARY IN BRAZIL

# GROW BEYOND



The story of impacting global productivity begins with one simple word, **growth**. Growth of crops. Growth of people. Growth of the industry. Growth of employees and Growth of our organization. We, at GSP, are propagating this simple philosophy of being the enablers of growth which is beyond expectations. We, as a brand, promise to uplift, inspire and protect every farmer's ambition for growth and provide them with the most efficient, safe and reliable crop protection.

We believe that there is a better way to feed the world while protecting and encouraging resources. This means investing in farmers' lives and capabilities and even out the deep imbalances in

opportunity and control of resources. With modern agriculture needs, modern technology and modern tools, GSP enables protecting harvests on farms across the world. Our business strategy and value system keeps farmers at the core and empowers them with knowledge about best practices, superior crop yield and new ways to augment their income. For the past three decades, we have been meeting their composite needs across the lifecycle of crops. As more and more farmers come under the GSP umbrella of innovative agri-inputs and continuous learning, we continue to drive farm prosperity and maximise value creation. With this approach of 'Grow Beyond,' GSP stands to support farmers and the future of food.

# VISION

To become a leading Indian MNC spearheading agricultural solutions for the world





# MISSION

To accelerate the world's agricultural productivity by providing cutting edge products & solutions





# OUR PURPOSE

To improve the productivity of farmers, thereby meeting the food needs of the entire world

# OUR VALUES

At GSP, here are the five value codes we all abide by. These codes are the same for everyone sitting in a board room, in a lab, at the vendor's office or for those who are on the field.

## 1. TRANSPARENCY

## 2. RESPECT & RELATION

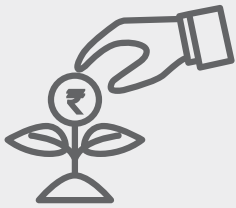
## 3. INTEGRITY & HONESTY

## 4. TRUST & OWNERSHIP

## 5. GROWTH FOR ALL



**ELEVATING  
PRODUCTIVITY**



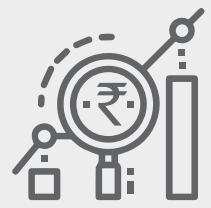
**PROFIT FOR  
FARMERS**



**PREDICTABILITY  
IN SUPPLY CHAIN**



**REASONABLE  
PRICING FOR  
CONSUMERS**



**INCREASED  
NATIONAL  
REVENUE**



**INCREASED  
FOOD SECURITY**

# AWARDS AND RECOGNITIONS

Late Mr. Vrajmohan R. Shah (Founder & Chairman) and the Company were conferred with “UDYOG RATTAN AWARD” and “EXCELLENCE AWARD” respectively by Institute of Economic Studies (IES), New Delhi for Outstanding Leader and Outstanding Performance in the field of Industrial Development of the Country.

Awards by CHEMEXCIL (Basic Chemicals, Pharmaceuticals & Cosmetics Export Promotion Council, set-up by Ministry of Commerce & Industry, Government of India).



“**FIRST EXPORT AWARD**” in 2010-11 for Excellence in Exports

“**SECOND EXPORT AWARD**” in 2011-12 for Excellence in Exports

“**FIRST EXPORT AWARD**” in 2012-13 for Excellence in Exports



Selected as “**FAST 50 INDIA’S MOST PROMISING BRAND IN THE YEAR 2017**” in Agrochemicals by World Consulting and Research Corporation (WCRC), a multi-dimensional consulting company with core values of innovation and intelligence that builds brand value.





**“GOLD AWARD”** in 2013-14 for Excellence in Exports



**“CERTIFICATE OF MERIT”** in 2015-16 for Outstanding Export Performance



**“GOLD AWARD”** in 2016-17 for Excellence in Basic Inorganic and Organic Chemicals



**WE COMMITTED TO UN'S GLOBAL COMPACT**

## OTHER NOTABLE ACHIEVEMENTS

- Recognized as “STAR EXPORT HOUSE” by Ministry of Commerce & Industry, Government of India.
- Products certified for internationally recognized standards like ISO 9001 and ISO 14001 resulting in reduced cost of waste management, saving in consumption of energy and materials and lower distribution cost by implementing internationally accepted environmental management system.
- Adhering to Rules and Regulations of OHSAS 18001 for providing a safer, healthier work environment by identifying hazards and evaluating risks. Registration of ISO 45001:2018 instead of OHSAS 18001 effective from 10th July, 2020.
- Laboratory is NABL (ISO/IEC 17025) Accredited, which indicates providing quality services to its customers.

# QUALITY POLICY

## OUR POLICIES TO ACHIEVE THESE OBJECTIVES ARE

To install and maintain suitable quality management system.

To constantly improve our technology, products and services.

To train and develop employees and encourage participation.

## IN-HOUSE R&D CENTRE

The company has self-sufficient state of the art in-house R&D center, spread across 525 Sq Metres area having experienced team of chemists with a blend of PhDs and masters. The lab infrastructure comprises modern synthesis labs, analytical labs and a pilot plant facility equipped with advanced instruments.

R&D center continues with its recognition by Department of Scientific and Industrial Research Technology Bhavan (DSIR), Ministry of Science and Technology, New Delhi.

### Technical R&D Capabilities:

- Route scouting, new process development and optimization
- Track record of undertaking troubleshooting and process improvements
- Technology transfer to commercialization
- Registration support for new molecules
- Impurity profiling comprising identification, synthesis/isolation and thorough characterization of the known/unknown impurities
- Support in 5 batch analysis as required for export registration
- IP generation - protecting technologies developed at R&D by patenting the novel processes
- Backward synthesis of key products for improvising process economics
- Over the years R&D center has developed capabilities in handling complex chemistries
- Expertise in Friedel craft Alkylation, Acylation, Oxidation, Reduction, Hydrogenation, Isomerization, Methylation, Halogenation, Nitration, Condensation, Etherification, Grignard Reaction and Diazotization



### **Process Safety :**

- Technical R&D has proven track record in developing safe processes by generating process safety data and undertaking HAZOP studies for safe production
- Assessment of compatibility of hazardous chemicals for safer processes
- Monitoring all identified process safety parameters from lab to pilot scale prior to the commercialization


### **Process Scale-up facilities:**

- In-house R&D has a separate a pilot plant facility within the premises having ability to Scale up new processes prior to commercialization
- The pilot plant has different reactors with varying MOC and all glass reactors along with downstream equipment and utilities
- Established process scalability for several active ingredients and intermediates

### **Analytical Capabilities :**

- Analytical R&D lab equipped with a wide range of advanced analytical instruments, such as HPLCs, Prep HPLC, GCs, GC-MS and other modern instruments
- Capable of providing all required analytical support for new process development

### **Future Planning :**

- Our company is looking to adopt new and upgraded technologies to stay ahead of its competitors
  - R&D will continue with its efforts to scale up the technical capabilities by addition of new modern instruments and further expansion of the lab infrastructure and additional skilled resources
  - Another focus area could be addition of a GLP lab for regulatory data generation
- 

# R&D FORMULATION

## THE KEY ACTIVITIES IN R&D FORMULATION INVOLVE :

Development of new formulations as per market demand either solo or in combination and multiple way (three molecules in one formulation)

Focus on eco-friendly and Novel Formulation development such as solids and water based liquid of numerous varieties for example WDG (Wettable Water Dispersible Granules), EG (Emulsifiable Granules), SG (Soluble Granule), ZC (Zeon Concentrate) , ZE (A

mixer of Capsule suspension and Suspo-emulsion), CS (Capsule Suspension), ME (Micro Emulsion), OD (Oil Dispersion), SC (Suspension Concentrate), EW (Concentrated Emulsion), FS (Flowable suspension for seed treatment), SE (Suspoemulsion), ULV (Ultra Low Volume Liquid), ES (Emulsion for Seed Treatment) etc.

Patenting of new formulation for protecting technology (IP).



### PROCESS CAPABILITIES

Ability to develop new processes and formulations supported by the capability to register new molecules



### ANALYTICAL CAPABILITIES

R&D lab is equipped with a full range of advanced analytical instruments, which are capable of providing the required analytical support for process Formulation Development needs.



### FUTURE PLAN OF ACTION

R&D is a continuous activity instead of one-time activity. Therefore, your company is looking to adopt novel and upgraded technologies in order to stay ahead of its competitors. Future R&D efforts will continue along similar lines, as at present, but with more focus, thrust and endeavours.



### FORMULATION R&D PILOT PLANT

Formulation R&D Pilot Plant is equipped with all latest equipment required for Novel formulation technologies. We are capable of formulating new formulations (tech-transfer) from lab to pilot plant with a capacity of 50 kg to 500kg before going to production scale. This will help to boost confidence during production scale and also help to support field demo samples required in bulk quantity as pre-launch



## GOING DIGITAL TO PROGRESS

To give shape to our digital vision in this age of technology and mobility, GSP Crop has introduced GSP Riddhi + Application which is designed to facilitate the Sales & Marketing employees of company for their day to day field activities. This application keeps a track of database of all the customers at fingertips. This system driven application shall go a long way in ensuring transparency, a huge part of the GSP culture.

This application is designed with latest mobile technology and utmost security of data with industry best UI/UX.

Further, there are various Customer Details, Order Management and other relevant features of GSP Riddhi+ Application which further augments the vision of GSP to progress digitally.



# ENVIRONMENT, HEALTH AND SAFETY

GSP Crop Science Private Limited (GSP) is not only committed to preserve but also to enrich the environment. Safety, Health, Environment and Creation of bright future for the lives are its priorities.

All manufacturing units are members of Common Effluent Treatment Plant (CETP) of the Regional Association. GSP has dedicated 10,000 square metres site exclusively for Effluent Treatment of Solid and Waste Water in compliance with the Highest International Standards.

Management of the Company ensures strict adherence of Safety norms in all production sites and regular health checkup of their workers in factories.

GSP is committed to strengthening the Environment, Health and Safety (EHS) of the employees, visitors, contractors, customers and other stake holders. Safe working environment is non-negotiable and the management takes various measures in improving health and safety in Organization through adoption of various benchmark practices by identifying and eliminating all possible hazards. This inspires confidence in employees as well as all associates and gives positive results on key performance measures of EHS. The Company's value of care is clearly visible in its approach and driven towards safety. This emphasizes the Company's commitment towards non-negotiable attributes of health and safety practices and standards.

The leadership team is fully committed to adhering and further improving the EHS standards across the Organization, through adoption of best practices with national and international benchmarks to raise the bar. The Company has implemented various measures to further enhance the safety and health standards and absorb it in the culture of the Organization by regularly reviewing and monitoring the work permit systems, accident investigations, induction training for new employees etc.

GSP upholds Environment, Health and Safety as non-negotiable values. The company's approach not only includes employees and assets but also the communities that it operates in an environment of safe work, achieved through implementation of an accident and injury-free Organization.



## OUR FACILITIES INCLUDE:

- 450 KL Full fledge ETP including primary, secondary (biological) and tertiary (chlorination system, sand filter, carbon filter) treatment and two filter presses.
- Well-equipped environment laboratory for waste water sample analysis and also developed inhouse bacteria for waste water treatment.
- 800 MT Solid Waste Storage Area.
- Three no of multi stage evaporators (MEE) having total capacity of 260 KLD and in which two is 100 KLD Each and one is 60 KLD
- 6000 sqm Well-developed green belt area.

# EMPLOYEE

## PERFORMANCE ORIENTED CULTURE

Our employees are among our most important stakeholders. Performance oriented culture is directly proportionate with the performance of the organization. At GSP, the culture induced is of meritocracy, the culture of diversity and inclusion and we are committed to nurture the culture of high performance focusing on future leaders.

The culture of high performance doesn't come as an accident. It requires lots of strategic inputs to develop high performing team, execution of strategy, strengthening the strategy, tweaking it and keep monitoring to keep strategic changes relevant with time & growth of the organization.



## SUCCESSION PLANNING

Our succession planning strategies keep GSP prepared for the future. As a part of strategy, the key and critical roles are identified, minimum competencies defined and the employee seating on the orle is evaluated against competencies. Relevant gapes are bridge with and the Intervention and Efforts the employees are made ready for next role. Robots action plan, rigours Inputs, positive support to insulate the availability of trained manpower. This also help us to create Talent pipeline for the critical roles and opportunity to the employee for development.

## EMPLOYEE APPRAISALS

At GSP annual performance reviews are a valuable tool for fostering employee development, maintaining organizational alignment, and enhancing overall workplace effectiveness. Employees contribute to a culture of continuous improvement and facilitate the achievement of both individual and organizational goals.

The company celebrate Employee Appraisal usually at the end of the financial year. The employee is adjudging on the performance parameter agreed during the annual goal setting exercise. Employee is also judged on individual behavioural attributes, and conduct.

We as a company, committed to close performance effectively in time bond manner and with utmost transparency and without bias.

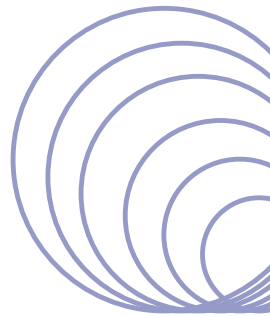
## TRAINING

If we neglect employee training due to the fear that they might leave, we end up holding onto outdated skills and knowledge like a burden. We at GSP believe It's essential that investing in employee growth not only enriches their capabilities but also empowers our organization to thrive in a rapidly evolving landscape. By nurturing their development, we build a resilient workforce and a competitive edge that ensures our growth and success. Adding value to the employee's intellectual development, and having learning culture, truly helps to retain talent. We ensure, each employee imparted with Mandatory training on Safety, Values, POSH etc and apart each employee need to undergo the training identified as area of improvement required to perform role effectively. At time we also impart sessions on upcoming trends and products





# CHAIRMAN'S MESSAGE



The financial year of 2022-2023 has been a challenging year around the world. With everyone returning to the new reality of post-covid world, it has brought its own set of challenges. The Macro factors affecting the Business and Profitability is inflation and the war between Russia and Ukraine, slowed down the pace of global recovery, resulted in increase in prices of intermediaries imported from China with no corresponding increase in the final products. Furthermore, supply chain disruptions post COVID-19 pandemic, and the rising impacts of climate change have led to all-time high food prices, pushing a significant number of people toward food insecurity.

Despite adverse macro situations, the Company was able to maintain the revenue as per last year. The revenue from operations of your Company on Standalone basis increased by 0.70% from Rs. 1,52,128.21 Lakhs in the previous financial year to Rs. 1,53,196.24 Lakhs in the current financial year. On a Standalone basis, Company reported Profit before tax of Rs. 1,068.55 Lakhs for the financial year ended 31st March, 2023 as compared to Profit before tax of Rs. 10,166.53 Lakhs in the previous financial year. The main reasons for reduction in profit is increase in prices of intermediaries imported from China, no corresponding increase in the final products in the domestic & international markets due to sufficient supplies & large inventories, Additional sales promotion expenditure for new product whose full revenue will be visible in upcoming year, increase of finance cost due to rate revisions and interest on additional long-term debt and unplanned increase in factory costs like utilities & fuel.

The revenue of your Company on Consolidated basis increased by 2.36% from Rs. 140,577.28 Lakhs in the last financial year to Rs. 143,898.63 Lakhs in the current financial year. The Consolidated Profit before tax of the Company



**THE COMPANY CONTINUED ITS ENDEAVOUR TO EXPAND IN AREAS OF RESEARCH & DEVELOPMENT, INNOVATION, DIGITAL TECHNOLOGY AND UP SKILL ITS EMPLOYEES DURING THE YEAR.**



Company for the financial year ended 31st March, 2023 is Rs. 2,869.22 Lakhs as against Profit of Rs. 10,120.18 Lakhs in the previous financial year.

During the year under review, the Company emphasized on achieving its business goals hand-in-hand with improving cash from operations and cutting costs. Necessary efforts were made towards business continuity and resilience. Considering the liquidity position as at March 31, 2023 and expectation of cash generation from operations, the Company believes that it has ability to service debt and other financing arrangements during the current financial year. The Company has continued its endeavour to expand in areas of research & development, innovation, digital technology and up skill its employees during the year.

Our Company added another milestone post-SLR patent to get an exclusive patent for its Pesticidal composition comprising of Pyraclostrobin, Clothianidin and Thiram. On 30th August 2022, Controller of Patents and Designs issued an order in favour of GSP Crop Science for its ternary insecticide composition for seed treatment in the country. GSP is the first to produce this unique ternary combination Pyraclostrobin, Clothianidin and Thiram in an FS formulation in its R&D Centre and the only company to get 9(3) registration in the country. Due to this development, it is expected to boost our revenue in the coming years and expect the market for this product to grow even further presently being marketed under the brand name PCT-410. Further, it is hereby informed that 19 patents (Process as well as formulation) were received in the year 2022-23

All production facilities followed enhanced internal safety guidelines in line with guidelines issued by relevant government authorities.

I am certain that effective implementation of key strategies will enable us to achieve long-term sustainable growth and maximize value creation, besides accelerating our

manufacturing and sales. With a wider, more innovative product portfolio, we shall be better equipped to withstand the challenges ahead of us in the short to medium term.

Going forward, we shall strive to maintain our tradition of providing innovative crop solutions and launching new products, enabling growers to get better and superior quality of yield with effective pest management and control of crop diseases. Our depth of manufacturing and operational experience and knowledge of process chemistry will support our agenda for expanding our contract manufacturing partnerships and adding new products to our portfolio to grow our International business.

With core values of trust, adaptability and innovation deeply rooted in our DNA, we are confident that your company would continue to grow from strength to strength in the manufacture of pesticides and agrochemical sector.

I would like to conclude with a special vote of thanks to our Board members, who have been guiding the leadership team to achieve the best innovative solutions and promote a healthy growth for all our stakeholders. On behalf of the entire Board of Directors, I express my deep gratitude to our Investor, Oman India Joint Investment Fund (OIJIF), Banks, employees and all our stakeholders for their continued trust and support.

**Best wishes**

**BHAVESH SHAH**  
**CHAIRMAN**

# NEW ARRIVAL





# CAMPAIGN PRODUCTS





## DIRECTORS' REPORT

To,  
The Members,  
**GSP Crop Science Private Limited**

The Directors hereby present the 38<sup>th</sup> Annual Report of your Company together with the audited Financial Statements for the year ended 31<sup>st</sup> March, 2023.

### FINANCIAL RESULTS:

The Company's financial performance for the year under review along with previous year's figures is given hereunder:

(Rs. In Lakhs)

Particulars	Standalone		Consolidated	
	2022-23	2021-22	2022-23	2021-22
<b>Revenue from Operations</b>	<b>1,53,196.24</b>	<b>1,52,128.21</b>	<b>1,43,898.63</b>	<b>1,40,577.28</b>
Profit before Finance Cost, Depreciation and Amortization Expenses, Tax	6713.10	14354.26	8684.63	14508.41
Less: Depreciation and Amortization Expenses	1,975.77	1,849.05	2,103.45	1,994.16
Less: Finance Cost	3,668.78	2,338.68	3,711.96	2,394.07
<b>Profit / (Loss) Before Tax</b>	<b>1,068.55</b>	<b>10,166.53</b>	<b>2,869.22</b>	<b>10,120.18</b>
Less: Tax Expense	245.49	2,564.18	713.82	2,560.91
<b>Profit after Tax (PAT)</b>	<b>823.06</b>	<b>7,602.35</b>	<b>2,155.40</b>	<b>7,559.27</b>
Other Comprehensive Income / (Expenses)	(4.08)	27.35	(2.92)	27.35
<b>Total Comprehensive Income / (Expenses) for the year</b>	<b>818.98</b>	<b>7,629.70</b>	<b>2,152.48</b>	<b>7,586.62</b>

### PERFORMANCE AND THE STATE OF COMPANY'S AFFAIRS:

Despite adverse macro situations, the Company was able to maintain the revenue as per last year. The revenue from operations of your Company on Standalone basis increased by 0.70% from Rs. 1,52,128.21 Lakhs in the previous financial year to Rs. 1,53,196.24 Lakhs in the current financial year. On a Standalone basis, Company reported Profit before tax of Rs. 1,068.55 Lakhs for the financial year ended 31<sup>st</sup> March, 2023 as compared to Profit before tax of Rs. 10,166.53 Lakhs in the previous financial year. The main reasons for reduction in profit is increase in prices of intermediaries imported from China, no corresponding increase in the final products in the domestic & international markets due to sufficient supplies & large inventories, Additional sales promotion expenditure for new product whose full revenue will be visible in upcoming year, increase of finance cost due to rate revisions and interest on additional long-term debt and unplanned increase in factory costs like utilities & fuel.

The revenue of your Company on Consolidated basis increased by 2.36% from Rs. 1,40,577.28 Lakhs in the last financial year to Rs. 1,43,898.63 Lakhs in the current financial year. The Consolidated Profit before tax of the Company for the financial year ended 31<sup>st</sup> March, 2023 is Rs. 2,869.22 Lakhs as against Profit of Rs. 10,120.18 Lakhs in the previous financial year.

During the year, there was no change in the nature of business.

### MAJOR BUSINESS ACTIVITIES AND FUTURE OUTLOOK:

#### INDUSTRY SCENARIO

The Macro factors affecting the Business and Profitability is broad-based inflation and the war between Russia and Ukraine, which slowed down the pace of global recovery, increase in prices of intermediaries imported from China, no corresponding increase in the final products. Furthermore, supply chain disruptions, the fallout of the COVID-19 pandemic and the rising impacts of climate change have led to all-time high food prices, pushing a significant number of people toward food insecurity.

Agriculture sector in India continued to experience the impact of climate change which is reflected in the adverse yield impact in wheat due to the early heat wave towards the end of previous wheat growing season and the decline in the sown area in Kharif Paddy due to delayed monsoons and deficient rainfall.

The 2022 rainfall over the country as whole was 108% of its long-period average ('LPA'). As second Advance Estimate for 2022-23, total foodgrains production in the country is estimated at 324.6 million tonnes which is 2.5% higher than the previous year. Though India is one of the largest producers of agricultural output in the world, the intensity of crop protection usage is relatively low compared to other leading agriculture economies like USA, Brazil, China, etc. The Industry has taken various initiatives to promote safe use of crop protection solutions. Agriculture sector is well supported by the State and Central Government for ensuring economic prosperity to farmers, which is critical for balanced economic development of the country.

## GSP CROP SCIENCE PRIVATE LIMITED

Ministry of Agriculture and Farmers Welfare has brought out Standard Operation Procedures for use of drones in pesticide and nutrient application to promote drone technologies in Indian agriculture. The crop protection market in India is expected to sustain the growth trend as farmers seek solutions to protect their crops from emerging biotic and abiotic stress to ensure food security of the growing population. India is the leading exporter of agrochemicals and the business environment is conducive for rapid export growth going forward. The Government and Industry is working together to tap the opportunities to make India a global hub for agrochemicals.

On account of all these factors, the Indian agrochemicals industry appears to be on a strong wicket due to the evolving dynamics of the world trade and this is expected to continue in the coming time. The future looks promising for the Indian agrochemicals sector. The overall outlook for the agrochemical industry remains positive in the years to come with initiatives of doubling farmers' income and reform in agricultural policies and implementation of series of agricultural policies and actions, which would have a positive cumulative effect on the pesticide sector in the coming time.

### COMPANY SCENARIO AND BUSINESS ACTIVITIES

During the year under review, the Company emphasized on achieving its business goals hand-in-hand with improving cash from operations and cutting costs. Necessary efforts were made towards business continuity and resilience.

Our Company added another milestone post-SLR patent to get an exclusive patent for its Pesticidal composition comprising of Pyraclostrobin, Clothianidin and Thiram. On 30<sup>th</sup> August 2022, Controller of Patents and Designs issued an order in favour of GSP Crop Science for its ternary insecticide composition for seed treatment in the country. GSP is the first to produce this unique ternary combination Pyraclostrobin, Clothianidin and Thiram in an FS formulation in its R&D Centre and the only company to get 9(3) registration in the country. Due to this development, it is expected to boost our revenue in the coming years and expect the market for this product to grow even further presently being marketed under the brand name PCT-410. Further, it is hereby informed that 19 patents (Process as well as formulation) were received in the year 2022-23.

The Company's Property, Equipment, Stocks where insurable interests is there, are adequately insured under the Industrial All Risk Policy & Other applicable policies. The Company has insurance coverage for movement of materials through Marine Insurance, Liability Insurance as per Public Liability Act – 1991, D&O policy to provide coverage against the liabilities arising to directors & officers. The Board of Directors of the Company hereby states that Company has already filed a case in District Consumer Forum for Unit-04 Kathwada and for other case of Unit 03, the Company is contemplating legal action for fire related matters.

### Summary of Research and Development (R&D) activities:

#### In-house R&D – Tech

- Expanded R&D infrastructure for Technical Development. Separate modern R&D infrastructure and pilot plant facilities for Technical Development & novel process technologies
- Technical R&D built over 2 floors including that of a fully equipped pilot plant facility each with floor built-up area of approx. 4700 SFT
- Added 18 imported (Mott make) NEW fume hoods and modern instruments such as Preparative HPLC, GC-HS
- State-of-the-art R&D laboratories and fully equipped pilot plant facility having experienced team of 30 chemists with a blend of PhDs and masters
- Process Analytical and QC Departments
- Separate team for achieving “manufacturing excellence”
- Route Scouting, New Process Development, Optimization and Impurity Profiling
- Fully equipped renovated analytical labs supporting development of novel process technologies
- Modern instruments comprising Prep HPLC, HPLCs, GC-HS, GCs, etc
- A separate newly built wet lab.

#### FORMULATION R&D

- State-of-the-art R&D facility for in-house “Formulation Development” equipped with modern instruments and a separate pilot plant facility.
- Develop novel formulations as per market demand either Solo or Combination and multiple way
- Fully equipped renovated analytical labs for supporting in-house testing with modern instrument comprising HPLC, GCs, Particle Size Analyzer, Viscometer etc
- Track record of undertaking trouble shooting and process improvement and plant modification as a part of Manufacturing excellence
- Scale up capabilities from 100 g to 500 kg (Lab to Pilot Plant and then Production scale 5 batch support for tech-transfer)
- Bio-efficacy data generation as required for CIB registrations
- 5 Batch analysis for toxicological data required for export

- Alternate vendor development and cost optimization
- Formulation R&D laboratory and dedicated pilot plant facility of approx. 3700 SFT each
- IP generation/ IP protection being the key for Novel Process Technology and Formulation Development

#### **Key Strength**

- Focus on eco-friendly and latest technology Formulation development such as solids and water based liquid of numerous varieties for example WDG (Wettable Dispersible Granules), EG (Emulsifiable Granules), SG (Soluble Granule), ZC (Zeon Concentrate) , ZE (A mixer of Capsule suspension and Suspo-emulsion), CS (Capsule Suspension), ME (Micro Emulsion), OD (Oil Dispersion), SC (Suspension Concentrate), EW (Concentrated Emulsion), FS (Flowable suspension for seed treatment), ES (Emulsion for seed treatment), SE (Suspo-emulsion), ULV (Ultra Low Volume Liquid) etc.

#### **BUYBACK OF SHARES:**

The Board of Directors of the Company, at its meeting held on 2<sup>nd</sup> April, 2022 and vide approval of the Members of the Company by way of Special Resolution passed on 5<sup>th</sup> April, 2022 had approved buyback of upto 2,00,000 fully paid-up Equity Shares of face value of Rs. 100/- each (representing 6.78 % of the total number of fully paid-up Equity Share Capital of the Company) on a proportionate basis, through the 'Tender Offer' route in accordance with the Companies Act, 2013 and rules made thereunder, at a price of Rs. 5,524.50 per Equity Share, payable in cash for an aggregate consideration not exceeding Rs. 110,49,00,000/- (Rupees One Hundred and Ten Crore Forty Nine Lakh only), being 24.34% of the aggregate of paid-up capital and free reserves of the Company, as per unaudited interim condensed special purpose standalone financial statements of the Company as on 31<sup>st</sup> October, 2021 which has been reviewed by the Statutory Auditors (within 25% of the aggregate of paid-up capital and free reserves of the Company as on 31<sup>st</sup> October, 2021)

The Buyback Price has been arrived at, after considering the Fair Value of the Company as per the Valuation Report provided by an Independent Registered Valuer on the basis of last available unaudited interim condensed special purpose standalone financial statements of the Company as on 31<sup>st</sup> October, 2021.

Entire journey of Buy Back of shares mentioned above was completed and relevant formalities including filing of all e-forms including SH-11 was completed with ROC within the stipulated time limits.

#### **DIVIDEND:**

The Board of Directors of the Company, in their meeting held on 23<sup>rd</sup> August, 2023 have proposed a dividend of Rs. 2/- per equity share of Rs. 100/- each fully paid up for the financial year 2022-23 subject to approval of the shareholders at the ensuing Annual General Meeting. The aggregate amount of dividend proposed to be distributed is Rs. 54,96,006/- for 27,48,003 equity shares of Rs. 100/- each.

Since there was no unpaid/ unclaimed dividend declared and paid last year, the provision of Section 125 of the Companies Act, 2013 does not apply to the Company.

#### **CHANGE IN SHARE CAPITAL:**

There was no right issue, bonus issue or preferential issue etc. during the year under review. The Company has not issued shares with differential voting rights nor granted stock options or sweat equity. During the year under review, there was buyback of 2,00,000 fully paid-up Equity Shares of face value of Rs. 100/- each and thereby paid up share capital was reduced from Rs. 29.48 Crores to Rs. 27.48 Crores.

Paid – up capital of the Company as on 31<sup>st</sup> March, 2023 was Rs. 27.48 Crores.

#### **SUBSIDIARY COMPANIES / ASSOCIATE COMPANIES**

The Company has two subsidiaries viz Rajdhani Petrochemicals Private Limited and Indo GSP Chemicals Private Limited. There are no joint ventures of the Company.

GSP Intermediates Private Limited was incorporated w.e.f. 18<sup>th</sup> August, 2022 as a Subsidiary of the Company.

#### **Wholly-Owned Subsidiary in Brazil:**

GSP Crop Science Private Limited is in the process of establishing a subsidiary in Porto Alegre, Brazil for expanding its global presence and bringing innovative agricultural solutions to the Brazilian market.

Details of Subsidiary / Associate Companies are detailed in AOC-1 forming a part of this Annual Report.

#### **FIXED DEPOSIT:**

The Company has neither accepted nor renewed any deposits falling under Chapter - V of the Companies Act, 2013 and no amount of the principal or interest was outstanding as on balance sheet date.

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### **MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT:**

No material changes and commitments, affecting the financial position of the Company have occurred between the Financial Year ended 31<sup>st</sup> March, 2023 and date of this Director's Report.

### **UNSECURED LOANS RECEIVED FROM DIRECTORS AND THEIR RELATIVES:**

The details of Unsecured Loans received by the Company from the Directors and their relatives from their own funds during the Financial year 2022-2023 is more elaborately mentioned in Note on Current Borrowings of the Standalone / Consolidated Annual Accounts.

### **DIRECTORS AND KEY MANAGERIAL PERSONNEL:**

The provisions of Section 152(6) of the Companies Act, 2013 pertaining to retirement of directors by rotation are not applicable to our Company.

#### **Mr. Bhavesh Shah - Managing Director**

The salary structure of Mr. Bhavesh Shah, Managing Director of the Company was revised in the Board meeting of the Company dated 31<sup>st</sup> May, 2022 effective from 1<sup>st</sup> April, 2022 for the remaining period of his tenure of 2 years from 1.4.22 to 31.3.24 from Rs. 12,00,000 to Rs. 22,00,000/- per month as per the terms of the said Resolution which also additionally included component of Variable incentive.

#### **Mr. Tirth Shah - Whole-time Director**

The salary structure of Mr. Tirth Shah, Whole-time Director of the Company was revised in the Board meeting of the Company dated 31<sup>st</sup> May, 2022 effective from 1<sup>st</sup> April, 2022 for the remaining period of his tenure from 1.4.22 to 30.9.22 from Rs. 3,00,000 to Rs. 5,00,000/- per month as per the terms of the said Resolution which also additionally included component of Variable incentive.

In the Board Meeting of the Company dated 26<sup>th</sup> September, 2022, Mr. Tirth Shah was Re-appointed as a Whole-time Director of the Company for a period of 3 years effective from 1.10.22 to 30.9.25 at a CTC of Rs. 5,00,000/- per month. In addition to the CTC, he is also eligible for the component of Variable incentive as per the terms of the said Resolution.

#### **Mr. Mehul Pandya - Executive Director - Operations**

Pursuant to the provisions of Sections 196, 203 and other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, as amended from time to time, Mr. Mehul Premkantbhai Pandya (DIN: 09618063) was appointed as an Executive Director - Operations of the Company for a period of 1 year effective from 1<sup>st</sup> June, 2022, in the Board meeting of the Company dated 31<sup>st</sup> May, 2022, subject to shareholders approval at a remuneration of upto Rs. 55,00,000/- per annum during this tenure by way of salary / commission / perquisites / variable bonus. excluding reimbursement of expenses incurred by him in connection with the business of the Company. His appointment was approved by the Shareholders of the Company.

Pursuant to the provisions of Sections 196, 203 and other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, as amended from time to time, in the Board Meeting of the Company dated 28<sup>th</sup> April, 2023, Mr. Mehul Premkantbhai Pandya (DIN: 09618063) was Re-appointed as an Executive Director - Operations of the Company for a period of 1 year effective from 1<sup>st</sup> June, 2023 at a remuneration of upto Rs. 55,00,000/- per annum during this tenure by way of salary / commission / perquisites / variable bonus excluding reimbursement of expenses incurred by him in connection with the business of the Company.

#### **Mr. Shail Shah - Executive Director - Finance**

Pursuant to the provisions of Sections 196, 203 and other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, as amended from time to time, in the Board meeting of the Company dated 6<sup>th</sup> August, 2022, Mr. Shail Shah was Re-appointed as a Whole-time Director (Executive Director - Finance) of the Company for a period of one year effective from 26<sup>th</sup> August, 2022 at a remuneration of upto Rs. 85,00,000/- during this tenure by way of salary / commission / perquisites / variable bonus excluding reimbursement of expenses incurred by him in connection with the business of the Company.

Pursuant to the provisions of Sections 196, 203 and other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, as amended from time to time, in the Board meeting of the Company dated 23<sup>rd</sup> June, 2023, Mr. Shail Shah was Re-appointed as a Whole-time Director (Executive Director - Finance) of the Company for a period of one year effective from 26<sup>th</sup> August, 2023 at a remuneration of upto Rs. 85,00,000/- during this tenure by way of salary / commission / perquisites / variable bonus excluding reimbursement of expenses incurred by him in connection with the business of the Company.

Further note that none of the Directors of your Company mentioned above draws remuneration or commission from subsidiary companies - INDO GSP Chemicals Private Limited or Rajdhani Petrochemicals Private Limited or GSP Intermediates Private Limited. This may be treated as Disclosure with reference to Section 197(14) of the Companies Act, 2013. However, Ms. Riddhi Shah, sister of Mr. Tirth Shah and Relative of Mr. Bhavesh Shah was Re-appointed as an Executive Director – Business Development in INDO GSP Chemicals Private Limited at a salary of Rs. 1,00,000/- per month effective 1<sup>st</sup> July, 2022.

She was further Re-appointed as an Executive Director - Business Development in INDO GSP Chemicals Private Limited effective from 1<sup>st</sup> July, 2023 for a period on 1 year at a salary of Rs. 1,25,000/- per month.

## NUMBER OF MEETINGS OF THE BOARD:

Details of meetings of the Board of Directors held during the financial year ended on 31<sup>st</sup> March, 2023 are as follows:

### BOARD MEETINGS

The dates on which the Board Meetings were held are 2<sup>nd</sup> April, 2022, 8<sup>th</sup> April, 2022, 25<sup>th</sup> April, 2022, 31<sup>st</sup> May, 2022, 22<sup>nd</sup> July, 2022, 6<sup>th</sup> August, 2022, 1<sup>st</sup> September, 2022, 7<sup>th</sup> September, 2022, 26<sup>th</sup> September, 2022, 23<sup>rd</sup> December, 2022 and 4<sup>th</sup> January, 2023. The details indicating the number of meetings attended by each Director are given below:

Sr. No.	Name of Directors	No. of Meetings held during the financial year 2022-2023	No of Meetings attended	% of Attendance	Attendance at last AGM - 30 <sup>th</sup> September, 2022
1	Mr. Bhavesh V. Shah	11	10	90.91%	No
2	Mr. Shail Shah	11	11	100%	Yes
3	Mr. Tirth Shah	11	10	90.91%	No
4	Mr. Mehul Pandya@	7	7	100%	No

@ Appointed as an Executive Director - Operations of the Company for a period of 1 year effective from 1<sup>st</sup> June, 2022

**Note:** EGM of the Company for approval of Buy Back of shares was held on 5<sup>th</sup> April, 2022 during the period under review. Mr. Bhavesh Shah, Mr. Shail Shah and Mr. Tirth Shah attended the said EGM.

### Committee Meetings

#### Corporate Social Responsibility (CSR) Committee

The dates on which the Committee Meetings were held are 6<sup>th</sup> September, 2022 and 22<sup>nd</sup> December, 2022. Details indicating the number of meetings attended by each Director are given below:

Sr. No.	Name of Directors	No. of Meetings held during the Financial year 2022-2023	No. of Meetings Attended	% of attendance
1	Mr. Bhavesh V. Shah	2	2	100%
2	Mr. Shail Shah	2	2	100%
3	Mr. Tirth Shah	2	2	100%

### LOAN, GUARANTEES OR INVESTMENT UNDER SECTION 186:

The Company has neither given any Loans or Guarantees nor provided any Security covered under the provisions of Section 186 of the Companies Act, 2013. However, the Company has given loans and advances to its employees (other than Managing Director and Whole-time Director).

The Details of Loans and Investment are covered in Notes to the Standalone and Consolidated financial statements.

### BORROWINGS:

Details of total credit facilities as on 31<sup>st</sup> March, 2023 are given herein below:

Lender Banks/Financial Institutions	Total Amount of Borrowings as on 31.03.2023
<b>PNB Investment Services Limited acting as a trustee on behalf of SBI Consortium.</b> <ul style="list-style-type: none"> <li>Consortium Lead Bank: State Bank of India</li> <li>Member Banks (for WC): Axis Bank Limited, HDFC Bank Limited, IDFC First Bank Limited, Bajaj Finance Ltd., SBM Bank (India) Ltd.</li> <li>Member Banks (for TL/WCTL): Aditya Birla Finance Ltd., Bajaj Finance Ltd., TATA Capital Financial Services Ltd., HDFC Bank Ltd.</li> </ul>	<b>Working Capital Facilities (Fund Based + Non-Fund Based)</b> <ul style="list-style-type: none"> <li>Sanction Amount: Rs. 367.00 Cr.</li> <li>Utilization Amount: Rs. 316.29 Cr.</li> </ul> <b>Term Loan/Working Capital Term Loan Facilities</b> <ul style="list-style-type: none"> <li>Sanction Amount: Rs.170.35 Cr.</li> <li>Outstanding Amount: Rs. 140.61 Cr. (including pending drawdown loan of Rs.12.48 Cr.)</li> </ul>

### INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY:

The Company has an adequate internal control system, commensurate with the size, scale and complexity of its operations. All these controls were operating effectively during the year.

The Company's operations are on SAP - ERP system. The Team of Internal Auditor KPMG, Ahmedabad undertakes audits of various functions of the Company, its Depots and Associates.

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The Company maintains appropriate system of internal controls, including monitoring procedures, to ensure that all assets of the Company are protected against losses and hazards. It also ensures that all transactions are duly authorized and recorded in the books of the Company.

During the year, such controls were tested to find out any weaknesses in them. The management periodically reviews the efficiency and effectiveness of these systems and procedures. Added objectives include evaluating the reliability of financial and operational information and ensuring compliances with applicable laws and regulations.

Internal financial control and internal audit system ensure to safeguard the assets of the Company, maintenance of accurate and complete accounting records, making available from time to time management information and prevention and detection of fraud and errors.

The Company is complying with all the applicable Accounting Standards. The accounting records are maintained in accordance with generally accepted accounting principles in India. This ensures that the financial statements reflect true and fair financial position of the Company.

### **DIRECTORS' RESPONSIBILITY STATEMENT:**

Pursuant to requirement under Section 134(3)(c) of the Companies Act, 2013 (Act), Directors, confirm that:

- (a) in the preparation of the annual accounts for the year ended on 31<sup>st</sup> March, 2023, the applicable accounting standards have been followed and there are no material departures from the same;
- (b) they 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 as at 31<sup>st</sup> March, 2023 and of the Profit of the Company for the year ended on that date;
- (c) they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (d) they have prepared the annual accounts on a going concern basis;
- (e) Internal financial controls which are to be followed by the Company have been laid down and that such internal financial controls are adequate and were operating effectively; and
- (f) they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

### **STATEMENT ON COMPLIANCES OF APPLICABLE SECRETARIAL STANDARDS:**

The Directors state that mandatory Secretarial Standards issued by the Institute of company Secretaries of India (ICSI) have been complied by the Company.

### **AUDITORS:**

#### **1. Statutory Auditors**

M/s Deloitte Haskins & Sells, Ahmedabad (Firm Registration No. 117365W), Chartered Accountants, have been re-appointed for a second term as Statutory Auditors of the Company at the 34<sup>th</sup> Annual General Meeting of the Company held on 30<sup>th</sup> September, 2019 to hold office from the conclusion of 34<sup>th</sup> Annual General Meeting of the Company till the conclusion of 39<sup>th</sup> AGM of the Company to be held in the year 2024 at such a remuneration as may be mutually agreed with the Statutory Auditors.

Pursuant to the Companies Amendment Act, 2017 which was notified on 7<sup>th</sup> May, 2018, the provision related to ratification of appointment of Statutory Auditors at every AGM has been done away with.

The report of the Statutory Auditors alongwith the Notes and schedules forms part of the Annual Report. The remarks of the Statutory Auditors, if any are self-explanatory in nature and have been elaborated in Notes to Accounts.

#### **2. Cost Auditors**

Pursuant to the provisions of Section 148 of the Companies Act, 2013 read with Companies (Cost Records and Audit) Rules, 2014 as amended from time to time, M/s. Dalwadi & Associates (FRN: 000338/M-8996), Cost Auditors, Ahmedabad had been appointed to conduct Cost Audit of the cost records maintained by the Company for the financial year 2022-2023 in the Board Meeting of the Company held on 7<sup>th</sup> September, 2022.

Pursuant to the provisions of Section 148 of the Companies Act, 2013 read with Companies (Cost Records and Audit) Rules, 2014 as amended from time to time, M/s. Dalwadi & Associates (FRN: 000338/M-8996), Cost Auditors, Ahmedabad had been appointed to conduct Cost Audit of the cost records maintained by the Company for the financial year 2023-2024 in the Board Meeting of the Company held on 23<sup>rd</sup> June, 2023.

Members are requested to consider the ratification of remuneration for FY 23-24 payable to M/s. Dalwadi & Associates as specified in Rule 14 of the Companies (Audit and Auditors) Rules, 2014 at the ensuing Annual General Meeting of the company.

The Directors state that maintenance of Cost records as specified under Section 148(1) of the Companies Act, 2013 read with applicable Rules is required to be maintained by the Company and accordingly such accounts and records are prepared and maintained thereunder.



### 3. Secretarial Auditors

Pursuant to the provisions of Section 204 of the Companies Act, 2013 read with relevant rules made thereunder and MCA circular dated 3<sup>rd</sup> January, 2020, the Company was required to appoint Secretarial Auditors for the first time in FY 2020-2021 as Secretarial Audit was applicable to any company (including a private company) having borrowings of Rs. 100 crores or more as on the last day of the financial year.

Since the Company continues to fall under the criteria of this MCA circular for FY 2022-2023, appointment of M/s. Kashyap R. Mehta & Associates, Company Secretaries, Ahmedabad (FRN: S2011GJ166500 - M. No: FCS - 1821) as Secretarial Auditors was approved in the Board Meeting of the Company held on 7<sup>th</sup> September, 2022 to conduct Secretarial Audit of the Company for FY 2022-2023.

#### **COMPLIANCE UNDER RULE 5(2) & 5(3) OF COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSON) RULES, 2014:**

None of the employees of the Company other than Mr. Bhavesh Shah - Managing Director are in receipt of Remuneration covered under rule 5(2) & 5(3) of companies (appointment and remuneration of managerial person) rules, 2014.

#### **EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS, ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS IN THEIR REPORTS:**

There were no qualifications, reservations or adverse remarks made by the Auditors in their report.

#### **EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS, ADVERSE REMARKS OR DISCLAIMERS MADE BY THE SECRETARIAL AUDITORS IN THEIR REPORT:**

There were no qualifications, reservations or adverse remarks made by the Secretarial Auditors in their report.

#### **REVISION IN ACCOUNTS OR DIRECTORS REPORT:**

There are no revisions made in the Accounts or Board's Report.

#### **REPORTING OF FRAUD:**

The Auditors of the Company have not reported any fraud as specified under Section 143(12) of the Companies Act, 2013.

#### **RELATED PARTY TRANSACTION:**

The Company has entered into transactions with related parties under Section 188(1) of Companies Act, 2013. All Related Party Transactions entered into during the year were on arm's length basis and in the ordinary course of business. There were no materially significant related party transactions made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large.

Attention of Members is drawn to the disclosure of transactions with related parties set out in Notes of Standalone and Consolidated Financial Statements forming part of the Annual Report.

#### **ANNUAL RETURN:**

As required under Section 92(3) of the Companies Act, 2013 read with applicable Rules as amended from time to time, the draft Annual Return for the period under review is placed on the website of the Company at [www.gspcrop.in](http://www.gspcrop.in) and can be accessed on the web link: <https://gspcrop.in/annual-return>

#### **CORPORATE SOCIAL RESPONSIBILITY:**

The Company has constituted Corporate Social Responsibility Committee (CSR) under Section 135 of the Companies Act, 2013. The Committee monitors various CSR initiatives and activities of the Company.

The CSR initiatives taken up by the Company are in the areas of Education, Societal Hygiene, Nature Conservation, healthcare, etc. as detailed in the Report. The contribution in this regard and activities are conducted through registered trust.

The Annual Report on CSR activities is annexed to this report as **Annexure – A**.

Company's CSR policy is available on the web site at [www.gspcrop.in](http://www.gspcrop.in). and can be accessed on the web link: <https://gspcrop.in/investors/corporate-social-responsibility>

#### **ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:**

The particulars relating to energy conservation, technology absorption, foreign exchange earnings and outgo, as required to be disclosed under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 are annexed to this report as **Annexure - B**.

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## SECRETARIAL AUDIT REPORT:

Pursuant to the provisions of Section 204 of the Companies Act, 2013, the report of the Secretarial Auditors is annexed as **Annexure - C**.

## RISK MANAGEMENT POLICY:

Risk management framework is an important ingredient of your company's sustainable business model. It counters the impact of unfavourable internal and external events and attempts to ensure business continuity across different stages of the economic cycle. The Company has developed and put in place a Risk Management Framework. It identifies and evaluates various risks and mitigate efforts to resolve such risks. It provides for risk assessment and risk minimization. It is formulated to ensure adequate controls, so as to proactively respond to any changes in business environment. These risks are addressed through our robust framework linked to long-term strategic plans, with the objective of ensuring business continuity and sustained value creation. We always strive to remain a Zero Surprise, risk-controlled organisation.

Risk	Potential Impact	Mitigation Strategy
Regulatory Risk	Our business involving crop protection and seeds is subject to stringent and changing regulations. Our manufacturing activities across are also subject to a high degree of statutory compliance. Any shortcoming in following these regulatory norms may lead to cancellation of licences, business disruptions, penalties and damage to reputation.	Our business policies involve stringent monitoring systems to ensure adherence to various regulatory requirements. There is a continuous focus on enabling monitoring systems to maximise coverage. Further, we have a credible track record of compliance and always aim to go beyond the legal requirements.
Climate Risk	In a country like India, this Industry is open to indifferent weather conditions. If the rainfalls in different parts are not normal and not widespread through the seasons, there will be less number of pest attacks. This can result in industry turn down in these parts. The demand for the products of the Company will come down.	To mitigate these risks, the Company has spread its marketing network to almost all parts of the country. Further, the Company has three revenue streams. In B2B and Exports, the climate risk is less. The risk of uncertain rainfall in some parts of the country is tackled by better forecast, efficient supply chain management and a big multi-product portfolio with diverse applications.
Business Development Risk	Our inability to reach out to more farmers, improving the product slate and maintaining strong customer relationships may lead to stagnation of business.	In the domestic market, we have been strengthening our distributor and retail networks to widen our reach and penetration. We continuously evaluate untapped geographies to enhance our reach. We leverage our quality and cost advantages to get more product registrations. We put a strong emphasis on customer relationship management in terms of the quality and reliability of products and services. Our R&D team is also continuously exploring new products to improve the freshness index.
Supply Chain Management Risk	We have dependency on a few vendors for key inputs.	We have been progressively strengthening the procurement process by diversifying the vendor base for key products. Further, long term sourcing contracts for key Raw Materials is implemented and conceptualization of backward integration is also undertaken.
Cyber Security Risk	Our business requires extensive work on IT platforms. Additionally, we also undertake contract manufacturing, where data confidentiality is important. All the digital data and IT systems are prone to cyber-attacks. Inability to protect data and systems may impact our competitiveness and confidentiality, apart from causing business disruption and damage to our reputation.	Vulnerability Assessment & Penetration Testing (VAPT) is conducted every year to identify any potential cyber-security risk and take appropriate action. We also have a Next Generation Fire Wall in place that helps in detecting and protecting our network from advanced cyber-attacks. We have NDAs signed with our third-party vendors. There is continuous focus on updating Business Continuity and Disaster Recovery Plans.
Environment Health and Safety Risk	Our business involves handling and storage of hazardous chemicals, which are a potential risk to human beings and the environment. Any lag in adopting necessary safety standards may impact the health and safety of people.	We have adopted best manufacturing practices and have invested in various safety systems and processes. Further, we have also availed ISO certifications to ensure safe production processes and behavioural based safety systems at different locations of the Company.

The risk management process is also facilitated by internal audit program of the Company. The internal audit team reviews the processes and systems flows established and followed by the Company and submits timely reports to the Board. The Management, after discussion in the Board Meeting, informs the respective Functional Heads, gives guidelines and instructions for correction in these processes or system flow.

#### **VIGIL MECHANISM:**

The Company has established a Vigil Mechanism under which the Directors or Employees may report concerns about unethical behaviour, illegal action, corruption, violation of applicable laws and regulations and Company's Code of Conduct, Improper Practices and Alleged Wrongful Conduct, without fear of reprisal. The policy ensures strict confidentiality while dealing with concerns and also ensures that no discrimination or victimization is meted out to any whistle-blower. The report may be disclosed to the Functional Heads of the respective departments. In case of unethical or illegal behaviour of Functional Head and in some exceptional cases, as per the mechanism, the concerned employee can directly report to the Managing Director of the Company and in his absence to the Management of the Company.

During the year under review, there was no complaint from any employee of the Company pertaining to the aforesaid matters and also none of the personnel has been denied access to the Managing Director for making any complaint.

#### **SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS:**

During the year under review, no orders have been passed against your Company by any regulator(s) or court(s) or tribunal(s) which would impact the going concern status and / or the future operations of your Company.

#### **DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:**

The Company has in place a policy for prevention of sexual harassment in accordance with the requirements of Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013. All employees (permanent, contractual, temporary, trainees) are covered under this policy.

Your Company has Zero tolerance towards any action on the part of any employee which may fall under the ambit of 'Sexual Harassment' at workplace and the Company is fully committed to uphold and maintain the dignity of every women working in the Company. The Sexual Harassment Policy provides for protection against sexual harassment of women at workplace and for prevention and redressal of such complaints.

As an endeavour to educate and empower the women employees within the organisation regarding The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and their rights, various programmes and orientation sessions was also conducted during FY 2022-23.

Present members of committee are:

- Ms. Jainali Shah - Presiding Officer
- Mr. Haresh Chaturvedi - Member
- Ms. Dharati Mistry - Member
- Ms. Falguni Patel - Member - Effective from 1<sup>st</sup> April, 2021 (Expert in Women matters)

#### **Reconstitution of POSHA Committee took place vide Resolution dated 23<sup>rd</sup> December, 2022 as per details given below:**

##### **Old Structure**

<b>Member</b>	<b>Date of Appointment</b>	<b>Date of Retirement</b>
Mrs. Falguni Patel - Outside Expert and NGO Member	1 <sup>st</sup> April, 2021	31 <sup>st</sup> March, 2024
Ms. Brinda Bhatt - Presiding Officer	1 <sup>st</sup> April, 2020	31 <sup>st</sup> March, 2023
Ms. Pranali Gupte - Member	1 <sup>st</sup> April, 2020	31 <sup>st</sup> March, 2023
Mr. Santosh Sharma - Member	1 <sup>st</sup> April, 2020	31 <sup>st</sup> March, 2023

##### **Current Structure**

<b>Member</b>	<b>Date of Appointment</b>	<b>Date of Retirement</b>
Mrs. Falguni Patel - Outside Expert and NGO Member	1 <sup>st</sup> April, 2021	31 <sup>st</sup> March, 2024
Mrs. Jainali Shah - Presiding Officer	1 <sup>st</sup> January, 2023	31 <sup>st</sup> December, 2025
Ms. Dharati Mistry - Member	1 <sup>st</sup> January, 2023	31 <sup>st</sup> December, 2025
Mr. Haresh Chaturvedi - Member	1 <sup>st</sup> January, 2023	31 <sup>st</sup> December, 2025

As per Sub-section 3, the Presiding Officer and every Member of the Internal Complaint Committee shall hold office for a period, not exceeding three years, from the date of their nomination.

There were no complaints pertaining to Sexual Harassment pending as on the beginning of the financial year and no new complaints were filed during the financial year under review.

# GSP CROP SCIENCE PRIVATE LIMITED

## Mechanism for making a Complaint

An aggrieved woman / Complainant can also lodge a complaint addressed to the Presiding Officer or any of the members of the Committee in writing or through e-mail along with relevant supporting documents in a confidential manner on the designated e-mail ID - [womanvalues@gspcrop.in](mailto:womanvalues@gspcrop.in).

The Directors further disclose that the Company has complied with the provisions relating to the Constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

## DETAILS OF PROCEEDINGS UNDER IBC & OTS, IF ANY:

There is no proceeding pending under the Insolvency and Bankruptcy Code, 2016. Further, there was no instance of One-time settlement with any Bank or Financial Institution.

## CONSOLIDATED ACCOUNTS:

The consolidated financial statements for the year ended March 31, 2023 pursuant to Section 129(3) of the Companies Act, 2013, form part of this Annual Report.

## HUMAN RESOURCES:

The top priority for the Human Resource function is to provide a work environment which is safe, diverse, inclusive and full of growth opportunities. Your Directors would like to take this opportunity to express their gratitude and appreciation for the passion, dedication and commitment of the employees and look forward to their continued contribution.

## ENVIRONMENT

As a responsible corporate citizen and as a chemicals manufacturer environmental safety has been one of the key concerns of the Company. It is the constant endeavor of the Company to strive for compliance of stipulated pollution control norms.

## INDUSTRIAL RELATIONS

The relationship with the workmen and staff remained cordial and harmonious during the year and management received full cooperation from employees.

## ADDITIONAL INFORMATION:

### APPOINTMENT OF INTERNAL AUDITORS FOR FINANCIAL YEAR 2022-2023

KPMG, Ahmedabad were appointed as Internal Auditors of the Company to carry out internal audit of the functions and activities for the financial year 2022-2023 pursuant to the provisions of Section 138 of the Companies Act, 2013 in the Board Meeting of the Company dated 7<sup>th</sup> September, 2022.

### FACILITY FOR DEMATERIALISATION OF SHARES AND ISIN:

Company has availed ISIN connectivity with NSDL and CDSL - INE713R01014. Those shareholders who wish to DEMAT their shares of the Company can contact their Depository Participants for the same.

## ACKNOWLEDGEMENT:

Your Directors wish to place on record their sincere gratitude to Oman India Joint Investment Fund, shareholders of the Company, valued Customers, Suppliers, Bankers and Business Associates for their support and confidence in the Company.

Your Directors gratefully appreciate the co-operation and assistance extended by various Central and State Governmental Agencies as well as for overwhelming co-operation and assistance extended to your company by its employees.

**For and on behalf of the Board of Directors**

Date : 23<sup>rd</sup> August, 2023  
Place : Ahmedabad

**Bhavesh V. Shah**  
Managing Director  
DIN: 00094669

**Shail J. Shah**  
Executive Director - Finance  
DIN: 07543594

**Annexure - A to Directors' Report**

**ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES**

[Pursuant to clause (o) of sub-section (3) of Section 134 of the Act and Companies (Corporate Social Responsibility Policy) Amendment Rules 2022]

**1. A brief outline of the Company's Corporate Social Responsibility Policy**

Corporate Social Responsibility (CSR) is the contribution from the Corporate towards Social and Economic development of Society. The purpose of CSR has been to catalyze sustainable growth and development by creating an enabling environment for the Company to work in partnership with the Government, Non-Government and Civil Society Organizations as well as Community Organizations in the field of Corporate Social Responsibility.

The main purpose of CSR is to catalyze sustainable growth and development by creating an enabling environment for the Company to work in partnership with various stakeholders as well as Community Organizations in the field of CSR. The Company's philosophy for CSR has always been to initiate and support sustainable projects in various sectors particularly to uplift the lives of the people in those areas in which the plants of the Company are located.

Your Company undertook various activities during the year in line with its CSR Policy prescribed under Schedule VII of the Companies Act, 2013. The activities undertaken mainly pertain to promoting education, healthcare including preventive health care, Eradicating hunger, poverty and malnutrition, Promoting Social Equality, setting up and maintaining old age homes and animal welfare. While the focus of CSR initiatives were in the areas around Company operations, your Company has also undertaken projects where societal needs were existing. During the year, company also catered for various religious and social causes which is not considered in the CSR outlay since it does not fall within the purview of activities mentioned under Schedule VII.

**2. The Composition of CSR Committee:**

The Board of Directors of your Company has constituted the Corporate Social Responsibility (CSR) Committee of Directors and changes in members of the Committee, if any, occurred are approved by the Board of Directors of the Company. CSR Committee is formed as per the applicable laws of the Companies Act, 2013 and the Committee is responsible for the implementation/monitoring of the policy and various projects/activities undertaken under this policy.

Sr. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year @	Number of meetings of CSR Committee attended during the year #
1	Mr. Bhavesh V. Shah	Managing Director - Chairman of Committee		
2	Mr. Tirth K. Shah	Whole-time Director - Member of Committee		
3	Mr. Shail J. Shah	Executive Director - Finance - Member of Committee		

@ CSR Committee Meetings for the year under review were held on 6<sup>th</sup> September, 2022 and 22<sup>nd</sup> December, 2022 for monitoring and implementing various CSR activities.

# Both these meetings were attended by all the members of the CSR Committee as mentioned above.

**3. Provide the web-link(s) where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company.**

<https://gspcrop.in/investors/corporate-social-responsibility>

**4. Provide the executive summary along with web-link(s) of Impact Assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8, if applicable – Not Applicable**

5. a)	Average net profit of the company as per sub-section (5) of section 135.	Rs. 76,18,00,000/-
b)	Two percent of average net profit of the company as per sub-section (5) of section 135.	Rs. 1,52,36,000/-
c)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years.	Nil
d)	Amount required to be set off for the financial year 2022-23, if any	Rs. 25,79,763/- surplus carried forward from FY 21-22 is set-off as per CSR Rules in FY 22-23
e)	Total CSR obligation for the financial year 2022-23 [(b)+(c)-(d)].	Rs. 1,26,56,237/-

## GSP CROP SCIENCE PRIVATE LIMITED

### 6. (a) Amount spent on CSR Projects

(both Ongoing Project and other than Ongoing Project). Rs. 1,26,70,536/- (Only for other than Ongoing Projects)

- (b) Amount spent in Administrative Overheads. Nil
- (c) Amount spent on Impact Assessment, if applicable. Nil
- (d) Total amount spent for the Financial Year 2022-23 [(a)+(b)+(c)]. Rs. 1,26,70,536/- (Only for other than Ongoing Project)
- (e) CSR amount spent or unspent for the Financial Year:

Total Amount Spent for The Financial Year 2022-23 (in Rs.)	Amount Unspent (in Rs.)				
	Total Amount Transferred to Unspent CSR Account as per sub-section (6) of section 135.		Amount transferred to any fund specified under Schedule VII as per second proviso to sub-section (5) of section 135.		
	Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
Rs. 1,26,70,536/-	Nil	Nil	Nil	Nil	Nil

- (f) Excess amount for set off, if any: -

Sr. No.	Particulars	Amount (in Rs.)
(1)	(2)	(3)
(i)	Two percent of average net profit of the company as per sub-section (5) of section 135	Rs. 1,52,36,000/-
(ii)	Total amount spent for the Financial Year 2022-23	Rs. 1,26,70,536/-
(iii)	Excess amount spent for the financial year [(ii)-(i)]	Not applicable
(iv)	Surplus arising out of the CSR projects or Programmes or activities of the previous financial years, if any	Not applicable
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	Not applicable

### 7. (a) Details of Unspent Corporate Social Responsibility amount for the preceding three financial years: Not applicable

1	2	3	4	5	6		7	8
Sr. No.	Preceding Financial Years	Amount transferred to Unspent CSR Account under sub-section (6) of section 135. (in Rs.)	Balance Amount in Unspent CSR Account under sub-section (6) of section 135 (in Rs.)	Amount Spent in the Financial Year	Amount transferred to a fund as specified under Schedule VII as per second proviso to sub-section (5) of section 135, if any.		Amount remaining to be spent in succeeding Financial year (in Rs)	Deficiency, if any
					Amount (in Rs)	Date of transfer		
1	FY 21-22	Nil	Nil	Nil	Nil	NA	Nil	Nil
2	FY 20-21	Nil	Nil	Nil	Nil	NA	Nil	Nil
3	FY 19-20	Nil	Nil	Nil	Nil	NA	Nil	Nil

**8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year: No**

If Yes, enter the number of Capital assets created/ acquired

Furnish the details relating to such asset(s) so created or acquired through Corporate Social Responsibility amount spent in the Financial Year:

Sl. No.	Short particulars of the property or asset(s) [including complete address and location of the property]	Pincode of the property or asset(s)	Date of creation	Amount of CSR amount spent	Details of entity / Authority/ Beneficiary of the registered owner		
(1)	(2)	(3)	(4)	(5)	(6)		
					CSR Registration number, if applicable	Name	Registered Address
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(All the fields should be captured as appearing in the revenue record, flat no, house no, Municipal Office/Municipal Corporation/ Gram panchayat are to be specified and also the area of the immovable property as well as boundaries)

**9. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5) : Not Applicable**

**Other relevant and non-mandatory details not forming part of the main CSR format:**

**Details of CSR amount spent for ongoing projects for the financial year:**

Sr. No.	CSR Project or Activity Identified	Sector in which the Projects are Covered	Location - Projects or programs in Local area or other areas where it was undertaken	Project Duration	Amount outlay (Budget) Project wise (Amount in Rs.)	Actual Expenditure incurred during FY 2022-2023 (Amount in Rs.)	Amount transferred to Unspent CSR Account for the project as per section 135(6)	Mode of Implementation - Direct (Yes/ No)	Mode of Implementation - Through Implementing Agency
									Name and CSR Registration No.
Not Applicable									

**Details of CSR amount spent for projects (other than ongoing projects) for financial year 2022-2023:**

Sr No.	Project ID	Name of CSR Projects or Activities Identified under various sectors	Item from the list of activities in Schedule VII to the Act	Location of the project		Amount to be spent for the project (in Rs.)	Total Amount spent for the project (in Rs.)	Cumulative Amount spent for the project (in Rs.)	Mode of implementation - Through Implementing agency	
				State	District				Name	CSR Regn. No.
1	CSR-GSP-1	<b>Education Aid</b> Payment of Fees for underprivileged students. Scholarship for foreign studies including consultation fees for weaker sections.	Promoting Education	Gujarat	Ahmedabad	24,00,000	28,72,274	28,72,274	SVCT	CSR00012625

## GSP CROP SCIENCE PRIVATE LIMITED

Sr No.	Project ID	Name of CSR Projects or Activities Identified under various sectors	Item from the list of activities in Schedule VII to the Act	Location of the project		Amount to be spent for the project (in Rs.)	Total Amount spent for the project (in Rs.)	Cumulative Amount spent for the project (in Rs.)	Mode of implementation - Through Implementing agency	
				State	District				Name	CSR Regn. No.
2	CSR-GSP-2	<b>Food Distribution</b> Kit distribution of food grains containing basic necessities twice a year to economically backward sections of the society including widows. Food distribution to religious institutions on request for distributing it to marginalized sections of the society.	Eradicating Hunger and Poverty	Gujarat	Ahmedabad	2,10,000	2,06,875	30,79,149	SVCT	CSR00012625
3	CSR-GSP-3	<b>Medical Aid</b> Surgery expenses for patients suffering from Cancer, lungs related diseases etc. Purchase of Medical equipment and medicines. Distribution of Masks and sanitization of areas.	Promoting Health care including preventive health care	Gujarat	Ahmedabad	11,43,000	32,30,989	63,10,138	SVCT	CSR00012625
4	CSR-GSP-4	<b>Old Age Homes</b> Providing Household and other basic necessities to senior citizens on a monthly basis.	Assistance and Facilities for Senior Citizens	Gujarat	Ahmedabad	6,72,000	1,44,000	64,54,138	SVCT	CSR00012625
5	CSR-GSP-5	<b>Financial Aid for feeding Animals</b> Building / maintaining Shelters and procuring fodder for animals.	Animal Welfare	Gujarat	Ahmedabad	7,35,000	1,22,500	65,76,638	SVCT	CSR00012625



Sr No.	Project ID	Name of CSR Projects or Activities Identified under various sectors	Item from the list of activities in Schedule VII to the Act	Location of the project		Amount to be spent for the project (in Rs.)	Total Amount spent for the project (in Rs.)	Cumulative Amount spent for the project (in Rs.)	Mode of implementation - Through Implementing agency	
				State	District				Name	CSR Regn. No.
6	CSR-GSP-6	<b>Appropriate Donation/ sponsorship to community/ social/charitable Institutions of repute engaged in activities in line with our CSR Policy</b> Promoting measures for reducing Social inequalities faced by socially and economically backward groups by giving them financial aid, free legal assistance, providing them basic necessities, assisting them in taking benefits of government schemes etc.	Social inequalities	Gujarat	Ahmedabad	1,03,40,000	60,93,898	1,26,70,536	SVCT	CSR00012625
						1,55,00,000	1,26,70,536			

Notes:

- None of the amount mentioned above was with reference to Unspent amount of previous years.
- Sadguru Shree Vallabhacharya Charitable Trust (SVCT) is a trust formed in 2007 by Late Mr. Vrajmohan R. Shah, one of the Promoter Directors of the Company, with an aim and objective to carry out Social and Charitable work and it has obtained CSR Registration No. - CSR00012625 to comply with the revised CSR Regulations.
- No administrative overhead expenses were incurred.
- In terms of the Companies (Corporate Social Responsibility Policy) Amendment Rules, 2021, the requirement of conducting an impact assessment of its CSR Projects is not applicable to the Company.
- All the CSR expenditure amount of FY 22-23 mentioned herein is pertaining to **other than ongoing projects** and mentioned in Schedule-VII of the Companies Act, 2013.
- None of the CSR expenditure is incurred directly by the Company in FY 22-23.
- As per CSR Rules, the Company also complied with other applicable rules for setoff.

## GSP CROP SCIENCE PRIVATE LIMITED

### Working of Average Net Profit/Loss of the Company for last three financial years:

(Amount in Rs.)

Financial Year	2021-2022 (A)	2020-2021 (B)	2019-20 (C)
Net Profit / Loss calculated in accordance with Section 198 of the Companies Act, 2013	103,29,32,000/-	98,59,46,000/-	26,65,22,000/-
Total Net Profit of last 3 years (A+B+C)	228,54,00,000/-		
Average Net Profit of Preceding 3 financial years	76,18,00,000/-		
Mandatory Contribution for FY 2022-2023 - 2% of Average Net Profit of Preceding 3 financial years	1,52,36,000/-		

### Responsibility Statement:

The Company recognizes its obligations to act responsibly, ethically and with integrity in its dealings with employees, community, customers and the environment as a whole.

The CSR Committee confirms that the implementation and monitoring of the CSR Policy is in compliance with CSR objectives and Policy of the Company and the funds so disbursed have been utilized for the purposes and in the manner as approved by it.

Date : 23<sup>rd</sup> August, 2023  
Place : Ahmedabad

**Bhavesh V. Shah**  
Chairman of  
CSR Committee

**Shail J. Shah**  
Member of  
CSR Committee

**Annexure - B to Directors' Report**

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, ADAPTATION AND FOREIGN EXCHANGE EARNINGS AND OUTGO**

[Pursuant to Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014]

**A. Conservation of Energy:**

**(a) Steps taken and its impact on conservation of Energy**

In the past few years, the Company has tried to improve energy efficiency significantly by various measures. Steps taken in the previous years to conserve energy were continued during the current year also which includes but does not limit to:

- o An automatic system is established to control energy ration. By regularly monitoring the system, energy wastage is effectively reduced and wastage of fuel is under control and diverted to effective production line. The system has increased efficiency of boilers and process cost is minimized.
- o To protect environment, fine micron filter bags are fitted with reduced SPM level in air and by this process, pure air is released in atmosphere.
- o Energy efficient motors are being installed in order to optimize use of power.
- o In its Plants and Offices, the Company has already replaced conventional light fixtures with energy efficient fixtures such as LED Lights and tubes.
- o Recycling of water is carried out which reduces effluent per KG of production.
- o Flash steam recovery system installed resulted in Steam saving around 6-7%.
- o Old reciprocating air compressor replaced by single screw compressor.
- o Condensate recovery system installed in MEE plant.

Last financial year, following additional steps were taken for process improvement, effluent treatment and energy saving.

1. We installed ATFE-FFE system in CPP plant for continuous evaporation of solvent for getting good quality of material and saving in utility.
2. We installed condensate recovery system in different location.
3. We installed new MEE+ ATFD for effluent treatment capacity increase and reuse of water.
4. We started STP water reuse in Cooling tower.

**(b) Steps taken by the Company for utilizing alternate sources of Energy**

The Company is making continuous efforts to conserve and optimize energy wherever feasible by economizing on fuel and power. The Company continued the usage of Imported Coal as fuel for running boilers and reduced the breakdown of production. It also made continuous efforts to identify and implement other alternate sources of energy taking into consideration its impact on environment commensurate with the nature of the Company's business and its size.

**(c) Capital Investment on energy conservation equipment**

<b>Particulars</b>	<b>Amount [Rs. in Lakhs]</b>
Capital Expenditure	16.50 (P.Y: 12.00)

**B. Technology Absorption:**

**(a) Efforts made towards technology absorption**

The Company has a state of the art Research and Development (R&D) Centre situated at its Odhav Unit where a dedicated team of qualified employees on continuous basis carries out in-house new product development activities by using innovative methods and technologies. Company has its R&D Centre at its Kathwada unit for developing new formulations. Company also carries out soil and water analysis and the result/outcome are offered to farmers. Efforts towards technology absorption include process improvements and improved formulation types/strengths to improve the efficacy, productivity and profitability of the Company. Special focus has been given to develop safer formulations like solvent to non-solvent based WG, SG, Granules, CS, formulations etc.

## GSP CROP SCIENCE PRIVATE LIMITED

### (b) Benefits derived like product improvement, cost reduction, product development or import substitution

As a result of aforesaid efforts, the Company's product line gets expanded; quality gets upgraded and further improves yields and margins of the Company. Further on the successful launch of eco-friendly products, environmental load is reduced. Several products were registered in the international market, as also in India for the domestic and export markets. The Company has successfully completed a few contract manufacturing projects at lab as well as pilot scale.

### (c) In case of Imported technology during the last three years reckoned from the beginning of the financial year

- (i) The Details of technology imported: The Company has not imported any technology.
- (ii) The Year of Import: Not Applicable
- (iii) Whether the technology has been fully absorbed: Not Applicable
- (iv) If not fully absorbed, area where absorption has not taken place and the reason thereof: Not Applicable

### (d) Expenditure incurred on Research and Development

(Rs. in Lakhs)

Particulars	2022-2023	2021-2022
Capital Expenditure	15.96	213.70
Revenue Expenditure	465.57	389.99

Total R&D expenditure as a percentage of revenue is 0.31%.

### C. Foreign Exchange Earnings and Outgo:

The foreign Exchange earned by the Company in terms of actual inflows during the year and the Foreign Exchange outgo during the year in terms of actual outflows is given herein below:

(Rs. in Lakhs)

Particulars	2022-2023	2021-2022
Total Foreign Exchange Outgo	35,460.88	32,805.64
Total Foreign Exchange Earnings	19,256.45	28,098.02

#### For and on behalf of the Board of Directors

**Bhavesh V. Shah**  
Managing Director  
DIN: 00094669

**Shail J. Shah**  
Executive Director - Finance  
DIN: 07543594

Date : 23<sup>rd</sup> August, 2023  
Place : Ahmedabad

**Annexure - C to Directors' Report**  
**FORM NO. MR-3**  
**SECRETARIAL AUDIT REPORT**  
**FOR THE FINANCIAL YEAR ENDED ON 31<sup>ST</sup> MARCH, 2023**  
**[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,  
**GSP CROP SCIENCE PRIVATE LIMITED**

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **GSP CROP SCIENCE PRIVATE LIMITED** [CIN: U24120GJ1985PTC007641] ('hereinafter called the Company') having Registered Office at 403, Lalita Complex, 352/3 Rasala Road, Nr. Jain Temple, Navrangpura, Ahmedabad - 380009, Gujarat. The Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing our opinion thereon.

Based on 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 **31<sup>st</sup> March, 2023**, 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 31<sup>st</sup> March, 2023 according to the provisions of:

- (i) The Companies Act, 2013 ('the Act') and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment and Overseas Direct Investment;
- (v) Various common laws applicable to the manufacturing and other activities of the Company such as Labour Laws, Pollution Control Laws, Land Laws, etc. and sector specific laws such as Insecticides Act, 1968 read with relevant rules, Fertilizers Control Order, 1985, Gujarat Prohibition Act, 1949, Acetic Acid (Quality Control) Order, 2019, Chemical Weapons Convention Act, 2000, Gujarat Poison (Regulation and Control Sale and Acid) Rules, 2013, Methanol (Quality Control) Order, 2019 etc. for which we have relied on Certificates/ Reports/ Declarations/Consents/Confirmations obtained by the Company from the experts of the relevant field such as Advocate, Labour Law Consultants, Engineers, Occupier of the Factories, Registered Valuers, Chartered Engineers, Factory Manager, Local Authorities, Effluent Treatment Adviser etc. and have found that the Company is generally regular in complying with the provisions of various applicable Acts.

We have also examined compliance with the applicable clauses of the Secretarial Standards (SS-1 & SS-2) issued by The Institute of Company Secretaries of India.

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

The compliance by the Company of applicable financial laws, like direct and indirect tax laws, has not been reviewed in this audit since the same have been subject to review by the Statutory Financial Auditor and other designated professionals.

**We further report that:**

The Board of Directors of the Company is duly constituted as per the provisions of the Companies Act, 2013 applicable for Private Limited Companies. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance (except where it is held by shorter notice), and a system exists, for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

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

We further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

## GSP CROP SCIENCE PRIVATE LIMITED

We further report that during the audit period the Company bought back and extinguished 2,00,000 Equity Shares of face value of Rs. 100/- each after getting approval of shareholders/ members of the Company by way of passing Special Resolution in their Extra Ordinary General Meeting held on 5<sup>th</sup> April, 2022 and upon complying with necessary procedures and formalities relating to Buyback of Shares as specified under Companies Act, 2013 and Rules made thereunder and Depositories Act wherever applicable.

**FOR KASHYAP R. MEHTA & ASSOCIATES**  
COMPANY SECRETARIES  
FRN: S2011GJ166500

**Place:** Ahmedabad  
**Date:** 23<sup>rd</sup> August, 2023

**KASHYAP R. MEHTA**  
PROPRIETOR  
FCS-1821 : COP-2052 : PR-583/2019  
UDIN: F001821E000850317

**Note:** This report is to be read with our letter of even date which is annexed as **Annexure 1** and forms an integral part of this report.

*Disclaimer: We have conducted the assignment by examining the Secretarial Records including Minutes, Documents, Registers and other records etc., and some of them received by way of electronic mode from the Company. The management has confirmed that the records submitted to us are true and correct. This Report is limited to the Statutory Compliances on laws / regulations / guidelines listed in our report which have been complied by the Company up to the date of this Report pertaining to Financial Year 2022-23.*

### Annexure - 1

To,  
The Members,  
**GSP CROP SCIENCE PRIVATE LIMITED**

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

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed 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. We relied on the draft statutory report provided by the Statutory Auditor of the Company for the financial year ended 31<sup>st</sup> March, 2023.
4. Where ever 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 management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

**FOR KASHYAP R. MEHTA & ASSOCIATES**  
COMPANY SECRETARIES  
FRN: S2011GJ166500

**Place:** Ahmedabad  
**Date:** 23<sup>rd</sup> August, 2023

**KASHYAP R. MEHTA**  
PROPRIETOR  
FCS-1821 : COP-2052 : PR-583/2019  
UDIN: F001821E000850317

## INDEPENDENT AUDITOR'S REPORT

### To The Members of GSP Crop Science Private Limited Report on the Audit of the Standalone Financial Statements

#### Opinion

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

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

#### Basis for Opinion

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

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

- The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Director's report, but does not include the consolidated financial statements, standalone financial statements and our auditor's report thereon.
- Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
- In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.
- If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, 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.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

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

Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level



of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.

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

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

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

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

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

### Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account.
  - d) In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under Section 133 of the Act.
  - e) On the basis of the written representations received from the directors as on March 31, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023 from being appointed as a director in terms of Section 164(2) of the Act.
  - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to standalone financial statements.
  - g) In our opinion and to the best of our information and according to the explanations given to us, the Company being a private company, section 197 of the Act related to the managerial remuneration is not applicable.
  - h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:

## GSP CROP SCIENCE PRIVATE LIMITED

- i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements – Refer note 36 to the standalone financial statements.
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv.
  - (a) The Management has represented that, to the best of its knowledge and belief, as disclosed in the note 42 to the financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entities (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
  - (b) The Management has represented, that, to the best of its knowledge and belief, as disclosed in the note 42 to the financial statements, no funds have been received by the Company from any person or entity, 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 by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
  - (c) Based on the audit procedures that has been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v. The final dividend proposed in the previous year, declared and paid by the Company during the year is in accordance with section 123 of the Act, as applicable.

As stated in note 47 to the financial statements, the Board of Directors of the Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The amount of dividend proposed is in accordance with section 123 of the Act, as applicable.

- vi. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company w.e.f. April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.
2. As required by the Companies (Auditor’s Report) Order, 2020 (“the Order”) issued by the Central Government in terms of Section 143(11) of the Act, we give in “Annexure B” a statement on the matters specified in paragraphs 3 and 4 of the Order.

**For Deloitte Haskins & Sells  
Chartered Accountants  
(Firm’s Registration No. 117365W)**

**Hardik Sutaria  
Partner  
(Membership No. 116642)  
UDIN: 23116642BGWGEM4415**

**Place: Ahmedabad  
Date: August 23, 2023**

## **ANNEXURE “A” TO THE INDEPENDENT AUDITOR’S REPORT**

**(Referred to in paragraph 1 (f) under ‘Report on Other Legal and Regulatory Requirements’ section of our report of even date)**

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

We have audited the internal financial controls over financial reporting of GSP Crop Science Private Limited (“the Company”) as of March 31, 2023 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date.

#### **Management’s Responsibility for Internal Financial Controls**

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

#### **Auditor’s Responsibility**

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

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls with reference to standalone financial statements.

#### **Meaning of Internal Financial Controls Over Financial Reporting**

A company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control over financial reporting includes those policies and procedures that (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 financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company’s assets that could have a material effect on the financial statements.

#### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

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

#### **Opinion**

In our opinion, 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 with reference to standalone financial statements and such internal financial controls with reference to standalone financial statements were operating effectively as at March 31, 2023, based on the criteria for internal financial control with reference to standalone financial statements established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For Deloitte Haskins & Sells  
Chartered Accountants  
(Firm’s Registration No. 117365W)**

**Hardik Sutaria  
Partner**

**(Membership No. 116642)**

**UDIN: 23116642BGWGEM4415**

**Place: Ahmedabad  
Date: August 23, 2023**

## ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

In terms of the information and explanations sought by us and given by the Company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

- (i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment, capital work-in-progress and relevant details of right-of-use assets.
- (B) The Company has maintained proper records showing full particulars of intangible assets.
- (b) The Company has a program of verification of property, plant and equipment, Capital work-in-progress and right-of-use assets, so to cover all the items once every three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain Property, Plant and Equipment, Capital work-in-progress and right-of-use assets were due for verification during the year and were physically verified by the Management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (c) Based on the examination of the registered sale deed / transfer deed / conveyance deed provided to us, we report that, the title deeds of all the immovable properties of land and buildings (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the Company) disclosed in the financial statements included in property, plant and equipment and capital work in progress, are held in the name of the Company as at the balance sheet date. Immovable properties whose title deeds have been pledged as security for loans are held in the name of the Company based on the confirmations directly received by us from custodian.
- (d) The Company has not revalued any of its property, plant and equipment (including Right of Use assets) and intangible assets during the year.
- (e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2023 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- (ii) (a) The inventories except for stocks held with third parties and Goods in Transit, were physically verified during the year by the Management at reasonable intervals. In our opinion and according to the information and explanation given to us, the coverage and procedure of such verification by the Management is appropriate having regard to the size of the Company and the nature of its operations. For stocks held with third parties at the year-end, written confirmations have been obtained and in respect of goods in transit, the goods have been received subsequent to the year end. No discrepancies of 10% or more in the aggregate for each class of inventories were noticed on such physical verification of inventories when compared with books of accounts.
- (b) According to the information and explanations given to us, the Company has been sanctioned working capital limits in excess of Rs. 5 crores, in aggregate, at points of time during the year, from banks or financial institutions on the basis of security of current assets. In our opinion and according to the information and explanations given to us including the revised submissions made by the Company to its lead bankers based on closure of books of accounts at the year end, the revised quarterly returns or statements comprising stock statements, book debt statements and other stipulated financial information filed by the Company with such banks or financial institutions are in agreement with the unaudited books of account of the Company of the respective quarters and no material discrepancies have been observed.
- (iii) The Company has not provided guarantee or security and granted advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships during the year. The Company has provided loans to employees during the year, in respect of which:
  - (a) The Company has provided loans to employees during the year and details are given below:

(Rs. in lakhs)

Particulars	Loans
A. Aggregate amount granted / provided during the year- Others	23.82
B. Balance outstanding as at balance sheet date- Others	59.69

- (b) The investments made and terms and conditions of the grant of the above-mentioned loans, during the year are, in our opinion, prima facie, not prejudicial to the Company's interest.
- (c) In respect of loans granted by the Company, the schedule of repayment of principal and payment of interest has been stipulated and the repayments or receipts of principal amounts and interest have been regular as per stipulations.

- (d) According to information and explanations given to us and based on the audit procedures performed, in respect of loans granted by the Company, there is no overdue amount remaining outstanding as at the balance sheet date.
- (e) None of the loans granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdue of existing loans given to the same parties.
- (f) According to information and explanations given to us and based on the audit procedures performed, the Company has not granted any loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause (iii)(f) is not applicable.
- (iv) The Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of loans granted, investments made and guarantees, and securities provided, as applicable.
- (v) According to the information and explanations given to us, the Company has not accepted any deposits during the year from public to which directives issued by Reserve Bank of India and the provisions of Section 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposits) Rules, 2014, as amended, would apply. Accordingly, the provisions of clause (v) of the Order are not applicable.
- (vi) The maintenance of cost records has been specified by the Central Government under section 148(1) of the Companies Act, 2013. We have broadly reviewed the books of account maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014, as amended, prescribed by the Central Government for maintenance of cost records under Section 148(1) of the Companies Act, 2013, and are of the opinion that, prima facie, the prescribed cost records have been made and maintained by the Company. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- (vii) In respect of statutory dues:
- (a) Undisputed statutory dues, including Goods and Service tax, Provident Fund, Employees' State Insurance, Income-tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, cess and other material statutory dues applicable to the Company have been regularly deposited by it with the appropriate authorities in all cases during the year.

There were no undisputed amounts payable in respect of Goods and Service Tax, Provident Fund, Employee's State Insurance, Income-tax, Sales Tax, Service Tax, Duty of Custom, Duty of Excise, Value Added Tax, cess and other material statutory dues in arrears as at March 31, 2023 for a period of more than six months from the date they became payable.

- (b) Details of statutory dues referred to in sub-clause (a) above which have not been deposited as on March 31, 2023 on account of disputes are given below:

Name of Statute	Nature of Dues	Amount Involved (Rs. in lakhs)	Amount Unpaid (Rs. in lakhs)	Period to which the Amount Relates	Forum where Dispute is pending
The Income Tax Act, 1961	Income Tax	6.91	6.91	A.Y. 2018-19	Commissioner of Income Tax (Appeals)
The Income Tax Act, 1961	Income Tax	32.43	24.14	A.Y. 2012-13, 2013-14 & 2014-15	Income Tax Appellate Tribunal
The Income Tax Act, 1961	Income Tax	52.56	52.56	A.Y. 2018-19	Income Tax Appellate Tribunal
The Gujarat Value Added Tax, 2003	Value Added Tax/ Central Sales Tax	10.92	8.55	2006-07, 2016-17 & 2017-18	VAT tribunal (Gujarat State)
The Bihar Value Added Tax, 2005	Central Sales Tax	35.32	16.56	2015-16	Commissioner Appeals (Bihar State)
The Central Excise Act, 1944	Excise Duty	79.38	73.89	2014-15, 2015-16 & 2016-17	Commissioner (Appeals)
The Central Excise Act, 1944	Excise Duty	0.94	0.87	2015-16	CESTAT
The Central Excise Act, 1944	Excise Duty	33.73	33.73	2007-08	Gujarat High Court
The SGST Act, 2017 (Tamil Nadu)	GST	2.81	2.81	2017-18, 2018-19 & 2019-20	The Commissioner (Appeal) of GST and Central Excise

## GSP CROP SCIENCE PRIVATE LIMITED

- (viii) There were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.
- (ix) (a) Loans amounting to Rs. 580.75 Lakhs outstanding as at March 31, 2023 are repayable on demand and terms and conditions for payment of interest thereon have not been stipulated. According to the information and explanations given to us, such loans and interest thereon have not been demanded for repayment during the financial year. Considering the above, in our opinion, the Company has not defaulted in the repayment of loans or other borrowings, or in the payment of interest thereon to any lender during the year.
- (b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (c) To the best of our knowledge and belief, in our opinion, term loans availed by the Company were, applied by the Company during the year for the purposes for which the loans were obtained, other than temporary deployment pending application in respect of term loans raised towards the end of the year.
- (d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
- (e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.
- (f) The Company has not raised loans during the year on the pledge of securities held in its subsidiaries.
- (x) (a) The Company has not issued any of its securities (including debt instruments) during the year and hence reporting under clause (x) (a) of the Order is not applicable.
- (b) During the year the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause (x)(b) of the Order is not applicable.
- (xi) (a) To the best of our knowledge, no fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- (b) To the best of our knowledge, no report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- (c) As represented to us by the Management, there were no whistle blower complaints received by the Company during the year and upto the date of this report and provided to us, when performing our audit.
- (xii) The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
- (xiii) In our opinion, the Company is in compliance with section 188 of the Companies Act for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards. The Company is a private company and hence the provisions of section 177 of the Companies Act, 2013 are not applicable to the Company.
- (xiv) (a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.
- (b) We have considered, the internal audit reports issued to the Company during the year and covering the period upto March 2023.
- (xv) In our opinion during the year the Company has not entered into any non-cash transactions with any of its directors or directors of its subsidiary company or persons connected with such directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause (xvi) (a), (b) and (c) of the Order is not applicable.
- The Group does not have any CIC as part of the group and accordingly reporting under clause (xvi)(d) of the Order is not applicable.
- (xvii) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors of the Company during the year.

- (xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) The Company has fully spent the required amount towards Corporate Social Responsibility (CSR) and there is no unspent CSR amount for the year requiring a transfer to a Fund specified in Schedule VII to the Companies Act or special account in compliance with the provision of sub-section (6) of section 135 of the said Act. Accordingly, reporting under clause (xx) of the Order is not applicable for the year.

**For Deloitte Haskins & Sells  
Chartered Accountants  
(Firm's Registration No. 117365W)**

**Hardik Sutaria  
Partner  
(Membership No. 116642)  
UDIN: 23116642BGWGEM4415**

**Place: Ahmedabad  
Date: August 23, 2023**

# GSP CROP SCIENCE PRIVATE LIMITED

## STANDALONE BALANCE SHEET AS AT 31<sup>ST</sup> MARCH 2023

(Rs. In Lakhs)

Particulars	Note No.	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
(a) Property, Plant and Equipment	6	9,031.83	8,992.45
(b) Capital Work-In-Progress	6a	1,452.78	909.10
(c) Intangible Assets	7	171.25	207.98
(d) Intangible Assets Under Development	7a	22.75	26.98
(e) Right-of-use Assets	7b	6,423.78	6,463.07
(f) Financial Assets			
- Investments	8	278.95	167.84
- Loans	9	24.07	36.54
- Other Financial Assets	10	42.72	38.07
(g) Non-Current Tax Assets (Net)	11	405.24	-
(h) Deferred Tax Assets (Net)	12	968.68	921.01
(i) Other Non-Current Assets	13	3,005.74	2,285.26
<b>Total Non-Current Assets</b>	<b>(A)</b>	<b>21,827.79</b>	<b>20,048.30</b>
<b>Current Assets</b>			
(a) Inventories	14	33,962.97	38,545.33
(b) Financial Assets			
- Trade Receivables	15	44,573.57	44,431.13
- Cash and Cash Equivalents	16	1,659.44	11,928.91
- Bank Balances other than above	17	2,246.71	967.49
- Loans	9	35.62	44.73
- Other Financial Assets	10	78.65	67.23
(c) Other Current Assets	13	6,617.10	8,786.92
<b>Total Current Assets</b>	<b>(B)</b>	<b>89,174.06</b>	<b>1,04,771.74</b>
<b>TOTAL ASSETS (A)+(B)</b>		<b>1,11,001.85</b>	<b>1,24,820.04</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a) Equity Share Capital	18	2,748.00	2,948.00
(b) Other Equity	19	32,937.26	44,563.38
<b>Total Equity</b>	<b>(A)</b>	<b>35,685.26</b>	<b>47,511.38</b>
<b>Liabilities</b>			
<b>Non-Current Liabilities</b>			
(a) Financial Liabilities			
- Borrowings	20	9,833.45	11,976.25
(b) Long Term Provisions	21	87.05	85.88
<b>Total Non-Current Liabilities</b>	<b>(B)</b>	<b>9,920.50</b>	<b>12,062.13</b>
<b>Current Liabilities</b>			
(a) Financial Liabilities			
- Borrowings	20	22,592.20	20,047.08
- Trade Payables			
Total Outstanding dues of Micro Enterprises and Small Enterprises	22	632.42	332.30
Total Outstanding dues other than Micro Enterprises and Small Enterprises	22	33,529.18	33,239.46
- Other Financial Liabilities	23	2,401.89	3,197.55
(b) Short Term Provisions	21	3,973.52	4,156.54
(c) Current Tax Liabilities (Net)	24	-	1,913.51
(d) Other Current Liabilities	24a	2,266.88	2,360.09
<b>Total Current Liabilities</b>	<b>(C)</b>	<b>65,396.09</b>	<b>65,246.53</b>
<b>TOTAL EQUITY &amp; LIABILITIES (A)+(B)+(C)</b>		<b>1,11,001.85</b>	<b>1,24,820.04</b>
Summary of significant accounting policies	4		
See accompanying notes forming part of the Standalone Financial Statements			

In terms of our report attached  
**For Deloitte Haskins & Sells**  
Chartered Accountants

**Hardik Sutaria**  
Partner

Date : 23<sup>rd</sup> August, 2023  
Place : Ahmedabad

**For and on behalf of the Board of Directors**  
**GSP CROP SCIENCE PRIVATE LIMITED**

**Bhavesh V. Shah**  
Managing Director  
[DIN : 00094669]

**Anjan C. Sheth**  
Company Secretary  
[ACS-26785]

**Shail J. Shah**  
Executive Director-Finance  
[DIN : 07543594]

Date : 23<sup>rd</sup> August, 2023  
Place : Ahmedabad



## STANDALONE STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023

(Rs. In Lakhs)

Particulars	Note No.	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
<b>INCOME</b>			
(a) Revenue from Operations	25	1,53,196.24	1,52,128.21
(b) Other income	26	273.04	1,098.23
<b>TOTAL INCOME</b>		<b>1,53,469.28</b>	<b>1,53,226.44</b>
<b>EXPENSES</b>			
(a) Cost of materials consumed	27	1,06,557.82	1,00,586.54
(b) Purchases of stock-in-trade	28	14,816.20	19,960.35
(c) Changes in inventories of finished goods, Stock-in-trade & work in progress	29	(318.67)	(6,839.04)
(d) Employee benefits expenses	30	6,395.27	6,695.78
(e) Finance cost	31	3,668.78	2,338.68
(f) Depreciation & amortization expenses	6,7 & 7b	1,975.77	1,849.05
(g) Other expenses	32	19,305.56	18,468.55
<b>TOTAL EXPENSES</b>		<b>1,52,400.73</b>	<b>1,43,059.91</b>
<b>Profit Before Tax</b>		<b>1,068.55</b>	<b>10,166.53</b>
<b>Tax Expenses</b>			
(a) Current Tax expense		331.13	2,682.39
(b) Short / (Excess) provision for tax relating to prior years		(39.34)	42.32
(c) Deferred tax	12	(46.30)	(160.53)
<b>Total Tax Expenses</b>		<b>245.49</b>	<b>2,564.18</b>
<b>PROFIT FOR THE YEAR</b>		<b>823.06</b>	<b>7,602.35</b>
<b>Other Comprehensive Income / (Loss)</b>			
(i) Items that will not be reclassified to profit or loss Remeasurment Gain/(Loss) on defined benefit plans		(5.45)	36.55
(ii) Income tax relating to items that will not be reclassified to profit or loss		1.37	(9.20)
<b>Other Comprehensive Income / (Loss) for the year (net of tax)</b>		<b>(4.08)</b>	<b>27.35</b>
<b>Total Comprehensive Income for the year</b>		<b>818.98</b>	<b>7,629.70</b>
<b>Earning Per Equity Share (Face Value of Rs.100 each)</b>			
Basic and Diluted	33	<b>29.80</b>	<b>257.88</b>
Summary of significant accounting policies	4		
See accompanying notes forming part of the Standalone Financial Statements			

In terms of our report attached  
**For Deloitte Haskins & Sells**  
Chartered Accountants

**Hardik Sutaria**  
Partner

Date : 23<sup>rd</sup> August, 2023  
Place : Ahmedabad

**For and on behalf of the Board of Directors**  
**GSP CROP SCIENCE PRIVATE LIMITED**

**Bhavesh V. Shah**  
Managing Director  
[DIN : 00094669]

**Anjan C. Sheth**  
Company Secretary  
[ACS-26785]

**Shail J. Shah**  
Executive Director-Finance  
[DIN : 07543594]

Date : 23<sup>rd</sup> August, 2023  
Place : Ahmedabad

# GSP CROP SCIENCE PRIVATE LIMITED

## STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023		For the year ended 31 <sup>st</sup> March 2022	
	Amount	Amount	Amount	Amount
<b>A. Cash flow from operating activities</b>				
Profit before tax	1,068.55		10,166.53	
<b>Adjustments for:</b>				
Depreciation and amortisation	1,975.77		1,849.05	
(Profit) / Loss on sale of property, plant & equipment	21.80		(9.28)	
Finance costs	3,668.78		2,338.68	
Interest income	(70.65)		(97.96)	
Provision for doubtful trade and other receivables, loans and advances	53.37		162.79	
Net unrealised exchange (gain) / loss	(105.62)		(18.15)	
Share of Profit from Limited Liability Partnership (LLP)	-		(23.62)	
Net Gain on Investments measured at fair value through profit or loss	(13.50)		(0.14)	
Bad Debts written off	142.71		47.75	
Sundry Balances written Off	59.43		45.46	
Sundry Balances written back	(113.09)		(231.24)	
<b>Operating profit before working capital changes</b>		<b>6,687.55</b>		<b>14,229.87</b>
Changes in working capital:				
(Increase)/ Decrease in Inventories	4,582.36		(11,946.47)	
(Increase)/ Decrease in Trade receivable, loans and other financial & Non financial assets	1,715.61		(15,610.89)	
Increase/ (Decrease) in Trade payables, provisions and other financial & Non financial liabilities	(256.46)		7,352.68	
<b>Cash Generated / (Used) in operations</b>		<b>12,729.06</b>		<b>(5,974.81)</b>
Net income tax paid		(2,610.54)		(770.68)
<b>Net cash Generated from / (Used) in operating activities (A)</b>		<b>10,118.52</b>		<b>(6,745.49)</b>
<b>B. Cash flow from investing activities</b>				
Capital expenditure on property, plant & equipment, including capital advances	(3,240.01)		(4,571.93)	
Proceeds from sale of property, plant & equipment	4.22		51.24	
Bank Deposits placed during the year not considered as Cash and Cash Equivalents	(1,283.87)		785.99	
Interest received	64.74		77.74	
Share of Profit from Partnership Firm	-		1,779.43	
Share of Profit from Limited Liability Partnership (LLP)	-		248.14	
Purchase of Investment	(97.61)		(150.10)	
<b>Net cash Generated from / (Used) in investing activities (B)</b>		<b>(4,552.53)</b>		<b>(1,779.49)</b>
<b>C. Cash flow from financing activities</b>				
Proceeds from long-term borrowings	1,013.69		12,921.99	
Repayment of long-term borrowings	(1,939.24)		(1,462.81)	
Proceeds/(Repayment) from short term borrowings (net)	1,327.87		6,695.48	
Buyback of Shares (Refer Note 18e)	(12,342.82)		-	
Finance costs	(3,608.48)		(2,103.06)	
Dividends paid	(302.28)		(294.80)	
<b>Net cash Generated from / (Used) in financing activities (C)</b>		<b>(15,851.26)</b>		<b>15,756.80</b>

## STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023		For the year ended 31 <sup>st</sup> March 2022	
	Amount	Amount	Amount	Amount
<b>Net Increase/(decrease) in Cash and Cash Equivalents (A)+(B)+(C)</b>		<b>(10,285.27)</b>		<b>7,231.82</b>
Cash and cash equivalents at the beginning of the year		11,928.91		4,667.07
Effect of exchange differences on restatement of foreign currency Cash and cash equivalents		15.80		30.02
<b>Cash and Cash Equivalents at the end of the year</b>		<b>1,659.44</b>		<b>11,928.91</b>
<b>Reconciliation of Cash and Cash Equivalents with the Balance Sheet:</b>				
Cash and cash equivalents as per Balance Sheet (Refer Note No.16)		1,659.44		11,928.91
Add: Other Bank balances not considered as Cash and Cash Equivalents (Refer Note No.17)		2,246.71		967.49
<b>Cash and Other Bank Balance at the end of the year</b>		<b>3,906.15</b>		<b>12,896.40</b>
Cash flow has been prepared as per indirect method of Ind AS 7				

### Disclosure as per para 44A as set out in Ind AS 7 on cash flow statements under Companies (Indian Accounting Standards) Rules, 2015 (as amended)

(Rs. In Lakhs)

Particulars of liabilities arising from financing activities	Note No.	As at 31 <sup>st</sup> March 2022	Net cash flows	Non-cash changes*	As at 31 <sup>st</sup> March 2023
<b>Borrowings:</b>					
Long-term borrowings	20(I)	13,850.37	(925.55)	-	12,924.82
Short-term borrowings	20(II)	18,172.96	1,327.87	-	19,500.83
Interest accrued on borrowings	23	124.21	(124.21)	184.51	184.51
<b>Total</b>		<b>32,147.54</b>	<b>278.11</b>	<b>184.51</b>	<b>32,610.16</b>

\* The same relates to amount charged in Statement of Profit & Loss.

See accompanying notes forming part of the Standalone Financial Statements

In terms of our report attached  
**For Deloitte Haskins & Sells**  
 Chartered Accountants

**Hardik Sutaria**  
 Partner

Date : 23<sup>rd</sup> August, 2023  
 Place : Ahmedabad

**For and on behalf of the Board of Directors**  
**GSP CROP SCIENCE PRIVATE LIMITED**

**Bhavesh V. Shah**  
 Managing Director  
 [DIN : 00094669]

**Anjan C. Sheth**  
 Company Secretary  
 [ACS-26785]

**Shail J. Shah**  
 Executive Director-Finance  
 [DIN : 07543594]

Date : 23<sup>rd</sup> August, 2023  
 Place : Ahmedabad

# GSP CROP SCIENCE PRIVATE LIMITED

## STANDALONE STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023

### a. Equity Share Capital

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>Balance at the beginning of the year</b>	<b>2,948.00</b>	<b>2,948.00</b>
Changes in equity share capital during the year (Refer Note 18e)	(200.00)	-
<b>Balance at the end of the year</b>	<b>2,748.00</b>	<b>2,948.00</b>

### b. Other Equity

(Rs. In Lakhs)

Particulars	Capital reserve	Capital redemption reserve	Securities premium reserve	General reserve	Retained earnings	Total
<b>Balance as at 1<sup>st</sup> April, 2021</b>	<b>1.15</b>	-	<b>9,445.14</b>	<b>16,810.98</b>	<b>10,971.21</b>	<b>37,228.48</b>
Payment of dividends	-	-	-	-	(294.80)	(294.80)
Profit for the year	-	-	-	-	7,602.35	7,602.35
Other Comprehensive Income / (Loss) for the year (net of tax)	-	-	-	-	27.35	27.35
Total comprehensive income for the year	-	-	-	-	7,629.70	7,629.70
<b>Balance as at 31<sup>st</sup> March, 2022</b>	<b>1.15</b>	-	<b>9,445.14</b>	<b>16,810.98</b>	<b>18,306.11</b>	<b>44,563.38</b>
<b>Balance as at 1<sup>st</sup> April, 2022</b>	<b>1.15</b>	-	<b>9,445.14</b>	<b>16,810.98</b>	<b>18,306.11</b>	<b>44,563.38</b>
Transfer pursuant to Buyback of Shares (Refer Note 18e)	-	200.00	(9,445.14)	(2,897.68)	-	(12,142.82)
Payment of dividends	-	-	-	-	(302.28)	(302.28)
Profit for the year	-	-	-	-	823.06	823.06
Other Comprehensive Income / (Loss) for the year (net of tax)	-	-	-	-	(4.08)	(4.08)
Total comprehensive income for the year	-	-	-	-	818.98	818.98
<b>Balance as at 31<sup>st</sup> March, 2023</b>	<b>1.15</b>	<b>200.00</b>	-	<b>13,913.30</b>	<b>18,822.81</b>	<b>32,937.26</b>

Accompanying notes are an integral part of these Financial Statements

In terms of our report attached  
**For Deloitte Haskins & Sells**  
 Chartered Accountants

**Hardik Sutaria**  
 Partner

Date : 23<sup>rd</sup> August, 2023  
 Place : Ahmedabad

**For and on behalf of the Board of Directors**  
**GSP CROP SCIENCE PRIVATE LIMITED**

**Bhavesh V. Shah**  
 Managing Director  
 [DIN : 00094669]

**Anjan C. Sheth**  
 Company Secretary  
 [ACS-26785]

**Shail J. Shah**  
 Executive Director-Finance  
 [DIN : 07543594]

Date : 23<sup>rd</sup> August, 2023  
 Place : Ahmedabad

## Notes forming part of the Standalone Financial Statements

### 1 BACKGROUND OF THE COMPANY

GSP Crop Science Private Limited (“the Company”) was incorporated in India on 12<sup>th</sup> February 1985. The Company is engaged in manufacturing of Agro Chemicals & Plasticizers. The Company caters to both Domestic and International Markets. The Company is having three manufacturing units out of which two are located in Ahmedabad and one is located in Vadodara.

### 2 STATEMENT OF COMPLIANCE

These financial statements comprising of Balance Sheet, Statement of Profit and Loss including other comprehensive income, Statement of Changes in Equity and Statement of Cash Flows as at March 31, 2023 have been prepared in accordance with Ind AS as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

Accounting policies were consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standards requires a change in the accounting policy hitherto in use.

### 3 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

#### 3.1 Basis of preparation and presentation of financial statements

The financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained in the accounting policies below.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis, except for leasing transactions that are within the scope of Ind AS 116, and measurements that have some similarities to fair value but are not fair value, such as net realisable value in Ind AS 2 or value in use in Ind AS 36.

In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

#### 3.2 Functional and Presentation Currency

The financial statements are presented in Indian Rupees, the currency of the primary economic environment in which the Company operates. All the amounts are stated in rupee lakhs.

### 4 SIGNIFICANT ACCOUNTING POLICIES

#### 4.1 Property, plant and Equipment

Property, plant and equipment are stated at cost of acquisition / construction less accumulated depreciation, and accumulated impairment loss (if any). Cost includes all expenses related to acquisition and installation of Property, Plant & Equipment which comprises its purchase price net of any trade discounts and rebates, import duties and other non-refundable taxes or levies and any directly attributable cost on making the asset ready for its intended use and other incidental expenses.

Machinery spares which can be used only in connection with an item of Property, Plant and Equipment and whose use is expected to be irregular are capitalised and depreciated over the useful life of the principal item of the relevant class of assets. Subsequent expenditure on property, plant and equipment after its purchase / completion is capitalised only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance.

#### Capital Work in Progress:

Properties in the course of construction for production, supply or administrative purposes are carried at cost, less any recognised impairment loss. Cost comprises direct cost, related incidental expenses and for qualifying assets, borrowing costs capitalised in accordance with the Company’s accounting policy. Such properties are classified to the appropriate categories of property, plant and equipment when completed and ready for intended use. Depreciation of these assets, on the same basis as other property assets, commences when the assets are ready for their intended use.

**Notes forming part of the Standalone Financial Statements**

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in profit or loss.

**4.2 Intangible Assets**

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortisation and accumulated impairment losses. Amortisation is recognised on a straight-line basis over their estimated useful lives. The estimated useful life and amortisation method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis.

**4.3 Depreciation and amortization, Useful life of Property, Plant and Equipment and Intangible Assets**

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation on tangible assets has been provided on the written down value method as per the useful life prescribed in Schedule II to the Companies Act, 2013.

**Amortisation:**

Intangible assets are amortised over their estimated useful life on straight line method as follows:

<b>Name of the Asset</b>	<b>Useful Life</b>
Computer Software	5 Years
Patents	5 Years

**4.4 Impairment of Assets**

The carrying values of assets at each balance sheet date are reviewed for impairment if any indication of impairment exists.

If the carrying amount of the assets exceeds the estimated recoverable amount, an impairment is recognised for such excess amount. The impairment loss is recognised as an expense in the Statement of Profit and Loss, unless the asset is carried at revalued amount, in which case any impairment loss of the revalued asset is treated as a revaluation decrease to the extent a revaluation reserve is available for that asset.

The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor.

When there is indication that an impairment loss recognised for an asset (other than a revalued asset) in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss, to the extent the amount was previously charged to the Statement of Profit and Loss. In case of revalued assets such reversal is not recognised.

**4.5 Foreign Currency Transactions**

**Initial Recognition**

Transactions in foreign currencies entered into by the Company are accounted at the exchange rates prevailing on the date of the transaction or at rates that closely approximate the rate at the date of the transaction.

**Measurement of foreign currency monetary items at Balance Sheet Date**

Foreign currency monetary items of the Company, outstanding at the balance sheet date are restated at the year-end rates. Non-monetary items of the Company are carried at historical cost.

**Treatment of Exchange Differences**

Exchange differences arising on settlement / restatement of foreign currency monetary assets and liabilities of the Company are recognised as income or expense in the Statement of Profit and Loss.

**4.6 Inventories**

Raw materials, packing materials, stores, spares and consumables are valued at lower of cost (net of refundable taxes and duties) and net realizable value. The cost of these items of inventory comprises of cost of purchase, transit insurance, receiving charges and other incidental costs incurred to bring the inventories to their present location and condition.

Work in progress and finished goods are valued at lower of cost and net realizable value. The cost of work in process and finished goods includes cost of direct material consumed, cost of conversion and other costs incurred to bring the inventories to their present location and condition.

Cost of inventories is determined on "Weighted Average" basis and is net of tax credits and after providing for obsolescence and other losses.

## Notes forming part of the Standalone Financial Statements

Net realizable value is the contracted selling value less the estimated costs of completion and the estimated costs necessary to make the sales.

### 4.7 Financial Instruments

#### 4.7.1 Investments

The company measures its investment in associates at cost less provision for impairment, if any.

All other equity investments are measured at fair value, with value changes recognised in Statement of Profit and Loss.

The Company has not made any irrevocable election to present subsequent changes in the fair value of equity investments, not held for trading, in other comprehensive income as the same are classified as fair value through profit or loss.

#### 4.7.2 Trade Receivables

Trade receivables are amounts due from customers for sale of goods or services performed in the ordinary course of business. Trade receivables are initially recognized at its transaction price which is considered to be its fair value and are classified as current assets as it is expected to be received within the normal operating cycle of the business.

#### 4.7.3 Trade Payables

Trade payables are amounts due to vendors for purchase of goods or services acquired in the ordinary course of business and are classified as current liabilities to the extent it is expected to be paid within the normal operating cycle of the business.

#### 4.7.4 Cash and cash equivalents

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

Bank overdrafts that are repayable on demand and form an integral part of the Company's cash management are included as a component of cash and cash equivalent for the purpose of statement of cash flow.

#### 4.7.5 Borrowings

Borrowings are initially recorded at fair value and subsequently measured at amortized costs using effective interest method. Transaction costs are charged to statement of profit and loss as financial expenses over the term of borrowing. Effective interest rate amortisation is included as finance costs in the statement of profit and loss.

#### 4.7.6 Derivative financial instruments

The Company enters into derivative financial instruments in form of foreign exchange forward contracts to manage its exposure to foreign exchange rate risks.

Derivatives are initially recognised at fair value at the date the derivative contracts are entered into and are subsequently remeasured to their fair value at the end of each reporting period. The resulting gain or loss is recognised in profit or loss immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of the recognition in profit or loss depends on the nature of the hedging relationship and the nature of the hedged item.

#### 4.7.7 Other financial assets and liabilities

Other non-derivative financial instruments are initially recognized at fair value and subsequently measured at amortized costs using the effective interest method.

#### 4.7.8 De-recognition of financial assets and liabilities

The Company derecognizes a financial asset when the contractual right to the cash flows from the asset expires or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction which substantially all the risk and rewards of ownership of the financial asset are transferred.

If the Company retains substantially all the risk and rewards of ownership of a transferred financial asset, the Company continues to recognize the financial asset and also recognizes a collateralized borrowing for the proceeds received.

The Company derecognizes a financial liability when its contractual obligations are discharged, cancelled or expired; the difference between the carrying amount of derecognized financial liability and the consideration paid is recognized as profit or loss.

#### 4.7.9 Impairment of financial assets

At each balance sheet date, the Company assesses whether a financial asset is to be impaired. Ind AS 109 requires expected credit losses to be measured through loss allowance. The Company measures the loss allowance for financial assets at an amount equal to lifetime expected credit losses if the credit risk on that financial asset has increased significantly since initial recognition.

## Notes forming part of the Standalone Financial Statements

If the credit risk on a financial asset has not increased significantly since initial recognition, the Company measures the loss allowance for financial assets at an amount equal to 12-month expected credit losses. The Company uses both forward-looking and historical information to determine whether a significant increase in credit risk has occurred.

### 4.8 Revenue Recognition

#### Sale of Goods

Revenue is recognised upon transfer of control of promised products or services to customers in an amount that reflects the consideration which the Company expects to receive in exchange for those products or services. Revenue is measured based on the transaction price, which is the consideration, adjusted for volume discounts, rebates, scheme allowances, price concessions, incentives, and returns, if any, as specified in the contracts with the customers. Revenue excludes taxes collected from customers on behalf of the government. Accruals for discounts/incentives and returns are estimated (using the most likely method) based on accumulated experience and underlying schemes and agreements with customers. Due to the short nature of credit period given to customers, there is no financing component in the contract.

#### Other Income

Interest income is accrued on a time basis, by reference to the principal outstanding and at the interest rate applicable.

#### Export Benefits

Export benefits are accounted for in the year of exports based on the eligibility and when there is no uncertainty in receiving the same.

### 4.9 Employee Benefits

#### Defined contribution plans

The Company's contribution to provident fund and employee state insurance scheme are considered as defined contribution plans and is charged as an expense based on the amount of contribution required to be made and when services are rendered by the employees.

#### Defined benefit plans

For defined benefit plans in the form of gratuity fund, the cost of providing benefits is determined using the Projected Unit Credit method, with actuarial valuations being carried out at each balance sheet date. Remeasurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding net interest), is reflected immediately in the balance sheet with a charge or credit recognised in other comprehensive income in the period in which they occur. Remeasurement recognised in other comprehensive income is reflected immediately in retained earnings and is not reclassified to profit or loss.

Past service cost is recognised in profit or loss in the period of a plan amendment. Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability or asset. Defined benefit costs are categorised as follows:

- service cost (including current service cost, past service cost, as well as gains and losses on curtailments and settlements);
- net interest expense or income; and
- remeasurement

The Company presents the first two components of defined benefit costs in profit or loss in the line item 'Employee benefits expense'. Curtailment gains and losses are accounted for as past service costs.

The retirement benefit obligation recognised in the standalone balance sheet represents the actual deficit or surplus in the Company's defined benefit plans. Any surplus resulting from this calculation is limited to the present value of any economic benefits available in the form of refunds from the plans or reductions in future contributions to the plans.

A liability for a termination benefit is recognised at the earlier of when the entity can no longer withdraw the offer of the termination benefit and when the entity recognises any related restructuring costs.

#### Short-term and other long-term employee benefits

A liability is recognised for benefits accruing to employees in respect of wages and salaries and other short term employee benefits in the period the related service is rendered at the undiscounted amount of the benefits expected to be paid in exchange for that service.

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related service are recognised as a liability at the present value of the defined benefit obligation as at the balance sheet date.



## Notes forming part of the Standalone Financial Statements

### 4.10 Borrowing Costs

Borrowing costs include interest as per the effective interest rate, amortisation of ancillary costs incurred and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost.

Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan. Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of these assets, until such time as the assets are substantially ready for their intended use or sale.

### 4.11 Operating Expenses

Operating Expenses are charged to statement of Profit and Loss on accrual basis.

### 4.12 Leases

The Company's lease asset classes primarily consist of leases for land. The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. Identification of a lease requires significant judgment. The Company uses significant judgement in assessing the lease term (including anticipated renewals) and the applicable discount rate. The Company determines the lease term as the non-cancellable period of a lease, together with both periods covered by an option to extend the lease. In assessing whether the Company is reasonably certain to exercise an option to extend a lease, or not to exercise an option to terminate a lease, it considers all relevant facts and circumstances that create an economic incentive for the Company to exercise the option to extend the lease, or not to exercise the option to terminate the lease. The Company revises the lease term if there is a change in the non-cancellable period of a lease.

At the date of commencement of the lease, the Company recognizes a right-of-use asset ("ROU") for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease. The right-of-use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Company changes its assessment if whether it will exercise an extension or a termination option.

### 4.13 Taxes on Income

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961 and other applicable tax laws.

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the standalone financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit. In addition, deferred tax liabilities are not recognised if the temporary difference arises from the initial recognition of goodwill.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

Current and deferred tax are recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity respectively.

Advance taxes and provisions for current income taxes are presented in the balance sheet after off-setting advance taxes paid and income tax provisions arising in the same tax jurisdiction and the Company intends to settle the asset and liability on a net basis. The Company offsets deferred tax assets and deferred tax liabilities if it has a legally enforceable right and these relate to taxes on income levied by the same governing taxation laws.

## Notes forming part of the Standalone Financial Statements

### 4.14 Provisions and Contingencies

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability is not recognized but its existence is disclosed in the financial statements. Contingent assets are not recognised and disclosed only when an inflow of economic benefits is probable in the financial statements.

### 4.15 Cash flow statement

Cash flows are reported using the indirect method, whereby profit/loss before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

### 4.16 Segment Reporting Policy

The Company identifies segments as operating segments whose operating results are regularly reviewed by the Chief Operating Decision Maker [CODM] to make decisions about resources to be allocated to the segment and assess its performance and for which discrete financial information is available.

The accounting policies adopted for segment reporting are in line with the accounting policies of the Company. Segment revenue, segment expenses, segment assets and segment liabilities have been identified to segments on the basis of their relationship to the operating activities of the segment.

Inter-segment revenue is accounted on the basis of transactions which are primarily determined based on market / fair value factors.

Revenue, expenses, assets and liabilities which relate to the Company as a whole and are not allocable to segments on reasonable basis have been included under "unallocated revenue / expenses / assets / liabilities".

### 4.17 Earnings Per Share

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post-tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earning per share is computed by dividing the net profit / loss attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares outstanding during the year adjusted for the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares. The dilutive potential equity shares are adjusted for the proceeds receivable had the equity shares been actually issued at fair value (i.e. the average market value of the outstanding equity shares). Dilutive potential equity shares are deemed converted as of the beginning of the period, unless issued at a later date. Dilutive potential equity shares are determined independently for each period presented.

### 4.18 Operating Cycle

All assets and liabilities have been classified as current or non-current as per the company's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. Based on the nature of product and the time between acquisition of assets for processing and their realization in cash and cash equivalents, the company has ascertained its operating cycle as 12 months for the purpose of current/non-current classification of assets and liabilities.

### 4.19 Research and development expenses

Revenue expenditure pertaining to research is charged to the Statement of Profit and Loss. Development costs of products are also charged to the Statement of Profit and Loss unless a product's technical feasibility has been established, in which case such expenditure is capitalised. The amount capitalised comprises expenditure that can be directly attributed or allocated on a reasonable and consistent basis to creating, producing and making the asset ready for its intended use. Property, plant and equipment utilised for research and development are capitalised and depreciated in accordance with the policies stated for Property, Plant and Equipments.

### 4.20 Share Issue Expenses

Share issue expenses are adjusted against the Securities Premium Account as permissible under Section 52 of the Companies Act, 2013 to the extent any balance is available for utilisation in the Securities Premium Account.

## Notes forming part of the Standalone Financial Statements

### 5 Use of Estimates

The preparation of financial statements are in conformity with the recognition and measurement principles of Ind AS which requires management to make critical judgments, estimates and assumptions that affect the reporting of assets, liabilities, income and expenditure.

The estimates and judgements used in the preparation of the financial statements are continuously evaluated by the Company and are based on historical experience and various other assumptions and factors (including expectations of future events) that the Company believes to be reasonable under the existing circumstances.

Estimates and underlying assumptions are reviewed on an ongoing basis and any revisions to the estimates are recognised in the period in which the estimates are revised and future periods are affected.

Key source of estimation of uncertainty at the date of financial statements, which may cause material adjustment to the carrying amount of assets and liabilities within the next financial year, is in respect of:

1. Useful lives and residual value of property, plant and equipment (refer note no. 4.3)
2. Impairment of financial assets (refer note no. 4.7.9)
3. Impairment of non-financial assets (refer note no. 4.4)
4. Employee benefits (refer note no. 4.9)
5. Expense Provisions, Provision for Returnable Assets & contingent liabilities (refer note no. 4.8 and 4.14)
6. Valuation of deferred tax assets (refer note no. 4.13)

**Notes forming part of the Standalone Financial Statements**

**6 PROPERTY, PLANT & EQUIPMENT**

(Rs. In Lakhs)

Class of Assets	Gross Block				Depreciation				Net Block
	As on 1 <sup>st</sup> April 2022	Additions	Deductions	As on 31 <sup>st</sup> March 2023	Upto 1 <sup>st</sup> April 2022	For the year	On deductions	Upto 31 <sup>st</sup> March 2023	As on 31 <sup>st</sup> March 2023
Freehold Land	274.03	117.71	-	391.74	-	-	-	-	391.74
Factory Buildings	5,426.65	294.56	-	5,721.21	2,219.88	362.89	-	2,582.77	3,138.44
Factory Equipments	113.72	5.95	-	119.67	76.12	17.27	-	93.39	26.28
Plant & Machinery	10,250.83	1,154.95	116.09	11,289.69	6,076.67	1,100.20	94.16	7,082.71	4,206.98
Laboratory Equipments	690.11	30.59	-	720.70	424.17	70.70	-	494.87	225.83
Electrical Installation	810.90	74.63	7.97	877.56	501.02	84.92	6.65	579.29	298.27
Office Equipments	212.79	36.75	-	249.54	138.43	36.85	-	175.28	74.26
Office Building	297.59	-	-	297.59	76.57	10.68	-	87.25	210.34
Computers	170.40	22.96	1.61	191.75	90.76	49.58	1.53	138.81	52.94
Furniture & Fixtures	446.11	45.75	8.93	482.93	247.69	59.47	7.09	300.07	182.86
Vehicles	273.14	150.44	6.89	416.69	122.50	76.35	6.05	192.80	223.89
<b>Total</b>	<b>18,966.27</b>	<b>1,934.29</b>	<b>141.49</b>	<b>20,759.07</b>	<b>9,973.81</b>	<b>1,868.91</b>	<b>115.48</b>	<b>11,727.24</b>	<b>9,031.83</b>

(Rs. In Lakhs)

Class of Assets	Gross Block				Depreciation				Net Block
	As on 1 <sup>st</sup> April 2021	Additions	Deductions	As on 31 <sup>st</sup> March 2022	Upto 1 <sup>st</sup> April 2021	For the year	On deductions	Upto 31 <sup>st</sup> March 2022	As on 31 <sup>st</sup> March 2022
Freehold Land	274.03	-	-	274.03	-	-	-	-	274.03
Factory Buildings	5,132.98	293.67	-	5,426.65	1,819.09	400.79	-	2,219.88	3,206.77
Factory Equipments	96.61	22.86	5.75	113.72	65.54	15.87	5.29	76.12	37.60
Plant & Machinery	9,075.92	1,194.35	19.44	10,250.83	5,064.48	1,021.54	9.35	6,076.67	4,174.16
Laboratory Equipments	550.42	139.69	-	690.11	356.21	67.96	-	424.17	265.94
Electrical Installation	684.13	126.77	-	810.90	426.49	74.53	-	501.02	309.88
Office Equipments	195.41	68.12	50.74	212.79	151.44	32.72	45.73	138.43	74.36
Office Building	297.59	-	-	297.59	65.34	11.23	-	76.57	221.02
Computers	123.60	46.82	0.02	170.40	43.12	47.65	0.01	90.76	79.64
Furniture & Fixtures	313.39	132.72	-	446.11	216.12	31.57	-	247.69	198.42
Vehicles	246.82	155.33	129.01	273.14	177.38	47.74	102.62	122.50	150.64
<b>Total</b>	<b>16,990.90</b>	<b>2,180.33</b>	<b>204.96</b>	<b>18,966.27</b>	<b>8,385.21</b>	<b>1,751.60</b>	<b>163.00</b>	<b>9,973.81</b>	<b>8,992.45</b>

**6a. Capital Work in Progress**

(Rs. In Lakhs)

As on 31.03.2023	Amount in CWIP for a Period of				Total
	<01 Year	>01 Year but <02 Years	>02 Years but <03 Years	More than 03 Years	
Project in process	1,296.18	138.15	-	18.45	1,452.78
Project temporary suspended	-	-	-	-	-
<b>Total</b>	<b>1,296.18</b>	<b>138.15</b>	<b>-</b>	<b>18.45</b>	<b>1,452.78</b>

(Rs. In Lakhs)

As on 31.03.2022	Amount in CWIP for a Period of				Total
	<01 Year	>01 Year but <02 Years	>02 Years but <03 Years	More than 03 Years	
Project in process	780.20	44.17	8.01	21.27	853.65
Project temporary suspended	37.00	4.35	-	14.10	55.45
<b>Total</b>	<b>817.20</b>	<b>48.52</b>	<b>8.01</b>	<b>35.37</b>	<b>909.10</b>

## Notes forming part of the Standalone Financial Statements

(Rs. In Lakhs)

As on 31.03.2023	To be completed in			
	<01 Year	>01 Year but <02 Years	>02 Years but <03 Years	More than 03 Years
Shaykha Dahej Projects	113.51	-	-	-

(Rs. In Lakhs)

As on 31.03.2022	To be completed in			
	<01 Year	>01 Year but <02 Years	>02 Years but <03 Years	More than 03 Years
Shaykha Dahej Projects	-	-	55.45	-

### Notes:

- There are no adjustment to Property, Plant & Equipment and Intangible assets on account of borrowing cost and exchange differences during the year.
- For Property, Plant & Equipment pledged as security, refer Note No. 20(I) & 20(II).

## 7 INTANGIBLE ASSETS

(Rs. In Lakhs)

Class of Assets	Gross Block				Amortisation				Net Block
	As on 1 <sup>st</sup> April 2022	Additions	Deductions	As on 31 <sup>st</sup> March 2023	Upto 1 <sup>st</sup> April 2022	For the year	On deductions	Upto 31 <sup>st</sup> March 2023	As on 31 <sup>st</sup> March 2023
Computer software	382.54	6.64	-	389.18	230.04	48.81	-	278.85	110.33
Patent	74.14	24.18	-	98.32	18.66	18.74	-	37.40	60.92
<b>Total</b>	<b>456.68</b>	<b>30.82</b>	<b>-</b>	<b>487.50</b>	<b>248.70</b>	<b>67.55</b>	<b>-</b>	<b>316.25</b>	<b>171.25</b>

(Rs. In Lakhs)

Class of Assets	Gross Block				Amortisation				Net Block
	As on 1 <sup>st</sup> April 2021	Additions	Deductions	As on 31 <sup>st</sup> March 2022	Upto 1 <sup>st</sup> April 2021	For the year	On deductions	Upto 31 <sup>st</sup> March 2022	As on 31 <sup>st</sup> March 2022
Computer software	343.93	38.61	-	382.54	183.07	46.97	-	230.04	152.50
Patent	30.63	43.51	-	74.14	7.49	11.17	-	18.66	55.48
<b>Total</b>	<b>374.56</b>	<b>82.12</b>	<b>-</b>	<b>456.68</b>	<b>190.56</b>	<b>58.14</b>	<b>-</b>	<b>248.70</b>	<b>207.98</b>

### 7a. Intangible Assets Under Development

(Rs. In Lakhs)

As on 31.03.2023	Amount in Intangible Assets under Development for a period of				Total
	<01 Year	>01 Year but <02 Years	>02 Years but <03 Years	More than 03 Years	
Project in process	16.86	2.00	-	3.89	22.75
<b>Total</b>	<b>16.86</b>	<b>2.00</b>	<b>-</b>	<b>3.89</b>	<b>22.75</b>

(Rs. In Lakhs)

As on 31.03.2022	Amount in Intangible Assets under Development for a period of				Total
	<01 Year	>01 Year but <02 Years	>02 Years but <03 Years	More than 03 Years	
Project in process	15.00	-	-	11.98	26.98
<b>Total</b>	<b>15.00</b>	<b>-</b>	<b>-</b>	<b>11.98</b>	<b>26.98</b>

**Notes forming part of the Standalone Financial Statements**

**7b. Right of use Assets**

(Rs. In Lakhs)

Class of Assets	Gross Block				Amortisation				Net Block
	As on 1 <sup>st</sup> April 2022	Additions	Deductions	As on 31 <sup>st</sup> March 2023	Upto 1 <sup>st</sup> April 2022	For the year	On deductions	Upto 31 <sup>st</sup> March 2023	As on 31 <sup>st</sup> March 2023
Leasehold land	6,711.75	-	-	6,711.75	248.68	39.29	-	287.97	6,423.78
<b>Total</b>	<b>6,711.75</b>	<b>-</b>	<b>-</b>	<b>6,711.75</b>	<b>248.68</b>	<b>39.29</b>	<b>-</b>	<b>287.97</b>	<b>6,423.78</b>

(Rs. In Lakhs)

Class of Assets	Gross Block				Amortisation				Net Block
	As on 1 <sup>st</sup> April 2021	Additions	Deductions	As on 31 <sup>st</sup> March 2022	Upto 1 <sup>st</sup> April 2021	For the year	On deductions	Upto 31 <sup>st</sup> March 2022	As on 31 <sup>st</sup> March 2022
Leasehold land	6,711.75	-	-	6,711.75	209.37	39.31	-	248.68	6,463.07
<b>Total</b>	<b>6,711.75</b>	<b>-</b>	<b>-</b>	<b>6,711.75</b>	<b>209.37</b>	<b>39.31</b>	<b>-</b>	<b>248.68</b>	<b>6,463.07</b>

- The amount recognised in the statement of profit & loss account for Rent expense - short-term lease and leases of low value assets is Rs. 268.87 Lakhs (Previous Year: Rs. 260.41 Lakhs).

Note: 1. For Leasehold land pledged as security, refer Note No. 20(I) & 20(II).

**8 NON-CURRENT INVESTMENTS**

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>Investment in Equity Shares of Subsidiary Companies - measured at cost (unquoted)</b>		
9,999 shares (P.Y. 9,999 shares) of Rajdhani Petrochemicals Private Limited at Rs.100 each fully paid up	10.00	10.00
7,900 shares (P.Y. Nil shares) in GSP Intermediates Private Limited At Rs. 10.00 each fully paid up	0.79	-
76,000 shares (P.Y. 76,000 shares) of Indo GSP Chemicals Private Limited at Rs.10.00 each fully paid up	7.60	7.60
<b>Investment in Mutual Fund - measured at Fair Value through Profit and Loss Account (quoted)</b>		
Units of ICICI Prudential Short Term Fund - Growth Option having face value of Rs.10/- (No. of Units 3,14,376.578)*	158.85	150.24
Units of Aditya Birla Sun Life Banking & PSU Debt Fund Growth Option having face value of Rs.10/- (No. of Units 31,924.721)**	101.71	-
<b>Total</b>	<b>278.95</b>	<b>167.84</b>
Aggregate amount of quoted investments - At Cost	246.92	150.10
Aggregate amount of quoted investments - At Market value	260.56	150.24
Aggregate amount of unquoted investments - At Cost	18.39	17.60

\*Investments ICICI Prudential Short Term Fund - Growth Option aggregating to Rs. 158.85 Lakhs are lien marked in favour of Tata Capital Financial Services Ltd. (Term Loan of Rs. 3100 Lakhs).

\*\*Investments Aditya Birla Sun Life Banking & PSU Debt Fund - Growth Option aggregating to Rs. 101.71 Lakhs are lien marked in favour of Aditya Birla Finance Ltd. (Term Loan of Rs. 4000 Lakhs).

**Note no. (i) Extent of equity interest in Subsidiaries and Associates**

Name of the Organisation	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>A) Subsidiary</b>		
Indo GSP Chemicals Private Limited	76.00%	76.00%
GSP Intermediates Private Limited	79.00%	0.00%
Rajdhani Petrochemicals Private Limited	99.99%	99.99%

**9 LOANS**

**(I) Non-Current**

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>Unsecured, Considered Good</b>		
Loans to Employees	24.07	36.54
<b>Total</b>	<b>24.07</b>	<b>36.54</b>

## Notes forming part of the Standalone Financial Statements

### (II) Current

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>Unsecured, Considered Good</b>		
Loans to Employees	35.62	44.73
<b>Total</b>	<b>35.62</b>	<b>44.73</b>

## 10 OTHER FINANCIAL ASSETS

### (I) Non-Current

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
Balance held in Deposit Accounts with Banks (Refer footnote of Note No. 17)	42.72	38.07
<b>Total</b>	<b>42.72</b>	<b>38.07</b>

### (II) Current

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>Unsecured, Considered Good</b>		
Security Deposits	51.72	46.21
Interest Receivable	26.93	21.02
<b>Total</b>	<b>78.65</b>	<b>67.23</b>

## 11 NON-CURRENT TAX ASSETS

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
Tax Paid in Advance (Net of Provision)	405.24	-
<b>Total</b>	<b>405.24</b>	<b>-</b>

## 12 DEFERRED TAX ASSETS (NET)

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
Deferred Tax Assets	986.81	947.50
Less: Deferred Tax Liabilities	18.13	26.49
<b>Deferred Tax Assets (Net)</b>	<b>968.68</b>	<b>921.01</b>

(Rs. In Lakhs)

Particulars	FY 2022-23			FY 2021-22		
	Opening Balance	Charged to P&L/OCI	Closing Balance	Opening Balance	Charged to P&L/OCI	Closing Balance
<b>Deferred tax (liabilities)/ asset in relation to:</b>						
Property Plant and Equipment	565.91	56.14	622.05	496.13	69.78	565.91
Provision for Employee benefit	107.96	(18.26)	89.70	102.65	5.31	107.96
Provision for Doubtful debt	273.63	1.43	275.06	173.69	99.94	273.63
Processing fees and Professional Fees	(26.49)	8.36	(18.13)	(2.79)	(23.70)	(26.49)
<b>Total</b>	<b>921.01</b>	<b>47.67</b>	<b>968.68</b>	<b>769.68</b>	<b>151.33</b>	<b>921.01</b>

**Notes forming part of the Standalone Financial Statements**

**Numerical Reconciliation between average effective tax rate and applicable tax rate:**

(Rs. In Lakhs)

<b>Particulars</b>	<b>As at 31<sup>st</sup> March 2023</b>	<b>As at 31<sup>st</sup> March 2022</b>
Profit Before tax from Continuing Operations	1,068.55	10,166.53
Income Tax using the Company's domestic Tax rate #	268.93	2,558.71
<b>Tax Effect of :</b>		
- Share of Profit of equity-accounted investees reported net of Tax	-	(5.94)
- Non deductible Expenses	634.77	667.38
- Deduction on account of Expenses allowable in Tax	(578.06)	(535.42)
- (Profit) / Loss on sale of property, plant & equipment	5.49	(2.34)
- Changes in recognised deductible temporary differences	(46.30)	(160.53)
- Short/(Excess) provision for Tax relating to prior years	(39.34)	42.32
<b>Income Tax recognised in P&amp;L from Continuing Operations (Effective Tax Rate)</b>	<b>245.49</b>	<b>2,564.18</b>

# The Tax rate used for Financial Year 2022-23 & 2021-22 is 25.168% payable by corporate entity in India on taxable profits under the Indian Tax Law.

**13 OTHER ASSETS**

**(I) Non-Current**

(Rs. In Lakhs)

<b>Particulars</b>	<b>As at 31<sup>st</sup> March 2023</b>	<b>As at 31<sup>st</sup> March 2022</b>
<b>Unsecured, Considered Good</b>		
Capital Advances	2,959.74	2,238.86
Prepaid Expenses	0.79	1.19
Balance with tax authorities(under protest)	45.21	45.21
<b>Total</b>	<b>3,005.74</b>	<b>2,285.26</b>

**(II) Current**

(Rs. In Lakhs)

<b>Particulars</b>	<b>As at 31<sup>st</sup> March 2023</b>	<b>As at 31<sup>st</sup> March 2022</b>
<b>Unsecured, Considered Good</b>		
Export Benefit Receivable	60.03	18.96
<b>Balances with government authorities :</b>		
VAT Credit Receivable	123.57	106.19
GST Credit Receivable	2,608.16	3,921.06
Advance Custom Duty paid	2.17	42.81
Prepaid Expenses	318.40	266.64
Expected Reimbursement Towards Likely Sales Return (Refer note 21(II))	2,916.13	2,888.09
Advances to Suppliers	549.11	1,532.88
Advance to Employees	39.53	10.29
<b>Total</b>	<b>6,617.10</b>	<b>8,786.92</b>



## Notes forming part of the Standalone Financial Statements

### 14 INVENTORIES (At lower of cost and net realisable value)

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
Raw Materials	8,590.28	13,363.10
Raw Materials - Goods in transit	579.36	855.14
Work in Progress	452.92	242.36
Stores and Spares	144.51	147.29
Packing Materials	649.48	498.12
Packing Materials - Goods in transit	15.45	16.46
Finished Goods *	18,840.15	15,897.96
Stock In Trade	4,378.82	7,454.99
Stock In Trade - Goods in transit	312.00	69.91
<b>Total</b>	<b>33,962.97</b>	<b>38,545.33</b>

\*Finished goods include, certain technical & bulk materials, which are classified as Finished Goods based on the Company's estimate of its probable end use i.e. captive consumption or sale.

Inventories are hypothecated as Security for Borrowings as disclosed under Note No.20.

The write down of inventories to net realisable value and other provisions/losses recognised in the statement of profit and loss as an expense is Rs. 474.55 Lakhs (March 31, 2022 Rs. 377.69 Lakhs).

### 15 TRADE RECEIVABLES

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
Unsecured, Considered Good	44,573.57	44,431.13
Add: Doubtful	1,092.89	1,087.21
Less: Provision for doubtful debts and receivables	1,092.89	1,087.21
<b>Total</b>	<b>44,573.57</b>	<b>44,431.13</b>
<b>Trade Receivables stated above include debts due from a Private Company / LLP /Firm / Partnership Firm in which Director of the Company is a Director or a Partner (Refer Note No. 38)</b>		
Indo GSP Chemicals Private Limited	5,039.92	5,962.56
Rajdhani Petrochemicals Private Limited	1,609.45	1,394.21
<b>Total</b>	<b>6,649.37</b>	<b>7,356.77</b>

Trade receivables are non-interest bearing and are generally on terms of 90 to 120 days.

Trade receivables are given as security for borrowings as disclosed under note 20.

### Movement in Provision for doubtful debts

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
Balance at the beginning of the year	1,087.21	995.92
Add: Provision made during the year	53.37	162.79
Less: Provision utilised during the year	47.69	71.50
<b>Balance at the end of the year</b>	<b>1,092.89</b>	<b>1,087.21</b>

**Notes forming part of the Standalone Financial Statements**

(Rs. In Lakhs)

Trade Receivable Ageing 31.03.2023	Outstanding for the following period from due date of payments						Total
	Not Due	<06 Months	>06 Months but <1 Year	>01 Year but <02 Years	>02 Years but <03 Years	More than 03 Years	
(I) Undisputed Trade Receivables - Considered Good	18,484.10	22,858.64	809.68	849.12	278.43	45.20	43,325.17
(II) Disputed Trade Receivables - Considered Goods	-	8.27	37.42	138.56	294.46	396.68	875.39
(III) Disputed Trade Receivables - Which have significant increase in credit risk	-	1.37	0.01	101.67	92.56	956.26	1,151.87
(IV) Disputed Trade Receivables - Credit impaired	-	2.04	0.09	17.03	0.77	294.10	314.03
<b>Gross Trade Receivables</b>							<b>45,666.46</b>
Less: Provision for doubtful debts and receivables							1,092.89
<b>Net Trade Receivables</b>							<b>44,573.57</b>

(Rs. In Lakhs)

Trade Receivable Ageing 31.03.2022	Outstanding for the following period from due date of payments						Total
	Not Due	<06 Months	>06 Months but <1 Year	>01 Year but <02 Years	>02 Years but <03 Years	More than 03 Years	
(I) Undisputed Trade Receivables - Considered Good	22,088.77	19,170.45	1,064.16	478.98	13.20	35.39	42,850.95
(II) Disputed Trade Receivables - Considered Goods	-	19.47	213.41	477.42	157.39	420.57	1,288.26
(III) Disputed Trade Receivables - Which have significant increase in credit risk	-	-	-	6.27	247.15	713.08	966.50
(IV) Disputed Trade Receivables - Credit impaired	-	-	2.68	7.65	56.46	345.84	412.63
<b>Gross Trade Receivables</b>							<b>45,518.34</b>
Less: Provision for doubtful debts and receivables							1,087.21
<b>Net Trade Receivables</b>							<b>44,431.13</b>

**16 CASH AND CASH EQUIVALENTS**

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
Cash on hand	12.07	5.44
Balance with Banks	1,451.02	2,413.48
Fixed deposit with maturity less than 3 months	196.35	9,509.99
<b>Total</b>	<b>1,659.44</b>	<b>11,928.91</b>

**17 OTHER BANK BALANCES**

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
Balance held in Deposit Accounts with Banks (Refer Note No. (i) below)	2,246.71	967.49
<b>Total</b>	<b>2,246.71</b>	<b>967.49</b>

- (i) Bank Deposits (including long term deposits in Other Financial Assets with balance maturity period of more than 12 months) of Rs. 974.97 Lakhs (as at 31<sup>st</sup> March 2022 Rs. 1,005.55 Lakhs), have been pledged with banks as a security for opening Letter of Credit and Bank Guarantee.

## Notes forming part of the Standalone Financial Statements

### 18 EQUITY SHARE CAPITAL

Particulars	As at 31 <sup>st</sup> March 2023		As at 31 <sup>st</sup> March 2022	
	Number of Shares	Amount (Rs. In Lakhs)	Number of Shares	Amount (Rs. In Lakhs)
<b>Authorised:</b>				
Equity Shares of Rs.100 each	50,00,000	5,000.00	50,00,000	5,000.00
<b>Total</b>	<b>50,00,000</b>	<b>5,000.00</b>	<b>50,00,000</b>	<b>5,000.00</b>
<b>Issued, Subscribed and Paid Up:</b>				
Equity Shares of Rs.100 each Fully Paid Up	27,48,003	2,748.00	29,48,003	2,948.00
<b>Total</b>	<b>27,48,003</b>	<b>2,748.00</b>	<b>29,48,003</b>	<b>2,948.00</b>

#### (a) Reconciliation of number of shares

Particulars	As at 31 <sup>st</sup> March 2023		As at 31 <sup>st</sup> March 2022	
	Number of Shares	Amount (Rs. In Lakhs)	Number of Shares	Amount (Rs. In Lakhs)
<b>Equity Shares</b>				
Opening Balance	29,48,003	2,948.00	29,48,003	2,948.00
Add :- Issued during the year	-	-	-	-
Less :- Bought back during the year (Refer Note (e) below)	2,00,000	200.00	-	-
<b>Closing Balance</b>	<b>27,48,003</b>	<b>2,748.00</b>	<b>29,48,003</b>	<b>2,948.00</b>

#### (b) Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company

Class of Shares / Name of Shareholder	As at 31 <sup>st</sup> March 2023		As at 31 <sup>st</sup> March 2022	
	Number of Shares Held	% Holding in that Class of Shares	Number of Shares Held	% Holding in that Class of Shares
<b>Equity Shares with Voting Rights</b>				
Mr. Kenal Vrajmohan Shah	-	0.00%	5,86,710	19.90%
Mr. Bhavesh Vrajmohan Shah	6,35,710	23.13%	5,83,520	19.79%
Oman India Joint Investment Fund	1,45,753	5.30%	3,45,753	11.73%
Mr. Vrajmohan Ramanlal Shah (Refer Note (d) below)	3,90,750	14.22%	3,90,750	13.25%
Mr. Vrajmohan Ramanlal Shah & Mrs. Vilasben Vrajmohan Shah (Refer Note (d) below)	-	0.00%	2,60,885	8.85%
Mr. Vrajmohan Ramanlal Shah HUF (Refer Note (d) below)	-	0.00%	1,94,140	6.59%
Mrs. Vilasben Vrajmohan Shah	6,31,275	22.97%	1,76,250	5.98%
Kappa Trust	6,26,670	22.80%	-	0.00%

#### Shares held by Promoters

Promoters Name	As at 31 <sup>st</sup> March 2023			As at 31 <sup>st</sup> March 2022		
	No. of Shares	% of Total Shares	% Change During the Year	No. of Shares	% of Total Shares	% Change During the Year
Vrajmohan Ramanlal Shah (HUF) (Refer Note (d) Below)	-	0.00%	-6.59%	1,94,140	6.59%	0.00%
Kenal Vrajmohan Shah (HUF)	-	0.00%	-1.77%	52,190	1.77%	0.00%
Bhavesh Vrajmohan Shah (HUF)	-	0.00%	-1.77%	52,190	1.77%	0.00%
Shah Kenal Vrajmohan	-	0.00%	-19.90%	5,86,710	19.90%	0.00%
Shah Vrajmohan Ramanlal (Refer Note (d) Below)	3,90,750	14.22%	0.97%	3,90,750	13.25%	0.00%
Vihangi Shah	100	0.00%	-0.17%	5,000	0.17%	0.00%
Shah Deepa Bhavesh	100	0.00%	-1.90%	56,125	1.90%	0.00%
Shah Vilasben Vrajmohan	6,31,275	22.97%	16.99%	1,76,250	5.98%	0.00%
Falguni Kenal Shah	100	0.00%	-1.90%	56,125	1.90%	0.00%
Shah Bhavesh Vrajmohan	6,35,710	23.13%	3.34%	5,83,520	19.79%	0.00%
Riddhi Shah	1,100	0.04%	-0.16%	6,000	0.20%	0.03%

**Notes forming part of the Standalone Financial Statements**

Promoters Name	As at 31 <sup>st</sup> March 2023			As at 31 <sup>st</sup> March 2022		
	No. of Shares	% of Total Shares	% Change During the Year	No. of Shares	% of Total Shares	% Change During the Year
Shah Tirth	1,33,220	4.85%	0.33%	1,33,320	4.52%	0.00%
Athena Trust	4,900	0.18%	0.18%	-	0.00%	0.00%
Beta Trust	56,025	2.04%	2.04%	-	0.00%	0.00%
Kappa Trust	6,26,670	22.80%	22.80%	-	0.00%	0.00%
Shard Trust	4,900	0.18%	0.18%	-	0.00%	0.00%
Monakhos Trust	100	0.00%	0.00%	-	0.00%	0.00%
Stamford Trust	68,155	2.48%	2.48%	-	0.00%	0.00%
Pujan Shah	100	0.00%	0.00%	-	0.00%	0.00%
Shah Vrajmohan Ramanlal Jointly With Shah Vilasben Vrajmohan (Refer Note (d) Below)	-	0.00%	-8.85%	2,60,885	8.85%	0.00%

- (c) The Company has one class of Equity shares having a par value of Rs.100 per share. Each holder of equity share is entitled to one vote per share held. The dividend if any 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 if any, in proportion to their shareholding.
- (d) Mr. Vrajmohan Shah - Director and Shareholder of the Company expired on 13<sup>th</sup> February, 2022. His shareholding was claimed by legal heirs and accordingly shares were transferred to legal heirs after all the formalities as per Companies Act (for physical shares) and Depositories Regulations (for shares held in DEMAT mode) were completed.
- (e) **Buyback of Shares, Bonus Shares and Shares issued for Consideration other than cash:**
- The Board of Directors of the Company, at its meeting held on 2<sup>nd</sup> April, 2022 and vide approval of the Members of the Company by way of Special Resolution passed on 5<sup>th</sup> April, 2022 approved buyback of upto 2,00,000 (Two Lakh) fully paid-up Equity Shares of face value of Rs. 100/- (Rupees Hundred only) each (representing 6.78 % of the total number of fully paid-up Equity Share Capital of the Company) on a proportionate basis, through the 'Tender Offer' route in accordance with the Companies Act, 2013 ('the Act') and rules made thereunder, at a price of Rs. 5,524.50 (Rupees Five Thousand Five Hundred Twenty Four and Fifty paise only) per Equity Share, payable in cash for an aggregate consideration not exceeding Rs. 110,49,00,000/ (Rupees One Hundred and Ten Crore Forty Nine Lakh only), being 24.34% of the aggregate of paid-up capital and free reserves of the Company, as per unaudited interim condensed special purpose standalone financial statements of the Company as on 31<sup>st</sup> October, 2021 which has been reviewed by the Auditors (within 25% of the aggregate of paid-up capital and free reserves of the Company as on 31<sup>st</sup> October, 2021).
  - The Company has issued neither bonus shares nor shares for consideration other than cash during the reporting period.

**19 OTHER EQUITY**

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>(1) Capital Reserve</b>		
Opening Balance	1.15	1.15
Increase/(Decrease) during the year	-	-
<b>Closing balance</b>	<b>1.15</b>	<b>1.15</b>
<b>(2) Capital Redemption Reserve</b>		
Opening Balance	-	-
Add: Pursuant to Buyback of Shares	200.00	-
<b>Closing balance</b>	<b>200.00</b>	<b>-</b>
<b>(3) Security Premium</b>		
Opening Balance	9,445.14	9,445.14
Less: Pursuant to Buyback of Shares	9,445.14	-
<b>Closing balance</b>	<b>-</b>	<b>9,445.14</b>

## Notes forming part of the Standalone Financial Statements

### 19 OTHER EQUITY (Continued)

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>(4) General Reserve</b>		
Opening Balance	16,810.98	16,810.98
Less: Pursuant to Buyback of Shares	2,897.68	-
<b>Closing balance</b>	<b>13,913.30</b>	<b>16,810.98</b>
<b>(5) Surplus in Statement of Profit and Loss</b>		
Opening Balance	18,306.11	10,971.21
Add: Net Profit for the year	823.06	7,602.35
Other Comprehensive Income / (Loss) for the year (net of tax)	(4.08)	27.35
Less: Appropriations		
Dividend Paid per share Rs. 11.00 (P.Y. Rs. 10.00)	302.28	294.80
<b>Closing balance</b>	<b>18,822.81</b>	<b>18,306.11</b>
<b>Total</b>	<b>32,937.26</b>	<b>44,563.38</b>

#### Nature and Purpose of Reserves:

**Capital Redemption Reserve** - Capital Redemption Reserve is created for redemption of equity shares from its retained earnings. The amount in Capital Redemption Reserve is equal to nominal amount of the equity shares redeemed. Capital Redemption Reserve may be applied by the Group in paying up unissued shares of the Group to be issued to shareholders of the Group as fully paid bonus shares.

**Securities Premium** - Securities premium reserve is created due to premium on issue of shares. These reserve is utilised in accordance with the provisions of the Companies Act.

**General Reserve** - General Reserve is a free reserve created by the Company by transfer from Retained earnings for appropriation purposes.

### 20 BORROWINGS

#### (I) Non-Current Borrowings

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>Secured Loans</b>		
Term Loans from Banks (Refer Note No. (i) to (iii) below)	2,708.04	1,108.16
Less: Current maturities of Term Loans from Banks	574.75	569.50
	<b>2,133.29</b>	<b>538.66</b>
Term Loans from Non-Banking Financial Companies (Refer Note No. (iv) to (viii) below)	10,032.83	12,628.57
Less: Current maturities of Term Loans from Non-Banking Financial Companies	2,456.87	1,266.47
	<b>7,575.96</b>	<b>11,362.10</b>
Vehicle Loans from Banks (Refer Note No. (ix) below)	112.44	35.46
Less: Current maturities of Vehicle Loans from Banks	34.62	18.23
	<b>77.82</b>	<b>17.23</b>
Vehicle Loans from Non-Banking Financial Companies (Refer Note No. (ix) below)	71.51	78.18
Less: Current maturities of Vehicle Loans from Non-Banking Financial Companies	25.13	19.92
	<b>46.38</b>	<b>58.26</b>
<b>Total</b>	<b>9,833.45</b>	<b>11,976.25</b>

(i) Loan from State Bank of India of Rs.888.00 Lakhs (Previous Year: Rs. Nil), out of which Nil (Previous Year: Nil) are classified as current maturity. The outstanding balance is repayable in 48 equal monthly instalments. The loan is secured by first pari-passu charge on entire current assets of the Company and first pari-passu charge over the entire property, plant and equipment of the Company except property, plant and equipment located at plot no. 2, GIDC, Nandesari, Dist. Baroda. The loan is secured by second pari-passu charge over the entire property, plant and equipment of the company located at plot no. 2, GIDC, Nandesari, Dist. Baroda. The loan carries interest rate of 1% above 6 months MCLR. The repayment of loan to start from April-24.

(ii) Loan from State Bank of India of Rs.1377.50 Lakhs (Previous Year: Rs.1740.00 Lakhs), out of which Rs.435.00 Lakhs (Previous Year: Rs. 326.25 Lakhs) are classified as current maturity. The outstanding balance is repayable in 36 equal monthly instalments. The loan is secured by first pari-passu charge on entire current assets of the Company and first pari-passu charge over the entire property, plant and equipment of the Company except property, plant and equipment located at plot no. 2, GIDC, Nandesari, Dist. Baroda. The loan is secured by second pari-passu charge over the entire property, plant and equipment of the company located at plot no. 2, GIDC, Nandesari, Dist. Baroda. The loan carries interest rate of 1% above 6 months MCLR.

**Notes forming part of the Standalone Financial Statements**

- (iii) Loan from HDFC Bank of Rs.442.54 Lakhs (Previous Year: Rs.559.00 Lakhs), out of which Rs.139.75 Lakhs (Previous Year: Rs.104.81 Lakhs) are classified as current maturity. The outstanding balance is repayable in 38 equal monthly instalments. The loan is secured by first pari-passu charge on entire current assets of the Company and first pari-passu charge over the entire property, plant and equipment of the Company except property, plant and equipment located at plot no. 2, GIDC, Nandesari, Dist. Baroda. The loan is secured by second pari-passu charge over the entire property, plant and equipment of the company located at plot no. 2, GIDC, Nandesari, Dist. Baroda. The loan carries interest rate of 1% above 12 months MCLR.
- (iv) Loan from Bajaj Finance Ltd. of Rs.669.64 Lakhs (Previous Year: Rs.937.50 Lakhs), out of which Rs.267.86 Lakhs (Previous Year: Rs.267.86 Lakhs) are classified as current maturity. The outstanding balance is repayable in 10 quarterly instalments. The loan is secured by second pari-passu charge on entire current assets of the Company and first pari-passu charge over the entire property, plant and equipment of the Company. The loan carries interest rate of 1.35% above 3 months HDFC Bank MCLR.
- (v) Loan from Bajaj Finance Ltd. of Rs.2375.00 Lakhs (Previous Year: Rs.2500.00 Lakhs), out of which Rs.500.00 Lakhs (Previous Year: Rs.125.00 Lakhs) are classified as current maturity. The outstanding balance is repayable in 19 quarterly instalments. The loan is to be secured by second pari-passu charge on entire current assets of the Company and first pari-passu charge over the entire property, plant and equipment of the Company. The loan carries interest rate of 1.35% above 3 months HDFC Bank MCLR.
- (vi) Loan from Aditya Birla Finance Ltd. of Rs.4000.00 Lakhs (Previous Year: Rs.4000.00 Lakhs), out of which Rs.800.00 Lakhs (Previous Year: Nil) are classified as current maturity. The outstanding balance is repayable in 20 quarterly instalments. The loan is to be secured by first pari-passu charge over the entire property, plant and equipment of the Company and second pari-passu charge on entire current assets of the Company. The loan carries interest rate of LTLR less 8.35% p.a. The loan repayment shall start from June 2023. Investments wide Mutual Fund aggregating to Rs. 100.00 Lakhs are lien marked in favour of Aditya Birla Finance Ltd.
- (vii) Loan from TATA Capital Financial Services Ltd. of Rs.2626.38 Lakhs (Previous Year: Rs.3100.00 Lakhs), out of which Rs.516.67 Lakhs (Previous Year: Rs.473.61 Lakhs) are classified as current maturity. The outstanding balance is repayable in 61 monthly instalments. The loan is to be secured by second pari-passu charge on entire current assets of the Company and first pari-passu charge over the entire property, plant and equipment of the Company. The loan carries interest rate of LTLR less 9.75%. Investments wide Mutual Fund aggregating to Rs. 150.24 Lakhs are lien marked in favour of Tata Capital Financial Services Ltd.
- (viii) Loan from TATA Capital Financial Services Ltd. of Rs.433.34 Lakhs (Previous Year: Rs.833.41 Lakhs), out of which Rs.400.00 Lakhs (Previous Year: Rs.400.00 Lakhs) are classified as current maturity. The outstanding balance is repayable in 13 monthly instalments. The loan is secured by exclusive charge on the lease hold land of company located at Saykha, Ankleshwar. The loan carries interest rate of LTLR less 8.25%.
- (ix) Vehicle loans of Rs.183.95 Lakhs (Previous Year Rs. 113.64 Lakhs) are secured against the hypothecation of respective vehicles, out of which Rs. 59.75 Lakhs (Previous Year Rs. 38.15 Lakhs) is classified as current maturity. Vehicle Loans carry interest from 7.06% to 9.00 %. The outstanding amount is repayable in 15 to 52 monthly instalments which include the amount of Interest.

**(II) Current Borrowings**

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>Secured Loans</b>		
Working Capital loans (Refer Note No. (i) below)	18,920.08	16,773.38
Current Maturities of Long Term Debt from Banks	609.37	587.73
Current Maturities of Long Term Debt from Non-Banking Financial Companies	2,482.00	1,286.39
	<b>22,011.45</b>	<b>18,647.50</b>
<b>Unsecured Loans</b>		
<b>Loans from Related Parties</b> (Refer Note No. (ii) below)		
- From Directors	294.46	733.24
- From Share Holders	286.29	666.34
	<b>580.75</b>	<b>1,399.58</b>
<b>Total</b>	<b>22,592.20</b>	<b>20,047.08</b>

- (i) Working Capital Loans include Cash Credit and Working Capital Demand Loans from Banks and Non-Banking Financial Company under consortium led by State Bank of India. These Working Capital loans are secured/to be secured by first pari-passu charge on entire current assets of the Company and first pari-passu charge over the entire property, plant and equipments of the Company except property, plant and equipment located at plot no. 2, GIDC, Nandesari, Dist. Baroda. The said Working Capital loans are also secured/to be secured by second pari-passu charge over the entire property, plant and equipments of the Company located at plot no. 2, GIDC, Nandesari, Dist. Baroda. The Working Capital Loans carries interest rate ranging from marginal cost of lending rate plus 1.00 % p.a. to 2.00 % p.a.
- (ii) Loans from Directors and Share Holders are repayable on demand and carries the interest rate of 9% p.a.

## Notes forming part of the Standalone Financial Statements

### 21 PROVISIONS

#### (I) Non-Current

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>Provision for Employee Benefits</b>		
Provision for Compensated Absences (Refer Note No. 34)	87.05	85.88
<b>Total</b>	<b>87.05</b>	<b>85.88</b>

#### (II) Current

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>Provision for Employee Benefits</b>		
Provision for Compensated Absences (Refer Note No. 34)	19.81	19.64
Provision for Gratuity (Refer Note No. 34)	70.03	118.22
<b>Provision - Others</b>		
Provision for Asset Reinstatement Obligation	-	86.64
Provision for Sales Return (Refer note below)	3,883.68	3,932.04
<b>Total</b>	<b>3,973.52</b>	<b>4,156.54</b>

#### Provision for Compensated Absences

Provision for employee benefits includes amount payable to employees on account of compensated absences. Movement of Provision for employee benefits is disclosed under:

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
<b>Opening balance</b>	<b>105.52</b>	<b>94.30</b>
Add: Provision made during the year	37.68	35.75
Less: Benefits paid during the year	36.34	24.53
<b>Closing balance</b>	<b>106.86</b>	<b>105.52</b>

#### Provision for Asset Reinstatement Obligation

As per the contractual terms with Bharat Pesticides Industries Private Limited (Lessor), upon termination of lease agreement, the Company as a lessee was obliged to leave the premise in good condition as it was on the date of commencement of lease. The provision for asset reinstatement was created to record liability of the Company on account of asset lost in fire which was taken on lease. However, both the Companies have mutually agreed to settle this liability at Rs. 86.64 Lakhs.

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
<b>Opening balance</b>	<b>86.64</b>	<b>86.64</b>
Add: Additional provision made during the year	-	-
Less: Paid during the year	86.64	-
<b>Closing balance</b>	<b>-</b>	<b>86.64</b>

#### Provision for Sales Return

The Company, as a trade practice, accepts returns from market. Provision is made for such returns on the basis of historical experience, market conditions and specific contractual terms. At the time of recognising provision for sales return expected reimbursement towards likely sales return is also recognised, which is included in other current assets for the products expected to be returned.

**Notes forming part of the Standalone Financial Statements**

**22 TRADE PAYABLES**

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>Current</b>		
Acceptances	2,464.98	-
<b>Other trade Payable</b>		
Micro and Small Enterprises (Refer Note No. 40)	632.42	332.30
Others	31,064.20	33,239.46
<b>Total</b>	<b>34,161.60</b>	<b>33,571.76</b>

(Rs. In Lakhs)

Trade Payable Ageing 31.03.2023	Outstanding for the following period from due date of payments					Total
	Not Due	<01 Year	>01 Year but <02 Years	>02 Years but <03 Years	More than 03 Years	
(I) Micro and Small Enterprises	596.43	35.99	-	-	-	632.42
(II) Others	25,637.54	7,731.00	72.91	28.89	58.84	33,529.18

(Rs. In Lakhs)

Trade Payable Ageing 31.03.2022	Outstanding for the following period from due date of payments					Total
	Not Due	<01 Year	>01 Year but <02 Years	>02 Years but <03 Years	More than 03 Years	
(I) Micro and Small Enterprises	242.11	90.19	-	-	-	332.30
(II) Others	25,200.30	7,729.72	180.37	42.85	86.22	33,239.46

**23 OTHER CURRENT FINANCIAL LIABILITIES**

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
Interest Accrued but not Due on Borrowings	184.51	124.21
Trade Deposits	864.03	760.80
Payables for Employee Benefits	1,136.76	2,082.04
Creditors for Capital Goods	164.10	178.63
Security Deposits	52.49	51.87
<b>Total</b>	<b>2,401.89</b>	<b>3,197.55</b>

**24 CURRENT TAX LIABILITIES (NET)**

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
Tax liability (Net of Advance Tax and TDS)	-	1,913.51
<b>Total</b>	<b>-</b>	<b>1,913.51</b>

**24a OTHER CURRENT LIABILITIES**

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
Statutory Remittances	212.30	448.13
Advances from Customers	2,054.58	1,911.96
<b>Total</b>	<b>2,266.88</b>	<b>2,360.09</b>



## Notes forming part of the Standalone Financial Statements

### 25 REVENUE FROM OPERATIONS

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Sale of Products (Gross)	1,60,565.15	1,52,691.45
Less: Discount on sales	9,524.23	3,689.27
<b>Net Sales</b>	<b>1,51,040.92</b>	<b>1,49,002.18</b>
Sale of Services	2,020.90	2,942.42
<b>Other Operating Revenues</b>		
Export Incentives	111.34	161.94
Miscellaneous Receipts	23.08	21.67
<b>Total</b>	<b>1,53,196.24</b>	<b>1,52,128.21</b>

#### Disaggregation of Revenue from contracts with customers

##### Revenue based on Geography

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Domestic	1,36,017.00	1,25,631.91
Export	17,179.24	26,496.30
<b>Total</b>	<b>1,53,196.24</b>	<b>1,52,128.21</b>

##### Revenue based on Business Segment

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Agro Chemicals	1,30,942.75	1,32,145.31
Plasticizer	22,253.49	19,982.90
<b>Total</b>	<b>1,53,196.24</b>	<b>1,52,128.21</b>

#### Reconciliation of Revenue from operations with contract price

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Revenue from contract with customers as per the contract price	1,84,395.91	1,77,086.99
<b>Less : Adjustment made to contract price on account of</b>		
a) Discounts and Rebates	9,524.23	3,689.27
b) Sales Return	21,675.44	21,269.51
<b>Total</b>	<b>1,53,196.24</b>	<b>1,52,128.21</b>

### 26 OTHER INCOME

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
<b>Interest income</b>		
Bank Deposits	67.18	96.09
Loans and others	3.47	1.87
Net Gain on Investments measured at fair value through profit or loss	13.50	0.14
<b>Other non-operating income</b>		
Sundry balance written back	113.09	231.24
Profit on sale of Property, Plant & Equipment	-	9.28
Net Gain on Foreign Currency Transactions and Translation	-	628.10
Share of Profit from Limited Liability Partnership(LLP)	-	23.62
Miscellaneous Income	75.80	107.89
<b>Total</b>	<b>273.04</b>	<b>1,098.23</b>

**Notes forming part of the Standalone Financial Statements**

**27 COST OF MATERIALS CONSUMED**

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Cost of Raw Materials Consumed	1,02,205.55	95,976.74
Cost of Packing Materials Consumed	4,352.27	4,609.80
<b>Total</b>	<b>1,06,557.82</b>	<b>1,00,586.54</b>

**28 PURCHASES OF TRADED GOODS**

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Stock-in-trade	14,816.20	19,960.35
<b>Total</b>	<b>14,816.20</b>	<b>19,960.35</b>

**29 CHANGES IN INVENTORIES**

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
<b>Inventories (at the end of the year)</b>		
Finished goods	18,840.15	15,897.96
Stock-in-trade	4,690.82	7,524.90
Work in Progress	452.92	242.36
	<b>23,983.89</b>	<b>23,665.22</b>
<b>Inventories (at the beginning of the year)</b>		
Finished goods	15,897.96	13,681.11
Stock-in-trade	7,524.90	2,718.65
Work in Progress	242.36	426.42
	<b>23,665.22</b>	<b>16,826.18</b>
<b>Total</b>	<b>(318.67)</b>	<b>(6,839.04)</b>

**30 EMPLOYEE BENEFITS EXPENSES**

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Salaries, Wages and Bonus	5,776.47	6,075.46
Contribution to Provident Fund & Other Funds	288.23	281.86
Staff Welfare Expenses	330.57	338.46
<b>Total</b>	<b>6,395.27</b>	<b>6,695.78</b>

**31 FINANCE COSTS**

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
<b>Interest Expenses</b>		
Term Loans	1,441.56	399.65
Cash Credit and Working Capital Demand Loan	1,645.49	1,194.72
Loans from Related Parties	59.36	113.81
Collection Charges	198.43	121.44
Other Interest Expenses	170.18	271.89
	<b>3,515.02</b>	<b>2,101.51</b>
Other Financial Charges	153.76	237.17
<b>Total</b>	<b>3,668.78</b>	<b>2,338.68</b>

## Notes forming part of the Standalone Financial Statements

### 32 OTHER EXPENSES

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Consumption of Stores and Spares	358.36	307.20
Sub-contracting Expenses	1,850.09	1,575.94
Power & Fuel	4,292.81	4,505.60
Water Charges	130.10	102.23
Effluent Disposal Charges	936.14	1,542.13
Laboratory Expenses	387.94	506.20
Factory Expenses	466.15	468.03
Labour Charges	844.30	847.64
Rent	268.87	260.41
Repairs to Buildings	185.07	132.37
Repairs to Plant and Machinery	525.05	513.05
Travelling and Conveyance	1,423.14	960.24
Transport Charges	885.17	572.60
Sales Commission	267.20	246.22
Warehousing & Distribution Expenses	950.87	1,540.86
Advertisement and Business Promotion Expenses	2,732.45	2,291.37
Provision For Doubtful Trade Receivables (Refer Note No.15)	53.37	162.79
Sundry Balance Written Off	59.43	45.46
Bad Debts Written Off	142.71	47.75
Legal and Professional fees	1,121.74	796.27
Other Repairs	431.18	364.23
Charity and Donations	0.73	6.04
Corporate Social Responsibility Expense (Refer Note No.41)	128.00	146.63
Insurance	455.09	283.68
Rates and taxes	15.99	79.63
Payment to Auditors*	28.33	44.66
Loss on sale of property, plant & equipment	21.80	-
Net Loss on Foreign Currency Transactions and Translation	174.14	-
General Administration Expenses	169.34	119.32
<b>Total</b>	<b>19,305.56</b>	<b>18,468.55</b>
<b>*Auditors' Remuneration</b>		
Audit Fees	28.33	28.25
Other Services including certification fees and fees for interim review	-	16.41
<b>Total</b>	<b>28.33</b>	<b>44.66</b>

### 33 EARNING PER SHARE (EPS)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
<b>Basic and Diluted</b>		
Profit attributable to equity share holders (Rs. In Lakhs)	823.06	7,602.35
Weighted average number of equity shares outstanding during the year (Nos.)	27,61,702	29,48,003
Nominal Value of equity share (Rs./Share)	100	100
<b>Basic and Diluted EPS (Rs./Share)</b>	<b>29.80</b>	<b>257.88</b>

### 34 As per Ind AS 19 "Employee benefits", the disclosures as defined in the Accounting Standard are given below:

#### Defined Contribution Plans

The Company operates defined contribution retirement benefit plans for all qualifying employees in the form of Provident Fund & Employee State Insurance Scheme.

**Notes forming part of the Standalone Financial Statements**

Contribution to Defined Contribution Plans, recognised as expense for the year is as under:

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Employer's Contribution to Provident Fund	173.84	166.92
Employer's Contribution to Employee State Insurance Scheme	15.27	18.14

**Compensated absences and earned leaves**

The Company's current policy permits eligible employees to accumulate compensated absences up to a prescribed limit and receive cash in lieu thereof in accordance with the terms of the policy.

**Defined Benefit Plans**

The Company operates a defined benefit plan in form of gratuity plan covering eligible employees, which provide a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employees' salary and the tenure of employment.

**These plans typically expose the company to actuarial risks such as investment risk, interest rate risk, longevity risk and salary risk.**

**Investment risk**

The present value of the defined benefit plan liability (denominated in Indian Rupee) is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds. For defined benefit plans, the discount rate is determined by reference to market yields at the end of the reporting period on high quality corporate bonds when there is a deep market for such bonds; if the return on planned asset is below this rate, it will create a plan deficit.

**Interest risk**

A decrease in the bond interest rate will increase the plan liability; however, this will be partially offset by an increase in the return on the plan's investments.

**Longevity risk**

The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.

**Salary risk**

The present value of the defined benefit plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan liability.

In respect of the plan, the most recent actuarial valuation of the present value of the defined benefit obligation was carried out as at 31<sup>st</sup> March 2023. The present value of the defined benefit obligation, the related current service cost and past service cost, were measured using the projected unit credit method.

The amounts recognized in the Company's financial statements as at the year end are as under:

(Rs. In Lakhs)

Particulars	Gratuity (Funded)	
	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
<b>a. Assumptions:</b>		
Discount Rate	7.35%	6.70%
Rate of Return on Plan Assets	7.35%	6.70%
Salary Escalation	5.00%	5.00%
Mortality	Indian Assured Lives Mortality (2012-14 Urban)	Indian Assured Lives Mortality (2012-14 Urban)
Average Past Service	5.12 Years	4.96 Years
Average Age	34.79 Years	34.46 Years
Rate of Employee Turnover	For service 4 years and below 25.00% p.a. For service 5 years and above 10.00% p.a.	For service 4 years and below 26.00% p.a. For service 5 years and above 9.00% p.a.

## Notes forming part of the Standalone Financial Statements

(Rs. In Lakhs)

Particulars	Gratuity (Funded)	
	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
<b>b. Table showing changes in Present value of defined benefit obligation:</b>		
Liability at the beginning of the year	470.38	458.19
Interest cost	31.50	27.77
Current service cost	53.45	51.91
Past service cost	-	-
Liability transferred in/acquisitions	-	-
Liability transferred out/divestments	-	-
Benefit paid from the fund	(72.83)	(24.97)
Actuarial (gains) and loss arising from changes in demographic assumptions	4.57	(6.07)
Actuarial (gains) and loss arising from changes in financial assumptions	(17.57)	(18.56)
Actuarial (gains) and loss arising from experience adjustments	21.58	(17.89)
<b>Liability at the end of the year</b>	<b>491.08</b>	<b>470.38</b>
<b>c. Change in Plan Assets:</b>		
Fair value of Plan Assets at the beginning of the year	352.16	310.07
Interest Income	23.59	18.80
Contributions	115.00	54.24
Expected Contributions by the Employees	-	-
Assets Transferred In/Acquisitions	-	-
(Assets Transferred Out/Divestments)	-	-
Benefit Paid	(72.83)	(24.97)
Expected Return on Plan Assets	3.13	(5.98)
<b>Fair value of Plan Assets at the end of the year</b>	<b>421.05</b>	<b>352.16</b>
<b>d. Expenses Recognized in the Other Comprehensive Income (OCI):</b>		
Expected Return on Plan Assets	(3.13)	5.98
Actuarial (gains) and loss arising from changes in demographic assumptions	4.57	(6.07)
Actuarial (gains) and loss arising from changes in financial assumptions	(17.57)	(18.56)
Actuarial (gains) and loss arising from experience adjustments	21.58	(17.89)
<b>Expenses Recognized in the Other Comprehensive Income (OCI)</b>	<b>5.45</b>	<b>(36.55)</b>
<b>e. Amount Recognized in the Balance Sheet:</b>		
Present value of Funded defined benefit obligation at the end of the year	(491.08)	(470.38)
Fair value of Plan Assets at the end of the year	421.05	352.16
<b>Net (Liability)/Asset Recognized in the Balance Sheet</b>	<b>(70.03)</b>	<b>(118.22)</b>
<b>f. Expenses Recognized in the Statement of Profit &amp; Loss:</b>		
Current Service cost	53.45	51.91
Interest Cost	7.91	8.98
Past service cost	-	-
<b>Expense / (Income) Recognized in Statement of Profit &amp; Loss</b>	<b>61.36</b>	<b>60.89</b>
<b>g. Balance Sheet Reconciliation:</b>		
Opening Net Liability	118.22	148.12
(Income)/ Expenses recognised in Statement of Profit & Loss	61.36	60.89
(Income)/ Expenses recognised in OCI	5.45	(36.55)
Net Liability/(Asset) Transfer In	-	-
Net (Liability)/Asset Transfer Out	-	-
Employers Contribution	(115.00)	(54.24)
<b>Net Liability/(Asset) Recognized in the Balance Sheet</b>	<b>70.03</b>	<b>118.22</b>
<b>h. Experience Adjustment:</b>		
Actuarial (Gains)/Losses on Obligations - Due to Experience	21.58	(17.90)
<b>i. Projected Contribution for next year:</b>	<b>123.04</b>	<b>171.67</b>

**Notes forming part of the Standalone Financial Statements**

**j. Sensitivity analysis for each significant actuarial assumption:**

The significant actuarial assumptions for the determination of the defined benefit obligations are discount rate, expected salary increase and employee turnover. The sensitivity analysis below have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Projected Benefit obligation on current assumption	494.09	470.38
Delta Impact of increase in discount rate by 1%	(24.80)	(26.44)
Delta Impact of decrease in discount rate by 1%	27.55	29.63
Delta Impact of increase in salary escalation rate by 1%	26.96	28.93
Delta Impact of decrease in salary escalation rate by 1%	(24.84)	(26.37)
Delta Impact of increase in rate of employee turnover by 1%	2.97	1.96
Delta Impact of decrease in rate of employee turnover by 1%	(3.37)	(2.29)

The sensitivity analysis presented above may not be representative of the actual change in the defined benefit obligations as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

Furthermore, in presenting the above sensitivity analysis, the present value of the defined benefit obligations has been calculated using the projected unit credit method at the end of the reporting period, which is the same as that applied in calculating the defined benefit obligation liability recognised in the balance sheet.

**k. Investment details of plan assets:**

The Plan assets are managed by Insurance group viz. Life Insurance Corporation of India which has invested the funds substantially as under :

(Rs. In Lakhs)

Particulars	Gratuity	
	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Insurance Fund	421.05	352.16
<b>Total</b>	<b>421.05</b>	<b>352.16</b>

**l. Maturity Profile - From the Fund:**

(Rs. In Lakhs)

Particulars	Gratuity	
	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
1 <sup>st</sup> Following Year	57.67	52.02
2 <sup>nd</sup> Following Year	54.40	47.40
3 <sup>rd</sup> Following Year	58.59	45.41
4 <sup>th</sup> Following Year	55.80	49.52
5 <sup>th</sup> Following Year	53.27	48.65
Sum of Years 6 to 10	249.98	215.08
Sum of Years 11 and above	265.97	306.18

**m. Asset-liability matching strategies :**

In respect of gratuity, the Company contributes to the insurance fund based on estimated liability of the next financial year end. The projected liability statement is obtained from the actuarial valuer.

**35 CAPITAL AND OTHER COMMITMENTS**

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Estimated amount of contracts remaining to be executed on capital accounts not provided for (Net of Advances)	156.73	521.23

## Notes forming part of the Standalone Financial Statements

### 36 CONTINGENT LIABILITIES

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Disputed demand of Income Tax against which the Company has preferred appeals.	32.43	32.43
- The company has preferred an appeal, against the order passed by CIT(Appeal), which is pending at ITAT Ahmedabad. The matter is pertaining to AY 2013-14 w.r.t. Research and development expense - weighted deduction u/s 35(2AB) and other purchases.		
- The company has preferred an appeal, against the order passed by CIT(Appeal), which is pending at ITAT Ahmedabad. The matter is pertaining to AY 2014-15 w.r.t. Sales Commission and Product Development Charges.		
The management is reasonably confident that no liability will arise in future and hence no provision is made in the books of account.		
Disputed amount of VAT/CST where company has preferred an appeal.	35.32	35.32
- The company has preferred an appeal which is pending with Commissioner Appeals of Bihar State. The matter is pertaining to FY 2015-16 w.r.t. non submission of "Form-F" on inter state stock transfer.		
The management is reasonably confident that no liability will arise in future and hence no provision is made in the books of account.		
Disputed amount of VAT/CST where company has preferred an appeal.	6.03	6.03
- The company has preferred an appeal which is pending with Tribunal of Gujart State. The matter is pertaining to FY 2005-06 w.r.t. reduction of Input Tax Credit on interstate stock transfer.		
The management is reasonably confident that no liability will arise in future and hence no provision is made in the books of account.		
Matter pending with respective state judicial magistrate and high court for Misbranding of Product Labels under Insecticides Act, 1968.	5.50	8.00
Disputed demand of GST interest which the Company has preferred an appeal with The Commissioner (Appeal) of GST and Central Excise	2.81	-

The Company has disclosed the above matters as contingent liabilities as future cash outflows in respect of the above matters are determinable only on receipt of judgments / decisions pending at various forums / authorities.

### 37 DISCLOSURE - FINANCIAL INSTRUMENTS

#### Capital Management

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Debt*	32,425.65	32,023.33
Cash and bank	(3,906.15)	(12,896.40)
Net Debt	28,519.50	19,126.93
Total Equity	35,685.26	47,511.38
Net Debt to equity Ratio	79.92%	40.26%

\* Debt is defined as long-term, short-term borrowings and current maturities of long term debt.

#### Notes

- The entity manages its capital to ensure that entity will be able to continue as going concern while maximising the return to stakeholders through the optimisation of the debt and equity balance.
- The capital structure of company consists of net debt (borrowings as detailed in Note No.20 offset by cash and bank balance) and total equity of the company.
- In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to charge penal interest or loans will become callable. During the current period ended on March 31, 2023 certain financial covenants as stipulated in the debt agreements were not met by the Company. There is no communication from Bank or has asked for curation of the defaults. Accordingly, the management has continued to classify the loans based on the repayment schedule as per the debt agreements.

**Notes forming part of the Standalone Financial Statements**

**Financial Instrument by Category**

The following table shows the carrying amounts & fair values of financial assets & financial liabilities:

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
<b>Financial assets</b>		
<b>Measured at fair value through Profit &amp; Loss</b>		
(a) Units of ICICI Prudential Short Term Fund - Growth Option	158.85	150.24
(b) Units of Aditya Birla Sun Life Banking & PSU Debt Fund Growth Option	101.71	-
<b>Measured at amortised cost</b>		
(a) Cash and bank balances	3,906.15	12,896.40
(b) Trade Receivables	44,573.57	44,431.13
(c) Loan	59.69	81.27
(d) Other financial assets	121.37	105.30
(e) Investment in Company	18.39	17.60
<b>Financial liabilities</b>		
<b>Measured at amortised cost</b>		
(a) Borrowings	32,425.65	32,023.33
(b) Trade Payables	34,161.60	33,571.76
(c) Others	2,401.89	3,197.55

**Financial risk management objectives**

The entity's corporate treasury function provides services to the business, coordinates access to domestic financial market, monitors and manages the financial risks relating to the operations of the entity through internal risk reports which analyse exposures by degree and magnitude of the risk. These risks include market risk (including currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

**1 Market risk management**

Market risk refers to the possibility that changes in the market rates may have impact on the Company's profits or the value of its holding of financial instruments. The Company is exposed to market risks on account of foreign exchange rates, interest rates and underlying investment prices.

The entity's activities expose it primarily to the financial risks of changes in foreign currency exchange rates, Interest rates and investment prices.

**(a) Foreign currency exchange rate risk**

The Company's foreign currency risk arises from its foreign currency transactions. The fluctuation in foreign currency exchange rates may have potential impact on the income statement and equity, where any transaction references more than one currency or where assets/liabilities are denominated in a currency other than the functional currency of the Company.

The carrying amount of Foreign Currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows:

(Rs. In Lakhs)

Particulars	Currency	(Liabilities)/Assets	
		As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>Trade Payable</b>	USD	(11,861.70)	(16,390.63)
<b>Cash &amp; Cash equivalents</b>	USD	112.70	991.58
	GBP	0.51	0.50
	RMB	0.16	0.16
	EURO	2.74	0.85
	AED	1.94	0.02
	CAD	1.61	1.62
	AUD	0.07	0.07
<b>Advance to Supplier</b>	EURO	0.72	-
<b>Trade Receivable</b>	USD	2498.94	4,543.49



## Notes forming part of the Standalone Financial Statements

With respect to the Company's financial instruments (as given above), a 5% increase / decrease in relation to foreign currency rate on the underlying would have resulted in increase /decrease of Rs. 462.12 Lakhs (Rs.542.62 Lakhs) in the Company's net profit for the year ended 31<sup>st</sup> March 2023 and 31<sup>st</sup> March 2022 respectively.

### (b) Interest rate risk

The Company is exposed to interest rate risk because it borrows funds at both fixed and floating interest rates. The risk is managed by the Company by maintaining an appropriate mix between fixed and floating rate borrowings. The Company's exposures to interest rates on financial assets and financial liabilities are detailed in the liquidity risk management section of this note.

#### Interest Rate Sensitivity Analysis

The sensitivity analysis below have been determined based on the exposure to interest rates for both derivatives and non-derivative instruments at the end of the reporting period. For floating rate liabilities, a 50 basis point increase or decrease is used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates.

If interest rates had been 50 basis points higher/lower and all other variables were held constant, the Company's profit for the year ended 31<sup>st</sup> March 2023 would decrease/increase by INR 156.172 Lakhs (for the year ended 31<sup>st</sup> March 2022, decrease/increase by INR 108.039 Lakhs). This is mainly attributable to the Company's exposure to interest rates on its variable rate borrowings.

## 2 Credit risk management

Credit risk is the risk of financial loss arising from counterparty failure to repay or service debt according to the contractual terms or obligations. Credit risk encompasses of both, the direct risk of default and the risk of deterioration of creditworthiness as well as concentration of risks. Financial instruments that are subject to concentrations of credit risk materially consists of trade receivables.

All trade receivables are subject to credit risk exposure. The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. The demographics of the customer, including the default risk of the industry and country, in which the customer operates, also has an influence on credit risk assessment. Credit risk is managed through established policies, controls relating to credit approvals and procedures for continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business. The Company does not have significant concentration of credit risk related to trade receivables.

#### Exposure to credit risk

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk is Rs. 48,939.73 Lakhs and Rs. 57,681.94 Lakhs as at 31<sup>st</sup> March 2023 and 31<sup>st</sup> March 2022 respectively, being the total of the carrying amount of balances with banks, bank deposits, trade receivables, other financial assets and investments excluding investments in partnership firm / LLP and associate company, and these financial assets are of good credit quality including those that are past due.

## 3 Liquidity risk management

Ultimate responsibility for liquidity risk management rests with the Board of Directors, which has established an appropriate liquidity risk management framework for the management of the Company's short, medium and long-term funding and liquidity management requirements. The Company manages liquidity risk by maintaining adequate reserves and banking facilities by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities.

The following tables detail the Company's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Company can be required to pay. The table below include only principal cash flows in relation to non-derivative financial liabilities.

(Rs. In Lakhs)

Particulars	Up to 1 year INR	1 to 5 years INR	5 years and above INR
<b>As at 31<sup>st</sup> March 2023</b>			
Borrowing	22,592.20	9,833.45	-
Trade payable	34,161.60	-	-
Other Financial Liabilities	2,401.89	-	-
<b>Total</b>	<b>59,155.69</b>	<b>9,833.45</b>	-
<b>As at 31<sup>st</sup> March 2022</b>			
Borrowing	20,047.08	11,976.25	-
Trade payable	33,571.76	-	-
Other Financial Liabilities	3,197.55	-	-
<b>Total</b>	<b>56,816.39</b>	<b>11,976.25</b>	-

**Notes forming part of the Standalone Financial Statements**

The following table details the Company's expected maturity for its non-derivative financial assets. The table has been drawn up based on the undiscounted contractual maturities of the financial assets. The inclusion of information on non-derivative financial assets is necessary in order to understand the Entity's liquidity risk management as the liquidity is managed on a net asset and liability basis.

(Rs. In Lakhs)

Particulars	Up to 1 year INR	1 to 5 years INR	5 years and above INR
<b>As at 31<sup>st</sup> March 2023</b>			
Trade receivables	44,573.57	-	-
Cash & Cash equivalents	1,659.44	-	-
Bank balances other than above	2,246.71	-	-
Current Financial assets-Loans	35.62	-	-
Other Financial Assets	78.65	-	-
Non current Investments	-	-	278.95
Non current Financial assets- Loans	-	24.07	-
Other Non current Financial assets	-	42.72	-
<b>Total</b>	<b>48,593.99</b>	<b>66.79</b>	<b>278.95</b>
<b>As at 31<sup>st</sup> March 2022</b>			
Trade receivables	44,431.13	-	-
Cash & Cash equivalents	11,928.91	-	-
Bank balances other than above	967.49	-	-
Current Financial assets-Loans	44.73	-	-
Other Financial Assets	67.23	-	-
Non current Investments	-	-	167.84
Non current Financial assets- Loans	-	36.54	-
Other Non current Financial assets	-	38.07	-
<b>Total</b>	<b>57,439.49</b>	<b>74.61</b>	<b>167.84</b>

**38 RELATED PARTY DISCLOSURES**

As per Ind AS 24, the disclosures of transactions with the Related Parties are given below :

**a) Related parties and their relationship**

Name of the Related Party	Relationship
Indo GSP Chemicals LLP (Till 5 <sup>th</sup> May, 2021)	Enterprise over which Company has control
Indo GSP Chemicals Private Limited (From 6 <sup>th</sup> May, 2021)	Enterprise over which Company has control
Rajdhani Petrochemicals Private Limited	Enterprise over which Company has control
GSP Intermediates Private Limited (From 18 <sup>th</sup> August, 2022)	Enterprise over which Company has control
Bharat Pesticides Industries Private Limited	Enterprise over which Key Management Personnel have control
GSP Uruguay Sociedad Anonima	Enterprise over which Key Management Personnel have control
Agrochem Intermediaries Private Limited	Enterprise over which Key Management Personnel have control
BriskWalk IT Solutions LLP	Enterprise over which Key Management Personnel have control
Alpha Trust (From 2 <sup>nd</sup> September, 2021)	Trust over which Key Management Personnel have control
Athena Trust (From 31 <sup>st</sup> August, 2021)	Trust over which Key Management Personnel have control
BETA Trust (From 1 <sup>st</sup> September, 2021)	Trust over which Key Management Personnel have control
Kappa Trust (From 1 <sup>st</sup> September, 2021)	Trust over which Key Management Personnel have control
Shard Trust (From 31 <sup>st</sup> August, 2021)	Trust over which Key Management Personnel have control
Monakhos Trust (From 31 <sup>st</sup> August, 2021)	Trust over which Key Management Personnel have control
Stamford Trust (From 31 <sup>st</sup> August, 2021)	Trust over which Key Management Personnel have control
Vrajmohan Ramanlal Shah HUF	Enterprise over which Key Management Personnel have control
Kenal Vrajmohan Shah HUF	Enterprise over which Key Management Personnel have control
Bhavesh Vrajmohan Shah HUF	Enterprise over which Key Management Personnel have control
Sadguru Shree Vallabhacharya Charitable Trust	Trust over which Key Management Personnel have control
Mr. Vrajmohan R. Shah (Till 13 <sup>th</sup> Febuary, 2022)	Key Management Personnel
Mr. Kenal V. Shah (Till 19 <sup>th</sup> November, 2021)	Key Management Personnel
Mr. Bhavesh V. Shah	Key Management Personnel
Mr. Shail J. Shah	Key Management Personnel
Mr. Tirth K. Shah (From 1 <sup>st</sup> October, 2021)	Key Management Personnel
Mr. Mehul P. Pandya (From 1 <sup>st</sup> June, 2022)	Key Management Personnel
Ms. Vilasben V. Shah	Relative of Key Management Personnel
Ms. Falguniben K. Shah	Relative of Key Management Personnel
Ms. Deepaben B. Shah	Relative of Key Management Personnel
Ms. Riddhi K. Shah	Relative of Key Management Personnel
Ms. Vihangi B. Shah	Relative of Key Management Personnel
Mr. Pujan B. Shah	Relative of Key Management Personnel

## Notes forming part of the Standalone Financial Statements

### b) Details of related party transactions during the year ended 31<sup>st</sup> March 2023 and balances outstanding as at 31<sup>st</sup> March 2023 (Rs. In Lakhs)

Name of the Related Party	Nature of transactions	Amount	Outstanding balance as at 31 <sup>st</sup> March 2023
Bharat Pesticides Industries Private Limited	Reimbursement of Expenses	4.64	-
		(1.39)	-
	Job Work Charges	156.93	324.40Cr.
		(160.91)	(227.19Cr.)
	Purchase of Products	-	-
		(38.30)	-
	Advance from Customer	-	-
		110.00	(110.00Cr.)
	Rent Expenses	21.60	-
		(20.40)	-
Indo GSP Chemicals LLP	Sales of Products	-	-
		(4,806.52)	-
	Investment	-	-
		-	(7.60Dr.)
Share of Profit	-	-	
	(23.62)	-	
Indo GSP Chemicals Private Limited	Reimbursement of Expense (Receivable)	17.53	-
		(2.79)	-
	Sales of Products	22,253.49	5,039.92Dr.
		(15,080.45)	(5,962.56Dr.)
	Investment	-	7.60Dr.
		-	(7.60Dr.)
	Export Benefit Receipt	0.77	-
		(1.70)	-
	MEIS License Purchase	29.99	-
		(66.48)	-
Reimbursement of Expense	-	-	
	(0.17)	-	
Rajdhani Petrochemicals Private Limited	Purchase of Products	12,677.04	-
		(18,069.08)	-
	Sales of Products	9,381.61	1,609.45Dr.
		(11,455.13)	(1,394.21Dr.)
	Rent Income	-	-
		(0.05)	-
	Investment	-	9.99Dr.
		-	(9.99Dr.)
	Service Received (Commission Income)	-	-
		(94.32)	-
	Purchase of Assets	2.12	-
		(3.52)	-
	Miscellaneous Income	2.15	-
		(1.38)	-
Reimbursement of Expense	2.98	-	
	(13.84)	-	
Sale of Services	2,020.10	-	
	(2,848.10)	-	

**Notes forming part of the Standalone Financial Statements**

<b>Name of the Related Party</b>	<b>Nature of transactions</b>	<b>Amount</b>	<b>Outstanding balance as at 31<sup>st</sup> March 2023</b>
GSP Intermediates Private Limited	Investment	0.79	0.79Dr.
		-	-
Athena Trust	Dividend	0.54	-
		-	-
BETA Trust	Dividend	6.16	-
		-	-
Kappa Trust	Dividend	63.19	-
		-	-
Shard Trust	Dividend	0.54	-
		-	-
Monakhos Trust	Dividend	0.01	-
		-	-
Stamford Trust	Dividend	7.50	-
		-	-
Sadguru Shree Vallabhacharya Charitable Trust	Contribution towards Corporate Social Responsibility	128.00	-
		(124.00)	-
Mr. Vrajmohan R. Shah	Salary	-	-
		(94.55)	-
	Loan Taken	-	-
		(344.23)	-
	Loan Repaid	-	-
		(501.06)	-
Interest	-	-	
	(16.00)	-	
Dividend	71.68	-	
	(65.16)	-	
Mr. Kenal V. Shah	Salary	0.19	-
		(141.97)	-
	Incentive	-	-
		(280.00)	-
	Loan Taken	34.02	158.11Cr
		(222.13)	(259.57Cr)
	Loan Repaid	135.48	-
		(414.48)	-
	Rent Expenses	6.75	-
		(9.00)	-
Interest	19.94	-	
	(32.07)	-	
Dividend	-	-	
	(58.67)	-	

## Notes forming part of the Standalone Financial Statements

(Rs. In Lakhs)

Name of the Related Party	Nature of transactions	Amount	Outstanding balance as at 31 <sup>st</sup> March 2023
Mr. Bhavesh V. Shah	Salary	260.12	13.42Cr
		(141.97)	-
	Incentive	-	-
		(280.00)	-
	Loan Taken	380.99	239.14Cr
		(252.54)	(498.61Cr.)
	Loan Repaid	640.46	-
		(200.92)	-
	Interest	17.61	-
		(40.52)	-
Rent Expenses	11.25	-	
	(9.00)	-	
Dividend	69.93	-	
	(58.35)	-	
Mr. Mehul P. Pandya	Salary	45.04	3.56Cr
		-	-
Mr. Shail J. Shah	Salary	78.03	3.62Cr
		(59.19)	(1.28Cr)
Vrajmohan Ramanlal Shah HUF	Rent Expenses	1.20	-
		(4.80)	-
	Loan Taken	14.83	0.73Cr.
		(1.56)	(12.48Cr.)
	Loan Repaid	26.58	-
		(3.18)	-
	Interest	0.81	-
		(1.26)	-
	Dividend	-	-
		(19.41)	-
Kenal Vrajmohan Shah HUF	Dividend	-	-
		(5.22)	-
Bhavesh Vrajmohan Shah HUF	Dividend	-	-
		(5.22)	-
Ms. Vilasben V. Shah	Interest	13.12	-
		(11.54)	-
	Loan Taken	16.12	114.25Cr.
		(259.15)	(382.43Cr.)
	Loan Repaid	284.31	-
		(5.95)	-
	Sale of Fixed Assets	-	-
		(1.20)	-
	Rent	4.80	-
		-	-
Dividend	46.48	-	
	(17.63)	-	

**Notes forming part of the Standalone Financial Statements**

(Rs. In Lakhs)

Name of the Related Party	Nature of transactions	Amount	Outstanding balance as at 31 <sup>st</sup> March 2023
Ms. Falguniben K. Shah	Interest	0.21	-
		(0.22)	-
	Loan Taken	0.19	2.57Cr.
		(0.21)	(2.38Cr.)
	Loan Repaid	-	-
		(0.29)	-
Dividend	0.01	-	
	(5.61)	-	
Ms. Deepaben B. Shah	Interest	0.88	-
		(0.94)	-
	Loan Taken	0.80	10.63Cr.
		(0.87)	(9.83Cr.)
	Loan Repaid	-	-
		(3.74)	-
Sale of Fixed Assets	-	-	
	(3.05)	-	
Dividend	0.01	-	
	(5.61)	-	
Ms. Vihangi B. Shah	Dividend	0.01	-
		-	-
Mr. Pujan B. Shah	Dividend	0.01	-
		-	-
Ms. Riddhi K. Shah	Sale of Fixed Assets	-	-
		(2.65)	-
	Dividend	0.12	-
(0.60)		-	
Mr. Tirth K. Shah	Interest	6.78	-
		(11.25)	-
	Salary	59.46	3.28Cr.
		(17.84)	(2.32Cr.)
	Loan Taken	100.51	55.32Cr.
		(215.17)	(234.63Cr.)
Loan Repaid	279.82	-	
	(40.29)	-	
Dividend	14.65	-	
	(13.33)	-	

**Note : Previous year figures are represented in brackets**

**Compensation of key managerial personnel**

The remuneration of Directors and other members of key managerial personnel during the year was as follows: (Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Short-term employee benefits	441.83	976.16
Post-employment benefits	8.61	9.21
<b>Total</b>	<b>450.44</b>	<b>985.37</b>

The remuneration of directors and key executives is determined by the Board of Directors having regard to the performance of individuals and market trends.

## Notes forming part of the Standalone Financial Statements

### 39 SEGMENT REPORTING

(Rs. In Lakhs)

Particulars	Agro Chemicals		Plasticizer		Total	
	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
<b>Revenue :</b>						
Total Sales	1,28,787.43	1,29,019.28	22,253.49	19,982.90	1,51,040.92	1,49,002.18
Sale of Services and other operating revenue	2,155.32	3,126.03	-	-	2,155.32	3,126.03
Total Revenue	1,30,942.75	1,32,145.31	22,253.49	19,982.90	1,53,196.24	1,52,128.21
<b>Segment Results:</b>						
Profit before Tax and Interest	6,722.33	12,954.21	288.30	293.23	7,010.63	13,247.44
Less: Unallocated Expenses including Interest Expenses	-	-	-	-	6,215.12	4,179.14
<b>Add: Other Income</b>	-	-	-	-	<b>273.04</b>	<b>1,098.23</b>
Profit Before Tax	-	-	-	-	1,068.55	10,166.53
<b>Taxes</b>	-	-	-	-	<b>245.49</b>	<b>2,564.18</b>
Net Profit after Tax	-	-	-	-	823.06	7,602.35
Segment Assets	83,096.14	88,600.12	6,179.04	7,419.90	89,275.18	96,020.02
<b>Unallocated Assets</b>	-	-	-	-	<b>21,726.67</b>	<b>28,800.02</b>
Total Assets	83,096.14	88,600.12	6,179.04	7,419.90	1,11,001.85	1,24,820.04
Segment Liabilities	35,436.73	34,214.07	1,643.48	2,030.45	37,080.21	36,244.52
<b>Unallocated Liabilities</b>	-	-	-	-	<b>38,236.38</b>	<b>41,064.14</b>
Total Liabilities	35,436.73	34,214.07	1,643.48	2,030.45	75,316.59	77,308.66
Capital Expenditure	3,240.01	4,480.17	-	91.77	3,240.01	4,571.94
Unallocated Capital Expenditure	-	-	-	-	-	-
Depreciation	1,823.42	1,671.88	152.35	83.07	1,975.77	1,754.95
Unallocated Depreciation	-	-	-	-	-	-

#### Notes

- Considering the nature of the Company's business and operations, as well as based on reviews performed by Chief operating decision maker regarding resource allocation and performance management, the Company has classified Agro Chemicals and Plasticizer Products as reportable segments in accordance with the requirements of Ind AS 108 – "Operating segments".
- Segment revenue, results, assets and liabilities include amounts that are directly attributable to the respective segments. Amounts not directly attributable have been allocated to the segments on the best judgment of the management in the absence of detailed internal financial reporting system. Expenses not directly allocable to the segments are treated as "Unallocated Expenses".
- The accounting policies of the reportable segments are the same as the Company's accounting Policies described in Note No. 4.

#### Entity wide Disclosure

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>(i) Non-current operating assets*</b>		
India	20,108.13	18,884.84
Others	-	-
<b>Total</b>	<b>20,108.13</b>	<b>18,884.84</b>
<b>(ii) Geographic information</b>		
<b>Revenue from external customers</b>		
India	1,36,017.00	1,25,631.91
Outside India	17,179.24	26,496.30
<b>Total revenue as per Standalone statement of profit and loss</b>	<b>1,53,196.24</b>	<b>1,52,128.21</b>

\* Excludes financial & tax assets.

Revenue from major customers is Rs. 22,253.49 Lakhs (Previous Year Rs. 19,886.96 Lakhs). Revenue from other customer is less than 10% of total revenue.

**Notes forming part of the Standalone Financial Statements**

**40 DISCLOSURES UNDER THE MSMED ACT, 2006**

Disclosure Under the Micro, Small and Medium Enterprises Development Act, 2006 are provided as under for the year 2022-23, to the extent the Company has received intimation from the “Suppliers” regarding their status under the Act.

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
(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	632.42	332.15
- Interest due on above	-	0.15
(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	0.93	12.61
(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	0.78	12.61
(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	-	0.15

**41 CORPORATE SOCIAL RESPONSIBILITY (CSR) EXPENDITURE**

Expenditure related to CSR as per section 135 of Companies Act 2013 read with schedule VII thereof, against mandatory spend of Rs 152.36 Lakhs is as follow:

(Rs. In Lakhs)

Item from the list of activities in schedule VII to the Act	Location	Implemented through agency	Implemented Direct For the year ended 31 <sup>st</sup> March 2023	Implemented through agency For the year ended 31 <sup>st</sup> March 2023	Implemented Direct For the year ended 31 <sup>st</sup> March 2022	Implemented through agency For the year ended 31 <sup>st</sup> March 2022
Education	Ahmedabad, Vadodara, Mumbai	Sadguru Shree Vallabhacharya Charitable Trust	-	28.72	-	30.93
Eradicating Hunger and Poverty and malnutrition	Ahmedabad	Sadguru Shree Vallabhacharya Charitable Trust	-	2.07	-	5.14
Health care including preventive health care	Ahmedabad, Mumbai	Sadguru Shree Vallabhacharya Charitable Trust	-	32.31	22.63	44.19
Facilities for Senior Citizens	Ahmedabad, Kotyark	Sadguru Shree Vallabhacharya Charitable Trust	-	1.44	-	2.90
Animal Welfare	Ahmedabad, Mathura	Sadguru Shree Vallabhacharya Charitable Trust	-	1.23	-	0.74
Social inequalities	Ahmedabad, Banaskantha	Sadguru Shree Vallabhacharya Charitable Trust	-	60.94	-	69.73
<b>Total</b>			-	<b>126.71</b>	<b>22.63</b>	<b>153.63</b>

- During the year, the Company has contributed Rs. 128.00 Lakhs. for CSR Activities, however the trust has utilized Rs. 126.71 Lakhs.
- During the previous year the Company has contributed a surplus amount of Rs. 25.80 Lakhs, which is carried forward and set-off as per CSR rules in current year.
- Amount spent towards CSR activities includes amount contributed to related party during the year ended on March 31, 2023 was Rs. 128.00 Lakhs (March 31, 2022 : Rs. 124.00 Lakhs).



## Notes forming part of the Standalone Financial Statements

### 42 ADDITIONAL REGULATORY DISCLOSURE AS PER SCHEDULE III OF COMPANIES ACT, 2013

Additional Regulatory Information pursuant to Clause 6L of General Instructions for preparation of Balance Sheet as given in Part I of Division II of Schedule III to the Companies Act, 2013, are given hereunder to the extent relevant and other than those given elsewhere in any other notes to the Financial Statements.

- a. The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- b. The Company has Fund-based and Non-fund-based limits of Working Capital from Banks and Financial institutions. For the said facility, the revised submissions made by the Company to its lead bankers based on closure of books of accounts at the year end, the revised quarterly returns or statements comprising stock statements, book debt statements, credit monitoring arrangement reports, statements on ageing analysis of the debtors/other receivables, and other stipulated financial information filed by the Company with such banks or financial institutions are in agreement with the unaudited books of account of the Company of the respective quarters and no material discrepancies have been observed.
- c. The Company has not been declared as a willful defaulter by any lender who has powers to declare a company as a willful defaulter at any time during the financial year or after the end of reporting period but before the date when the financial statements are approved.
- d. The Company has not entered into any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Company Act, 1956.
- e. The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Companies Act 2013 read with Companies (Restrictions on number of Layers) Rules, 2017.
- f. The Company has not advanced or loaned or invested funds to any other person(s) or entity(is), including foreign entities(intermediaries), with the understanding that the intermediary shall;
  - i. 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
  - ii. Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- g. The Company has not received any funds 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;
  - i. 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
  - ii. Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- h. The Company does not have any transactions which is not recorded in the books of accounts but has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 ( such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
- i. The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

### 43 Code on Social Security, 2020

The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Indian Parliament approval and Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.

### 44 Standards issued but not yet effective

The Ministry of Corporate Affairs (MCA) notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 31, 2023, MCA amended Companies (Indian Accounting Standards) Amendment Rules, 2023, as below.

**Ind AS 1 - Presentation of Financial Statements** - This amendment requires the entities to disclose their material accounting policies rather than their significant accounting policies. The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2023. The Company has evaluated the amendment and the impact of the amendment is insignificant in the standalone financial statements.

**Ind AS 8 - Accounting Policies, Changes in Accounting Estimates and Errors** - This amendment has introduced a definition of 'accounting estimates' and included amendments to Ind AS 8 to help entities distinguish changes in accounting policies from changes in accounting estimates. The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2023. The Company has evaluated the amendment and there is no impact on its standalone financial statements.

## Notes forming part of the Standalone Financial Statements

**Ind AS 12 - Income Taxes** - This amendment has narrowed the scope of the initial recognition exemption so that it does not apply to transactions that give rise to equal and offsetting temporary differences. The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2023. The Company has evaluated the amendment and there is no impact on its standalone financial statement.

### 45 Events Occurring After the Reporting Period

The Company evaluates events and transactions that occur subsequent to the balance sheet date but prior to the approval of financial statements to determine the necessity for recognition and/or reporting of subsequent events and transactions in the financial statements. As of 23<sup>rd</sup> August 2023, there were no subsequent events and transactions to be recognized or reported that are not already disclosed.

### 46 Ratios

Particulars	Numerator	Denominator	As at 31 <sup>st</sup> March		Variance (in %)	Remarks
			2023	2022		
Current ratio	Current Assets	Current liabilities	1.36	1.61	-15.08%	NA
Debt – Equity ratio	Total debt	Shareholder's equity	0.91	0.67	34.81%	Increase in ratio due to Buyback of Shares
Debt service coverage ratio	Earnings available for debt service (1)	Debt service (2)	1.20	3.78	-68.30%	Decrease in Profit
Return on Equity	Net profits after taxes	Average Shareholder's equity	2.31%	16.00%	-13.69%	Decrease in Profit
Inventory turnover ratio	Revenue from operation	Average inventory	4.23	4.53	-6.66%	NA
Trade receivables turnover ratio	Revenue from operation	Average trade receivable	3.44	4.06	-15.23%	NA
Trade payables turnover ratio	Purchase of Goods	Average trade payables	3.37	4.03	-16.45%	NA
Net capital turnover ratio	Revenue from operation	Working capital	6.44	3.85	67.39%	Reduction in Current Asset
Net profit ratio	Net profits after taxes	Revenue from operation	0.54%	5.00%	-4.46%	Decrease in Profit
Return on Capital Employed (ROCE)	Earning before interest and taxes	Capital employed (3)	6.98%	15.77%	-8.79%	Decrease in Profit
Return on Investment(ROI)	Income generated from invested funds	Average invested funds (4)	4.34%	4.44%	-0.10%	NA

1. Net Profit after taxes + Non-cash operating expenses like depreciation and other amortisations + Interest
2. Interest + principal repayments
3. Total equity + Non current liabilities - Intangible Assets - Intangible Assets Under Development
4. Investment in Mutual Fund & Fixed Deposits
5. Capital Employed considered as Total Equity + Total Debt- Intangible Assets - Intangible Assets Under Development

**47** The Board of directors in their Board Meeting held on 23<sup>rd</sup> August 2023 proposed dividend of Rs. 2.00 (Previous year: Rs.11.00) per Equity share of Rs. 100 each fully paid up for the Financial Year 2022-23, which is subject to the approval of the shareholders in the ensuing Annual General Meeting. The aggregate amount of dividend proposed to be distributed is Rs. 54.96 Lakhs.

**48** The Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2023 were approved by the Board of Directors on 23<sup>rd</sup> August, 2023.

#### For and on behalf of the Board of Directors GSP CROP SCIENCE PRIVATE LIMITED

**Bhavesh V. Shah**  
Managing Director  
[DIN : 00094669]

**Shail J. Shah**  
Executive Director-Finance  
[DIN : 07543594]

**Anjan C. Sheth**  
Company Secretary  
[ACS-26785]

Date : 23<sup>rd</sup> August, 2023  
Place : Ahmedabad

## INDEPENDENT AUDITOR'S REPORT

### To The Members of GSP Crop Science Private Limited Report on the Audit of the Consolidated Financial Statements

#### Opinion

We have audited the accompanying consolidated financial statements of GSP Crop Science Private Limited ("the Parent") and its subsidiaries, (the Parent and its subsidiaries together referred to as "the Group"), which comprise the Consolidated Balance Sheet as at March 31, 2023, and the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Cash Flows and the Consolidated Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of reports of the other auditors on separate financial statements of the subsidiaries referred to in the Other Matters section below, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended ('Ind AS'), and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31, 2023, and their consolidated profit, their consolidated total comprehensive income, their consolidated cash flows and their consolidated changes in equity for the year ended on that date.

#### Basis for Opinion

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing (SAs) specified under section 143 (10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibility for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters section below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

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

- The Parent's Board of Directors is responsible for the other information. The other information comprises the information included in the Director's report, but does not include the consolidated financial statements, standalone financial statements and our auditor's report thereon.
- Our opinion on the consolidated financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon.
- In connection with our audit of the consolidated financial statements, our responsibility is to read the other information, compare with the financial statements of the subsidiaries audited by the other auditors, to the extent it relates to these entities and, in doing so, place reliance on the work of the other auditors and consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. Other information so far as it relates to the subsidiaries, is traced from their financial statements audited by the other auditors.
- If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

The Parent's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated cash flows and consolidated changes in equity of the Group in accordance with the Ind AS and other accounting principles generally accepted in India. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Parent, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the respective entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate their respective entities or

## GSP CROP SCIENCE PRIVATE LIMITED

to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are also responsible for overseeing the financial reporting process of the Group.

### **Auditor's Responsibility for the Audit of the Consolidated Financial Statements**

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial 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 Parent has adequate internal financial controls with reference to consolidated financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities or business activities included in the consolidated financial statements, which have been audited by the other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

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

We communicate with those charged with governance of the Parent and such other entities included in the consolidated financial statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

### **Other Matters**

We did not audit the financial statements 3 subsidiaries whose financial statements reflect total assets of Rs. 9,499.60 lakhs as at March 31, 2023, total revenues of Rs. 37,035.38 lakhs and net cash inflows amounting to Rs. 90.12 lakhs for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, and our report in terms of subsection (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries is based solely on the reports of the other auditors.

Our opinion on the consolidated financial statements above and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors.

## Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit and on the consideration of the reports of the other auditors on the separate financial statements of the subsidiaries referred to in the Other Matters section above we report, to the extent applicable that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
  - b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
  - c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including Other Comprehensive Income, the Consolidated Statement of Cash Flows and the Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
  - d) In our opinion, the aforesaid consolidated financial statements comply with the Ind AS specified under Section 133 of the Act.
  - e) On the basis of the written representations received from the directors of the Parent as on March 31, 2023 taken on record by the Board of Directors of the Company and the reports of the statutory auditors of its subsidiary companies incorporated in India, none of the directors of the Group companies incorporated in India is disqualified as on March 31, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
  - f) With respect to the adequacy of the internal financial controls with reference to consolidated financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure A" which is based on the auditors' reports of the Parent, subsidiary companies company incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of internal financial controls with reference to consolidated financial statements of those companies.
  - g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the Parent being a private company, section 197 of the Act related to the managerial remuneration not applicable.
  - h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
    - i) The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group – Refer note 37 to the consolidated financial statements.
    - ii) The Group did not have any material foreseeable losses on 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 Parent and its subsidiary companies incorporated in India.
    - iv)
      - (a) The respective Managements of the Parent and its subsidiaries which are companies incorporated in India, whose financial statements have been audited under the Act, have represented to us and to the other auditors of such subsidiaries respectively that, to the best of their knowledge and belief, as disclosed in the note 43 to the consolidated financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Parent or any of such subsidiaries to or in any other person(s) or entity, 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 Parent or any of such subsidiaries ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
      - (b) The respective Managements of the Parent and its subsidiaries which are companies incorporated in India, whose financial statements have been audited under the Act, have represented to us and to the other auditors of such subsidiaries respectively that, to the best of their knowledge and belief, as disclosed in the note 43 to the consolidated financial statements, no funds have been received by the Parent or any of such subsidiaries from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Parent or any of such subsidiaries 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.
      - (c) Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances performed by us and that performed by the auditors of the subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act, nothing has come to our or other auditor's notice that has caused us or the other auditors to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

## GSP CROP SCIENCE PRIVATE LIMITED

- v) The final dividend proposed in the previous year, declared and paid by the Parent during the year is in accordance with section 123 of the Act, as applicable.

As stated in note 49 to the financial statements, the Board of Directors of the Parent have proposed final dividend for the year which is subject to the approval of the members at the Annual General Meeting. The amount of dividend proposed is in accordance with section 123 of the Act, as applicable.

- vi) Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of accounts using accounting software which has a feature of recording audit trail (edit log) facility is applicable w.e.f. April 1, 2023 to the Parent and its subsidiaries which are companies incorporated in India, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

2. With respect to the matters specified in clause (xxi) of paragraph 3 and paragraph 4 of the Companies (Auditor's Report) Order, 2020 ("CARO"/ "the Order") issued by the Central Government in terms of Section 143(11) of the Act, according to the information and explanations given to us, and based on the CARO reports issued by us and the auditors of respective companies included in the consolidated financial statements to which reporting under CARO is applicable, as provided to us by the Management of the Parent, we report that there are no qualifications or adverse remarks by the respective auditors in the CARO reports of the said companies included in the consolidated financial statements.

**For Deloitte Haskins & Sells  
Chartered Accountants  
(Firm's Registration No. 117365W)**

**Hardik Sutaria  
Partner**

**(Membership No. 116642)  
UDIN: 23116642BGWGEN8924**

**Place: Ahmedabad  
Date: August 23, 2023**

### **ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT**

**(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)**

**Report on the Internal Financial Controls with reference to consolidated financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

In conjunction with our audit of the consolidated Ind AS financial statements of the Company as of and for the year ended March 31, 2023, we have audited the internal financial controls with reference to consolidated financial statements of GSP Crop Science Private Limited (hereinafter referred to as "Parent") and its subsidiary companies which are companies incorporated in India, as of that date.

#### **Management's Responsibility for Internal Financial Controls**

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

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on the internal financial controls with reference to consolidated financial statements of the Parent, its subsidiary companies which are companies incorporated in India, based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing, prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls with reference to consolidated 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 with reference to consolidated financial statements was established and maintained and if such controls operated effectively in all material respects.

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

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors of the subsidiary companies which are companies incorporated in India, in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to consolidated financial statements of the Parent and its subsidiary companies which are companies incorporated in India.

#### **Meaning of Internal Financial Controls with reference to consolidated financial statements**

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

#### **Inherent Limitations of Internal Financial Controls with reference to consolidated financial statements**

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

#### **Opinion**

In our opinion to the best of our information and according to the explanations given to us and based on the consideration of the reports of the other auditors referred to in the Other Matters paragraph below, the Parent and its subsidiary companies which are companies incorporated in India, have, in all material respects, an adequate internal financial controls with reference to consolidated financial statements and such internal financial controls with reference to consolidated financial statements were operating effectively as at March 31, 2023, based on the criteria for internal financial control with reference to consolidated financial statements established by the respective companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

#### **Other Matters**

Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls with reference to consolidated financial statements insofar as it relates to 2 subsidiary companies which are companies incorporated in India, is based solely on the corresponding reports of the auditors of such companies incorporated in India.

Our opinion is not modified in respect of the above matters.

**Place: Ahmedabad**  
**Date: August 23, 2023**

**For Deloitte Haskins & Sells**  
**Chartered Accountants**  
**(Firm's Registration No. 117365W)**

**Hardik Sutaria**  
**Partner**  
**(Membership No. 116642)**  
**UDIN: 23116642BGWGEN8924**

# GSP CROP SCIENCE PRIVATE LIMITED

## CONSOLIDATED BALANCE SHEET AS AT 31<sup>ST</sup> MARCH 2023

(Rs. In Lakhs)

Particulars	Note No.	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
(a) Property, Plant and Equipment	6	9,512.55	9,570.61
(b) Capital Work-In-Progress	6a	1,455.30	1,087.23
(c) Intangible Assets	7	174.29	207.97
(d) Intangible Assets Under Development	7a	109.81	26.98
(e) Goodwill		312.58	312.58
(f) Right-of-use Assets	7b	6,920.09	6,556.27
(g) Financial Assets			
- Investments	8	260.56	150.24
- Loans	9	24.07	36.54
- Other Financial Assets	10	42.72	38.07
(h) Non-Current Tax (Net)	11	432.03	5.59
(i) Deferred Tax Assets (Net)	12	1,202.79	1,507.59
(j) Other Non-Current Assets	13	3,095.98	2,593.60
<b>Total Non-Current Assets</b>	<b>(A)</b>	<b>23,542.77</b>	<b>22,093.27</b>
<b>Current Assets</b>			
(a) Inventories	14	35,071.71	37,791.24
(b) Financial Assets			
- Trade Receivables	15	41,497.52	40,720.10
- Cash and Cash Equivalents	16	2,045.66	12,254.04
- Bank Balances other than above	17	2,246.71	968.21
- Loans	9	35.62	44.73
- Other Financial Assets	10	86.04	76.09
(c) Other Current Assets	13	8,686.83	11,551.32
<b>Total Current Assets</b>	<b>(B)</b>	<b>89,670.09</b>	<b>1,03,405.73</b>
<b>TOTAL ASSETS (A)+(B)</b>		<b>1,13,212.86</b>	<b>1,25,499.00</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a) Equity Share Capital	18	2,748.00	2,948.00
(b) Other Equity	19	33,600.26	43,909.13
<b>Equity attributable to owners</b>		<b>36,348.26</b>	<b>46,857.13</b>
<b>Non-controlling Interest</b>		<b>30.27</b>	<b>13.92</b>
<b>Total Equity</b>	<b>(A)</b>	<b>36,378.53</b>	<b>46,871.05</b>
<b>Liabilities</b>			
<b>Non-Current Liabilities</b>			
(a) Financial Liabilities			
- Borrowings	20	9,833.45	11,976.25
(b) Long Term Provision	21	94.02	91.47
<b>Total Non-Current Liabilities</b>	<b>(B)</b>	<b>9,927.47</b>	<b>12,067.72</b>
<b>Current Liabilities</b>			
(a) Financial Liabilities			
- Borrowings	20	22,592.20	20,047.08
- Trade Payables			
Total Outstanding dues of Micro Enterprises and Small Enterprises	22	632.42	332.30
Total Outstanding dues of creditors other than Micro Enterprises and Small Enterprises	22	34,528.31	33,962.21
- Other Financial Liabilities	23	2,455.85	3,255.19
(b) Short Term Provisions	21	3,973.89	4,158.19
(c) Current Tax Liabilities (Net)	24	15.01	2,146.81
(d) Other Current Liabilities	25	2,709.18	2,658.45
<b>Total Current Liabilities</b>	<b>(C)</b>	<b>66,906.86</b>	<b>66,560.23</b>
<b>TOTAL EQUITY &amp; LIABILITIES (A)+(B)+(C)</b>		<b>1,13,212.86</b>	<b>1,25,499.00</b>
Summary of significant accounting policies	4		
See accompanying notes forming part of the Consolidated Financial Statements			

In terms of our report attached  
**For Deloitte Haskins & Sells**  
Chartered Accountants

**Hardik Sutaria**  
Partner

Date : 23<sup>rd</sup> August, 2023  
Place : Ahmedabad

**For and on behalf of the Board of Directors**  
**GSP CROP SCIENCE PRIVATE LIMITED**

**Bhavesh V. Shah**  
Managing Director  
[DIN : 00094669]

**Anjan C. Sheth**  
Company Secretary  
[ACS-26785]

**Shail J. Shah**  
Executive Director-Finance  
[DIN : 07543594]

Date : 23<sup>rd</sup> August, 2023  
Place : Ahmedabad



## CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023

(Rs. In Lakhs)

Particulars	Note No.	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
<b>INCOME</b>			
(a) Revenue from Operations	26	1,43,898.63	1,40,577.28
(b) Other income	27	357.56	1,264.73
<b>TOTAL INCOME</b>		<b>1,44,256.19</b>	<b>1,41,842.01</b>
<b>EXPENSES</b>			
(a) Cost of materials consumed	28	1,08,080.20	1,03,613.57
(b) Purchases of stock-in-trade	29	2,152.39	2,001.10
(c) Changes in inventories of finished goods, Stock-in-trade & work in progress	30	(2,130.48)	(5,510.95)
(d) Employee benefits expenses	31	6,635.71	6,887.36
(e) Finance cost	32	3,711.96	2,394.07
(f) Depreciation & amortization expenses	6, 7 & 7b	2,103.45	1,994.16
(g) Other expenses	33	20,833.74	20,342.52
<b>TOTAL EXPENSES</b>		<b>1,41,386.97</b>	<b>1,31,721.83</b>
<b>Profit before exceptional items, share of profits of associate and tax</b>		<b>2,869.22</b>	<b>10,120.18</b>
Share in profit of associate accounted for using equity method		-	-
<b>Profit before exceptional items and tax</b>		<b>2,869.22</b>	<b>10,120.18</b>
Exceptional items		-	-
<b>Profit Before Tax</b>		<b>2,869.22</b>	<b>10,120.18</b>
<b>Tax Expenses</b>			
(a) Current tax expense		445.90	2,990.20
(b) Short / (Excess) provision for tax relating to prior years		(37.85)	38.66
(c) Deferred tax	12	305.77	(467.95)
<b>Total Tax Expenses</b>		<b>713.82</b>	<b>2,560.91</b>
<b>PROFIT FOR THE YEAR</b>		<b>2,155.40</b>	<b>7,559.27</b>
<b>Other Comprehensive Income / (Loss)</b>			
(i) Items that will not be reclassified to profit or loss Remeasurement Gain / (Loss) on defined benefit plans		(3.90)	36.55
(ii) Income tax relating to items that will not be reclassified to profit or loss		0.98	(9.20)
<b>Other Comprehensive Income / (Loss) for the year (net of tax)</b>		<b>(2.92)</b>	<b>27.35</b>
<b>Total Comprehensive Income for the year</b>		<b>2,152.48</b>	<b>7,586.62</b>
<b>Net Profit for the year attributable to</b>			
Non-controlling interest		16.25	19.15
Owners of the company		2,139.15	7,540.12
<b>Other Comprehensive Income / (Loss) for the year attributable to</b>			
Non-controlling interest		-	-
Owners of the company		(2.92)	27.35
<b>Total Comprehensive Income / (Loss) for the year attributable to</b>			
Non-controlling interest		16.25	19.15
Owners of the company		2,136.23	7,567.47
<b>Earning Per Equity Share (Face Value of Rs.100 each)</b>			
Basic and Diluted	<b>34</b>	<b>77.46</b>	<b>255.77</b>
Summary of significant accounting policies	4		
See accompanying notes forming part of the Consolidated Financial Statements			

In terms of our report attached  
**For Deloitte Haskins & Sells**  
Chartered Accountants

**Hardik Sutaria**  
Partner

Date : 23<sup>rd</sup> August, 2023  
Place : Ahmedabad

**For and on behalf of the Board of Directors**  
**GSP CROP SCIENCE PRIVATE LIMITED**

**Bhavesh V. Shah**  
Managing Director  
[DIN : 00094669]

**Anjan C. Sheth**  
Company Secretary  
[ACS-26785]

**Shail J. Shah**  
Executive Director-Finance  
[DIN : 07543594]

Date : 23<sup>rd</sup> August, 2023  
Place : Ahmedabad

**CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023**

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023		For the year ended 31 <sup>st</sup> March 2022	
	Amount	Amount	Amount	Amount
<b>A. Cash flow from operating activities</b>				
Profit before tax	2,869.22		10,120.18	
<b>Adjustments for:</b>				
Depreciation and amortisation expense	2,103.45		1,994.16	
(Profit)/Loss on sale of property, plant & equipment	21.86		(9.28)	
Finance costs	3,711.96		2,394.07	
Interest income	(71.52)		(98.42)	
Provision for doubtful trade and other receivables, loans and advances	60.37		165.79	
Bad Debts written off	144.51		50.51	
Sundry Balance Written Off	59.43		45.46	
Sundry Balances written back	(115.54)		(260.36)	
Net unrealised exchange (gain) / loss	(83.52)		(37.75)	
Net Gain on Investments measured at fair value through profit or loss	(13.50)		(0.14)	
<b>Operating profit before working capital changes</b>		<b>8,686.72</b>		<b>14,364.22</b>
Changes in working capital:				
(Increase)/ Decrease in Inventories	2,719.53		(9,985.32)	
(Increase)/ Decrease in Trade receivable, loans and other financial & Non financial assets	1,744.73		(14,338.25)	
Increase/ (Decrease) in Trade payables, provisions and other financial & Non financial liabilities	166.82		6,950.84	
<b>Cash Generated / (Used) in operations</b>		<b>4,631.08</b>		<b>(17,372.73)</b>
Net income tax paid		(2,966.28)		(1,373.88)
<b>Net cash Generated from / (Used) in operating activities (A)</b>		<b>10,351.52</b>		<b>(4,382.38)</b>
<b>B. Cash flow from investing activities</b>				
Capital expenditure on fixed assets, including capital advances	(3,371.19)		(4,989.75)	
Proceeds from sale of property, plant & equipment	4.22		51.24	
Bank Deposits placed during the year not considered as Cash and Cash Equivalents	(1,283.15)		785.99	
Interest received	65.67		78.16	
Purchase of Investment	(96.82)		(150.10)	
<b>Net cash Generated from / (Used) in investing activities (B)</b>		<b>(4,681.27)</b>		<b>(4,224.46)</b>
<b>C. Cash flow from financing activities</b>				
Proceeds of long-term borrowings	1,013.69		12,921.99	
Repayment of long-term borrowings	(1,939.24)		(1,462.81)	
Proceeds/(Repayment) from short term borrowings (net)	1,327.87		6,695.48	
Buyback of Share (Refer Note 18e)	(12,342.82)		-	
Finance costs	(3,651.66)		(2,158.46)	
Dividends paid	(302.28)		(294.80)	
<b>Net cash Generated from / (Used) in financing activities (C)</b>		<b>(15,894.44)</b>		<b>15,701.39</b>
<b>Net Increase / (decrease) in Cash and Cash Equivalents (A)+(B)+(C)</b>		<b>(10,224.19)</b>		<b>7,094.55</b>

## CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023		For the year ended 31 <sup>st</sup> March 2022	
	Amount	Amount	Amount	Amount
Cash and cash equivalents at the beginning of the year		12,254.04		5,129.47
Effect of exchange differences on restatement of foreign currency Cash and cash equivalents		15.81		30.02
<b>Cash and Cash Equivalents at the end of the year</b>		<b>2,045.66</b>		<b>12,254.04</b>
<b>Reconciliation of Cash and Cash Equivalents with the Balance Sheet:</b>				
Cash and cash equivalents as per Balance Sheet (Refer Note No. 16)		2,045.66		12,254.04
Add: Bank balances not considered as Cash and Cash Equivalents (Refer Note No.17)		2,246.71		968.21
<b>Cash and Other Bank Balances at the end of the year</b>		<b>4,292.37</b>		<b>13,222.25</b>
Cash flow has been prepared as per indirect method of Ind AS 7				

**Disclosure as per para 44A as set out in Ind AS 7 on cash flow statements under Companies(Indian Accounting Standards)Rules,2015 (as amended)**

(Rs. In Lakhs)

Particulars of liabilities arising from financing activities	Note No.	As at 31 <sup>st</sup> March 2022	Net cash flows	Non-cash Changes*	As at 31 <sup>st</sup> March 2023
<b>Borrowings:</b>					
Long-term borrowings	20(I)	13,850.37	(925.55)	-	12,924.82
Short-term borrowings	20(II)	18,172.96	1,327.87	-	19,500.83
Interest accrued on borrowings	23	123.31	(123.31)	184.51	184.51
<b>Total</b>		<b>32,146.64</b>	<b>279.01</b>	<b>184.51</b>	<b>32,610.16</b>

\* The same relates to amount charged in Statement of Profit & Loss.

See accompanying notes forming part of the Financial Statements.

In terms of our report attached  
**For Deloitte Haskins & Sells**  
 Chartered Accountants

**Hardik Sutaria**  
 Partner

Date : 23<sup>rd</sup> August, 2023  
 Place : Ahmedabad

**For and on behalf of the Board of Directors**  
**GSP CROP SCIENCE PRIVATE LIMITED**

**Bhavesh V. Shah**  
 Managing Director  
 [DIN : 00094669]

**Anjan C. Sheth**  
 Company Secretary  
 [ACS-26785]

**Shail J. Shah**  
 Executive Director-Finance  
 [DIN : 07543594]

Date : 23<sup>rd</sup> August, 2023  
 Place : Ahmedabad

# GSP CROP SCIENCE PRIVATE LIMITED

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023

### a. Equity share capital

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
Balance at the beginning of the year	2,948.00	2,948.00
Changes in equity share capital during the year	(200.00)	-
<b>Balance at the end of the year</b>	<b>2,748.00</b>	<b>2,948.00</b>

### b. Other Equity

(Rs. In Lakhs)

Particulars	Capital reserve	Capital redemption reserve	Securities premium reserve	General reserve	Retained earnings	Total
<b>Balance as at 1<sup>st</sup> April, 2021</b>	<b>1.15</b>	-	<b>9,445.14</b>	<b>16,810.98</b>	<b>10,379.18</b>	<b>36,636.46</b>
Payment of dividends	-	-	-	-	(294.80)	(294.80)
Profit for the year	-	-	-	-	7,540.12	7,540.12
Other Comprehensive Income / (Loss) for the year (net of tax)	-	-	-	-	27.35	27.35
Total comprehensive income for the year	-	-	-	-	7,567.47	7,567.47
<b>Balance as at 31<sup>st</sup> March, 2022</b>	<b>1.15</b>	-	<b>9,445.14</b>	<b>16,810.98</b>	<b>17,651.85</b>	<b>43,909.13</b>
<b>Balance as at 1<sup>st</sup> April, 2022</b>	<b>1.15</b>	-	<b>9,445.14</b>	<b>16,810.98</b>	<b>17,651.85</b>	<b>43,909.13</b>
Transfer pursuant to Buyback of Shares (Refer Note 18e)	-	200.00	(9,445.14)	(2,897.68)	-	(12,142.82)
Payment of dividends	-	-	-	-	(302.28)	(302.28)
Profit for the year	-	-	-	-	2,139.15	2,139.15
Other Comprehensive Income / (Loss) for the year (net of tax)	-	-	-	-	(2.92)	(2.92)
Total comprehensive income for the year	-	-	-	-	2,136.23	2,136.23
<b>Balance as at 31<sup>st</sup> March, 2023</b>	<b>1.15</b>	<b>200.00</b>	-	<b>13,913.30</b>	<b>19,485.80</b>	<b>33,600.26</b>

The accompanying notes are an integral part of these Consolidated Financial Statements.

In terms of our report attached  
**For Deloitte Haskins & Sells**  
 Chartered Accountants

**Hardik Sutaria**  
 Partner

Date : 23<sup>rd</sup> August, 2023  
 Place : Ahmedabad

**For and on behalf of the Board of Directors**  
**GSP CROP SCIENCE PRIVATE LIMITED**

**Bhavesh V. Shah**  
 Managing Director  
 [DIN : 00094669]

**Anjan C. Sheth**  
 Company Secretary  
 [ACS-26785]

**Shail J. Shah**  
 Executive Director-Finance  
 [DIN : 07543594]

Date : 23<sup>rd</sup> August, 2023  
 Place : Ahmedabad

## Notes forming part of the Consolidated Financial Statements

### 1 GROUP INFORMATION

GSP Crop Science Private Limited (“the Company”) is a private limited company, incorporated in the year 1985 under the provisions of the Companies Act, 1956. The Company is engaged in manufacturing of Agro Chemicals which include Insecticides, Pesticides and Herbicides. The Company caters to both Domestic and International Markets. The Company is having three manufacturing units out of which two are located in Ahmedabad and one is located in Vadodara.

On 18<sup>th</sup> August, 2022, the Company has contributed towards capital in GSP Intermediates Pvt Ltd, a company incorporated under the provision of the Companies Act, 2013. The Company has contributed equivalent to 79.00% of the total capital contribution of the Total Capital Contribution of GSP Intermediates Pvt Ltd and the same is being considered as subsidiary company while preparing the consolidated financial statements. GSP Intermediates Pvt Ltd is in the business of manufacturing of all types of fertilizers, agricultural chemicals, pesticides, insecticide, herbicides, acaricides, fungicides, and other ancillary products.

The consolidated financial statements comprises the financial statements of the Parent Company GSP Crop Science Private Limited and its subsidiary (together referred to as “Group”). Following subsidiary companies have been considered in the preparation of the consolidated financial statements:

Name of the Entity	Relationship	Country of Incorporation	Percentage of holding and voting power as at 31 <sup>st</sup> March, 2023
Indo GSP Chemicals Private Limited	Subsidiary	India	76%
Rajdhani Petrochemicals Private Limited	Subsidiary	India	99.99%
GSP Intermediates Private Limited (w.e.f. 18 <sup>th</sup> August, 2022)	Subsidiary	India	79%

The financial statements of the subsidiary companies used in the consolidation are drawn up to the same reporting date as of the Holding Company i.e. year ended March 31, 2023.

### 2 STATEMENT OF COMPLIANCE

The consolidated financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the Act.

### 3 BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS

#### 3.1 Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained in the accounting policies below.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Group takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis, except for leasing transactions that are within the scope of Ind AS 116, and measurements that have some similarities to fair value but are not fair value, such as net realisable value in Ind AS 2 or value in use in Ind AS 36.

In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

The accounting policies have been consistently applied by the Group. The consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented in the same manner as the parent company’s separate financial statements.

## Notes forming part of the Consolidated Financial Statements

### 3.2 Functional and Presentation Currency

The consolidated financial statements are presented in Indian Rupees, which is the functional currency of the Parent Company. All the amounts are stated in the nearest rupee lakhs.

## 4 SIGNIFICANT ACCOUNTING POLICIES

### 4.1 Basis of Consolidation

The consolidation of the accounts of the group are prepared in accordance with Ind AS 110 – ‘Consolidated Financial Statements’.

- i. On 18<sup>th</sup> August, 2022, pursuant to approval of Board of Directors, the Company has invested Rs.0.79 lacs equivalent to 79.00% of the total capital contribution of GSP Intermediates Pvt Ltd. Consequently, based on the percentage of contribution towards capital, GSP Intermediates Pvt Ltd has been classified as a subsidiary company for the purpose of preparation of consolidated financial statements.
- ii. The financial statements of the Company and its subsidiaries companies have been combined on a line-by-line basis by adding together like items of assets, liabilities, income and expenses, after eliminating intra-group balances, intra-group transactions and resulting un-realised profits or losses, unless cost cannot be recovered.
- iii. The excess of cost to the Group of its investments in the subsidiary company, at the date on which the investments in the subsidiary company was made, is recognised as ‘Goodwill’ being an asset in the consolidated financial statements and is tested for impairment on annual basis. On the other hand, where the share of equity in the subsidiary company as on the date of investment is in excess of cost of investments of the Group, it is recognised as ‘Capital Reserve’ and shown under the head ‘Reserves & Surplus’, in the consolidated financial statements.
- iv. Minority Interest in the net assets of the consolidated subsidiaries consist of the amount of equity attributable to the minority shareholders at the date on which investments in the subsidiary company were made and further movements in their share in the equity, subsequent to the date of investment. Net profit / loss for the year of the subsidiary attributable to minority interest is identified and adjusted against the profit after tax of the Group in order to arrive at the income attributable to owners of the Company.
- v. The consolidated financial statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances.

### 4.2 Property, plant and Equipment and Intangible Assets

Property, plant and equipment are stated at cost of acquisition / construction less accumulated depreciation, and accumulated impairment loss (if any). Cost includes all expenses related to acquisition and installation of Property, Plant & Equipment which comprises its purchase price net of any trade discounts and rebates, import duties and other non-refundable taxes or levies and any directly attributable cost on making the asset ready for its intended use.

Machinery spares which can be used only in connection with an item of Property, Plant and Equipment and whose use is expected to be irregular are capitalised and depreciated over the useful life of the principal item of the relevant class of assets. Subsequent expenditure on property, plant and equipment after its purchase / completion is capitalised only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance.

#### Capital Work in Progress:

Properties in the course of construction for production, supply or administrative purposes are carried at cost, less any recognised impairment loss. Cost comprises direct cost, related incidental expenses and for qualifying assets, borrowing costs capitalised in accordance with the Group’s accounting policy. Such properties are classified to the appropriate categories of property, plant and equipment when completed and ready for intended use. Depreciation of these assets, on the same basis as other property assets, commences when the assets are ready for their intended use and other incidental expenses.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in profit or loss.

#### Intangible Assets:

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortisation and accumulated impairment losses. Amortisation is recognised on a straight-line basis over their estimated useful lives. The estimated useful life and amortisation method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis.

## Notes forming part of the Consolidated Financial Statements

### 4.3 Depreciation and amortization, Useful life of Property, Plant and Equipment and Intangible Assets

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation on tangible assets has been provided on the written down value method as per the useful life prescribed in Schedule II to the Companies Act, 2013.

#### Amortisation:

Intangible assets are amortised over their estimated useful life on straight line method as follows:

Name of the Asset	Useful Life
Computer Software	5 Years
Patents	5 Years

### 4.4 Impairment of Assets

The carrying values of assets at each balance sheet date are reviewed for impairment if any indication of impairment exists.

If the carrying amount of the assets exceeds the estimated recoverable amount, an impairment is recognised for such excess amount. The impairment loss is recognised as an expense in the Statement of Profit and Loss, unless the asset is carried at revalued amount, in which case any impairment loss of the revalued asset is treated as a revaluation decrease to the extent a revaluation reserve is available for that asset.

The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor.

When there is indication that an impairment loss recognised for an asset (other than a revalued asset) in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss, to the extent the amount was previously charged to the Statement of Profit and Loss. In case of revalued assets such reversal is not recognised.

### 4.5 Foreign Currency Transactions

#### Initial Recognition

Transactions in foreign currencies entered into by the Group are accounted at the exchange rates prevailing on the date of the transaction or at rates that closely approximate the rate at the date of the transaction.

#### Measurement of foreign currency monetary items at Balance Sheet Date

Foreign currency monetary items of the Group, outstanding at the balance sheet date are restated at the year-end rates. Non-monetary items of the Group are carried at historical cost.

#### Treatment of Exchange Differences

Exchange differences arising on settlement / restatement of foreign currency monetary assets and liabilities of the Group are recognised as income or expense in the Statement of Profit and Loss.

### 4.6 Inventories

Raw materials, packing materials, stores, spares and consumables are valued at lower of cost (net of refundable taxes and duties) and net realizable value. The cost of these items of inventory comprises of cost of purchase, transit insurance, receiving charges and other incidental costs incurred to bring the inventories to their present location and condition.

Work in progress and finished goods are valued at lower of cost and net realizable value. The cost of work in process and finished goods includes cost of direct material consumed, cost of conversion and other costs incurred to bring the inventories to their present location and condition.

Cost of inventories is determined on "Weighted Average" basis and is net of tax credits and after providing for obsolescence and other losses.

Net realizable value is the contracted selling value less the estimated costs of completion and the estimated costs necessary to make the sales.

### 4.7 Financial Instruments

#### 4.7.1 Investments

The group measures its investment in associates as per equity accounting method.

All other equity investments are measured at fair value, with value changes recognised in Statement of Profit and Loss.

The Group has not made any irrevocable election to present subsequent changes in the fair value of equity investments, not held for trading, in other comprehensive income as the same are classified as fair value through profit or loss.

## Notes forming part of the Consolidated Financial Statements

### 4.7.2 Trade Receivables

Trade receivables are amounts due from customers for sale of goods or services performed in the ordinary course of business. Trade receivables are initially recognized at its transaction price which is considered to be its fair value and are classified as current assets as it is expected to be received within the normal operating cycle of the business.

### 4.7.3 Trade Payables

Trade payables are amounts due to vendors for purchase of goods or services acquired in the ordinary course of business and are classified as current liabilities to the extent it is expected to be paid within the normal operating cycle of the business.

### 4.7.4 Cash and cash equivalents

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

Bank overdrafts that are repayable on demand and form an integral part of the Group's cash management are included as a component of cash and cash equivalent for the purpose of statement of cash flow.

### 4.7.5 Borrowings

Borrowings are initially recorded at fair value and subsequently measured at amortized costs using effective interest method. Transaction costs are charged to statement of profit and loss as financial expenses over the term of borrowing. Effective interest rate amortisation is included as finance costs in the statement of profit and loss.

### 4.7.6 Derivative financial instruments

The Group enters into derivative financial instruments in form of foreign exchange forward contracts to manage its exposure to foreign exchange rate risks.

Derivatives are initially recognised at fair value at the date the derivative contracts are entered into and are subsequently remeasured to their fair value at the end of each reporting period. The resulting gain or loss is recognised in profit or loss immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of the recognition in profit or loss depends on the nature of the hedging relationship and the nature of the hedged item.

### 4.7.7 Other financial assets and liabilities

Other non-derivative financial instruments are initially recognized at fair value and subsequently measured at amortized costs using the effective interest method.

### 4.7.8 De-recognition of financial assets and liabilities

The Group derecognizes a financial asset when the contractual right to the cash flows from the asset expires or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction which substantially all the risk and rewards of ownership of the financial asset are transferred.

If the Group retains substantially all the risk and rewards of ownership of a transferred financial asset, the Group continues to recognize the financial asset and also recognizes a collateralized borrowing for the proceeds received.

The Group derecognizes a financial liability when its contractual obligations are discharged, cancelled or expired; the difference between the carrying amount of derecognized financial liability and the consideration paid is recognized as profit or loss.

### 4.7.9 Impairment of financial assets

At each balance sheet date, the Group assesses whether a financial asset is to be impaired. Ind AS 109 requires expected credit losses to be measured through loss allowance. The Group measures the loss allowance for financial assets at an amount equal to lifetime expected credit losses if the credit risk on that financial asset has increased significantly since initial recognition.

If the credit risk on a financial asset has not increased significantly since initial recognition, the Group measures the loss allowance for financial assets at an amount equal to 12-month expected credit losses. The Group uses both forward-looking and historical information to determine whether a significant increase in credit risk has occurred.

## 4.8 Revenue Recognition

### Sale of Goods

Revenue is recognised upon transfer of control of promised products or services to customers in an amount that reflects the consideration which the Group expects to receive in exchange for those products or services. Revenue is measured based on the transaction price, which is the consideration, adjusted for volume discounts, rebates, scheme allowances, price concessions, incentives, and returns, if any, as specified in the contracts with the customers. Revenue excludes taxes collected from customers on behalf of the government. Accruals for discounts/



## Notes forming part of the Consolidated Financial Statements

incentives and returns are estimated (using the most likely method) based on accumulated experience and underlying schemes and agreements with customers. Due to the short nature of credit period given to customers, there is no financing component in the contract.

### Other Income

Interest income is accrued on a time basis, by reference to the principal outstanding and at the interest rate applicable.

### Export Benefits

Export benefits are accounted for in the year of exports based on the eligibility and when there is no uncertainty in receiving the same.

## 4.9 Employee Benefits

### Defined contribution plans

The Group's contribution to provident fund and employee state insurance scheme are considered as defined contribution plans and is charged as an expense based on the amount of contribution required to be made and when services are rendered by the employees.

### Defined benefit plans

For defined benefit plans in the form of gratuity fund, the cost of providing benefits is determined using the Projected Unit Credit method, with actuarial valuations being carried out at each balance sheet date. Remeasurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding net interest), is reflected immediately in the balance sheet with a charge or credit recognised in other comprehensive income in the period in which they occur. Remeasurement recognised in other comprehensive income is reflected immediately in retained earnings and is not reclassified to profit or loss.

Past service cost is recognised in profit or loss in the period of a plan amendment. Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability or asset. Defined benefit costs are categorised as follows:

- service cost (including current service cost, past service cost, as well as gains and losses on curtailments and settlements);
- net interest expense or income; and
- remeasurement

The Group presents the first two components of defined benefit costs in profit or loss in the line item 'Employee benefits expense'. Curtailment gains and losses are accounted for as past service costs.

The retirement benefit obligation recognised in the standalone balance sheet represents the actual deficit or surplus in the Group's defined benefit plans. Any surplus resulting from this calculation is limited to the present value of any economic benefits available in the form of refunds from the plans or reductions in future contributions to the plans.

A liability for a termination benefit is recognised at the earlier of when the entity can no longer withdraw the offer of the termination benefit and when the entity recognises any related restructuring costs.

### Short-term and other long-term employee benefits

A liability is recognised for benefits accruing to employees in respect of wages and salaries and other short term employee benefits in the period the related service is rendered at the undiscounted amount of the benefits expected to be paid in exchange for that service.

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related service are recognised as a liability at the present value of the defined benefit obligation as at the balance sheet date.

## 4.10 Borrowing Costs

Borrowing costs include interest as per the effective interest rate, amortisation of ancillary costs incurred and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost.

Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan. Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of these assets, until such time as the assets are substantially ready for their intended use or sale.

## 4.11 Operating Expenses

Operating Expenses are charged to statement of Profit and Loss on accrual basis.

## 4.12 Leases

The Group's lease asset classes primarily consist of leases for land. The Group assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period

## Notes forming part of the Consolidated Financial Statements

of time in exchange for consideration. Identification of a lease requires significant judgment. The Group uses significant judgement in assessing the lease term (including anticipated renewals) and the applicable discount rate. The Group determines the lease term as the non-cancellable period of a lease, together with both periods covered by an option to extend the lease. In assessing whether the Group is reasonably certain to exercise an option to extend a lease, or not to exercise an option to terminate a lease, it considers all relevant facts and circumstances that create an economic incentive for the Group to exercise the option to extend the lease, or not to exercise the option to terminate the lease. The Group revises the lease term if there is a change in the non-cancellable period of a lease.

At the date of commencement of the lease, the Group recognizes a right-of-use asset ("ROU") for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the Group recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease. The right-of-use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Group changes its assessment if whether it will exercise an extension or a termination option.

### 4.13 Taxes on Income

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961 and other applicable tax laws.

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the standalone financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit. In addition, deferred tax liabilities are not recognised if the temporary difference arises from the initial recognition of goodwill.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

Current and deferred tax are recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity respectively.

Advance taxes and provisions for current income taxes are presented in the balance sheet after off-setting advance taxes paid and income tax provisions arising in the same tax jurisdiction and the Group intends to settle the asset and liability on a net basis. The Group offsets deferred tax assets and deferred tax liabilities if it has a legally enforceable right and these relate to taxes on income levied by the same governing taxation laws.

### 4.14 Provisions and Contingencies

A provision is recognised when the Group has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the group or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability is not recognized but its existence is disclosed in the financial statements. Contingent assets are not recognised and disclosed only when an inflow of economic benefits is probable in the financial statements.

### 4.15 Cash flow statement

Cash flows are reported using the indirect method, whereby profit/loss before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Group are segregated based on the available information.

### 4.16 Segment Reporting Policy

The Group identifies segments as operating segments whose operating results are regularly reviewed by the Chief Operating Decision Maker [CODM] to make decisions about resources to be allocated to the segment and assess its performance and for which discrete financial information is available.

## Notes forming part of the Consolidated Financial Statements

The accounting policies adopted for segment reporting are in line with the accounting policies of the Group. Segment revenue, segment expenses, segment assets and segment liabilities have been identified to segments on the basis of their relationship to the operating activities of the segment.

Inter-segment revenue is accounted on the basis of transactions which are primarily determined based on market / fair value factors.

Revenue, expenses, assets and liabilities which relate to the Group as a whole and are not allocable to segments on reasonable basis have been included under “unallocated revenue / expenses / assets / liabilities”.

### 4.17 Earnings Per Share

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post-tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earning per share is computed by dividing the net profit / loss attributable to ordinary equity holders of the Group by the weighted average number of ordinary shares outstanding during the year adjusted for the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares. The dilutive potential equity shares are adjusted for the proceeds receivable had the equity shares been actually issued at fair value (i.e. the average market value of the outstanding equity shares). Dilutive potential equity shares are deemed converted as of the beginning of the period, unless issued at a later date. Dilutive potential equity shares are determined independently for each period presented.

### 4.18 Operating Cycle

All assets and liabilities have been classified as current or non-current as per the group’s normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. Based on the nature of product and the time between acquisition of assets for processing and their realization in cash and cash equivalents, the Group has ascertained its operating cycle as 12 months for the purpose of current/non-current classification of assets and liabilities.

### 4.19 Research and development expenses

Revenue expenditure pertaining to research is charged to the Statement of Profit and Loss. Development costs of products are also charged to the Statement of Profit and Loss unless a product’s technical feasibility has been established, in which case such expenditure is capitalised. The amount capitalised comprises expenditure that can be directly attributed or allocated on a reasonable and consistent basis to creating, producing and making the asset ready for its intended use. Property, plant and equipment utilised for research and development are capitalised and depreciated in accordance with the policies stated for Property, Plant and Equipments.

### 4.20 Share Issue Expenses

Share issue expenses are adjusted against the Securities Premium Account as permissible under Section 52 of the Companies Act, 2013 to the extent any balance is available for utilisation in the Securities Premium Account.

## 5 Use of Estimates

The preparation of financial statements are in conformity with the recognition and measurement principles of Ind AS which requires management to make critical judgments, estimates and assumptions that affect the reporting of assets, liabilities, income and expenditure.

The estimates and judgements used in the preparation of the financial statements are continuously evaluated by the Group and are based on historical experience and various other assumptions and factors (including expectations of future events) that the Group believes to be reasonable under the existing circumstances.

Estimates and underlying assumptions are reviewed on an ongoing basis and any revisions to the estimates are recognised in the period in which the estimates are revised and future periods are affected.

Key source of estimation of uncertainty at the date of financial statements, which may cause material adjustment to the carrying amount of assets and liabilities within the next financial year, is in respect of:

1. Useful lives and residual value of property, plant and equipment (refer note no. 4.3)
2. Impairment of financial assets (refer note no. 4.7.9)
3. Impairment of non-financial assets (refer note no. 4.4)
4. Employee benefits (refer note no. 4.9)
5. Expense Provisions, Provision for Returnable Assets & contingent liabilities (refer note no. 4.8 and 4.14)
6. Valuation of deferred tax assets (refer note no. 4.13)

**Notes forming part of the Consolidated Financial Statements**

**6 PROPERTY, PLANT & EQUIPMENT**

(Rs. In Lakhs)

Class of Assets	Gross Block				Depreciation				Net Block
	As on 1 <sup>st</sup> April 2022	Additions	Deductions	As on 31 <sup>st</sup> March 2023	Upto 1 <sup>st</sup> April 2022	For the year	On deductions	Upto 31 <sup>st</sup> March 2023	As on 31 <sup>st</sup> March 2023
Freehold Land	274.03	117.71	-	391.74	-	-	-	-	391.74
Factory Buildings	5,800.65	303.56	-	6,104.21	2,309.54	402.35	-	2,711.89	3,392.32
Factory Equipment	137.11	5.95	-	143.06	87.48	21.71	-	109.19	33.87
Plant & Machinery	10,745.00	1,174.69	121.03	11,798.66	6,349.87	1,163.66	96.92	7,416.61	4,382.05
Laboratory Equipment	733.75	30.59	-	764.34	453.50	74.40	-	527.90	236.44
Electrical Installation	942.64	74.63	7.97	1,009.30	591.56	95.64	6.65	680.55	328.75
Office Equipments	216.50	36.75	-	253.25	143.18	37.45	-	180.63	72.62
Office Building	297.59	-	-	297.59	76.57	10.68	-	87.25	210.34
Computers	181.12	24.46	1.61	203.97	97.87	51.97	1.53	148.31	55.66
Furniture & Fixtures	451.15	45.75	8.93	487.97	250.03	60.17	7.09	303.11	184.86
Vehicles	273.15	150.44	6.89	416.70	122.50	76.35	6.05	192.80	223.90
<b>Total</b>	<b>20,052.71</b>	<b>1,964.53</b>	<b>146.43</b>	<b>21,870.79</b>	<b>10,482.10</b>	<b>1,994.38</b>	<b>118.24</b>	<b>12,358.24</b>	<b>9,512.55</b>

(Rs. In Lakhs)

Class of Assets	Gross Block				Depreciation				Net Block
	As on 1 <sup>st</sup> April 2021	Additions	Deductions	As on 31 <sup>st</sup> March 2022	Upto 1 <sup>st</sup> April 2021	For the year	On deductions	Upto 31 <sup>st</sup> March 2022	As on 31 <sup>st</sup> March 2022
Freehold Land	274.03	-	-	274.03	-	-	-	-	274.03
Factory Buildings	5,425.90	374.75	-	5,800.65	1,874.88	434.66	-	2,309.54	3,491.11
Factory Equipment	104.23	38.63	5.75	137.11	70.34	22.44	5.29	87.48	49.63
Plant & Machinery	9,440.87	1,323.57	19.44	10,745.00	5,254.91	1,104.31	9.35	6,349.87	4,395.14
Laboratory Equipment	590.63	143.12	-	733.75	381.14	72.37	-	453.50	280.25
Electrical Installation	798.41	144.23	-	942.64	503.46	88.10	-	591.56	351.08
Office Equipments	199.12	68.12	50.74	216.50	155.52	33.39	45.73	143.18	73.32
Office Building	297.59	-	-	297.59	65.34	11.23	-	76.57	221.02
Computers	130.12	51.02	0.02	181.12	48.90	48.98	0.01	97.87	83.25
Furniture & Fixtures	316.02	135.13	-	451.15	217.86	32.15	-	250.03	201.12
Vehicles	246.83	155.33	129.01	273.15	177.39	47.74	102.62	122.50	150.65
<b>Total</b>	<b>17,823.75</b>	<b>2,433.92</b>	<b>204.96</b>	<b>20,052.71</b>	<b>8,749.73</b>	<b>1,895.38</b>	<b>163.01</b>	<b>10,482.10</b>	<b>9,570.61</b>

**6a. Capital Work in Progress**

(Rs. In Lakhs)

As on 31.03.2023	Amount in CWIP for a Period of				Total
	<01 Year	>01 Year but <02 Years	>02 Years but <03 Years	More than 03 Years	
Project in process	1,298.70	138.15	-	18.45	1,455.30
Project temporary suspended	-	-	-	-	-
<b>Total</b>	<b>1,298.70</b>	<b>138.15</b>	<b>-</b>	<b>18.45</b>	<b>1,455.30</b>

(Rs. In Lakhs)

As on 31.03.2022	Amount in CWIP for a Period of				Total
	<01 Year	>01 Year but <02 Years	>02 Years but <03 Years	More than 03 Years	
Project in process	911.13	91.37	8.01	21.27	1,031.78
Project temporary suspended	37.00	4.35	-	14.10	55.45
<b>Total</b>	<b>948.13</b>	<b>95.72</b>	<b>8.01</b>	<b>35.37</b>	<b>1,087.23</b>

## Notes forming part of the Consolidated Financial Statements

(Rs. In Lakhs)

As on 31.03.2023	To be completed in			
	<01 Year	>01 Year but <02 Years	>02 Years but <03 Years	More than 03 Years
Shaykha Dahej Projects	113.51	-	-	-

(Rs. In Lakhs)

As on 31.03.2022	To be completed in			
	<01 Year	>01 Year but <02 Years	>02 Years but <03 Years	More than 03 Years
Shaykha Dahej Projects	-	-	55.45	-

### Notes:

- There are no adjustment to Property, Plant & Equipment and Intangible assets on account of borrowing cost and exchange differences during the year.
- For Property, Plant & Equipment pledged as security, refer Note No. 20(I) & 20(II).

## 7 INTANGIBLE ASSETS

(Rs. In Lakhs)

Class of Assets	Gross Block				Amortisation				Net Block
	As on 1 <sup>st</sup> April 2022	Additions	Deductions	As on 31 <sup>st</sup> March 2023	Upto 1 <sup>st</sup> April 2022	For the year	On deductions	Upto 31 <sup>st</sup> March 2023	As on 31 <sup>st</sup> March 2023
Computer softwares	382.54	6.64	-	389.18	230.04	48.81	-	278.85	110.33
Patent	74.12	27.44	-	101.56	18.65	18.95	-	37.60	63.96
<b>Total</b>	<b>456.66</b>	<b>34.08</b>	<b>-</b>	<b>490.74</b>	<b>248.69</b>	<b>67.76</b>	<b>-</b>	<b>316.45</b>	<b>174.29</b>

(Rs. In Lakhs)

Class of Assets	Gross Block				Amortisation				Net Block
	As on 1 <sup>st</sup> April 2021	Additions	Deductions	As on 31 <sup>st</sup> March 2022	Upto 1 <sup>st</sup> April 2021	For the year	On deductions	Upto 31 <sup>st</sup> March 2022	As on 31 <sup>st</sup> March 2022
Computer softwares	343.93	38.61	-	382.54	183.07	46.97	-	230.04	152.50
Patent	30.61	43.51	-	74.12	7.48	11.17	-	18.65	55.47
<b>Total</b>	<b>343.93</b>	<b>82.12</b>	<b>-</b>	<b>456.66</b>	<b>190.55</b>	<b>58.14</b>	<b>-</b>	<b>248.69</b>	<b>207.97</b>

### 7a. Intangible Assets Under Development

(Rs. In Lakhs)

As on 31.03.2023	Amount in intangible assets under development for a Period of				Total
	<01 Year	>01 Year but <02 Years	>02 Years but <03 Years	More than 03 Years	
Project in process	103.92	2.00	-	3.89	109.81
<b>Total</b>	<b>103.92</b>	<b>2.00</b>	<b>-</b>	<b>3.89</b>	<b>109.81</b>

(Rs. In Lakhs)

As on 31.03.2022	Amount in intangible assets under development for a Period of				Total
	<01 Year	>01 Year but <02 Years	>02 Years but <03 Years	More than 03 Years	
Project in process	15.00	-	-	11.98	26.98
<b>Total</b>	<b>15.00</b>	<b>-</b>	<b>-</b>	<b>11.98</b>	<b>26.98</b>

**Notes forming part of the Consolidated Financial Statements**

**7b. Right of use Assets**

(Rs. In Lakhs)

Class of Assets	Gross Block				Amortisation				Net Block
	As on 1 <sup>st</sup> April 2022	Additions	Deductions	As on 31 <sup>st</sup> March 2023	Up to 1 <sup>st</sup> April 2022	For the year	On deductions	Upto 31 <sup>st</sup> March 2023	As on 31 <sup>st</sup> March 2023
Leasehold land	6,806.28	405.11	-	7,211.39	250.01	41.29	-	291.30	6,920.09
<b>Total</b>	<b>6,806.28</b>	<b>405.11</b>	<b>-</b>	<b>7,211.39</b>	<b>250.01</b>	<b>41.29</b>	<b>-</b>	<b>291.30</b>	<b>6,920.09</b>

(Rs. In Lakhs)

Class of Assets	Gross Block				Amortisation				Net Block
	As on 1 <sup>st</sup> April 2021	Additions	Deductions	As on 31 <sup>st</sup> March 2022	Up to 1 <sup>st</sup> April 2021	For the year	On deductions	Upto 31 <sup>st</sup> March 2022	As on 31 <sup>st</sup> March 2022
Leasehold land	6,723.89	82.39	-	6,806.28	209.37	40.64	-	250.01	6,556.27
<b>Total</b>	<b>6,723.89</b>	<b>82.39</b>	<b>-</b>	<b>6,806.28</b>	<b>209.37</b>	<b>40.64</b>	<b>-</b>	<b>250.01</b>	<b>6,556.27</b>

- The amount recognised in the statement of profit & loss account for Rent expense - short-term lease and leases of low value assets is Rs.277.79 Lakhs (Previous Year Rs. 268.84 Lakhs).

Note: 1. For Leasehold land pledged as security, refer Note No. 20(I) & 20(II).

**8 NON-CURRENT INVESTMENTS**

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>Investment in Mutual Fund - measured at Fair Value through Profit and Loss Account (quoted)</b>		
Units of ICICI Prudential Short Term Fund - Growth Option having face value of Rs.10/- (No. of Units 3,14,376.578)*	158.85	150.24
Units of Aditya Birla Sun Life Banking & PSU Debt Fund Growth Option having face value of Rs.10/- (No. of Units 31,924.721)**	101.71	-
<b>Total</b>	<b>260.56</b>	<b>150.24</b>
Aggregate amount of quoted investments - At Cost	246.92	150.10
Aggregate amount of quoted investments - At market value	260.56	150.24

\* Investments ICICI Prudential Short Term Fund - Growth Option aggregating to Rs. 158.85 Lakhs are lien marked in favour of Tata Capital Financial Services Ltd. (Term Loan of Rs. 3100 Lakhs).

\*\* Investments Aditya Birla Sun Life Banking & PSU Debt Fund Growth Option aggregating to Rs. 101.71 Lakhs are lien marked in favour of Aditya Birla Finance Ltd. (Term Loan of Rs. 4000 Lakhs).

**9 LOANS**

**(I) Non-Current**

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>Unsecured, Considered Good</b>		
Loans to Employees	24.07	36.54
<b>Total</b>	<b>24.07</b>	<b>36.54</b>

**(II) Current**

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>Unsecured, Considered Good</b>		
Loans to Employees	35.62	44.73
<b>Total</b>	<b>35.62</b>	<b>44.73</b>

## Notes forming part of the Consolidated Financial Statements

### 10 OTHER FINANCIAL ASSETS

#### (I) Non-Current

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
Balance held in Deposit Accounts with Banks (Refer footnote of Note No.17)	42.72	38.07
<b>Total</b>	<b>42.72</b>	<b>38.07</b>

#### (II) Current

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>Unsecured, Considered Good</b>		
Security Deposits	59.11	55.01
Interest Receivable	26.93	21.08
<b>Total</b>	<b>86.04</b>	<b>76.09</b>

### 11 NON-CURRENT TAX ASSETS

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
Tax Paid in Advance (Net of Provision)	432.03	5.59
<b>Total</b>	<b>432.03</b>	<b>5.59</b>

### 12 DEFERRED TAX BALANCES

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
Deferred Tax Assets	1,220.93	1,534.07
Less: Deferred Tax Liabilities	18.14	26.48
<b>Deferred Tax Assets (Net)</b>	<b>1,202.79</b>	<b>1,507.59</b>

(Rs. In Lakhs)

Particulars	FY 2022-23			FY 2021-22		
	Opening Balance	Charged to P&L/OCI	Closing Balance	Opening Balance	Charged to P&L/OCI	Closing Balance
<b>Deferred tax (liabilities)/ asset in relation to:</b>						
Property Plant and Equipment	511.68	133.86	645.54	426.03	85.65	511.68
Provision for Employee benefit	109.23	(17.68)	91.55	102.07	7.16	109.23
Provision for Doubtful debt	273.63	1.43	275.06	173.69	99.94	273.63
Processing fees and Professional Fees	(26.48)	8.34	(18.14)	(2.78)	(23.70)	(26.48)
Unrealised Gain on stock	570.97	(362.19)	208.78	281.27	289.70	570.97
Goodwill	68.55	(68.55)	-	68.55	-	68.55
<b>Total</b>	<b>1,507.59</b>	<b>(304.79)</b>	<b>1,202.79</b>	<b>1,048.83</b>	<b>458.75</b>	<b>1,507.59</b>

#### Numerical Reconciliation between average effective tax rate and applicable tax rate:

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>Profit Before tax from Continuing Operations</b>	<b>2,869.22</b>	<b>10,120.18</b>
Income Tax using the Parent's domestic Tax rate #	722.12	2,547.25
<b>Subsidiaries' charged at different tax rates</b>	<b>-</b>	<b>2.72</b>
- Non deductible Expenses	682.33	716.38
- Deduction on account of Expenses allowable in Tax	(601.84)	(558.26)
- Changes in recognised deductible temporary differences	(56.42)	(176.72)
- (Profit)/Loss on sale of property, plant & equipment	5.49	(2.34)
- Short/(Excess) provision for Tax relating to prior years	(37.85)	38.66
- Others	-	(6.79)
<b>Income Tax recognised in P&amp;L from Continuing Operations (Effective Tax Rate)</b>	<b>713.82</b>	<b>2,560.91</b>

# The Tax rate used for Financial Year 2022-23 & 2021-22 is 25.168% payable by corporate entity in India on taxable profits under the Indian Tax Law.

**Notes forming part of the Consolidated Financial Statements**

**13 OTHER ASSETS**

**(I) Non-Current**

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
Capital Advances	3,049.95	2,547.21
Prepaid Expenses	0.82	1.18
Balance with Tax authorities (Under Protest)	45.21	45.21
<b>Total</b>	<b>3,095.98</b>	<b>2,593.60</b>

**(II) Current**

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
Export Benefit Receivable	105.18	60.76
<b>Balances with government authorities :</b>		
VAT Credit Receivable	123.77	108.29
GST Credit Receivable	4,092.04	6,159.15
Tax Refund Income Receivable	439.14	434.33
Advance Custom Duty paid	2.17	42.81
Prepaid Expenses	320.64	273.45
Expected Reimbursement Towards Likely Sales Return (Refer note 21(II))	2,916.13	2,888.09
Advances to Suppliers	647.98	1,565.40
Advance to Employees	39.78	19.04
<b>Total</b>	<b>8,686.83</b>	<b>11,551.32</b>

**14 INVENTORIES** (At lower of cost and net realisable value)

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
Raw Materials	9,144.14	13,817.58
Raw Materials - Goods in transit	579.36	855.14
Work in Progress	452.92	242.36
Stores and Spares	145.35	147.49
Packing Materials	799.58	696.19
Packing Materials - Goods in transit	15.45	17.49
Finished Goods *	19,969.55	16,678.91
Stock In Trade	3,653.36	5,266.17
Stock In Trade - Goods in transit	312.00	69.91
<b>Total</b>	<b>35,071.71</b>	<b>37,791.24</b>

\*Finished goods include, certain technical & bulk materials, which are classified as Finished Goods based on the Company's estimate of its probable end use i.e. captive consumption or sale.

Inventories are hypothecated as Security for Borrowings as disclosed under Note No.20.

The write down of inventories to net realisable value and other provisions/losses recognised in the statement of profit and loss as an expense is Rs. 474.55 Lakhs (March 31, 2022 Rs. 377.69 Lakhs)

**15 TRADE RECEIVABLES**

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>Unsecured, Considered Good</b>	<b>41,497.52</b>	<b>40,720.10</b>
Add: Doubtful	1,102.89	1,090.21
Less: Provision for doubtful debts and receivables	1,102.89	1,090.21
<b>Total</b>	<b>41,497.52</b>	<b>40,720.10</b>

Trade receivables are non-interest bearing and are generally on terms of 90 to 120 days.

Trade receivables are given as security for borrowings as disclosed under note no. 20.



## Notes forming part of the Consolidated Financial Statements

(Rs. In Lakhs)

Trade Receivable Ageing 31.03.2023	Outstanding for the following period from due date of payments						Total
	Not Due	<06 Months	>06 Months but <1 Year	>01 Year but <02 Years	>02 Years but <03 Years	More than 03 Years	
(I) Undisputed Trade Receivables - Considered Good	21,163.37	17,018.17	893.52	851.48	278.43	45.41	40,250.38
(II) Disputed Trade Receivables - Considered Goods	-	8.27	37.42	138.56	294.46	396.69	875.40
(III) Disputed Trade Receivables - Which have significant increase in credit risk	-	1.37	0.01	101.67	92.56	956.26	1,151.87
(IV) Disputed Trade Receivables - Credit impaired	-	2.04	0.09	18.93	2.02	299.68	322.76
<b>Gross Trade Receivables</b>							<b>42,600.41</b>
Less: Provision for doubtful debts and receivables							1,102.89
<b>Net Trade Receivable</b>							<b>41,497.52</b>

(Rs. In Lakhs)

Trade Receivable Ageing 31.03.2022	Outstanding for the following period from due date of payments						Total
	Not Due	<06 Months	>06 Months but <1 Year	>01 Year but <02 Years	>02 Years but <03 Years	More than 03 Years	
(I) Undisputed Trade Receivables - Considered Good	22,238.52	15,294.03	1,069.87	481.02	13.21	36.69	39,133.34
(II) Disputed Trade Receivables - Considered Goods	-	19.47	213.41	477.42	157.39	420.57	1,288.26
(III) Disputed Trade Receivables - Which have significant increase in credit risk	-	-	-	6.28	247.15	713.08	966.51
(IV) Disputed Trade Receivables - Credit impaired	-	-	2.68	8.10	56.46	354.96	422.20
<b>Gross Trade Receivables</b>							<b>41,810.31</b>
Less: Provision for doubtful debts and receivables							1,090.21
<b>Net Trade Receivable</b>							<b>40,720.10</b>

### Movement in provision for doubtful debts

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
Balance at the beginning of the Year	1,090.21	995.92
Add: Provision made during the year	60.37	165.79
Less: Provision utilised during the year	47.69	71.50
<b>Balance at the end of the Year</b>	<b>1,102.89</b>	<b>1,090.21</b>

### 16 CASH AND CASH EQUIVALENTS

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
Cash on hand	12.49	5.68
Balance with Banks	1,836.82	2,738.37
Fixed deposit with maturity less than 3 months	196.35	9,509.99
<b>Total</b>	<b>2,045.66</b>	<b>12,254.04</b>

**Notes forming part of the Consolidated Financial Statements**

**17 OTHER BANK BALANCES**

(Rs. In Lakhs)

Particulars	As at	As at
	31 <sup>st</sup> March 2023	31 <sup>st</sup> March 2022
Balance held in Deposit Accounts with Banks (Refer Note No. (i) below)	2,246.71	968.21
<b>Total</b>	<b>2,246.71</b>	<b>968.21</b>

(i) Bank Deposits (including long term deposits in Other Financial Assets with balance maturity period of more than 12 months) of Rs. 974.97 Lakhs (as at 31<sup>st</sup> March 2022 Rs. 1,005.55 Lakhs), have been pledged with banks as a security for opening Letter of Credit and Bank Guarantee.

**18 EQUITY SHARE CAPITAL**

Particulars	As at 31 <sup>st</sup> March 2023		As at 31 <sup>st</sup> March 2022	
	Number of shares	Amount (Rs. In Lakhs)	Number of shares	Amount (Rs. In Lakhs)
<b>Authorised :</b>				
Equity Shares of Rs.100 each	50,00,000	5,000.00	50,00,000	5,000.00
<b>Total</b>	<b>50,00,000</b>	<b>5,000.00</b>	<b>50,00,000</b>	<b>5,000.00</b>
<b>Issued, Subscribed and Paid Up:</b>				
Equity Shares of Rs.100 each Fully Paid Up	27,48,003	2,748.00	29,48,003	2,948.00
<b>Total</b>	<b>27,48,003</b>	<b>2,748.00</b>	<b>29,48,003</b>	<b>2,948.00</b>

**(a) Reconciliation of number of shares**

Particulars	As at 31 <sup>st</sup> March 2023		As at 31 <sup>st</sup> March 2022	
	Number of shares	Amount (Rs. In Lakhs)	Number of shares	Amount (Rs. In Lakhs)
<b>Equity Shares</b>				
Opening Balance	29,48,003	2,948.00	29,48,003	2,948.00
Add : Issued during the year	-	-	-	-
Less : Bought back during the year (Refer Note (e) below)	2,00,000	200.00	-	-
<b>Closing Balance</b>	<b>27,48,003</b>	<b>2,748.00</b>	<b>29,48,003</b>	<b>2,948.00</b>

**(b) Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company**

Class of Shares / Name of Shareholder	As at 31 <sup>st</sup> March 2023		As at 31 <sup>st</sup> March 2022	
	Number of Shares Held	% Holding in that Class of Shares	Number of Shares Held	% Holding in that Class of Shares
<b>Equity Shares with Voting Rights</b>				
Mr. Kenal Vrajmohan Shah	-	0.00%	5,86,710	19.90%
Mr. Bhavesh Vrajmohan Shah	6,35,710	23.13%	5,83,520	19.79%
Oman India Joint Investment Fund	1,45,753	5.30%	3,45,753	11.73%
Mr. Vrajmohan Ramanlal Shah (Refer Note No. (d) below)	3,90,750	14.22%	3,90,750	13.25%
Mr. Vrajmohan Ramanlal Shah & Mrs. Vilasben Vrajmohan Shah (Refer Note No. (d) below)	-	0.00%	2,60,885	8.85%
Mr. Vrajmohan Ramanlal Shah HUF (Refer Note No. (d) below)	-	0.00%	1,94,140	6.59%
Mrs. Vilasben Vrajmohan Shah	6,31,275	22.97%	1,76,250	5.98%
Kappa Trust	6,26,670	22.80%	-	0.00%

## Notes forming part of the Consolidated Financial Statements

### Shares held by Promoters

Promoters Name	As at 31 <sup>st</sup> March 2023			As at 31 <sup>st</sup> March 2022		
	No. of Shares	% of Total Shares	% Change During the Year	No. of Shares	% of Total Shares	% Change During the Year
Vrajmohan Ramanlal Shah (HUF) (Refer Note (d) Below)	-	0.00%	-6.59%	1,94,140	6.59%	0.00%
Kenal Vrajmohan Shah (HUF)	-	0.00%	-1.77%	52,190	1.77%	0.00%
Bhavesh Vrajmohan Shah (HUF)	-	0.00%	-1.77%	52,190	1.77%	0.00%
Shah Kenal Vrajmohan	-	0.00%	-19.90%	5,86,710	19.90%	0.00%
Shah Vrajmohan Ramanlal (Refer Note (d) Below)	3,90,750	14.22%	0.97%	3,90,750	13.25%	0.00%
Vihangi Shah	100	0.00%	-0.17%	5,000	0.17%	0.00%
Shah Deepa Bhavesh	100	0.00%	-1.90%	56,125	1.90%	0.00%
Shah Vilasben Vrajmohan	6,31,275	22.97%	16.99%	1,76,250	5.98%	0.00%
Falguni Kenal Shah	100	0.00%	-1.90%	56,125	1.90%	0.00%
Shah Bhavesh Vrajmohan	6,35,710	23.13%	3.34%	5,83,520	19.79%	0.00%
Riddhi Shah	1,100	0.04%	-0.16%	6,000	0.20%	0.03%
Shah Tirth	1,33,220	4.85%	0.33%	1,33,320	4.52%	0.00%
Athena Trust	4,900	0.18%	0.18%	-	0.00%	0.00%
Beta Trust	56,025	2.04%	2.04%	-	0.00%	0.00%
Kappa Trust	6,26,670	22.80%	22.80%	-	0.00%	0.00%
Shard Trust	4,900	0.18%	0.18%	-	0.00%	0.00%
Monakhos Trust	100	0.00%	0.00%	-	0.00%	0.00%
Stamford Trust	68,155	2.48%	2.48%	-	0.00%	0.00%
Pujan Shah	100	0.00%	0.00%	-	0.00%	0.00%
Shah Vrajmohan Ramanlal Jointly With Shah Vilasben Vrajmohan (Refer Note No. (d) below)	-	0.00%	-8.85%	2,60,885	8.85%	0.00%

- (c) The Company has one class of Equity shares having a par value of Rs.100 per share. Each holder of equity share is entitled to one vote per share held. The dividend if any 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 if any, in proportion to their shareholding.
- (d) Mr. Vrajmohan Shah - Director and Shareholder of the Company expired on 13<sup>th</sup> February, 2022. His shareholding was claimed by legal heirs and accordingly shares were transferred to legal heirs after all the formalities as per Companies Act 2013 (for physical shares) and Depositories Regulations (for shares held in DEMAT mode) were completed.
- (e) **Buyback of Shares, Bonus Shares and Shares issued for Consideration other than cash:**
- The Board of Directors of the Company, at its meeting held on 2<sup>nd</sup> April, 2022 and vide approval of the Members of the Company by way of Special Resolution passed on 5<sup>th</sup> April, 2022 approved buyback of upto 2,00,000 (Two Lakh) fully paid-up Equity Shares of face value of Rs. 100/- (Rupees Hundred only) each (representing 6.78 % of the total number of fully paid-up Equity Share Capital of the Company) on a proportionate basis, through the 'Tender Offer' route in accordance with the Companies Act, 2013 ('the Act') and rules made thereunder, at a price of Rs. 5,524.50 (Rupees Five Thousand Five Hundred Twenty Four and Fifty paise only) per Equity Share, payable in cash for an aggregate consideration not exceeding Rs. **110,49,00,000/- (Rupees One Hundred and Ten Crore Forty Nine Lakh only)**, being 24.34% of the aggregate of paid-up capital and free reserves of the Company, as per unaudited interim condensed special purpose standalone financial statements of the Company as on 31<sup>st</sup> October, 2021 which has been reviewed by the Auditors (within 25% of the aggregate of paid-up capital and free reserves of the Company as on 31<sup>st</sup> October, 2021).
  - The Company has neither issued bonus shares nor shares for consideration other than cash during the reporting period.

**Notes forming part of the Consolidated Financial Statements**

**19 OTHER EQUITY**

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>(1) Capital Reserve</b>		
Opening Balance	1.15	1.15
Increase/(Decrease) during the year	-	-
<b>Closing balance</b>	<b>1.15</b>	<b>1.15</b>
<b>(2) Capital Redemption Rederve</b>		
Add : Pursuant to Buyback of Shares	200.00	-
<b>Closing balance</b>	<b>200.00</b>	-
<b>(3) Securities Premium</b>		
Opening Balance	9,445.14	9,445.14
Less : Pursuant to Buyback of Shares	9,445.14	-
<b>Closing balance</b>	<b>-</b>	<b>9,445.14</b>
<b>(4) General Reserve</b>		
Opening Balance	16,810.98	16,810.98
Less : Pursuant to Buyback of Shares	2,897.68	-
<b>Closing balance</b>	<b>13,913.30</b>	<b>16,810.98</b>
<b>(5) Surplus in Statement of Profit and Loss</b>		
Opening Balance	17,651.86	10,379.18
Add : Net Profit for the year	2,136.23	7,567.47
Less : Appropriations		
Dividend Paid per share Rs. 11.00 ( P.Y Rs. 10.00)	302.28	294.80
<b>Closing balance</b>	<b>19,485.81</b>	<b>17,651.86</b>
<b>Total</b>	<b>33,600.26</b>	<b>43,909.13</b>

**Nature and Purpose of Reserves:**

**Capital Redemption Reserve** - Capital Redemption Reserve is created for redemption of equity shares from its retained earnings. The amount in Capital Redemption Reserve is equal to nominal amount of the equity shares redeemed. Capital Redemption Reserve may be applied by the Group in paying up unissued shares of the Group to be issued to shareholders of the Group as fully paid bonus shares.

**Securities Premium** - Securities premium reserve is created due to premium on issue of shares. These reserve is utilised in accordance with the provisions of the Companies Act.

**General Reserve** - General Reserve is a free reserve created by the Company by transfer from Retained earnings for appropriation purposes.

**20 BORROWINGS**

**(I) Non-Current Borrowings**

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>Secured Loans</b>		
Term Loans from Banks (Refer Note No. (i) to (iii) below)	2,708.04	1,108.16
Less: Current maturities of Term Loans from Banks	574.75	569.50
	<b>2,133.29</b>	<b>538.66</b>
Term Loans from Non-Banking Financial Companies (Refer Note No. (iv) to (viii) below)	10,032.83	12,628.57
Less: Current maturities of Term Loans from Non-Banking Financial Companies	2,456.87	1,266.47
	<b>7,575.96</b>	<b>11,362.10</b>
Vehicle Loans from Banks (Refer Note No. (ix) below)	112.44	35.46
Less: Current maturities of Vehicle Loans from Banks	34.62	18.23
	<b>77.82</b>	<b>17.23</b>
Vehicle Loans from Non-Banking Financial Companies (Refer Note No. (ix) below)	71.51	78.18
Less: Current maturities of Vehicle Loans from Non-Banking Financial Companies	25.13	19.92
	<b>46.38</b>	<b>58.26</b>
<b>Total</b>	<b>9,833.45</b>	<b>11,976.25</b>

## Notes forming part of the Consolidated Financial Statements

- (i) Loan from State Bank of India of Rs.888.00 Lakhs (Previous Year: Rs. Nil), out of which Nil (Previous Year: Nil) are classified as current maturity. The outstanding balance is repayable in 48 equal monthly instalments. The loan is secured by first pari-passu charge on entire current assets of the Company and first pari-passu charge over the entire property, plant and equipment of the Company except property, plant and equipment located at plot no. 2, GIDC, Nandesari, Dist. Baroda. The loan is secured by second pari-passu charge over the entire property, plant and equipment of the company located at plot no. 2, GIDC, Nandesari, Dist. Baroda. The loan carries interest rate of 1% above 6 months MCLR. The repayment of loan to start from April-24.
- (ii) Loan from State Bank of India of Rs.1377.50 Lakhs (Previous Year: Rs.1740.00 Lakhs), out of which Rs.435.00 Lakhs (Previous Year: 326.25 Lakhs) are classified as current maturity. The outstanding balance is repayable in 36 equal monthly instalments. The loan is secured by first pari-passu charge on entire current assets of the Company and first pari-passu charge over the entire property, plant and equipment of the Company except property, plant and equipment located at plot no. 2, GIDC, Nandesari, Dist. Baroda. The loan is secured by second pari-passu charge over the entire property, plant and equipment of the company located at plot no. 2, GIDC, Nandesari, Dist. Baroda. The loan carries interest rate of 1% above 6 months MCLR.
- (iii) Loan from HDFC Bank of Rs.442.54 Lakhs (Previous Year: Rs.559.00 Lakhs), out of which Rs.139.75 Lakhs (Previous Year: Rs.104.81 Lakhs) are classified as current maturity. The outstanding balance is repayable in 38 equal monthly instalments. The loan is secured by first pari-passu charge on entire current assets of the Company and first pari-passu charge over the entire property, plant and equipment of the Company except property, plant and equipment located at plot no. 2, GIDC, Nandesari, Dist. Baroda. The loan is secured by second pari-passu charge over the entire property, plant and equipment of the company located at plot no. 2, GIDC, Nandesari, Dist. Baroda. The loan carries interest rate of 1% above 12 months MCLR.
- (iv) Loan from Bajaj Finance Ltd. of Rs.669.64 Lakhs (Previous Year: Rs.937.50 Lakhs), out of which Rs.267.86 Lakhs (Previous Year: Rs.267.86 Lakhs) are classified as current maturity. The outstanding balance is repayable in 10 quarterly instalments. The loan is secured by second pari-passu charge on entire current assets of the Company and first pari-passu charge over the entire property, plant and equipment of the Company. The loan carries interest rate of 1.35% above 3 months HDFC Bank MCLR.
- (v) Loan from Bajaj Finance Ltd. of Rs.2375.00 Lakhs (Previous Year: Rs.2500 Lakhs), out of which Rs.500.00 Lakhs (Previous Year: Rs.125.00 Lakhs) are classified as current maturity. The outstanding balance is repayable in 19 quarterly instalments. The loan is to be secured by second pari-passu charge on entire current assets of the Company and first pari-passu charge over the entire property, plant and equipment of the Company. The loan carries interest rate of 1.35% above 3 months HDFC Bank MCLR.
- (vi) Loan from Aditya Birla Finance Ltd. of Rs.4000.00 Lakhs (Previous Year: Rs.4000.00 Lakhs), out of which Rs.800.00 Lakhs (Previous Year: Nil) are classified as current maturity. The outstanding balance is repayable in 20 quarterly instalments. The loan is to be secured by first pari-passu charge over the entire property, plant and equipment of the Company and second pari-passu charge on entire current assets of the Company. The loan carries interest rate of LTLR less 8.35% p.a. The loan repayment shall start from June 2023. Investments wide Mutual Fund aggregating to Rs. 100.00 Lakhs are lien marked in favour of Aditya Birla Finance Ltd.
- (vii) Loan from TATA Capital Financial Services Ltd. of Rs.2626.38 Lakhs (Previous Year: Rs.3100.00 Lakhs), out of which Rs.516.67 Lakhs (Previous Year: Rs.473.61 Lakhs) are classified as current maturity. The outstanding balance is repayable in 61 monthly instalments. The loan is to be secured by second pari-passu charge on entire current assets of the Company and first pari-passu charge over the entire property, plant and equipment of the Company. The loan carries interest rate of LTLR less 9.75%. Investments wide Mutual Fund aggregating to Rs. 150.24 Lakhs are lien marked in favour of Tata Capital Financial Services Ltd.
- (viii) Loan from TATA Capital Financial Services Ltd. of Rs.433.34 Lakhs (Previous Year: Rs.833.41 Lakhs), out of which Rs.400.00 Lakhs (Previous Year: Rs.400.00 Lakhs) are classified as current maturity. The outstanding balance is repayable in 13 monthly instalments. The loan is secured by exclusive charge on the lease hold land of company located at Saykha, Ankleshwar. The loan carries interest rate of LTLR less 8.25%.
- (ix) Vehicle loans of Rs.183.95 Lakhs (Previous Year Rs. 113.64 Lakhs) are secured against the hypothecation of respective vehicles, out of which Rs. 59.75 Lakhs (Previous Year Rs. 38.15 Lakhs) is classified as current maturity. Vehicle Loans carry interest from 7.00 % to 9.00 %. The outstanding amount is repayable in 15 to 52 monthly instalments which include the amount of Interest.

### (II) Current Borrowings

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>Secured Loans</b>		
Working Capital loans (Refer Note No. (i) below)	18,920.08	16,773.38
Current Maturities of Long Term Debt from banks	609.37	587.73
Current Maturities of Long Term Debt from Non-Banking Financial Companies	2,482.00	1,286.39
	<b>22,011.45</b>	<b>18,647.50</b>

**Notes forming part of the Consolidated Financial Statements**

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>Unsecured Loans</b>		
<b>Loans from Related Parties</b> (Refer Note No. (ii) below)		
- From Directors	294.46	733.24
- From Share Holders	286.29	666.34
	<b>580.75</b>	<b>1,399.58</b>
<b>Total</b>	<b>22,592.20</b>	<b>20,047.08</b>

- (i) Working Capital Loans include Cash Credit and Working Capital Demand Loans from Banks and Non-Banking Financial Company under consortium led by State Bank of India. These Working Capital loans are secured/to be secured by first pari-passu charge on entire current assets of the Company and first pari-passu charge over the entire property, plant and equipments of the Company except property, plant and equipment located at plot no. 2, GIDC, Nandesari, Dist. Baroda. The said Working Capital loans are also secured/to be secured by second pari-passu charge over the entire property, plant and equipments of the Company located at plot no. 2, GIDC, Nandesari, Dist. Baroda. The Working Capital Loans carries interest rate ranging from marginal cost of lending rate plus 1.00 % p.a. to 2.00 % p.a.
- (ii) Loans from Directors and Share Holders are repayable on demand and carries the interest rate of 9% p.a.

**21 PROVISIONS**

**(I) Non-Current**

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>Provision for Employee Benefits</b>		
Provision for Compensated Absences (Refer Note No. 35)	89.19	87.90
Provision for Gratuity	4.83	3.57
<b>Total</b>	<b>94.02</b>	<b>91.47</b>

**(II) Current**

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>Provision for Employee Benefits:</b>		
Provision for Compensated Absences (Refer Note No. 35)	20.00	19.80
Provision for Gratuity (Refer Note No. 35)	70.21	119.71
<b>Provision - Others:</b>		
Provision for Asset Reinstatement Obligation	-	86.64
Provision for Sales Return (Refer note below)	3,883.68	3,932.04
<b>Total</b>	<b>3,973.89</b>	<b>4,158.19</b>

**Provision for Compensated Absences**

Provision for employee benefits includes amount payable to employees on account of compensated absences. Movement of Provision for employee benefits is disclosed under:

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
<b>Opening balance</b>	<b>107.70</b>	<b>96.30</b>
Add: Provision made during the year	38.31	36.75
Less: Benefits paid during the year	36.82	25.35
<b>Closing balance</b>	<b>109.19</b>	<b>107.70</b>

**Provision for Asset Reinstatement Obligation**

As per the contractual terms with Bharat Pesticides Industries Private Limited (Lessor), upon termination of lease agreement, the Company as a lessee was obliged to leave the premise in good condition as it was on the date of commencement of lease. The provision for asset reinstatement was created to record liability of the Company on account of asset lost in fire which was taken on lease. However, both the companies have mutually agreed to settle this liability at Rs. 86.64 Lakhs.

## Notes forming part of the Consolidated Financial Statements

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
<b>Opening balance</b>	<b>86.64</b>	<b>86.64</b>
Add: Additional provision made during the year	-	-
Less: Paid during the year	86.64	-
<b>Closing balance</b>	<b>-</b>	<b>86.64</b>

### Provision for Sales Return

The Group, as a trade practice, accepts returns from market. Provision is made for such returns on the basis of historical experience, market conditions and specific contractual terms. At the time of recognising provision for sales return expected reimbursement towards likely sales return is also recognised, which is included in other current assets for the products expected to be returned.

## 22 TRADE PAYABLES

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>Current</b>		
Acceptances	2,464.98	-
<b>Other trade Payable</b>		
Micro and Small Enterprises (Refer Note No. 41)	632.42	332.30
Others	32,063.33	33,962.21
<b>Total</b>	<b>35,160.73</b>	<b>34,294.51</b>

(Rs. In Lakhs)

Trade Payables Ageing 31.03.2023	Outstanding for the following period from due date of payments					Total
	Not Due	<01 Year	>01 Year but <02 Years	>02 Years but <03 Years	More than 03 Years	
(I) Micro and Small Enterprises	596.43	35.99	-	-	-	632.42
(II) Others	25,889.79	8,477.88	72.91	28.89	58.84	34,528.31

(Rs. In Lakhs)

Trade Payables Ageing 31.03.2022	Outstanding for the following period from due date of payments					Total
	Not Due	<01 Year	>01 Year but <02 Years	>02 Years but <03 Years	More than 03 Years	
(I) Micro and Small Enterprises	242.11	90.19	-	-	-	332.30
(II) Others	23,875.98	9,774.40	182.76	42.85	86.22	33,962.21

## 23 OTHER CURRENT FINANCIAL LIABILITIES

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
Interest Accrued but not Due on Borrowings	184.51	124.21
Trade Deposits	864.03	760.80
Payables for Employee Benefits	1,158.49	2,100.93
Creditors for Capital Goods	164.33	180.27
Security Deposits	52.49	51.98
Payables to Shareholders in Subsidiary	32.00	37.00
<b>Total</b>	<b>2,455.85</b>	<b>3,255.19</b>

**Notes forming part of the Consolidated Financial Statements**

**24 CURRENT TAX LIABILITIES**

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
Provision for Tax (Net of advance tax and TDS)	15.01	2,146.81
<b>Net Current Tax Liabilities</b>	<b>15.01</b>	<b>2,146.81</b>

**25 OTHER CURRENT LIABILITIES**

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
Statutory Remittances	439.59	743.63
Advances from Customers	2,269.59	1,914.82
<b>Total</b>	<b>2,709.18</b>	<b>2,658.45</b>

**26 REVENUE FROM OPERATIONS**

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Sale of Products (Gross)	1,53,141.38	1,43,759.69
Less: Discount on sales	9,538.89	3,685.22
<b>Net Sales</b>	<b>1,43,602.49</b>	<b>1,40,074.47</b>
Sale of Services	0.80	-
<b>Other Operating Revenues</b>		
Export Incentives	267.46	274.94
Tax Refund Income	4.80	206.20
Miscellaneous Receipts	23.08	21.67
<b>Total</b>	<b>1,43,898.63</b>	<b>1,40,577.28</b>

**Disaggregation of Revenue from contracts with customers**

**Revenue based on Geography**

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Domestic	1,15,773.55	1,04,772.47
Export	28,125.08	35,804.81
<b>Total</b>	<b>1,43,898.63</b>	<b>1,40,577.28</b>

**Revenue based on Business Segment**

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Agro Chemicals	1,20,330.88	1,19,130.68
Plasticizer	23,567.75	21,446.60
<b>Total</b>	<b>1,43,898.63</b>	<b>1,40,577.28</b>

**Reconciliation of Revenue from operations with contract price**

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Revenue from contract with customers as per the contract price	1,75,238.03	1,65,532.01
<b>Less : Adjustment made to contract price on account of</b>		
a) Discounts and Rebates	9,538.89	3,685.22
b) Sales Return	21,800.51	21,269.51
<b>Total</b>	<b>1,43,898.63</b>	<b>1,40,577.28</b>



## Notes forming part of the Consolidated Financial Statements

### 27 OTHER INCOME

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
<b>Interest income</b>		
Bank Deposits	68.02	96.48
Loans and others	3.47	1.87
Other Interest income	0.03	0.07
Net Gain on Investments measured at fair value through profit or loss	13.50	0.14
<b>Other non-operating income</b>		
Profit on sale of Property, Plant & Equipment	-	9.28
Net gain on foreign currency transaction and translation	83.14	772.21
Sundry Balance Written Back	115.54	260.36
Miscellaneous Income	73.86	124.32
<b>Total</b>	<b>357.56</b>	<b>1,264.73</b>

### 28 COST OF MATERIALS CONSUMED

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Cost of Raw Materials Consumed	1,02,920.06	98,040.20
Cost of Packing Materials Consumed	5,160.14	5,573.38
<b>Total</b>	<b>1,08,080.20</b>	<b>1,03,613.57</b>

### 29 PURCHASES OF TRADED GOODS

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Stock-in-trade	2,152.39	2,001.10
<b>Total</b>	<b>2,152.39</b>	<b>2,001.10</b>

### 30 CHANGES IN INVENTORIES

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
<b>Inventories (at the end of the year)</b>		
Finished goods	19,969.55	16,678.91
Stock-in-trade	3,965.36	5,336.08
Stock-in-process	452.92	242.36
	<b>24,387.83</b>	<b>22,257.34</b>
<b>Inventories (at the beginning of the year)</b>		
Finished goods	16,678.91	14,628.24
Stock-in-trade	5,336.08	1,691.73
Stock-in-process	242.36	426.42
	<b>22,257.34</b>	<b>16,746.39</b>
<b>Total</b>	<b>(2,130.48)</b>	<b>(5,510.95)</b>

# GSP CROP SCIENCE PRIVATE LIMITED

## Notes forming part of the Consolidated Financial Statements

### 31 EMPLOYEE BENEFITS EXPENSES

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Salaries, Wages and Bonus	5,923.94	6,237.77
Contribution to Provident Fund & Other Funds	376.02	292.27
Staff Welfare Expenses	335.75	357.32
<b>Total</b>	<b>6,635.71</b>	<b>6,887.36</b>

### 32 FINANCE COSTS

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
<b>Interest Expenses</b>		
Term Loans	1,441.56	399.65
Cash Credit and Working Capital Demand Loans	1,645.49	1,194.72
Loans from Related Parties	59.36	113.81
Collection Charges	201.41	124.61
Other Interest Exps.	197.50	313.21
	<b>3,545.32</b>	<b>2,146.00</b>
Other Financial Charges	166.64	248.07
<b>Total</b>	<b>3,711.96</b>	<b>2,394.07</b>

### 33 OTHER EXPENSES

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Consumption of Stores and Spares	362.83	319.42
Packing Expense	29.87	20.73
Sub-contracting Expenses	1,850.09	1,575.94
Power & Fuel	4,322.07	4,541.41
Water Charges	132.05	103.02
Effluent Disposal Charges	936.59	1,542.13
Laboratory Expenses	389.29	509.83
Factory Expenses	495.16	500.32
Labour Charges	948.32	980.41
Rent	278.14	268.84
Repairs to Buildings	205.54	159.11
Repairs to Plant and Machinery	533.55	532.26
Travelling and Conveyance	1,448.03	970.03
Transport Charges	990.49	933.26
Sales Commission	439.10	326.74
Warehousing & Distribution Expenses	2,107.34	2,462.98
Advertisement and Business Promotion Expenses	2,624.99	2,320.56
Provision For Doubtful Trade Receivables (Refer Note No.15)	60.37	165.79
Sundry Balance Written Off	59.43	45.46
Bad Debts Written Off	144.51	50.51
Legal and Professional fees	1,168.86	916.56
Remuneration to Partners	-	18.00
Telephone and Communication Expense	1.38	3.96
Other Repairs	437.66	372.23
Charity and Donations	0.83	6.11
Corporate Social Responsibility Expense (Refer Note No.42)	148.50	146.63
Insurance	468.47	296.06
Rates and taxes	20.17	82.28
Payment to Auditors*	28.33	44.66
Membership fees and Conference Expense	-	0.51
Loss on Sale of property, plant & equipment	21.86	-
General Administration Expenses	179.92	126.77
<b>Total</b>	<b>20,833.74</b>	<b>20,342.52</b>

## Notes forming part of the Consolidated Financial Statements

### \*Auditors' Remuneration

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Audit Fees	28.33	28.25
Other Services including certification fees and fees for interim review	-	16.41
<b>Total</b>	<b>28.33</b>	<b>44.66</b>

### 34 EARNING PER SHARE (EPS)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
<b>Basic and Diluted</b>		
Profit attributable to owners of the company (Rs. In Lakhs)	2,139.15	7,540.12
Weighted average number of equity share outstanding during the year (Nos.)	27,61,702	29,48,003
Nominal Value of equity share (Rs./Share)	100	100
<b>Basic and Diluted EPS (Rs./Share)</b>	<b>77.46</b>	<b>255.77</b>

### 35 As per Ind AS 19 "Employee benefits", the disclosures as defined in the Accounting Standard are given below:

#### Defined Contribution Plans

The Company operates defined contribution retirement benefit plans for all qualifying employees in the form of Provident Fund & Employee State Insurance Scheme.

Contribution to Defined Contribution Plans, recognised as expense for the year is as under :

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Employer's Contribution to Provident Fund	177.86	170.84
Employer's Contribution to Employee State Insurance Scheme	15.86	18.97

#### Compensated absences and earned leaves

The Company's current policy permits eligible employees to accumulate compensated absences up to a prescribed limit and receive cash in lieu thereof in accordance with the terms of the policy.

#### Defined Benefit Plans

The Company operates a defined benefit plan in form of gratuity plan covering eligible employees, which provide a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employees' salary and the tenure of employment.

**These plans typically expose the company to actuarial risks such as investment risk, interest rate risk, longevity risk and salary risk.**

#### Investment risk

The present value of the defined benefit plan liability (denominated in Indian Rupee) is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds. For other defined benefit plans, the discount rate is determined by reference to market yields at the end of the reporting period on high quality corporate bonds when there is a deep market for such bonds; if the return on planned asset is below this rate, it will create a plan deficit.

#### Interest risk

A decrease in the bond interest rate will increase the plan liability; however, this will be partially offset by an increase in the return on the plan's investments.

#### Longevity risk

The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.

#### Salary risk

The present value of the defined benefit plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan liability.

In respect of the plan, the most recent actuarial valuation of the present value of the defined benefit obligation was carried out as at 31<sup>st</sup> March 2023. The present value of the defined benefit obligation, the related current service cost and past service cost, were measured using the projected unit credit method.

**Notes forming part of the Consolidated Financial Statements**

The amounts recognized in the Company's financial statements as at the year end are as under:

(Rs. In Lakhs)

Particulars	Gratuity (Funded)	
	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
<b>a. Assumptions:</b>		
Discount Rate	7.35%	6.70%
Rate of Return on Plan Assets	7.35%	6.70%
Salary Escalation	5.00%	5.00%
Mortality	Indian Assured Lives Mortality (2012-14 Urban)	Indian Assured Lives Mortality (2012-14 Urban)
Average Past Service	5.12 Years	4.96 Years
Average Age	34.79 Years	34.46 Years
Rate of Employee Turnover	For service 4 years and below 25.00% p.a. For service 5 years and above 10.00% p.a.	For service 4 years and below 26.00% p.a. For service 5 years and above 9.00% p.a.
<b>b. Table showing changes in Present value of defined benefit obligation:</b>		
Liability at the beginning of the year	475.44	458.19
Interest cost	31.87	27.77
Current service cost	54.58	56.97
Past service cost	-	-
Liability transferred in/acquisitions	-	-
Liability transferred out/divestments	-	-
Benefit paid from the fund	(72.83)	(24.97)
Actuarial (gains) and loss arising from changes in demographic assumptions	4.57	(6.07)
Actuarial (gains) and loss arising from changes in financial assumptions	(17.70)	(18.56)
Actuarial (gains) and loss arising from experience adjustments	20.16	(17.89)
<b>Liability at the end of the year</b>	<b>496.09</b>	<b>475.44</b>
<b>c. Change in Plan Assets:</b>		
Fair value of Plan Assets at the beginning of the year	352.16	310.07
Interest Income	23.59	18.80
Contributions	115.00	54.24
Assets Transferred In/Acquisitions	-	-
(Assets Transferred Out/Divestments)	-	-
Benefit Paid	(72.83)	(24.97)
Expected Return on Plan Assets	3.13	(5.98)
<b>Fair value of Plan Assets at the end of the year</b>	<b>421.05</b>	<b>352.16</b>
<b>d. Expenses Recognized in the Other Comprehensive Income (OCI):</b>		
Expected Return on Plan Assets	(3.13)	5.98
Actuarial (gains) and loss arising from changes in demographic assumptions	4.57	(6.07)
Actuarial (gains) and loss arising from changes in financial assumptions	(17.70)	(18.56)
Actuarial (gains) and loss arising from experience adjustments	20.16	(17.90)
<b>Expenses Recognized in the Other Comprehensive Income (OCI)</b>	<b>3.90</b>	<b>(36.55)</b>
<b>e. Amount Recognized in the Balance Sheet:</b>		
Present value of Funded defined benefit obligation at the end of the year	(496.09)	(475.44)
Fair value of Plan Assets at the end of the year	421.05	352.16
<b>Net (Liability)/Asset Recognized in the Balance Sheet</b>	<b>(75.04)</b>	<b>(123.27)</b>

## Notes forming part of the Consolidated Financial Statements

(Rs. In Lakhs)

Particulars	Gratuity (Funded)	
	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
<b>f. Expenses Recognized in the Statement of Profit &amp; Loss:</b>		
Current Service cost	54.58	56.97
Interest Cost	8.29	8.98
Past service cost	-	-
<b>Expense / (Income) Recognized in Statement of Profit &amp; Loss</b>	<b>62.88</b>	<b>65.95</b>
<b>g. Balance Sheet Reconciliation:</b>		
Opening Net Liability	123.28	148.12
(Income) / Expenses in Statement of Profit & Loss	62.86	65.95
(Income) / Expenses recognised in OCI	3.90	(36.55)
Net Liability/(Asset) Transfer In	-	-
Net (Liability)/Asset Transfer Out	-	-
Employers Contribution	(115.00)	(54.24)
<b>Net Liability/(Asset) Recognized in the Balance Sheet</b>	<b>75.04</b>	<b>123.28</b>
<b>h. Experience Adjustment:</b>		
Actuarial (Gains)/Losses on Obligations - Due to Experience	20.16	(17.90)
<b>i. Projected Contribution for next year:</b>	<b>123.04</b>	<b>173.16</b>

**j. Sensitivity analysis for each significant actuarial assumption:**

The significant actuarial assumptions for the determination of the defined benefit obligations are discount rate, expected salary increase and employee turnover. The sensitivity analysis below have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Projected Benefit obligation on current assumption	496.09	475.44
Delta Impact of increase in discount rate by 1%	(25.34)	(26.86)
Delta Impact of decrease in discount rate by 1%	28.19	30.13
Delta Impact of increase in salary escalation rate by 1%	27.61	29.43
Delta Impact of decrease in salary escalation rate by 1%	(25.39)	(26.80)
Delta Impact of increase in rate of employee turnover by 1%	3.09	2.05
Delta Impact of decrease in rate of employee turnover by 1%	(3.52)	(2.40)

The sensitivity analysis presented above may not be representative of the actual change in the defined benefit obligations as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

Furthermore, in presenting the above sensitivity analysis, the present value of the defined benefit obligations has been calculated using the projected unit credit method at the end of the reporting period, which is the same as that applied in calculating the defined benefit obligation liability recognised in the balance sheet.

**k. Investment details of plan assets:**

The Plan assets are managed by Insurance group viz. Life Insurance Corporation of India which has invested the funds substantially as under :

(Rs. In Lakhs)

Particulars	Gratuity	
	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Insurance Fund	421.05	352.16
<b>Total</b>	<b>421.05</b>	<b>352.16</b>

**Notes forming part of the Consolidated Financial Statements**

**I. Maturity Profile - From the Fund:**

(Rs. In Lakhs)

Particulars	Gratuity	
	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
1 <sup>st</sup> Following Year	57.85	53.51
2 <sup>nd</sup> Following Year	54.58	47.55
3 <sup>rd</sup> Following Year	58.79	45.56
4 <sup>th</sup> Following Year	56.03	49.68
5 <sup>th</sup> Following Year	53.88	48.83
Sum of Years 6 to 10	251.20	216.26
Sum of Years 11 and above	278.33	315.54

**m. Asset-liability matching strategies :**

In respect of gratuity, the Company contributes to the insurance fund based on estimated liability of the next financial year end. The projected liability statement is obtained from the actuarial valuer.

**36 CAPITAL AND OTHER COMMITMENTS**

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Estimated amount of contracts remaining to be executed on capital accounts not provided for (Net of Advances)	156.73	523.72

**37 CONTINGENT LIABILITIES**

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Disputed demand of Income Tax against which the Company has preferred appeals	32.43	32.43
- The company has preferred an appeal, against the order passed by CIT(Appeal), which is pending at ITAT Ahmedabad. The matter is pertaining to AY 2013-14 w.r.t. Research and development expense - weighted deduction u/s 35(2AB) and other purchases.		
- The company has preferred an appeal, against the order passed by CIT(Appeal), which is pending at ITAT Ahmedabad. The matter is pertaining to AY 2014-15 w.r.t. Sales Commission and Product Development Charges.		
The management is reasonably confident that no liability will arise in future and hence no provision is made in the books of account.		
Matter pending with respective state judicial magistrate and high court for Misbranding of Product Labels under Insecticides Act, 1968.	5.50	8.00
Disputed demand of GST interest which the Company has preferred an appeal with The Commissioner (Appeal) of GST and Central Excise.	2.81	-
Disputed amount of VAT/CST where company has preferred an appeal with Commissioner Appeals of Gujarat State	332.35	434.33
- The company has preferred an appeal against the show cause notice issued by Assistant Commissioner of Central Goods & Service Tax Division directing to deposit allowed budgetary support and rejecting pending claims of budgetary support on the basis of allegation of non-eligibility of budgetary support under Notification F. No. 10(1)/2017-DBA-II/NER dated 05.10.2017, which is pending at High Court of Jammu and Kashmir.		
The management is reasonably confident that no liability will arise in future and hence no provision is made in the books of account.		
Disputed demand relating to Tax Rebate Income.	25.48	25.48
- The Company (Erstwhile LLP) has filed Appeal with the Appellate Authority of GST against the show cause notice issued by Deputy Commissioner, Commercial Tax for Reclaim of excess GST paid in GST return.		
The management is reasonably confident that no liability will arise in future and hence no provision is made in the books of account.		

## Notes forming part of the Consolidated Financial Statements

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Disputed amount of VAT/CST where company has preferred an appeal.	35.32	35.32
- The company has preferred an appeal which is pending with Commissioner Appeals of Bihar State. The matter is pertaining to FY 2015-16 w.r.t. non submission of "Form-F" on inter state stock transfer.		
The management is reasonably confident that no liability will arise in future and hence no provision is made in the books of account.		
Disputed amount of VAT/CST where company has preferred an appeal.	6.03	6.03
- The company has preferred an appeal which is pending with Tribunal of Gujart State. The matter is pertaining to FY 2005-06 w.r.t. reduction of Input Tax Credit on interstate stock transfer.		
The management is reasonably confident that no liability will arise in future and hence no provision is made in the books of account.		

The Group has disclosed the above matters as contingent liabilities as future cash outflows in respect of the above matters are determinable only on receipt of judgments / decisions pending at various forums / authorities.

### 38 DISCLOSURE - FINANCIAL INSTRUMENTS

#### Capital Management

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Debt*	32,425.65	32,023.33
Cash and bank	(4,292.37)	(13,222.25)
Net Debt	28,133.28	18,801.08
Total Equity	36,348.26	46,857.13
Net Debt to equity Ratio	77.40%	40.12%

\* Debt is defined as long-term, short-term borrowings and current maturities of long term debt.

#### Notes

- The Group manages its capital to ensure that group will be able to continue as going concern while maximising the return to stakeholders through the optimisation of the debt and equity balance.
- The capital structure of Group consists of net debt (borrowings as detailed in note 20 offset by cash and bank balance) and total equity of the company.
- In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to charge penal interest or loans will become callable. During the current period ended on March 31, 2023 certain financial covenants as stipulated in the debt agreements were not met by the Company. There is no communication from Bank or has asked for curation of the defaults. Accordingly, the management has continued to classify the loans based on the repayment schedule as per the debt agreements.

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
<b>Financial assets</b>		
<b>Measured at fair value through Profit &amp; Loss</b>		
(a) Units of ICICI Prudential Short Term Fund - Growth Option ( No. Units 3,14,376.578)	158.85	150.24
(b) Units of Aditya Birla Sun Life Banking & PSU Debt Fund Growth Option ( No. Units 31924.721)	101.71	-
<b>Measured at amortised cost</b>		
(a) Cash and bank balances	4,292.37	13,222.25
(b) Other financial assets at amortised cost		
(i) Trade Receivables	41,497.52	40,720.10
(ii) Loans	59.69	81.27
(iii) Others	128.76	114.16

**Notes forming part of the Consolidated Financial Statements**

(Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
<b>Financial liabilities</b>		
<b>Measured at amortised cost</b>		
(a) Borrowings	32,425.65	32,023.33
(b) Trade Payables	35,160.73	34,294.51
(c) Trade Payables	2,455.85	3,255.19

**Financial risk management objectives**

The group's corporate treasury function provides services to the business, coordinates access to domestic and international financial market, monitors and manages the financial risks relating to the operations of the group through internal risk reports which analyse exposures by degree and magnitude of the risk. These risks include market risk (including currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

**1 Market Risk management**

Market risk refers to the possibility that changes in the market rates may have impact on the group's profits or the value of its holding of financial instruments. The Group is exposed to market risks on account of foreign exchange rates, interest rates and underlying investment prices.

The group's activities expose it primarily to the financial risks of changes in foreign currency exchange rates and investment prices.

**(a) Foreign currency exchange rate risk**

The group's foreign currency risk arises from its foreign operations, investments in foreign subsidiaries, foreign currency transactions. The fluctuation in foreign currency exchange rates may have potential impact on the income statement and equity, where any transaction references more than one currency or where assets/liabilities are denominated in a currency other than the functional currency of the group.

The carrying amount of Foreign Currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows:

(Rs. In Lakhs)

Particulars	Currency	(Liabilities)/Assets	
		As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
Trade Payable	USD	(11,861.70)	(16,390.63)
Cash & Cash equivalents	USD	112.70	991.58
	GBP	0.51	0.50
	RMB	0.16	0.16
	EURO	2.74	0.85
	AED	1.94	0.02
	CAD	1.61	1.62
	AUD	0.07	0.07
Trade Receivable	EURO	0.72	-
	USD	4,134.84	6,292.56

With respect to the Group's financial instruments (as given above), a 5% increase / decrease in relation to foreign currency rate on the underlying would have resulted in increase /decrease of Rs. 380.32 Lakhs (Rs. 455.16 Lakhs) in the Group's net profit for the year ended 31<sup>st</sup> March 2023 and 31<sup>st</sup> March 2022 respectively.

**(b) Interest rate risk**

The Group is exposed to interest rate risk because it borrows funds at both fixed and floating interest rates. The risk is managed by the Group by maintaining an appropriate mix between fixed and floating rate borrowings. The Group's exposures to interest rates on financial assets and financial liabilities are detailed in the liquidity risk management section of this note.

**Interest Rate Sensitivity Analysis**

The sensitivity analysis below have been determined based on the exposure to interest rates for both derivatives and non-derivative instruments at the end of the reporting period. For floating rate liabilities, a 50 basis point increase or decrease is used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates.



## Notes forming part of the Consolidated Financial Statements

If interest rates had been 50 basis points higher / lower and all other variables were held constant, the Group's:

- profit for the year ended 31<sup>st</sup> March 2023 would decrease/increase by INR 156.172 Lakhs (for the year ended 31<sup>st</sup> March 2022, decrease/increase by INR 108.039 Lakhs). This is mainly attributable to the Group's exposure to interest rates on its variable rate borrowings.

### 2 Credit risk management

Credit risk is the risk of financial loss arising from counterparty failure to repay or service debt according to the contractual terms or obligations. Credit risk encompasses of both, the direct risk of default and the risk of deterioration of creditworthiness as well as concentration of risks. Financial instruments that are subject to concentrations of credit risk materially consists of trade receivables.

All trade receivables are subject to credit risk exposure. The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. The demographics of the customer, including the default risk of the industry and country, in which the customer operates, also has an influence on credit risk assessment. Credit risk is managed through established policies, controls relating to credit approvals and procedures for continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business. The Company does not have significant concentration of credit risk related to trade receivables.

#### Exposure to credit risk

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk is Rs. 46,238.90 Lakhs and Rs. 54,288.02 Lakhs as at 31<sup>st</sup> March 2023 and 31<sup>st</sup> March 2022 respectively, being the total of the carrying amount of balances with banks, bank deposits, trade receivables, other financial assets and investments excluding investments in subsidiary and associate companies, and these financial assets are of good credit quality including those that are past due.

### 3 Liquidity risk management

Ultimate responsibility for liquidity risk management rests with the Board of Directors, which has established an appropriate liquidity risk management framework for the management of the Group's short, medium and long-term funding and liquidity management requirements. The Group manages liquidity risk by maintaining adequate reserves and banking facilities by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities.

The following tables detail the Group's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Group can be required to pay. The table below include only principal cash flows in relation to non-derivative financial liabilities.

(Rs. In Lakhs)

Particulars	Up to 1 year INR	1 to 5 years INR	5 years and above INR
<b>As at 31<sup>st</sup> March, 2023</b>			
Borrowing	22,592.20	9,833.45	-
Trade payable	35,160.73	-	-
Other Financial Liabilities	2,455.85	-	-
<b>Total</b>	<b>60,208.78</b>	<b>9,833.45</b>	-
<b>As at 31<sup>st</sup> March, 2022</b>			
Borrowing	20,047.08	11,976.25	-
Trade payable	34,294.51	-	-
Other Financial Liabilities	3,255.19	-	-
<b>Total</b>	<b>57,596.78</b>	<b>11,976.25</b>	-

The following table details the Group's expected maturity for its non-derivative financial assets. The table has been drawn up based on the undiscounted contractual maturities of the financial assets. The inclusion of information on non-derivative financial assets is necessary in order to understand the Group's liquidity risk management as the liquidity is managed on a net asset and liability basis.

(Rs. In Lakhs)

Particulars	Up to 1 year INR	1 to 5 years INR	5 years and above INR
<b>As at 31<sup>st</sup> March, 2023</b>			
Trade receivables	41,497.52	-	-
Cash & Cash equivalents	2,045.66	-	-
Bank balances other than above	2,246.71	-	-
Current Financial assets-Loans	35.62	-	-
Other Financial Assets	86.04	-	-
Non current Investments	-	-	260.56
Non current Financial assets- Loans	-	24.07	-
Other Non current Financial assets	-	42.72	-
<b>Total</b>	<b>45,911.55</b>	<b>66.79</b>	<b>260.56</b>

**Notes forming part of the Consolidated Financial Statements**

(Rs. In Lakhs)

Particulars	Up to 1 year INR	1 to 5 years INR	5 years and above INR
<b>As at 31<sup>st</sup> March, 2022</b>			
Trade receivables	40,720.10	-	-
Cash & Cash equivalents	12,254.04	-	-
Bank balances other than above	968.21	-	-
Current Financial assets-Loans	44.73	-	-
Other Financial Assets	76.09	-	-
Non current Investments	-	-	150.24
Non current Financial assets- Loans	-	36.54	-
Other Non current Financial assets	-	38.07	-
<b>Total</b>	<b>54,063.17</b>	<b>74.61</b>	<b>150.24</b>

**39 RELATED PARTY DISCLOSURES**

**a) Related parties and their relationship**

Name of the Related Party	Relationship
Bharat Pesticides Industries Private Limited	Enterprise over which Key Management Personnel have control
GSP Uruguay Sociedad Anonima	Enterprise over which Key Management Personnel have control
Agrochem Intermediaries Private Limited	Enterprise over which Key Management Personnel have control
BriskWalk IT Solutions LLP	Enterprise over which Key Management Personnel have control
Vrajmohan Ramanlal Shah HUF	Enterprise over which Key Management Personnel have control
Kenal Vrajmohan Shah HUF	Enterprise over which Key Management Personnel have control
Bhavesh Vrajmohan Shah HUF	Enterprise over which Key Management Personnel have control
Sadguru Shree Vallabhacharya Charitable Trust	Trust over which Key Management Personnel have control
Alpha Trust (From 2 <sup>nd</sup> September, 2021)	Trust over which Key Management Personnel have control
Athena Trust (From 31 <sup>st</sup> August, 2021)	Trust over which Key Management Personnel have control
BETA Trust (From 1 <sup>st</sup> September, 2021)	Trust over which Key Management Personnel have control
Kappa Trust (From 1 <sup>st</sup> September, 2021)	Trust over which Key Management Personnel have control
Shard Trust (From 31 <sup>st</sup> August, 2021)	Trust over which Key Management Personnel have control
Monakhos Trust (From 31 <sup>st</sup> August, 2021)	Trust over which Key Management Personnel have control
Stamford Trust (From 31 <sup>st</sup> August, 2021)	Trust over which Key Management Personnel have control
Mr. Vrajmohan R. Shah (Till 13 <sup>th</sup> February, 2022)	Key Management Personnel
Mr. Kenal V. Shah (Till 19 <sup>th</sup> November, 2022)	Key Management Personnel
Mr. Bhavesh V. Shah	Key Management Personnel
Mr. Shail J. Shah (From 26 <sup>th</sup> August, 2020)	Key Management Personnel
Mr. Tirth K. Shah (From 1 <sup>st</sup> October, 2021)	Key Management Personnel
Mr. Mehul P. Pandya (From 1 <sup>st</sup> June, 2022)	Key Management Personnel
Ms. Vilasben V. Shah	Relative of Key Management Personnel
Ms. Falguniben K. Shah	Relative of Key Management Personnel
Ms. Deepaben B. Shah	Relative of Key Management Personnel
Ms. Riddhi K. Shah	Relative of Key Management Personnel
Ms. Vihangi B. Shah	Relative of Key Management Personnel
Mr. Pujan B. Shah	Relative of Key Management Personnel

## Notes forming part of the Consolidated Financial Statements

### b) Details of related party transactions during the year ended 31<sup>st</sup> March 2023 and balances outstanding as at 31<sup>st</sup> March 2023

(Rs. In Lakhs)

Name of the related party	Nature of transactions	Amount	Outstanding balance as at 31 <sup>st</sup> March 2023
Bharat Pesticides Industries Private Limited	Reimbursement of Expenses	4.64	-
		(1.39)	-
	Job Work Charges	156.93	325.17 Cr.
		(160.91)	(227.19 Cr.)
	Purchase of Products	-	-
		(38.30)	-
Advance from Customer	-	-	
	(110.00)	(110.00 Cr)	
Rent Expenses	23.40	-	
	(22.20)	-	
Athena Trust	Dividend	0.54	-
BETA Trust	Dividend	6.16	-
		-	-
Kappa Trust	Dividend	63.19	-
		-	-
Shard Trust	Dividend	0.54	-
		-	-
Monakhos Trust	Dividend	0.01	-
		-	-
Stamford Trust	Dividend	7.50	-
		-	-
Sadguru Shree Vallabhacharya Charitable Trust	Contribution towards Corporate Social Responsibility	128.00	-
		(124.00)	-
Mr. Vrajmohan R. Shah	Salary	-	-
		(94.55)	-
	Loan Taken	-	-
		(344.23)	-
	Loan Repaid	-	-
		(501.06)	-
Interest	-	-	
	(16.00)	-	
Dividend	71.68	-	
	(65.16)	-	
Mr. Kenal V. Shah	Salary	0.19	-
		(141.97)	-
	Incentive	-	-
		(280.00)	-
	Loan Taken	34.02	158.11 Cr.
		(222.13)	(259.57 Cr)
	Loan Repaid	135.48	-
		(414.48)	-
Rent Expenses	6.75	-	
	(9.00)	-	
Interest	19.94	-	
	(32.07)	-	
Dividend	-	-	
	(58.67)	-	

**Notes forming part of the Consolidated Financial Statements**

(Rs. In Lakhs)

<b>Name of the related party</b>	<b>Nature of transactions</b>	<b>Amount</b>	<b>Outstanding balance as at 31<sup>st</sup> March 2023</b>
Mr. Bhavesh V. Shah	Salary	260.12	13.42 Cr.
		(141.97)	-
	Incentive	-	-
		(280.00)	-
	Loan Taken	380.99	239.14 Cr.
		(252.54)	(498.61 Cr.)
	Loan Repaid	640.46	-
		(200.92)	-
Interest	17.61	-	
	(40.52)	-	
Rent Expenses	11.25	-	
	(9.00)	-	
Dividend	69.93	-	
	(58.35)	-	
Mr. Mehul P. Pandya	Salary	45.04	3.56 Cr.
		-	-
Mr. Shail J. Shah	Salary	78.03	3.62 Cr.
		(59.19)	(1.28 Cr.)
Vrajmohan Ramanlal Shah HUF	Rent Expenses	1.20	-
		(4.80)	-
	Loan Taken	14.83	0.73 Cr.
		(1.56)	(12.48 Cr.)
	Loan Repaid	26.58	-
		(3.18)	-
Interest	0.81	-	
	(1.26)	-	
Dividend	-	-	
	(19.41)	-	
Kenal Vrajmohan Shah HUF	Dividend	-	-
		(5.22)	-
Bhavesh Vrajmohan Shah HUF	Dividend	-	-
		(5.22)	-
Ms. Vilasben V. Shah	Interest	13.12	-
		(11.54)	-
	Loan Taken	16.12	114.25 Cr.
		(259.15)	(382.43 Cr.)
	Loan Repaid	284.31	-
		(5.95)	-
Sale of Fixed Assets	-	-	
	(1.20)	-	
Dividend	46.48	-	
	(17.63)	-	
Ms. Falguniben K. Shah	Interest	0.21	-
		(0.22)	-
	Loan Taken	0.19	2.57 Cr.
		(0.21)	(2.38 Cr.)
	Loan Repaid	-	-
		(0.29)	-
Dividend	0.01	-	
	(5.61)	-	

## Notes forming part of the Consolidated Financial Statements

(Rs. In Lakhs)

Name of the related party	Nature of transactions	Amount	Outstanding balance as at 31 <sup>st</sup> March 2023
Ms. Deepaben B. Shah	Interest	0.88	-
		(0.94)	-
	Loan Taken	0.80	10.63 Cr.
		(0.87)	(9.83 Cr.)
	Loan Repaid	-	-
		(3.74)	-
Sale of Fixed Assets	-	-	
	(3.05)	-	
Dividend	0.01	-	
	(5.61)	-	
Mr. Pujan B. Shah	Dividend	0.01	-
		-	-
Ms. Vihangi B. Shah	Dividend	0.01	-
		-	-
Ms. Riddhi K. Shah	Sale of Fixed Assets	-	-
		(2.65)	-
	Dividend	0.12	-
		(0.60)	-
Salary	10.13	0.38 Cr.	
	(4.50)	(0.48 Cr.)	
Mr. Tirth K. Shah	Interest	6.78	-
		(11.25)	-
	Salary	59.46	3.28 Cr.
		(17.84)	(2.32 Cr.)
	Loan Taken	100.51	55.32 Cr.
		(215.17)	(234.63 Cr.)
	Loan Repaid	279.82	-
		(40.29)	-
	Dividend	14.65	-
		(13.33)	-

Note : Previous year figures are represented in brackets.

### Compensation of key managerial personnel

The remuneration of Directors and other members of key managerial personnel during the year was as follows: (Rs. In Lakhs)

Particulars	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
Short-term employee benefits	441.83	976.16
Post-employment benefits	8.61	9.21
<b>Total</b>	<b>450.44</b>	<b>985.37</b>

The remuneration of directors and key executives is determined by the Board of directors having regard to the performance of individuals and market trends.

**Notes forming part of the Consolidated Financial Statements**

**40 SEGMENT REPORTING**

(Rs. In Lakhs)

Particulars	Agro Chemicals		Plasticizer		Total	
	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022	For the year ended 31 <sup>st</sup> March 2023	For the year ended 31 <sup>st</sup> March 2022
<b>Revenue :</b>						
<b>Total Sales</b>	<b>1,42,250.28</b>	<b>1,48,169.14</b>	<b>45,664.35</b>	<b>41,316.50</b>	<b>1,87,914.63</b>	<b>1,89,485.64</b>
Less: Inter segment Revenue	22,058.65	29,428.27	22,253.49	19,982.90	44,312.14	49,411.17
<b>Total External Sales</b>	<b>1,20,191.63</b>	<b>1,18,740.86</b>	<b>23,410.86</b>	<b>21,333.60</b>	<b>1,43,602.49</b>	<b>1,40,074.47</b>
Other Operating Income	139.25	389.81	156.89	113.00	296.14	502.81
<b>Total Revenue</b>	<b>1,20,330.88</b>	<b>1,19,130.67</b>	<b>23,567.75</b>	<b>21,446.60</b>	<b>1,43,898.63</b>	<b>1,40,577.28</b>
<b>Segment Results:</b>						
Profit before Tax, Interest & Other Income	8,716.78	13,018.70	(17.18)	244.59	8,699.60	13,263.29
Less: Unallocated Expenses including Interest Expenses	-	-	-	-	6,187.93	4,407.85
<b>Add: Other Income</b>	<b>99.63</b>	<b>1,120.49</b>	<b>257.93</b>	<b>144.24</b>	<b>357.56</b>	<b>1,264.73</b>
Profit Before Tax	-	-	-	-	2,869.23	10,120.18
Taxes	-	-	-	-	713.82	2,560.91
<b>Net Profit after Tax</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,155.40</b>	<b>7,559.27</b>
Segment Assets	81,145.10	80,821.53	6,671.44	7,623.27	87,816.54	88,444.80
Unallocated Assets	-	-	-	-	25,396.32	37,054.20
<b>Total Assets</b>	<b>81,145.10</b>	<b>80,821.53</b>	<b>6,671.44</b>	<b>7,623.27</b>	<b>1,13,212.86</b>	<b>1,25,499.00</b>
Segment Liabilities	36,284.24	34,817.77	2,010.11	2,200.78	38,294.35	37,018.55
Unallocated Liabilities	-	-	-	-	38,539.98	41,609.40
<b>Total Liabilities</b>	<b>36,284.24</b>	<b>34,817.77</b>	<b>2,010.11</b>	<b>2,200.78</b>	<b>76,834.33</b>	<b>78,627.95</b>
Capital Expenditure	3,359.86	4,764.33	11.33	225.42	3,371.19	4,989.75
Depreciation	1,948.27	1,786.22	155.18	207.94	2,103.45	1,994.16
Unallocated Depreciation	-	-	-	-	-	-

**Notes**

- 1) Considering the nature of the Group's business and operations, as well as based on reviews performed by Chief operating decision maker regarding resource allocation and performance management, the Group has classified Agro Chemicals and Plasticizer Products as reportable segments in accordance with the requirements of Ind AS 108 – "Operating segments".
- 2) Segment revenue, results, assets and liabilities include amounts that are directly attributable to the respective segments. Amounts not directly attributable have been allocated to the segments on the best judgment of the management in the absence of detailed internal financial reporting system. Expenses not directly allocable to the segments are treated as Unallocated Expenses.
- 3) The accounting policies of the reportable segments are the same as the Group's accounting Policies described in Note No. 4.

**Entity wide Disclosure**

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
<b>(i) Non-current operating assets*</b>		
India	21,580.60	20,355.24
Others	-	-
<b>Total</b>	<b>21,580.60</b>	<b>20,355.24</b>
<b>(ii) Geographic information</b>		
<b>Revenue from external customers</b>		
India	1,15,773.55	1,04,772.47
Outside India	28,125.08	35,804.81
<b>Total revenue as per Consolidated statement of profit and loss</b>	<b>1,43,898.63</b>	<b>1,40,577.28</b>

\* Excludes financial & tax assets.

There is no transactions with single external customer which amounts to 10% or more of the Group's revenue.

## Notes forming part of the Consolidated Financial Statements

### 41 DISCLOSURES UNDER THE MSMED ACT, 2006

Disclosure Under the Micro, Small and Medium Enterprises Development Act, 2006 are provided as under for the year 2022-23, to the extent the Company has received intimation from the "Suppliers" regarding their status under the Act.

(Rs. In Lakhs)

Particulars	As at 31 <sup>st</sup> March 2023	As at 31 <sup>st</sup> March 2022
(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	632.42	332.15
- Interest due on above	-	0.15
(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	0.93	12.61
(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	0.78	12.61
(iv) The amount of interest accrued and remaining unpaid at the end of each accounting year	-	0.15
(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	-	-

### 42 CORPORATE SOCIAL RESPONSIBILITY (CSR) EXPENDITURE

Expenditure related to CSR as per section 135 of Companies Act 2013 read with schedule VII thereof, against mandatory spend of Rs 172.79 Lakhs is as follow:

(Rs. In Lakhs)

Item from the list of activities in schedule VII to the Act	Location	Implemented through agency	Implemented Direct For the year ended 31 <sup>st</sup> March 2023	Implemented through agency For the year ended 31 <sup>st</sup> March 2023	Implemented Direct For the year ended 31 <sup>st</sup> March 2022	Implemented through agency For the year ended 31 <sup>st</sup> March 2022
Education	Ahmedabad, Vadodara, Mumbai	Sadguru Shree Vallabhacharya Charitable Trust	-	35.27	-	30.93
Eradicating Hunger and Poverty and malnutrition	Ahmedabad	Sadguru Shree Vallabhacharya Charitable Trust	-	2.97	-	5.14
Health care including preventive health care	Ahmedabad, Mumbai	Sadguru Shree Vallabhacharya Charitable Trust	-	36.06	22.63	44.19
Facilities for Senior Citizens	Ahmedabad, Kotyark	Sadguru Shree Vallabhacharya Charitable Trust	-	1.84	-	2.90
Animal Welfare	Ahmedabad, Mathura	Sadguru Shree Vallabhacharya Charitable Trust	-	2.63	-	0.74
Social inequalities	Ahmedabad, Banaskantha	Sadguru Shree Vallabhacharya Charitable Trust	-	68.44	-	69.73
<b>Total</b>			<b>-</b>	<b>147.21</b>	<b>22.63</b>	<b>153.63</b>

- (a) During the year, the Group has contributed Rs. 148.50 Lakhs for CSR Activities, however the trust has utilized Rs. 147.21 Lakhs. (Out of which Rs. 153.63 Lakhs pertains to previous years).
- (b) During the previous year the Group has contributed a surplus amount of Rs. 25.80 Lakhs, which is carried forward and set-off as per CSR rules in current year.
- (c) Amount spent towards CSR activities includes amount contributed to related party during the year ended on March 31, 2023 was Rs. 148.50 Lakhs (March 31, 2022 : Rs. 124.00 Lakhs).

## Notes forming part of the Consolidated Financial Statements

### 43 ADDITIONAL REGULATORY DISCLOSURE AS PER SCHEDULE III OF COMPANIES ACT, 2013

Additional Regulatory Information pursuant to Clause 6L of General Instructions for preparation of Balance Sheet as given in Part I of Division II of Schedule III to the Companies Act, 2013, are given hereunder to the extent relevant and other than those given elsewhere in any other notes to the Financial Statements.

- a. The Group does not have any Benami property, where any proceeding has been initiated or pending against the Group for holding any Benami property.
- b. The Group has Fund-based and Non-fund-based limits of Working Capital from Banks and Financial institutions. For the said facility, the revised submissions made by the Group to its lead bankers based on closure of books of accounts at the year end, the revised quarterly returns or statements comprising stock statements, book debt statements, credit monitoring arrangement reports, statements on ageing analysis of the debtors/other receivables, and other stipulated financial information filed by the Group with such banks or financial institutions are in agreement with the unaudited books of account of the Group of the respective quarters and no material discrepancies have been observed.
- c. The Group has not been declared as a willful defaulter by any lender who has powers to declare a company as a willful defaulter at any time during the financial year or after the end of reporting period but before the date when the financial statements are approved.
- d. The Group has not entered into any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Company Act, 1956.
- e. The Group has complied with the number of layers prescribed under clause (87) of section 2 of the Companies Act 2013 read with Companies (Restrictions on number of Layers) Rules, 2017.
- f. The Group has not advanced or loaned or invested funds to any other person(s) or entity(is), including foreign entities(intermediaries), with the understanding that the intermediary shall;
  - i. Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Group (Ultimate Beneficiaries) or
  - ii. Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- g. The Group has not received any funds from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Group shall;
  - i. 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
  - ii. Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- h. The Group does not have any transactions which is not recorded in the books of accounts but has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 ( such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
- i. The Group has not traded or invested in Crypto currency or Virtual Currency during the financial year.

### 44 Code on Social Security, 2020

The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Indian Parliament approval and Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Group will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.

### 45 Standards issued but not yet effective

The Ministry of Corporate Affairs (MCA) notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 31, 2023, MCA amended Companies (Indian Accounting Standards) Amendment Rules, 2023, as below.

**Ind AS 1 - Presentation of Financial Statements** - This amendment requires the entities to disclose their material accounting policies rather than their significant accounting policies. The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2023. The Company has evaluated the amendment and the impact of the amendment is insignificant in the standalone financial statements.



## Notes forming part of the Consolidated Financial Statements

**Ind AS 8 - Accounting Policies, Changes in Accounting Estimates and Errors** - This amendment has introduced a definition of 'accounting estimates' and included amendments to Ind AS 8 to help entities distinguish changes in accounting policies from changes in accounting estimates. The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2023. The Company has evaluated the amendment and there is no impact on its standalone financial statements.

**Ind AS 12 - Income Taxes** - This amendment has narrowed the scope of the initial recognition exemption so that it does not apply to transactions that give rise to equal and offsetting temporary differences. The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2023. The Company has evaluated the amendment and there is no impact on its standalone financial statement.

### 46 Events Occurring After the Reporting Period

The Group evaluates events and transactions that occur subsequent to the balance sheet date but prior to the approval of financial statements to determine the necessity for recognition and/or reporting of subsequent events and transactions in the financial statements. As of August 06, 2022, there were no subsequent events and transactions to be recognized or reported that are not already disclosed.

### 47 Ratios

Particulars	Numerator	Denominator	As at 31 <sup>st</sup> March		Variance (in %)	Remarks
			2023	2022		
Current ratio	Current Assets	Current liabilities	1.34	1.55	-13.73%	NA
Debt – Equity ratio	Total debt	Shareholder's equity	0.89	0.68	30.53%	Increase in ratio due to Buyback of Shares
Debt service coverage ratio	Earnings available for debt services (1)	Debt service (2)	2.00	3.75	-46.60%	Decrease in Profit
Return on Equity	Net profits after taxes	Average Shareholder's equity	5.92%	16.13%	-10.20%	Decrease in Profit
Inventory turnover ratio	Revenue from operation	Average inventory	3.95	3.99	-0.89%	NA
Trade receivables turnover ratio	Revenue from operation	Average trade receivable	3.50	4.26	-17.92%	NA
Trade payables turnover ratio	Purchase of Goods	Average trade payables	3.01	3.37	-10.72%	NA
Net capital turnover ratio	Revenue from operation	Working capital	6.32	3.82	65.69%	Reduction in Current Asset
Net profit ratio	Net profits after taxes	Revenue from operation	1.50%	5.38%	-3.88%	NA
Return on Capital Employed (ROCE)	Earning before interest and taxes	Capital employed (3)	9.60%	21.32%	-11.71%	Decrease in Profit
Return on Investment(ROI)	Income generated from invested funds	Average invested funds (4)	4.34%	4.44%	-0.10%	NA

1. Net Profit after taxes + Non- cash expenses like depreciation and other amortisations + Interest
2. Interest + principal repayments
3. Total equity + Non current liabilities- Intangible Assets- Intangible Assets under Development
4. Investment in Mutual Fund & Fixed Deposits

## GSP CROP SCIENCE PRIVATE LIMITED

### 48 ADDITIONAL INFORMATION AS REQUIRED UNDER SCHEDULE III TO THE COMPANIES ACT, 2013 OF ENTERPRISES CONSOLIDATED AS SUBSIDIARIES

#### (a) As at and for the year ended 31<sup>st</sup> March 2023

Sr. No.	Name of Entity	Net Asset i.e total assets minus total liabilities		Share in Profit or Loss		Share in Other Comprehensive Income		Share in Total Comprehensive Income	
		As % of Consolidated net asset	Rs. In Lakhs	As % of Consolidated net asset	Rs. In Lakhs	As % of Consolidated other comprehensive Income	Rs. In Lakhs	As % of Consolidated profit or loss	Rs. In Lakhs
	GSP Crop Science Private Limited	98.09%	35,685.26	38.19%	823.06	140%	(4.08)	38.05%	818.98
	Subsidiaries								
	Indian-								
1	Rajdhani Petrochemicals Private Limited	3.33%	1,211.21	8.72%	187.87	-40%	1.16	8.78%	189.03
2	GSP Intermediates Private Limited	0.00%	0.35	-0.03%	(0.65)	0%	-	-0.03%	(0.65)
3	Indo GSP Chemicals Private Limited	0.35%	125.82	3.16%	68.22	0%	-	3.17%	68.22
	Consolidation Adjustment	-1.77%	(644.11)	49.96%	1,076.90	0%	-	50.03%	1,076.90
	<b>Total</b>		<b>36,378.53</b>		<b>2,155.40</b>		<b>(2.92)</b>		<b>2,152.48</b>

#### (b) As at and for the year ended 31<sup>st</sup> March 2022

Sr. No.	Name of Entity	Net Asset i.e total assets minus total liabilities		Share in Profit or Loss		Share in Other Comprehensive Income		Share in Total Comprehensive Income	
		As % of Consolidated net asset	Rs. In Lakhs	As % of Consolidated Profit or Loss	Rs. In Lakhs	As % of Consolidated other comprehensive Income	Rs. In Lakhs	As % of Consolidated profit or loss	Rs. In Lakhs
	GSP Crop Science Private Limited	101.37%	47,511.37	100.57%	7,602.34	100.00%	27.35	100.57%	7,629.69
	Subsidiaries								
	Indian-								
1	Rajdhani Petrochemicals Private Limited	2.18%	1,022.16	9.80%	740.61	0.00%	-	9.76%	740.61
2	Indo GSP Chemicals LLP	0.03%	13.92	0.41%	31.08	0.00%	-	0.41%	31.08
3	Indo GSP Chemicals Private Limited	0.12%	57.59	0.64%	48.71	0.00%	-	0.64%	48.71
	Consolidation Adjustment	-3.70%	(1,733.99)	-11.42%	(863.46)	0.00%	-	-11.38%	(863.46)
	<b>Total</b>		<b>46,871.05</b>		<b>7,559.27</b>		<b>27.35</b>		<b>7,586.62</b>

49 The Board of directors in their Board Meeting held on 23<sup>rd</sup> August, 2023 proposed dividend of Rs. 2.00 (Previous year: Rs.11.00) per Equity share of Rs. 100 each fully paid up for the Financial Year 2022-23, which is subject to the approval of the shareholders in the ensuing Annual General Meeting. The aggregate amount of dividend proposed to be distributed is Rs. 54.96 Lakhs.

50 The Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2023 were approved by the Board of Directors on 23<sup>rd</sup> August, 2023.

#### For and on behalf of the Board of Directors GSP CROP SCIENCE PRIVATE LIMITED

**Bhavesh V. Shah**  
Managing Director  
[DIN : 00094669]

**Shail J. Shah**  
Executive Director-Finance  
[DIN : 07543594]

**Anjan C. Sheth**  
Company Secretary  
[ACS-26785]

Date : 23<sup>rd</sup> August, 2023  
Place : Ahmedabad

## Form AOC - 1

(Pursuant to first proviso to sub-section (3) of Section 129 read with Rule 5 of Companies (Accounts) Rules, 2014)

### Statement containing salient features of the financial statement of subsidiaries or associate companies or joint ventures

#### Part "A": Subsidiaries

As on March 31, 2023 (Rs. In Lacs)	
Name of the Subsidiary Company	Rajdhani Petrochemicals Private Ltd.
Reporting period for the subsidiary concerned, if different from the holding company's reporting period	Same (i.e. 31 March, 2023)
Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries.	NA
Share capital (Rs.)	10.00
Reserves & surplus	1201.21
Total assets	3966.85
Total Liabilities	2755.64
Investments	-
Revenue	13467.65
Profit before taxation	266.10
Provision for taxation	79.23
Profit after taxation	187.87
Proposed Dividend	-
% of shareholding	99.99

As on March 31, 2023 (Rs. In Lacs)	
Name of the Subsidiary Company	Indo GSP Chemicals Private Limited
Reporting period for the subsidiary concerned, if different from the holding company's reporting period	Same (i.e. 31 March, 2023)
Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries.	NA
Share capital (Rs.)	10.00
Reserves & surplus	115.79
Total assets	5532.34
Total Liabilities	5406.55
Investments	-
Revenue	23567.73
Profit before taxation	96.09
Provision for taxation	27.91
Profit after taxation	68.18
Proposed Dividend	-
% of shareholding	76.00

## GSP CROP SCIENCE PRIVATE LIMITED

As on March 31, 2023 (Rs. In Lacs)	
Name of the Subsidiary Company	GSP Intermediates Private Limited
Reporting period for the subsidiary concerned, if different from the holding company's reporting period	Same (i.e. 31 March, 2023)
Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries.	NA
Share capital (Rs.)	1.00
Reserves & surplus	-0.65
Total assets	0.41
Total Liabilities	0.06
Investments	-
Revenue	-
Profit / (Loss) before taxation	-0.65
Provision for taxation	-
Profit after taxation	-0.65
Proposed Dividend	-
% of shareholding	79.00

### Part B: Associates and Joint Ventures

Names of associates or joint ventures which have been liquidated or sold during the year (as on 31st March, 2023): NA

#### For and on behalf of the Board of Directors

Date : 23<sup>rd</sup> August, 2023  
Place : Ahmedabad

sd/-  
**Bhavesh V. Shah**  
Managing Director  
DIN: 00094669

sd/-  
**Shail J. Shah**  
Executive Director - Finance  
DIN: 07543594







## **GSP CROP SCIENCE PRIVATE LIMITED**

Corporate Identification Number (CIN: U24120GJ1985PTC007641)

403, Lalita Complex, 352/3 Rasala Road, Nr. Jain Temple, Navrangpura,  
Ahmedabad-380009



**GROW**  
**BEYOND**