

## **NOTICE**

NOTICE is hereby given that the 6<sup>th</sup> ANNUAL GENERAL MEETING of the Members of **NEOCHEM TECHNOLOGIES PRIVATE LIMITED** will be held on **Saturday, 30<sup>th</sup> September, 2023 at 12.00 P.M.** at the registered office of the Company situated at Plot-19/1, Sanket Estate, Moraiya Village, Sanand, Ahmedabad-382213, Gujarat to transact the following businesses:

### **ORDINARY BUSINESS:**

1. **To receive, consider and adopt the Standalone and Consolidated Audited Balance Sheet as at 31<sup>st</sup> March, 2023, Statement of Profit & Loss and Notes forming part thereto ("Financial Statement") for the year ended on 31<sup>st</sup> March, 2023 and Report of the Board of Directors and Auditors thereon.**

### **SPECIAL BUSINESS:**

2. **To ratify related party transaction with related party**

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

**"RESOLVED THAT** pursuant to Section 188 (3) and other applicable provisions, if any, of the Companies Act, 2013 read with Rule 15 of the Companies (Meetings of Board and its Powers) Rules, 2014 ("Act") (including any statutory modification(s) or re-enactments thereof for the time being in force), the consent of the member of the Company be and is hereby accorded to hereby confirm, ratify and approve the contract and/or arrangements entered with the related party as detailed in the explanatory annexed.

**RESOLVED FURTHER THAT** the Board of Directors and of the Company be and is hereby authorised to do, all such acts, matters, deeds and things, settle any queries/difficulties/doubts arise from it, as may be considered necessary, proper or expedient to give effect to this resolution and for matters connected herewith or incidental there to in the best interest of the Company."

3. **To approval of Related Party Transactions to be entered by the Company with related Party.**

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

**"RESOLVED THAT** pursuant to the provisions of Section 188 of the Companies Act, 2013 ("the Act") read with Rule 15 of the Companies (meeting of Board and powers) Rules, 2014 made thereunder and other applicable laws/ statutory provisions, if any, (including any statutory modification(s) or amendment(s) or re-enactment(s) thereof, for the time being in force) as amended from time to time, the consent of the Members of the Company be and is hereby accorded to the Board of Directors of the Company ("Board"), for entering into and / or carrying out and / or continuing with existing contracts /transactions or modification(s)

## **NEOCHEM TECHNOLOGIES PVT. LTD.**

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of earlier transactions or as fresh and independent transaction(s) or otherwise (whether individually or series of transaction(s) taken together or with and a 'Related Party' as defined under Section 2(76) of the Act notwithstanding the fact that the aggregate value of all these transaction(s), undertake or to be undertake directly by the Company, may exceed the prescribed thresholds as per provisions of the Companies Act, 2013 as applicable from time to time, provided, that the said contract(s)/ transaction(s) shall be carried out at an arm's length basis and in the ordinary course of business of the Company, for 5 (Five) consecutive years as detailed in the explanatory statement annexed to the notice of Annual General Meeting.

**RESOLVED FURTHER THAT** the transaction may be entered into subject to the compliance of criteria mentioned under Rule 15 of the Companies (Meetings of Board and its Power) Rules, 2014 of the Companies Act, 2013.

**RESOLVED FURTHER THAT** the Board of Director of the Company be and is hereby severally authorized by the members of the company to do all such acts, deeds and things (including finalization of the terms and conditions) as may be considered necessary, expedient or desirable to give effect to this resolution, with power to alter and vary the terms and conditions of such contracts/ transactions, without being required to seek any further consent or approval of the Members or otherwise on this effect and that the Members shall be deemed to have given their approval thereto expressly by the authority of this resolution."


**Place: - AHMEDABAD**

**Date: - 21/09/2023**

**By Order of the Board,  
For, NEOCHEM TECHNOLOGIES PRIVATE LIMITED**

**Registered Office:**

Plot-19/1, Sanket Estate,  
Moraiya Village, Sanand,  
Ahmedabad-382213, Gujarat



**SWAPNIL DATHIA  
DIRECTOR  
(DIN: 00188382)**



**HEMANGINI DATHIA  
DIRECTOR  
(DIN: 08639755)**

**NOTES:**

1. A member entitled to attend and vote at the meeting is also entitled to appoint a proxy to attend and vote on a poll instead of himself and proxy need not be a member of the company. proxies in order to be effective, must be received by the company at its registered office at least 48 hours before the time of meeting.
2. Proxies in order to be effective should be duly completed stamped and signed and must be deposited at the Registered Office of the Company not less than 48 hours before the conclusion of the meeting.

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
3. Members are requested to notify immediately any change in their address to the Company at its Registered Office.
4. Members desiring any information as regards accounts are requested to write to the company at least 7 days before the meeting to enable the management to keep the information ready.

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**ANNEXURE TO THE NOTICE**

**EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013**

**ITEM NO. 2:**

Pursuant to the provisions of section 188(3) of the Companies Act, 2013 that govern the Related Party Transactions, where any contract or arrangement is entered into by a director or any other employee, without obtaining the consent of the Board or shareholder under sub-section (1), shall be ratified by the Board or, as the case may be, by the shareholders at a meeting within 3 months from the date on which such contract or arrangement was entered into, such contract or arrangement shall be voidable at the option of the Board or, as the case may be, of the shareholders.

The Company has entered into related party transaction pursuant to Section 188 in the nature of sale of goods with Noechem Speciality, proprietary concern of Mr. Swapnil R. Dathia and payment of rent to Swapnil Dathia for the property taken on lease, being the related parties pursuant to section 2(76) of the Companies Act, 2013 read with the Rules made thereunder (including any statutory modifications(s) or re-enactment thereof, for the time being in force).

Board of Directors of the Company have considered above mentioned Contracts / Arrangement and limits at their respective meetings and ratified and approved the Contracts/ Arrangements subject to the ratification and approval of Shareholders pursuant to Section 188 of the Act, read with the Companies (Meetings of Board and its Powers) Rules, 2014.

The Company has entered party transactions with following related parties.

Sr. No.	Name of Related Party	Name of Director/ KMP who is related	Nature of Relationship	Nature, Material Terms, monetary value and particulars of Transaction
1.	Neochem Specialty	Mr. Swapnil Dathia - Director	Proprietorship concern of Swapnil Dathia	Sale of goods worth Rs. 14,29,17,533/-to the Sole Proprietorship in which Director is Interested.
2.	Swapnil Dathia	-	Director of the Company	Rent of Rs. 12,00,000/- paid for land admeasuring about 900 sq. mtr. known as "20/1" situated at: Saket Industrial Estate, Moraiya, Taluka Sanand, Dist. Ahmedabad, for 15 years (from 01/10/2017) jointly held by Swapnil R. Dathia and Meena R. Dathia
3.	Swapnil Dathia	-	Director of the Company	Rent of Rs. 12,00,000/- paid for property situated at Office No. 303, W-1, P.S.P. Opp. Project House, Opp. To Vikramnagar Colony lane, Off Iscon-Ambli Road, Ahmedabad-380058 taken on lease for 5

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				years (from 01/04/2018) held by Swapnil Dathia.
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The respective transactions may carry out on arm's Length basis and all factors relevant to the respective transactions may consider by the Board

None of the Directors and their relatives, Key Managerial Personnel or their relatives is, in any way, concerned or interested, financially or otherwise except Mr. Swapnil Dathia and Hemangini Dathia, in this resolution.

**ITEM. NO. 3:**

The Companies Act, 2013 aims to ensure transparency in the transactions and dealings between the related parties of the Company. The provisions of section 188(1) of the Companies Act, 2013 and the applicable Rules framed thereunder provide that any Related Party Transaction will require prior approval of shareholders through ordinary resolution, if the aggregate value of transaction(s) amounts to 10% or more of the annual turnover of the Company as per last audited financial statements of the Company:

- (a) sale, purchase or supply of any goods or materials;
- (b) leasing of property of any kind;

In the light of the provisions of the Companies Act, 2013 and ("the Act"), the Board of Directors of your Company has approved the proposed transactions along with annual limit for 3 (three) consecutive years including financial year 2023-24 that your Company may enter into with the related parties (as defined under section 2(76) of the Companies Act, 2013.

Pursuant to Rule 15 of Companies (Meetings of Board and its Powers) Rules, 2014, as amended till date, particulars of the transactions with Related party are as follows:

Sr. No.	Name of Related Party	Name of Director/ KMP who is related	Nature of Relationship	Name of Transaction	Amount Per Annual (In Rs.)
1.	Neochem Speciality	Swapnil Dathia	Proprietorship concern of Swapnil Dathia	Sale and/or Purchase of Goods, Services	25,00,00,000
2.	Swapnil R. Dathia	-	Director of the Company	Rental payment for land admeasuring about 900 sq. mtr. known as "20/1" situated at: Saket Industrial Estate, Moraiya, Taluka Sanand, Dist. Ahmedabad.	35,00,000
3.	Swapnil R. Dathia	-	Relative of Director	Rental payment for property situated at Office No. 303 W-1,	35,00,000

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				P.S.P. Opp. Project House, Opp. To Vikramnagar Colony lane, Off Iscon-Ambli Road, Ahmedabad- 380058	
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The respective transactions may carry out on arm's Length basis and all factors relevant to the respective transactions may consider by the Board. The Company will seek fresh approval of shareholders under applicable provisions on completion of 3 (three) consecutive years.

None of the Directors and their relatives, Key Managerial Personnel or their relatives is, in any way, concerned or interested, financially or otherwise except Mr. Swapnil Dathia and Hemangini Dathia, in this resolution.

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2022-23

## DIRECTORS' REPORT

To  
**THE MEMBERS,**  
**NEOCHEM TECHNOLOGIES PRIVATE LIMITED**

Your directors have pleasure in presenting 06<sup>th</sup> Annual Report of the Company together with Audited Statements of accounts for the Period ended on 31<sup>st</sup> March, 2023.

### **1. FINANCIAL RESULTS:**

The financial performance of the Company is summarized below:

PARTICULARS	(In Hundreds.)			
	For the year ended on March 31, 2023 (Standalone)	For the year ended on March 31, 2022 (Standalone)	For the year ended on March 31, 2023 (Consolidated)	For the year ended on March 31, 2022 (Consolidated)
Revenue from operations	48,18,836.31	48,59,521.27	48,18,836.31	49,49,782
Other income	60,192.45	9,349.12	60,192.64	9,349.12
<b>Total Income</b>	<b>48,79,028.76</b>	<b>48,68,870</b>	<b>48,79,028.95</b>	<b>49,59,132</b>
<b>Total expenses (excluding Depreciation)</b>	<b>45,98,719.86</b>	<b>46,36,701</b>	<b>47,22,286.07</b>	<b>47,22,286</b>
<b>Profit/Loss before Depreciation</b>	<b>2,80,308.90</b>	<b>2,32,169</b>	<b>19,029.49</b>	<b>2,36,846</b>
<b>Less: Depreciation</b>	<b>1,21,692.58</b>	<b>1,03,845</b>	<b>1,26,755.08</b>	<b>1,08,908</b>
<b>Profit/(Loss) after Depreciation</b>	<b>1,58,616.32</b>	<b>1,28,324</b>	<b>1,54,100.01</b>	<b>1,27,938</b>
Less: Tax: Current Tax	-	-	-	-
Deferred Tax	1546.42	3,699	1546.42	3,699
Provision for Income Tax	43000.00	27,500	43000.00	27,500
MAT Credit entitlement	-	-	-	-
<b>Profit for the year</b>	<b>1,14,069.90</b>	<b>97,125</b>	<b>1,09,553.59</b>	<b>96,739</b>

### **2. FINANCIAL PERFORMANCE AND STATE OF AFFAIRS:**

During the period under review, the total Income (Standalone) of the Company for the year ended on March 31, 2023 was Rs. 48,79,028.76 hundred against total income of Rs. 48,68,870 hundred in the previous year. After providing for depreciation and tax, net profit of the Company (Standalone) is amounted to Rs. 1,14,069.90 hundred as against profit of Rs. 97,125 hundred in the previous year. Your directors are confident and optimistic of achieving upward growth and achieving much better results in the coming years.

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3. **DIVIDEND:**

The Board of Directors of your Company has not recommended any dividend for the year under review.

4. **TRANSFER TO RESERVES:**

The Company does not propose any amount to be transferred to any Reserves.

5. **PRESENT OPERATIONS AND FUTURE PROSPECTS:**

Your Company is doing well in its present line of activities and the Board is taking all steps to expand its present business and add value to its shareholders.

6. **CHANGE IN NATURE OF BUSSINESS:**

During the year under review, there has been no change in the nature of business of the Company.

7. **COMPLIANCE:-**

The Company has complied with the mandatory requirements as stipulated under the Companies Act, 2013.

8. **SHARE CAPITAL:**

**A. AUTHORISED SHARE CAPITAL**

The Authorised Share Capital of the Company at the end of the year is Rs. 74,00,000 (Rupees Seven crore Forty Lakhs Only) divided into 74,00,000 (Seventy Four Lakhs) equity shares of Rs. 10/- (Rupees Ten Only) each.

**B. CHANGES IN SHARE CAPITAL, IF ANY:**

During the year under review the Company has issued and allotted 24,25,000 equity shares through Right issue pursuant to Board resolution dated March 30, 2023.

**C. INCREASE IN PAID UP, ISSUED AND SUBSCRIBED SHARE CAPITAL**

The Paid up, Issued and Subscribed Capital of the Company is Rs. 5,42,50,000 (Rupees Five crore Fifty Two Thousands Only) divided into 54,25,000 (Thirty lacs) equity shares of Rs. 10/- (Rupees Ten Only) each.

9. **DEPOSITS:**

During the year under report, the Company has not accepted any deposits from public within the meaning of Section 73 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014.

10. **AUDITORS:**

**(a) Statutory Auditor:**

Presently, is M/s. Patel Mehta & Associates (FRN: 107773W) appointed as the Statutory Auditor until the conclusion of the Annual General Meeting of the Company to be held in the year 2027 at a remuneration to be mutually agreed by them with the Board of Directors of the Company.

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In accordance with the Companies Amendment Act, 2017, enforced on 7th May, 2018 by the Ministry of Corporate Affairs, the appointment of Statutory Auditors is not required to be ratified at every Annual General Meeting.

**(b) Audit Report:**

During the year 2022-23, no frauds have either occurred or noticed and/or reported by the Statutory Auditors under Section 143(12) of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (as amended from time to time) and therefore no detail is required to be disclosed under Section 134 (3) (ca) of the Act.

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

**(c) Cost Auditors:**

The Company has not appointed the Cost Auditor as pursuant to Section 148 of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Amendment Rules, 2014, the cost audit is not applicable to the Company.

**(d) Internal Auditor:**

As the internal audit is not applicable to the Company, therefore the Company has not appointed the Internal Auditor pursuant to the provisions of Section 138 of the Companies Act 2013.

**(e) Secretarial Auditor:**

As the Secretarial Audit is not applicable to the Company, therefore the Company has not appointed the Internal Auditor pursuant to the provisions of Section 204 of the Companies Act 2013.

**11. PARTICULARS REGARDING CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:**

**A. CONSERVATION OF ENERGY:**

- i. the steps taken or impact on conservation of energy : Nil
- ii. the steps taken by the company for utilizing alternate sources of energy : None
- iii. the capital investment on energy conservation equipments : Nil

**B. TECHNOLOGY ABSORPTION:**

- i. the efforts made towards technology absorption : None
- ii. the benefits derived like product improvement, cost reduction, product development or import Substitution: None
- iii. in case of imported technology (imported during the last three years reckoned from the beginning of the financial year)-

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- a) The details of technology imported: None
- b) The year of import: N.A.
- c) Whether the technology been fully absorbed: N.A.
- d) If not fully absorbed, areas where absorption has not taken place, and the reasons thereof: N.A.
- e) The expenditure incurred on Research and Development: Nil

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

Foreign Exchange Earnings: Rs. 3,72,67,898/-

Foreign Exchange Outgo: Rs. 13,16,512/-

**12. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013:**

Pursuant to the provisions of section 186 of the Companies Act, 2013, the Company has not given guarantees, however the company has made Loans as detailed in note no. 20 of Financial Statement of the company investment through acquisition of securities of a body corporate which became its subsidiary as detailed in note no. 13 of Financial Statement of the company which are within the limits of Section 186 of the Act.

**13. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES:**

Pursuant to the provisions of Section 188 of the Companies Act, 2013, all the contracts and arrangements with related parties entered by the Company during the financial year were in ordinary course of business and on arms' length basis. Details of the transactions with related parties entered by the Company are as mentioned in Form AOC-2 as "Annexure A"

**14. ANNUAL RETURN:**

The Annual Return of the Company as on 31st March, 2023 is available on the website of the Company at [www.neochem.in](http://www.neochem.in).

**17. MAINTENANCE OF COST RECORDS:**

The Company is not required to maintain cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013.

**18. INDUSTRIAL RELATIONS:**

The Company has maintained cordial relations with the employees of the Company throughout the year. The Directors wishes to place on record sincere appreciation for the services rendered by the employees of the Company during the year.

**20. NUMBER OF BOARD MEETINGS CONDUCTED DURING THE YEAR UNDER REVIEW:**

During the year under review, the Board met 8 (Eight) times. Proper notices were given and the proceedings were properly recorded and signed in the Minutes book as required by the Articles of Association of the Company and the Companies Act, 2013.

**19. MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THESE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT:**

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No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statement relate and the date of this report.

**20. DIRECTORS AND KEY MANAGERIAL PERSONNEL**

Your Directors regret to inform you about the demise of Mr. Rameshbhai Chimanbhai Dathia on 17<sup>th</sup> August, 2023. The invaluable services and guidance rendered by him to the Company will be greatly missed.

The composition of the Board of Directors at the end of financial year were as under:

- a. Swapnil Rameshbhai Dathia – Director
- b. Rameshbhai Chimanlal Dathia – Director
- c. Hemangini Swapnil Dathia – Director
- d. Dinesh Chopra- Director

**21. STATEMENT REGARDING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT:**

The Company does not have any Risk Management Policy or any statement concerning development and implementation of risk management policy of the company as the elements of risk threatening the Company's existence are very minimal.

**22. DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES:**

The Company is not required to constitute a Corporate Social Responsibility Committee as it does not fall within purview of Section 135 (1) of the Companies Act, 2013 and hence it is not required to formulate policy on Corporate Social Responsibility.

**23. AUDIT COMMITTEE:**

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meeting of Board and its powers) Rules, 2013 is not applicable to the Company.

**24. NOMINATION & REMUNERATION COMMITTEE:**

The provisions of Section 178 (1) of the Companies Act, 2013 relating to constitution of Nomination & Remuneration Committee are not applicable to the Company. Hence the Company has not devised any policy relating to appointment of Directors, Payment of Managerial Remuneration, Directors Qualification, Positive Attributes, Independence of Directors, and other related matters as provided under Section 178 (3) of the Companies Act, 2013

**25. ADEQUACY OF INTERNAL FINANCIAL CONTROLS:**

The Company has an Internal Control System, commensurate with the size, scale and complexity of its operations. The scope of the Internal Audit function is defined in the Internal Audit Manual. The Internal Audit Department monitors and evaluates the efficacy and adequacy of internal control system in the Company, its compliance with operating systems, accounting procedures and policies of the Company. The Internal Audit also includes both physical as well as online transaction audit. Based on the report of internal

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audit function, process owners undertake corrective action in their respective areas and thereby strengthen the controls. Significant audit observations and recommendations along with corrective actions thereon are presented to the Board.

**26. AMALGAMATION / MERGER:**

The Company is the Holding company of Protek Korchem Private Limited and hence the Company has filled petition with Hon'ble Regional Director (Hon'ble RD), North Western Region for approval of the scheme of amalgamation of Neochem Technologies Private Limited (NTPL) ("Transferor Company") with and into Protek Korchem Private Limited (PKPL) ("Transferee Company") and their respective Shareholders and Creditors under Section 233 of the Companies Act, 2013. During the Year, Hon'ble RD has sanctioned the scheme of amalgamation of Transferor Company with and into Transferee Company vide its order dated September 28, 2022. The Appointed Date of the scheme as approved by Hon'ble RD was 01/04/2021. The Company has filed the order of Hon'ble RD with the Registrar of Companies, Ahmedabad (ROC) on September 28, 2022 which was consequently approved by ROC, therefore, the said Scheme became effective from the Appointed Date i.e 01/04/2021. As the Transferee Company owns 100% equity shares of the Transferor Company, upon Scheme becoming effective, the equity shares held by the Transferee Company in the Transferor Company get cancelled and in lieu thereof, there is no allotment of equity shares in the Transferee Company

**27. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS, COURTS AND TRIBUNALS:**

No significant and material order has been passed by the regulators, courts, tribunals impacting the going concern status and Company's operations in future.

**28. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES:**

The name of the company which is the subsidiary of the Company during the year under review is provided below:

Sr. No	Name of the Company	% of shareholding	No. of shares held
1.	Provence Wellness Private Limited	98.88%	89,000

As per the provisions of Section 129 of the Act, read with Rule 5 of Companies (Accounts) Rules, 2014, a separate statement containing the salient features of the Financial Statements of the Associate Companies in Form AOC-1 is annexed to this Board's Report as **Annexure-B**.

The Company does not have any other Subsidiary and Joint Venture Company during the year under review.

**29. DIRECTORS' RESPONSIBILITY STATEMENT:**

**NEOCHEM TECHNOLOGIES PVT. LTD.**

303, W1, Opp. Vikramnagar Colony  
Off. Iscon-Ambli Road Ahmedabad - 380 058  
Gujarat, India

C : +91 79 2692 8871-72-73  
E : info@neochem.in  
W : www.neochem.in

CIN No. : U24304GJ2017PTC097754 | GSTIN : 24AAFCN6825L1Z6





In terms of Section 134 (5) of the Companies Act, 2013, the directors would like to state that:

- i. In the preparation of the annual accounts, the applicable accounting standards have been followed.
- ii. The directors had selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for the year under review.
- iii. The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv. The directors had prepared the annual accounts on a going concern basis and
- v. The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

**30. DISCLOSURES UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013:**

The Company has in place an Anti-Sexual Harassment Policy in line with the requirement of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment. During the year under review there were no complaints or cases filed pursuant to the Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013.

**31. INSOLVENCY AND BANKRUPTCY CODE:**

There is no application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the year.

**32. THE DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONG WITH REASONS THEREOF:**

It is not applicable during the year under review.

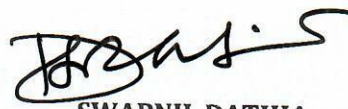
**33. ACKNOWLEDGEMENT:**

Your Directors wish to thank the investors, company's Bankers & the statutory authorities for the consistent support received from them throughout the year.

Place: - AHMEDABAD  
Date: - 21/09/2023

By Order of the Board,  
For, NEOCHEM TECHNOLOGIES PRIVATE LIMITED

**Registered Office:**  
Plot-19/1, Sanket Estate,  
Moraiya Village, Sanand,  
Ahmedabad-382213, Gujarat

  
**SWAPNIL DATHIA**  
DIRECTOR  
(DIN: 00188382)

  
**HEMANGINI DATHIA**  
DIRECTOR  
(DIN: 08639755)

**NEOCHEM TECHNOLOGIES PVT. LTD.**

303, W1, Opp. Vikramnagar Colony  
Off. Iscon-Ambli Road Ahmedabad - 380 058  
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CIN No. : U24304GJ2017PTC097754 | GSTIN : 24AAFCN6825L1Z6





## INDEPENDENT AUDITORS' REPORT

TO,

THE MEMBERS OF NEOCHEM TECHNOLOGIES PRIVATE LIMITED

### Report on the Financial Statements

We have audited the accompanying Standalone financial statements of **NEOCHEM TECHNOLOGIES PRIVATE LIMITED**, which comprise the Balance Sheet as at **31/03/2023**, the Statement of Profit and Loss, the cash flow statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

### Auditor's Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Company's Act, 2013 ('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at **31/03/2023** and its Profit/Loss, changes in equity and its cash flows for the year ended on that date.

### Basis for Opinion

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

### Emphasis of Matter

We draw attention to notes to the financial results which describes the uncertainties and the impact of Ukraine War on the Company's operations and results as assessed by the management. Our opinion is not modified in respect of this matter.

### Key Audit Matters

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

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.





## **Information other than the Financial Statements and Auditors' Report thereon**

The Company's Board of Directors are responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexure(s) to Board's Report, but does not include the Financial Statements and our auditor's report thereon. Our opinion on the 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 Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Standalone Financial Statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

## **Responsibility of Management and Those Charged with Governance (TCWG)**

The Company's Board of Directors are responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

## **Auditor's Responsibility**

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 financial statements.

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





- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

#### **Report on Other Legal and Regulatory Requirements**

As required by the Companies (Auditors' Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub section (11) of section 143 of the Companies Act, 2013. We





give in the Annexure A statements on the matters specified in paragraphs 3 and 4 of the order, to the extent applicable.

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

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- (c) The Balance Sheet, the Statement of Profit and Loss, and **the cash flow statement** dealt with by this Report are in agreement with the books of account;
- (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- (e) On the basis of the written representations received from the directors as on **31/03/2023** taken on record by the Board of Directors, none of the directors is disqualified as **31/03/2023** 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 B**";
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements;
  - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts;
  - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company;
  - iv. The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;





- v. Based on audit procedures which we 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) contain any material mis-statement;
- vi. The company has not declared or paid any dividend during the year in contravention of the provisions of section 123 of the Companies Act, 2013.

Date: 12 August 2023  
Place: Ahmedabad

FOR PATEL MEHTA & ASSOCIATES  
(Chartered Accountants)  
FRN: 107773W



Malhar R Mehta (Partner)  
Mem. No. - 112226  
UDIN: 23112226BGXLZK4091





## **Annexure A to the Auditor's Report**

**The Annexure referred to in Independent Auditor's Report of even date to the members of NEOCHEM TECHNOLOGIES PRIVATE LIMITED on the financial statements of the company for the year ended 31<sup>st</sup> March, 2023, we report that:**

- i. The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.

The Fixed assets have been physically verified during the year by the management in accordance with a program of verification, which in our opinion provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanations given to us no material discrepancies were noticed on such verification.

According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.

- ii. The stock of inventories has been physically verified by the management at reasonable intervals commensurate with size and nature of the business.

In our opinion and according to the information and explanation given to us, the procedures for physical verification of Inventories followed by the management is reasonable and adequate in relation to the size of the company and the nature of business.

The company has maintained reasonable records for Inventories of raw material and finished goods lying at the factory premises. As regards to work in process, we were informed that though it is not possible to compare individual items with the available records, on an overall basis, no discrepancy was disclosed.

- iii. The company has not granted any unsecured loans to companies, firms and other parties covered in the register maintained under section 189 of the companies Act during the year, hence specific comment on sub clause (a), (b), and (c) with regard to prejudicial interest, regularity and discrepancy was disclosed.

- iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.

- v. As per information and explanations provided to us for our verification, there is no violation of provision of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under as the company has not accepted any deposits from the parties mentioned therein. Also, according to information furnished to us, no order has been passed on the Company by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal for noncompliance with the provisions of Chapter V of the Companies Act, 2013.

- vi. The company is not required to maintain the cost records as specified by the central government under sub section (1) of section 148 of the companies act, 2013. Hence the said clause is not applicable.

- vii. According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, value added tax, duty of customs, duty of excise, service tax,





cess and other material statutory dues were in arrears as at 31st March, 2023 for the period of more than six months from the date they became payable.

- viii. As at 31st March, 2023 according to the records of the company and the information and explanation given to us there are no dues of income-tax, sales tax, custom duty, excise duty and cess which have not been deposited on account of any dispute.
- ix. Based on our Audit Procedures and on the information and explanations given to us by the management, in our opinion the company has not defaulted in repayment of dues to any Financial Institution or Bank as at the Balance Sheet Date.
- x. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.
- xi. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- xii. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- xiii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the order is not applicable.
- xiv. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with section 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xv. The company has not made any private placement of equity shares during the year and therefore paragraph 3(xiv) of the Order is not applicable.
- xvi. According to the information and explanations given to us and based on our examination on the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- xvii. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

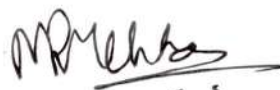
Date: 12<sup>th</sup> August 2023

Place: Ahmedabad

FOR PATEL MEHTA & ASSOCIATES

(Chartered Accountants)

FRN: 107773W



Malhar R Mehta (Partner)

Mem. No. - 112226

UDIN: 23112226BGXLZK4091





**“Annexure B” to the Independent Auditor’s Report of even date on the Standalone Financial Statements of NEOCHEM TECHNOLOGIES PRIVATE LIMITED.**

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

We have audited the internal financial controls over financial reporting of NEOCHEM TECHNOLOGIES PRIVATE LIMITED as of March 31, 2023 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

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

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

**Auditors’ Responsibility**

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

Our audit involves performing procedures to obtain audit evidence amount the adequacy of the internal financial control system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and operating effectiveness of internal control based on the assessed risk. The procedures selected depend upon on the auditor’s judgment, 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 system over financial reporting.

**Meaning of Internal Financial Controls over Financial Reporting**

A company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of 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 authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

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

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

### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2023, 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 issues by the Institute of Chartered Accountants of India.

Date: 12<sup>th</sup> August 2023

Place: Ahmedabad

FOR PATEL MEHTA & ASSOCIATES  
(Chartered Accountants)  
FRN: 107773W



Malhar R Mehta (Partner)  
Mem. No. - 112226  
UDIN: 23112226BGXLZK4091





Neochem Technologies Private Limited				
BALANCE SHEET AS ON 31st March 2023				
	PARTICULARS	NOTE NO	As At March 31, 2023	As At March 31, 2022
I	<b>EQUITY SHARE CAPITAL</b>			
1	<b>Shareholders' Funds</b>			
	Share Capital	3	5,42,50,000	3,00,00,000
	Reserves and Surplus	4	2,96,03,849	1,09,21,859
	Money Received against Share warrants		0	0
	<b>Total Shareholders' Fund</b>		<b>8,38,53,849</b>	<b>4,09,21,859</b>
2	<b>Share Application money pending allotment</b>			0
3	<b>Non Current Liabilities</b>			
	Long Term Borrowings	5	12,33,43,575	15,09,90,200
	Deferred Tax Liabilities(net)	14	73,60,130	72,46,098
	Other Long term liabilities			
	Long term Provisions			
	<b>Total Non-Current Liabilities</b>		<b>13,07,03,705</b>	<b>15,82,36,298</b>
4	<b>Current Liabilities</b>			
	Short Term Borrowings	6	13,83,04,984	8,16,77,891
	Trade Payables	7	13,40,66,237	17,48,92,763
	Total Outstanding dues of micro enterprises and small enterprises		7,06,64,835	7,27,79,197
	Total Outstanding dues Creditors other than micro enterprises and small enterprises		6,34,01,402	10,21,13,566
	Other Current Liabilities	8	1,47,68,933	52,68,632
	Short Term Provisions	9	49,61,998	28,12,460
	<b>Total Current Liabilities</b>		<b>29,21,02,152</b>	<b>26,46,51,746</b>
	<b>Total Equity and Liabilities</b>		<b>50,66,59,707</b>	<b>46,38,09,904</b>
II	<b>Assets</b>			
1	<b>Non Current Assets</b>			
	Property, Plant and Equipment and Intangible Assets			
	Property, Plant and Equipment	10	14,65,39,229	12,42,25,443
	Intangible assets	11	1,81,633	2,00,561
	Capital work in progress	12	4,11,000	15,30,200
	Non current investments	13	8,90,000	8,90,000
	Deferred Tax Liabilities(net)	14		
	Long Term Loan loans and advances	15	1,76,147	1,77,357
	Other Non Current Assets	16	4,13,07,343	4,55,63,587
	<b>Total Non current Assets</b>		<b>18,95,05,351</b>	<b>17,25,87,148</b>
	<b>Current Assets</b>			
	Inventories	17	14,93,08,257	13,29,41,996
	Trade receivables	18	14,16,13,335	13,62,88,450
	Cash and Cash Equivalent	19	4,61,641	38,88,743
	Short Term Loans and Advances	20	2,40,90,340	1,65,86,005
	Other Current Assets	21	16,80,783	15,17,562
	<b>Total Current Assets</b>		<b>31,71,54,356</b>	<b>29,12,22,756</b>
	<b>Total</b>		<b>50,66,59,707</b>	<b>46,38,09,904</b>

The Notes (1 TO 38) referred to above and notes attached there to form an integral part of the financial statement

FOR AND ON BEHALF OF

PATEL MEHTA & ASSOCIATES

Chartered Accountants

FRN 107773W

*[Signature]*

[ CA Malhar Mehta ]

Partner

M.No 112226

UDIN: 23112226BGXLZK4091

Place : Ahmedabad

Date: 12 August 2023



FOR AND ON BEHALF OF

Neochem Technologies Private Limited

*[Signature]*

Swarnil R Dathia

Director

DIN: 00188382

Place :

Date:

*[Signature]*

Hemangini S Dathia

Director

DIN: 08639755

Ahmedabad

12 August 2023





Neochem Technologies Private Limited				
PROFIT & LOSS STATEMENT FOR THE PERIOD ENDING 31st March,2023				
Sr. No	Particulars	Note No.	Figures as at the end of the current reporting period 2022-23	Figures as at the end of the previous reporting period 2021-22
I	Revenue from operations	22	48,18,83,631	48,59,52,127
II	Other Income	23	60,19,245	9,34,912
III	<b>Total Revenue (I +II)</b>		<b>48,79,02,876</b>	<b>48,68,87,039</b>
IV	<b>Expenses:</b>			
	Cost of Material Consumed	24	29,76,94,043	36,73,85,116
	Purchase of stock in trade			-
	Changes in inventories	25	1,41,80,000	(2,41,63,640)
	Work in Progress and Stock in Trade			
	Manufacturing Expenses	26	83,93,892	78,15,608
	Employee Benefit Expenses	27	6,45,33,263	5,15,93,750
	Finance Costs	28	2,09,51,096	1,28,22,253
	Depreciation and Amortization Cost	29	1,21,69,258	1,03,84,547
	Other Expenses	30	5,41,19,692	4,82,16,932
	<b>Total Expenses (IV)</b>		<b>47,20,41,244</b>	<b>47,40,54,567</b>
V	<b>Profit/(Loss) before exceptional &amp; extraordinary items</b>		<b>1,58,61,632</b>	<b>1,28,32,472</b>
VI	Exceptional Items			
VII	<b>Profit/(Loss) before extraordinary items and Tax (V-VI)</b>		<b>1,58,61,632</b>	<b>1,28,32,472</b>
VIII	Extraordinary Items			-
IX	<b>Profit/(Loss) Before tax (VII-VIII)</b>		<b>1,58,61,632</b>	<b>1,28,32,472</b>
X	<b>Tax expense:</b>			
	Provision for Income Tax		43,00,000	27,50,000
	Short Provision for Previous year		40,610	-
	Current tax under MAT		-	-
	Deferred tax		1,14,032	3,69,883
	MAT Credit entitlement		-	-
XI	<b>Profit for the period from continuing operations</b>		<b>1,14,06,990</b>	<b>97,12,589</b>
XII	Profit from discontinuing operation			-
XII	Tax Expense of discontinuing operations			-
XIV	<b>Profit from discontinuing operations after tax</b>			-
XV	<b>Profit for the period [XI+XIV]</b>		<b>1,14,06,990</b>	<b>97,12,589</b>
XVI	<b>Earning per equity share:</b>	31		
	(1) Basic		2.10	3.24
	(2) Diluted		2.10	3.24
	<b>NOTES TO ACCOUNTS</b>	2		

The Notes (1 TO 38) referred to above and notes attached there to form an integral part of the financial statement

This is the Profit & Loss Statement referred to in our Report of even date.

FOR AND ON BEHALF OF  
PATEL MEHTA & ASSOCIATES  
Chartered Accountants  
FRN 107773W

*[Signature]*  
[ CA Malhar Mehta ]  
Partner

M.No 112226

UDIN:

23112226BGXLZK4091

Place :

Ahmedabad

Date:

12 August 2023

FOR AND ON BEHALF OF  
Neochem Technologies Private Limited

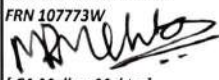

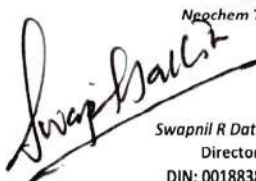


*[Signature]*  
Swarnil R Dathia  
Director  
DIN: 00188382

*[Signature]*  
Hemangini S Dathia  
Director  
DIN: 08639755

Ahmedabad

12 August 2023



Neochem Technologies Private Limited		
PARTICULARS		
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2022		
PARTICULARS	Figures as at the end of the current reporting period	Figures as at the end of the previous reporting period
	2022-23	2021-22
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit Before Taxation	1,14,06,990	97,12,589
Add :		
Depreciation	1,22,83,289	1,03,84,547
Interest expense	2,09,51,096	1,28,22,253
Bad debt		
Sundry balance Written off		
Less :		
Liability written back		
Interest income	54,878	1,82,094
Profit on sale of investments		
<b>Operating profit before working capital changes :</b>	<b>4,45,86,496</b>	<b>3,27,37,296</b>
Add/Less: Changes in working capital		
Increase/(Decrease) in Trade Payables	(4,08,26,526)	5,42,14,120
(Increase)/Decrease in Inventories	(1,63,66,261)	(7,37,60,636)
(Increase)/Decrease in Trade Receivables	(53,24,886)	(2,10,59,850)
Increase/(Decrease) in Other Current Liabilities	95,00,301	6,11,465
(Increase)/Decrease in Long Term Loans & advances	1,210	34,49,204
(Increase)/Decrease in Short Term Loans & advances	(75,04,335)	(1,26,10,504)
Increase/(Decrease) in Other Provisions	21,49,538	18,84,758
(Increase)/Decrease in Non Current Assets	42,56,244	22,93,027
(Increase)/Decrease in Other Current Assets	(1,63,221)	(3,57,509)
Less : Adjustment for Taxes :		
Direct taxes paid		20,00,000
Tax adjustment of earlier year		
<b>Cash Generated/ (used in) from operating activities (A)</b>	<b>(96,91,438)</b>	<b>(1,45,98,629)</b>
<b>2. CASH FLOW FROM INVESTMENT ACTIVITIES</b>		
Interest income	54,878	1,82,094
Proceeds from sale of investments		
Purchase of investments	0	(8,90,000)
Proceeds from sale of Fixed Assets	69,500	-
Purchase of fixed assets	(3,33,70,745)	(2,67,36,277)
Investment in Intangible Assets		(2,500)
<b>Net cash generated/ (used in) from investing Activities (B)</b>	<b>(3,32,46,367)</b>	<b>(2,74,46,683)</b>
<b>3. CASH FLOW FROM FINANCING ACTIVITIES :</b>		
Proceeds from long term borrowings	(2,76,46,625)	4,64,93,112
Repayment of long term borrowing		
Proceeds from short term borrowings	5,66,27,093	95,99,581
Repayment of short term borrowings		
Proceeds from issue of equity shares	3,15,25,000	
Interest paid	(2,09,94,765)	-1,28,22,253
<b>Net Cash generated/ (used in) from financing activities (C)</b>	<b>3,95,10,703</b>	<b>4,32,70,440</b>
<b>Net increase or decrease in Cash and Cash Equivalents (A+B+C)</b>	<b>(34,27,102)</b>	<b>12,25,128</b>
Opening cash and cash equivalents	38,88,743.00	26,63,615
Closing cash and cash equivalents	<b>4,61,641</b>	<b>38,88,743</b>
<b>Notes</b>		
1. Statement of cash Flow has been prepared under the indirect method as set out in AS 3 on "Statement of Cash Flows" Specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.		
2. Reconciliation of cash and cash Equivalents as per the Statement of Cash Flow.		
<b>Particulars</b>	<b>As at March 31, 2023</b>	<b>As At March 31, 2022</b>
Balances with Banks		
In Current accounts	22,379	4,96,214
Cash on hand	4,39,262	33,92,529
Cash and cash equivalents as at the end of the year ( Refer Note 19)	4,61,641	38,88,743
3. Figures in bracket indicate cash outflow		
The Notes on account form integral part of the financial statements 1 to 38		
The Notes (1 TO 38) referred to above and notes attached there to form an integral part of the financial statement This is the Cash Flow Statement referred to in our Report of even date.		
<div> <div> FOR AND ON BEHALF OF  <b>PATEL MEHTA &amp; ASSOCIATES</b>  Chartered Accountants  FRN 107773W    [ CA Malhar Mehta ]  Partner  M.No 112226  UDIN: 23112226BGXLZK4091  Place : Ahmedabad  Date: 12 August 2023 </div> <div>  </div> </div> <div> <div> FOR AND ON BEHALF OF  Neochem Technologies Private Limited    Swapnil R Dathia  Director  DIN: 00188382  Place:  Date: </div> <div>   Hemangini S Dathia  Director  DIN: 08659755  Place: Ahmedabad  Date: 12 August 2023   </div> </div>		



**Note 1: General Information**

Neochem Technologies Private Limited ('the Company') (NTPL) was converted from Partnership firm to Private Limited Company on June 06, 2017. All the Assets and Liabilities of the Partnership Firm namely "Neochem Technologies" were taken over by the Company. The Company is primarily engaged into the business of production and sale of high-quality Textile Chemicals and Auxiliaries, garment wash chemicals, finishing chemicals, auxiliaries, enzymes for textiles industries and liquid sanitizers and similar products. The business activities comprise purchase, production and sales of Textile Auxiliaries and Specialty Chemicals.

The promoters of Neochem Technologies Private Limited (NTPL) had floated separate company in the name of Protek Korchem Private Limited ('PKPL') incorporated on 16th December, 2019 under the provisions of the Companies Act, 2013. The company is having its registered office at 3rd Floor, Office 303, W1, New York Timber Street, Opp. PSP House Ambali Road, Jodhpur, Ahmedabad, Gujarat — 380053, India. The said company was later on converted into wholly owned subsidiary of NTPL.

A scheme of arrangement was presented under Sections 230/233 of the Companies Act, 2013 and other applicable provisions of the Companies Act, 2013, as may be applicable for the amalgamation of Protek Korchem Private Limited ("Transferor Company") (herein after refer to as "PKPL") with and into Neochem Technologies Private Limited ("Transferee Company") (herein after refer to as "NTPL").

The scheme of amalgamation was approved by the Office of the Regional Director, North-Western Region, Ministry of Corporate Affairs (MCA), vide its order dated 28<sup>th</sup> September 2022, numbered RD(NWR)/233(18)/2022-23/2892 for Protek Korechem Private Limited and numbered RD(NWR)/233(18)/2022-23/2893 for Neochem Technologies Private Limited.

The appointed date of amalgamation as approved by the Office of Regional Director, North-Western Region, Ministry of Corporate Affairs (MCA) is 1<sup>st</sup> April 2021.

**Note 2: Summary of significant accounting policies**

**2.1 Basis of Preparation**

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis pursuant to section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other relevant provisions of the Companies Act, 2013.

All assets and liabilities have been classified as current or non-current as per the Company's operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realisation 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. Previous year figures have been reclassified to conform to this year's classification.

**2.2 Use of Estimates and Judgement**

In preparation of the financial statements, the Company is required to make judgments, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and the associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.



The estimates and the underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and future periods affected significant judgments and estimates about the carrying amount of assets and liabilities include useful lives of tangible and intangible assets, impairment of Tangible assets, Intangible assets including goodwill, investments, employee benefits and other provisions and recoverability of deferred tax assets.

### 2.3 Tangible Assets

Tangible Assets are stated at acquisition cost, net of accumulated depreciation and accumulated impairment losses, if any. Subsequent expenditures related to an item of fixed asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance. Cost comprises of purchase price, import duties, and other non-refundable taxes or levies and any directly attributable cost to bring the assets ready for its intended use including interest costs directly attributable to the asset.

### 2.4 Depreciation and amortization

Freehold land is not depreciated. Other items of the tangible assets are depreciated over the useful life of the assets prescribed in the Part of the Schedule ii of the Companies Act, 2013. The value of the asset for depreciation over the period is considered reducing the determined residual value of the asset not more than 5% of the asset. For the calculation of Depreciation, the method followed by company was Straight Line Method (SLM).

The depreciation is provided from the date the asset is ready to use for the commercial operations. The useful lives taken for the purpose of depreciation of different assets are prescribed as follows:

Particulars	Useful Life
Factory Buildings	30 Years
Office Buildings and others	60 Years
Plant and Machinery	25 Years
Furniture and Fixtures	10 Years
Office Equipment	5 Years
Computers	3 Years
Vehicle	8 Years

Based on the technical evaluation, the management believes that the useful lives as given above represent the period over which the management expect use these assets. Hence, the useful lives for these assets are different from the useful les prescribed under part of schedule of the Companies Act 2013. Depreciation method, useful lees and resident values are reviewed periodically, during at each financial year end.

### 2.5 Government Grants

Government grants/Subsidies received from District treasury during the year related to specific fixed assets is shown as a deduction from the gross value of the asset concerned in arriving at its book value. The grant is thus recognized in the profit and loss statement over the useful life of a depreciable asset by way of a reduced depreciation charge.





Government grants received from District treasury towards revenue expenditure are recognized during the year of receipt of grant and are deducted from the Interest expenses.

## 2.6 Borrowing Cost

Borrowing costs include interest, other costs incurred in connection with borrowing and exchange differences arising from foreign currency borrowings to the extent that they are regarded as an adjustment to the interest cost. General and specific 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 those assets, until such time as the assets are substantially ready for their intended use or sale. All other borrowing costs are recognized in Statement of Profit and Loss in the period in which they are incurred.

## 2.7 Impairment of Assets

The Management periodically assessed using external and internal sources, whether there is an indication that an asset may be impaired. An impairment loss is recognized wherever the carrying value of an asset exceeds its recoverable amount. The recoverable amount is higher of the asset's net selling price and value in use, which means the present value of future cash flows expected to arise from the continuing use of the asset and its eventual disposal. An impairment loss for an asset is reversed it, and only the reversal can be related objectively to an event occurring after the impairment loss was recognized. The carrying amount of an asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortization or depreciation had no impairment loss been recognized for the asset in prior years).

As per Accounting Standard (AS-28) impairment of assets the company has carried the Impairment test during the year. There is no material impairment loss in the carried cost in the assets in the books and the recoverable amount is not lower than the carrying amount in the accounts.

## 2.8 Inventories

The cost of inventory is determined on Weighted Average cost formula method on relevant categories of inventories on a consistent basis after providing for obsolete, slow moving and defective inventories wherever necessary.

The cost of inventory / finished goods consists of cost of purchase, cost of conversion incurred in bringing the inventory/ finished goods to their present location and condition

- |                    |                                                          |
|--------------------|----------------------------------------------------------|
| ➤ Raw Materials    | - Stocks at end were valued at their cost of acquisition |
| ➤ Finished Goods   | - At cost or net realizable value whichever is less      |
| ➤ Stores & Spares  | - Valued at cost less duty credit if any available       |
| ➤ Work in Progress | - Valued at cost                                         |

## 2.9 Revenue Recognition

All known income and expenditure quantifiable till the date of finalization of accounts are accounted on accrual basis when virtual certainty is established.

### a) Revenue from Operations:



Sales revenue is recognized when property in the goods with all risk rewards and effective control of goods usually associated with ownership are transferred to buyer at price. Sales comprise manufacturing and trading sales and are exclusive of excise duty and local taxes and sales return.

The various Discounts and rate differences on the Sales those accepted/rejected are accounted in the year, however if the same is of major amount effecting the current year profit/loss they are separately shown under the Prior Period head of the Profit and Loss account

**b) Other operational revenue:**

Other operational revenue represent income earned from the activities incidental to the business and recognized when the right to receive the income is established as per the terms of the contract.

**c) Other Income**

Interest income is recorded at accrued or due whichever is earlier at applicable Interest rate and other Items of other income are accounted as and when the right to receive arises.

**2.10 Investment**

All the long Investments are treated term investments and valued at the cost of acquisition. Provision for diminution in the value of long-term investments is made only if such decline is other than temporary in the opinion of the management. The inter company investments have been knocked off as a result of scheme of arrangement between Neochem Technologies Private Limited and Protek Korechem Private Limited.

**2.11 Retirement Benefits**

**Short Term Employee Benefits:**

Short Term Employee Benefits (i.e. benefits payable within one year) are recognised in the period in which the employee services are rendered.

**2.12 Lease Rentals**

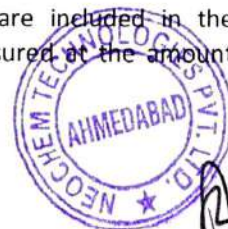
Lease rentals in respect of operating lease arrangements are charged to the Statement of Profit and Loss on a straight line basis over the period of the lease.

Total of future minimum lease payments under non-cancellable operating lease for each of the following periods are as follows:

Particulars	Year ended March 31, 2023 (Rs.)	Year ended March 31, 2022 (Rs.)
Not later than one year	4,62,000	
Later than one year and not later than five years	2,35,44,000	25,44,099
Later than five years	1,14,01,644	1,26,01,644

**2.13 Current and deferred tax**

Tax expense for the period, comprising current tax and deferred tax, are included in the determination of the net profit or loss for the period. Current tax is measured at the amount





expected to be paid to the tax authorities in accordance with the taxation laws prevailing in the respective jurisdictions.

Deferred tax is recognised for all the timing differences, subject to the consideration of prudence in respect of deferred tax assets. Deferred tax assets are recognised and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted on the Balance Sheet date. In situations, where the Company has unabsorbed depreciation or carry forward losses under tax laws, all deferred tax assets are recognised only to the extent that there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits. At each Balance Sheet date, the Company re-assesses unrecognised deferred tax assets, if any.

Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle the asset and the liability on a net basis. Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax and where the deferred tax assets and the deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.

Minimum Alternate Tax credit is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. Such asset is reviewed at each Balance Sheet date and the carrying amount of the MAT credit asset is written down to the extent there is no longer a convincing evidence to the effect that the Company will pay normal income tax during the specified period.

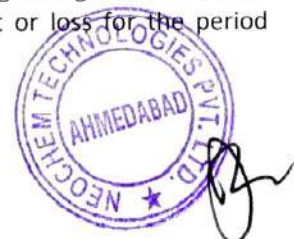
#### 2.14 Provision for Contingent Liabilities

Provisions: Provisions are recognised when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance sheet date and are not discounted to its present value.

Contingent Liabilities: Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.

#### 2.15 Earnings Per Share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earnings per share is the net profit for the period after deducting any attributable tax thereto for the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares, which have changed the number of equity shares outstanding, without corresponding changes in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period



attributable to equity shareholders and the weighted average numbers of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

## 2.16 Cash and Cash Equivalents

In the cash flow statement, cash and cash equivalents include cash in hand, demand deposit with banks, other short-term highly liquid investments with original maturities of three months or less.

The accompanying notes are an integral part of these financial statements.

<b>FOR AND ON BEHALF OF</b> <b>PATEL MEHTA &amp; ASSOCIATES</b> <b>Chartered Accountants</b> <b>FRN 107773W</b>		<b>FOR AND ON BEHALF OF</b> <b>Neochem Technologies Private Limited</b>	
			
[ CA Malhar Mehta ]		Swapnil R Dathia	Hemangini S Dathia
Partner		Director	Director
M.No 112226		DIN: 00188382	DIN: 08639755
UDIN:	23112226BGXLZK4091		
Place :	Ahmedabad	Place :	Ahmedabad
Date:	12 August 2023	Date:	12 August 2023





NOTE : 3		
	As at March 31,2023	As at March 31,2022
<b>Share capital</b>		
<b>Authorised Capital</b>		
74,00,000 Equity Shares of Rs 10/- Each	7,40,00,000	5,10,00,000
<b>Issued, Subscribed &amp; Paid Up</b>		
54,25,000 Equity Shares of Rs. 10/- Each fully paid up	5,42,50,000	3,00,00,000
<b>TOTAL Rs.</b>	<b>5,42,50,000</b>	<b>3,00,00,000</b>

The Company has single class of equity shares having par value of Rs 10/- per share. Accordingly, all equity shares rank equally with regard to dividends and share in the Company's residual assets. The equity shares are entitled to receive equally receive dividend declared from time to time.

Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Equity Shares	As at March 31,2023		As at March 31,2022	
	No of shares	Amount Rs.	No of shares	Amount Rs.
At the beginning of the period	30,00,000	3,00,00,000	10,00,000	1,00,00,000
Add : New Issue during the period	24,25,000	2,42,50,000	20,00,000	2,00,00,000
<b>Outstanding at the end of period</b>	<b>54,25,000</b>	<b>5,42,50,000</b>	<b>30,00,000</b>	<b>3,00,00,000</b>

During the year the promoters have converted their unsecured loan into equity through Rights Issue and have issued fresh equity of 24,25,000 shares of Rs. 10 each at Premium of Rs. 3 each. The transaction has resulted in increase in Equity share Capital by Rs. 2,42,50,000 and balance amount of Rs. 72,75,000/- has been credited to the Securities Premium Account.

Details of shareholders holding more than 5% shares in the company

Name of Shareholders	Percentage Holding		No. of Shares	
	As at March 31, 2023	As at March 31, 2022	As at March 31, 2023	As at March 31, 2022
Rameshbhai C Dathia	0.00%	32.98%	0	9,89,400
Meena R Dathia	15.10%	20.00%	8,19,400	6,00,000
Swapnil R Dathia	72.90%	35.00%	39,55,000	10,50,000
Hemangini R Dathia	9.22%	12.00%	5,00,000	3,60,000
<b>Total</b>	<b>97.22%</b>	<b>99.98%</b>	<b>52,74,400</b>	<b>29,99,400</b>

During the year the founding promoter of the company Mr. Ramesh Dathia passed away and his shares were divided between his legal heirs resulting in restructuring of shareholding pattern.

As per the records of the Company including its register of shareholders/members and other declarations received from the shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.



Note: 4		
Reserves and surplus	As at March 31, 2023	As at March 31, 2022
Securities Premium Account	72,75,000	0
Surplus		0
Opening balance	1,09,21,859	2,12,09,270
Additions during the year	1,14,06,990	97,12,589
Prior Period Expense		
Less : Bonus Share Issue		2,00,00,000
Surplus in the statement of Profit & Loss Account	2,23,28,849	1,09,21,859
<b>Total Rs.</b>	<b>2,96,03,849</b>	<b>1,09,21,859</b>

Note: 5		
Long-term borrowings	As at March 31, 2023	As at March 31, 2022
Bonds/Debentures (Convertible/ Non Convertible)		
Term Loans from Bank (Secured against hypothecation)	8,18,02,228	10,68,99,751
Term Loans from Bank (Secured/Unsecured) :		0
The above loan carries interest @ 10.35% p.a. as on balance sheet date (linked to REPO Rate). The loan is repayable over a period of 72 months from the date of disbursement. The loan is secured against hypothecation of plant and machinery, Mortgage of factory land and building and personal guarantees of directors.		
Loans and advances from related parties (Unsecured)	19,56,597	3,48,73,199
Other loans and advances (Unsecured)	3,95,84,750	92,17,250
The other loans and advances are primarily from two entities Kapasi Commercial Limited of Rs. 1.54 crores on which interest is payable at 13% and Punit Trade Resources LLP of Rs. 2.0 crores on which no interest is payable. Both the loans are unsecured in nature and are from family friends.		
<b>TOTAL Rs.</b>	<b>12,33,43,575</b>	<b>15,09,90,200</b>

Note : 5.1			
Registration of charges or satisfaction with Registrar of Companies			
Particular of Charge	Statutory period of registration	Actual date of registration	Reason if charge is registered beyond statutory period
Creation of Charge created by Kotak Bank Limited by way of hypothecation of entire current assets and moveable fixed assets (present and future of the company)	06-Jul-17	06-Sep-17	Non availability of authorised signatory.
Creation of Charge created by ICICI Bank Limited by way of hypothecation of entire current assets and moveable fixed assets (present and future of the company)	06/02/2019 & 16/04/2020	16/01/2019 & 23/03/2020	
Creation of Charge created by ICICI Bank Limited by way of hypothecation of entire current assets and moveable fixed assets (present and future of the company)	06/02/2019 & 16/04/2020	16/01/2019 & 23/03/2020	
Creation of Charge created by ICICI Bank Limited by way of hypothecation of entire current assets and moveable fixed assets (present and future of the company)	30/10/2020 & 07/11/2020	19/10/2020 & 03/11/2020	
Satisfaction of Charge by Kotak Mahindra Bank by way of hypothecation of entire current assets and moveable fixed assets (present and future of the company)	17-Mar-19	04-Mar-19	
Creation of Charge created by SIDBI by way of hypothecation of entire current assets and moveable fixed assets (present and future of the company)	13-Jun-20	01-Jun-20	
Satisfaction of Charge created by ICICI Bank by way of hypothecation of entire current assets and moveable fixed assets (present and future of the company)	02-Dec-21	16-Nov-21	
Satisfaction of Charge created by ICICI Bank by way of hypothecation of entire current assets and moveable fixed assets (present and future of the company)	02-Dec-21	16-Nov-21	
Satisfaction of Charge created by ICICI Bank by way of hypothecation of entire current assets and moveable fixed assets (present and future of the company)	02-Dec-21	16-Nov-21	
Creation of Charge created by YES Bank Limited by way of hypothecation of entire current assets and moveable fixed assets (present and future of the company)	29-Dec-21	20-Dec-21	
Creation of Charge created by YES Bank Limited by way of hypothecation of entire current assets and moveable fixed assets (present and future of the company)	11/11/2021 & 05/08/2022	28-Oct-21	





NOTE : 6		
Short term borrowings	As at March 31, 2023	As at March 31, 2022
Loans repayable on demand		
Working capital loans from bank (Secured)	11,34,53,449	5,81,09,638
The above loan carries interest @ 9.85% p.a. as on balance sheet date (linked to REPO Rate). The loan is secured against hypothecation of plant and machinery, Mortgage of factory land and building and personal guarantees of directors.		
Other loans & advances		
Current maturities of Long Term Borrowings	2,48,51,535	2,35,68,253
<b>Total Rs.</b>	<b>13,83,04,984</b>	<b>8,16,77,891</b>

NOTE : 7		
Trade Payables	As at March 31, 2023	As at March 31, 2022
Due to Micro, Small and Medium Enterprises	7,06,64,835	7,27,79,197
Due to related parties		
Others	6,34,01,402	10,21,13,566
<b>Total Rs.</b>	<b>13,40,66,237</b>	<b>17,48,92,763</b>

As at March 31, 2023						
Particulars	Outstanding for following periods from due date of payment					
	Not due for payment	Less than 1 Year	1-2 Years	2-3 years	More than 3 Years	Total
MSME		7,06,64,835				7,06,64,835
OTHERS		6,34,01,402				6,34,01,402
DISPUTED DUES MSME						
DISPUTED DUES OTHERS						

As at March 31, 2022						
Particulars	Outstanding for following periods from due date of payment					
	Not due for payment	Less than 1 Year	1-2 Years	2-3 years	More than 3 Years	Total
MSME		7,22,72,324	68,647	4,38,226		7,27,79,197
OTHERS		9,98,01,036	23,12,530			10,21,13,566
DISPUTED DUES MSME						
DISPUTED DUES OTHERS						



NOTE : 8		
	As at March 31, 2023	As at March 31, 2022
<b>Other current liabilities</b>		
Creditors Due To Others	84,97,436	5,01,126
Interest accrued and due on borrowings		
Unrealised Foreign Exchange Gain/Loss	0	1,89,544
Duties & Taxes Payable	11,55,892	13,51,895
Advances from customers	4,48,516	24,36,834
Unpaid expense	46,67,089	7,89,233
<b>TOTAL Rs.</b>	<b>1,47,68,933</b>	<b>52,68,632</b>

NOTE : 9		
	As at March 31, 2023	As at March 31, 2022
<b>Short term provisions</b>		
Unpaid Stipend	0	39,000
Provision for Income Tax (net)	43,00,000	27,50,000
Other Provision	6,61,998	23,460
<b>TOTAL Rs.</b>	<b>49,61,998</b>	<b>28,12,460</b>





NOTE : 10									
Tangible Assets									
Name of the Asset	Gross Carrying Amount					Depreciation/Impairment		Net Carrying Amount	
	As at April 01, 2022	Additions	Disposals	Acquisitions through business combinations	Amount of change due to revaluation	Total	As at April 01, 2022	On Addition	Impairment losses/reversals Total
Land	3,10,000	3,14,40,362	0	0	0	3,17,50,362	0	0	0
Factory Building	2,45,76,103	3,04,758	0	0	0	2,45,76,103	21,47,990	7,78,243	29,26,233
Plant and Machinery	5,34,70,107	3,04,758	0	0	0	5,37,74,865	88,75,355	35,58,700	0
Furniture & Fixtures	4,86,35,259	23,47,557	0	0	0	5,09,82,816	78,80,569	48,07,306	0
Office Equipments	21,73,485	3,48,300	0	0	0	21,73,485	9,81,019	3,35,572	0
Computer	18,51,037	49,000	0	0	0	18,51,037	11,09,832	4,16,129	0
Vehicle	1,88,17,653	43,639	0	0	0	1,88,66,553	45,93,033	22,40,351	0
Computer (Hybrid)	78,597	0	0	0	0	78,597	0	13,029	0
Total	14,99,13,241	3,45,33,616	69,500	-	-	18,43,77,357	2,56,87,798	1,21,50,330	-
Total of previous year	12,29,82,817	2,69,30,423	-	-	-	14,99,13,240	1,53,27,019	1,03,60,778	-

NOTE : 11									
Intangible Assets									
Name of the Asset	Gross Carrying Amount					Depreciation/Impairment		Net Carrying Amount	
	As at April 01, 2022	Additions	Disposals	Acquisitions through business combinations	Amount of change due to revaluation	Total	As at April 01, 2022	On Addition	Impairment losses/reversals Total
Trademark (Neochem)	2,25,700	0	0	0	0	2,25,700	25,139	18,928	44,067
Total	2,25,700	0	0	0	0	2,25,700	25,139	18,928	44,067
Total of previous year	2,23,200	2,500	0	0	0	2,25,700	1,370	23,769	0

NOTE : 12									
Capital Work In Progress									
Name of the Asset	Gross Carrying Amount					Depreciation/Impairment		Net Carrying Amount	
	As at April 01, 2022	Additions	Capitalised during the Year	Reversed during current year	Amount of change due to revaluation	Total	As at April 01, 2022	On Addition	Impairment losses/reversals Total
CWIP- Furniture & Fittings	15,30,200	77,025	16,07,225	0	0	16,07,225	0	0	0
CWIP- Factory Building	15,30,200	4,11,000	16,07,225	0	0	16,07,225	0	0	0
Total	3,54,463	15,30,200	85,396	1,41,567	-	16,57,700	-	1,27,500	-
Total of previous year	3,54,463	15,30,200	85,396	1,41,567	-	16,57,700	-	1,27,500	-



NOTE : 13		
	As at March 31, 2023	As at March 31, 2022
Non-current investments		
Investment in property :		
Investment in Equity instruments :		
Provence Wellness Pvt Ltd Share A/c.	8,90,000	8,90,000
Hybrid Communication Unit	70,43,626	
Less : Inter company transaction	-70,43,626	
<b>TOTAL Rs.</b>	<b>8,90,000</b>	<b>8,90,000</b>

NOTE : 14			
	As at March 31 2023		
Deferred Tax	Opening Balance	Recognised in Profit & Loss	Closing Balance
Property, Plant and Equipment and Intangible Assets	72,46,098	1,14,032	73,60,130
<b>TOTAL Rs.</b>	<b>72,46,098</b>	<b>1,14,032</b>	<b>73,60,130</b>

NOTE : 14			
	As at March 31 2022		
Deferred Tax	Opening Balance	Recognised in Profit & Loss	Closing Balance
Property, Plant and Equipment and Intangible Assets	68,76,215	3,69,883	72,46,098
<b>TOTAL Rs.</b>	<b>68,76,215</b>	<b>3,69,883</b>	<b>72,46,098</b>

NOTE : 15		
	As at March 31, 2023	As at March 31, 2022
<b>LONG-TERM LOANS &amp; ADVANCES</b>		
Advances For Capital Goods	1,76,147	1,77,357
<b>Total</b>	<b>1,76,147</b>	<b>1,77,357</b>

Note : 16			
	As at March 31, 2023	As at March 31, 2022	
Other Non current assets			
(unsecured considered good)			
Long Term Trade Receivable*	24,39,479	67,82,359	
Security Deposit	9,32,871	8,95,067	
Fixed Deposits having maturity of more than 12 months	9,34,993	8,86,161	
Recoverable rights over Imovable Properties	3,70,00,000	3,70,00,000	
<b>Total Rs.</b>	<b>4,13,07,343</b>	<b>4,55,63,587</b>	

Note : 17			
	As at March 31, 2023	As at March 31, 2022	
Inventories			
Raw Materials	11,83,16,257	9,14,45,151	
Work in Progress	25,00,000	44,05,000	
Finished Goods	2,29,91,000	3,52,66,000	
Stock in trade			
Stores & spares	55,01,000	8,30,000	
Packing Material	0	9,95,845	
<b>Total Rs.</b>	<b>14,93,08,257</b>	<b>13,29,41,996</b>	





Note : 18		
	As at March 31, 2023	As at March 31, 2022
<b>Trade Receivables</b>		
Secure, considered good	14,16,13,335	13,62,88,450
Unsecured, considered good		
Doubtful		0
Less : Provision for doubtful trade receivables		0
<b>Total RS.</b>	<b>14,16,13,335</b>	<b>13,62,88,450</b>

Particulars	Trade Receivable ageing schedule							
	As at March 31, 2023							
	Outstanding for following period from due date of payment							
	Not due for Payment	unbilled	Less than 6 months	6 months- 1 year	1-2 years	2-3 years	More than 3 years	Total
i) undisputed Trade receivable- considered good			14,16,13,335	9,64,773	4,64,526	10,10,180		14,40,52,814
ii) undisputed Trade receivable- considered doubtful								
iii) disputed Trade receivable- considered good								
iv) disputed Trade receivable- considered doubtful								



Particulars	Trade Receivable ageing schedule							
	As at March 31, 2022							
	Outstanding for following period from due date of payment							
	Not due for Payment	unbilled	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	Total
i) undisputed Trade receivable-considered good			13,62,88,450	27,73,383	40,08,536		440	14,30,70,809
ii) undisputed Trade receivable-considered doubtful								
iii) disputed Trade receivable-considered good								
iv) disputed Trade receivable-considered doubtful								





Note : 19		
	As at March 31, 2023	As at March 31, 2022
<b>Cash &amp; Cash Equivalent</b>		
<b>Balance with banks</b>		
In Current Account	22,379	4,96,214
Fixed deposits having maturity more than 12 months	9,34,993	8,86,161
Cash on hand	4,39,262	33,92,529
Others- Unpaid dividend Account		
<b>Sub Total</b>	13,96,634	47,74,904
Less : Fixed Deposits having maturity of more than 12 months (included in Note No 19- Other Non Current Assets)	9,34,993	8,86,161
<b>Total Rs.</b>	<b>4,61,641</b>	<b>38,88,743</b>

Note : 20		
	As at March 31, 2023	As at March 31, 2022
<b>Short term loan and advances</b>		
<b>(secured/unsecured Considered Good)</b>		
<b>Repayable on demand:</b>		
Loans & advances to promoters, Directors, KMPs and Related Party		
Loans & advances to others	27,85,789	26,31,709
Balance with Revenue authorities	43,26,698	69,58,155
Other Loans & Advances	96,06,796	39,95,000
Taxes paid in advance (Net)	15,90,432	20,00,000
Incometax MAT credit entitlement	63,831	6,87,448
Advances to suppliers	43,04,252	4,711
Advances For Expenses	13,93,351	66,250
Swapnil Rameshbhai Dathia Rembursement A/c.	19,191	2,42,732
Considered Doubtful		
Less : Provisions for doubtful loans and advances		
<b>Total Rs</b>	<b>2,40,90,340</b>	<b>1,65,86,005</b>

Note : 21		
	As at March 31, 2023	As at March 31, 2022
<b>Other Current Assets</b>		
Preliminary Expenses		
Prepaid Expenses	15,41,109	10,29,592
Export Duty Drawback Receivable	69,310	2,02,502
Export Rodtep Receivable	70,364	2,58,468
C.S.T. Payment under protest	0	27,000
Deposit		
Employee Benefit Payable		
<b>Total Rs</b>	<b>16,80,783</b>	<b>15,17,562</b>



Note : 22		
	Year Ended March 31, 2023	Year Ended March 31, 2022
<b>Revenue from operations</b>		
Sales Local	44,46,15,733	44,34,72,305
Sales Export	3,72,67,898	4,24,79,822
<b>Total Rs</b>	<b>48,18,83,631</b>	<b>48,59,52,127</b>

	Year Ended March 31, 2023	Year Ended March 31, 2022
<b>Sale of Products Comprises</b>		
NEOCRYL SVIN	1,33,86,340	9,57,23,977
NEOFIX NT	2,72,50,880	3,20,18,421
AMBITAC EMD	3,49,92,694	2,82,60,844
NEOCRYL RPG	28,47,680	1,25,91,950
KLARITOL CBLF	87,33,950	1,05,49,592

Note : 23		
	Year Ended March 31, 2023	Year Ended March 31, 2022
<b>Other Income</b>		
Bank Interest Income	54,878	1,92,682
Export Duty Draw Back	4,28,081	4,80,161
Export Rodtep	2,29,696	2,58,468
Foreign Exchange Net	5,27,205	
Excess Provision Written Back		3,601
Discount	7,75,000	
Subsidy Income	26,57,740	
SGST Subsidy Income	13,46,645	
<b>Total Rs</b>	<b>60,19,245</b>	<b>9,34,912</b>

Note : 24		
	Year Ended March 31, 2023	Year Ended March 31, 2022
<b>Cost of material consumed</b>		
(a) Raw Materials consumed		
Opening stock	9,14,45,151	4,28,44,000
Add : Purchases	32,52,62,636	41,41,96,367
Freight , Cartage, Loading & Unloading	22,55,145	18,02,025
<b>Total</b>	<b>41,89,62,932</b>	<b>45,88,42,392</b>
LESS: CLOSING STOCK	11,83,16,257	9,14,45,151
<b>Total Rs.</b>	<b>30,06,46,675</b>	<b>36,73,97,241</b>

<b>Packing Material Consumed</b>		
Opening Stock	9,95,845	
PACKING MATERIAL PUR.-LOCAL-RD		4,200
PACKING MATERIAL PUR.-LOCAL-URD		
Packing Expenses	385273	5,31,520
Closing Stock		9,95,845
<b>Total Rs.</b>	<b>13,81,118</b>	<b>-4,60,125</b>

<b>Stores &amp; Spares Expenses</b>		
Opening Stock	8,30,000	8,30,000
Store Expenses	3,37,250	4,48,000
Closing Stock	55,01,000	8,30,000
<b>Total Rs.</b>	<b>-43,33,750</b>	<b>4,48,000</b>

	Year Ended March 31, 2023	Year Ended March 31, 2022
<b>Raw Material Consumed constituting more than 10% of Material Consumed</b>		
BUTYL ACRYLATE MONOMER (BAM)	3,17,23,300	7,51,90,400
STYRENE MONOMER	1,13,08,523	1,59,74,557
STERIC ACID	46,43,150	1,06,12,850
LIQ GLUCOSE	1,89,51,828	1,17,31,013
2 - ETHYL HEXANOL (OCTANOL)	83,41,190	1,46,09,020





<b>Note : 25</b>		
<b>Changes in inventories of finished goods, Work in Progress and Stock in Trade</b>	<b>Year Ended March 31, 2023</b>	<b>Year Ended March 31, 2022</b>
<b><u>Inventories at the end of the year</u></b>		
Finished Goods Closing Stock	2,29,91,000	3,52,66,000
Work-in-Progress	25,00,000	44,05,000
<b>Sub Total (A)</b>	<b>2,54,91,000</b>	<b>3,96,71,000</b>
<b><u>Inventories at the beginning of the year</u></b>		
Finished Goods	3,52,66,000	75,26,805
Work-in-Progress	44,05,000	79,80,555
<b>Sub Total (B)</b>	<b>3,96,71,000</b>	<b>1,55,07,360</b>
<b>Total (A+B)</b>	<b>1,41,80,000</b>	<b>-2,41,63,640</b>

<b>Note : 26</b>		
	<b>Year Ended March 31, 2023</b>	<b>Year Ended March 31, 2022</b>
<b>Manufacturing Expense</b>		
Power and Fuel	24,36,514	18,80,795
Transportation Expenses	11,01,750	7,82,778
Repairs to Machinery	11,26,562	8,36,636
Factory Rent Expenses	12,00,000	14,70,000
Factory Maintenance Expense	25,29,066	28,45,399
<b>Total</b>	<b>83,93,892</b>	<b>78,15,608</b>

<b>Note : 27</b>		
	<b>Year Ended March 31, 2023</b>	<b>Year Ended March 31, 2022</b>
<b>Employee Benefit expense</b>		
Salary and wages	5,37,19,913	4,15,75,698
Contributions to provident fund and other funds	22,07,017	17,30,279
Remuneration to Director	66,32,260	68,40,000
Employee Welfare Expenses	19,74,073	14,47,773
<b>Total</b>	<b>6,45,33,263</b>	<b>5,15,93,750</b>

<b>Note : 28</b>		
	<b>Year Ended March 31, 2023</b>	<b>Year Ended March 31, 2022</b>
<b>Finance Cost</b>		
Interest Expense:		
Bank Loan	84,02,713	53,37,647
On Working Capital Facilities	84,49,824	34,57,842
Interest on Unsecured Loan	19,06,949	8,49,996
Interest on Statutory Dues	33,490	6,890
Interest capitalised written back to P & L Account		1,41,567



Loan Processing Charges	9,53,000	24,70,811
Interest on Car Loan	7,19,577	8,266
Bank Charges	4,85,543	5,49,234
<b>Total</b>	<b>2,09,51,096</b>	<b>1,28,22,253</b>

**Note : 29**

	Year Ended March 31, 2023	Year Ended March 31, 2022
<b>Depreciation and amortization expense</b>		
Depreciation expenses	1,21,50,330	1,03,60,778
Amortization expenses	18,928	23,769
Provision for impairment		0
<b>Total Rs.</b>	<b>1,21,69,258</b>	<b>1,03,84,547</b>

**Note : 30**

	Year Ended March 31, 2023	Year Ended March 31, 2022
<b>Other Expense</b>		
Rent	28,80,009	27,25,921
Rates & Taxes	15,53,076	2,33,010
Insurance Expenses	15,41,473	24,10,595
Repairs & Maintenance:		
Vehicle Repairing Expense	1,39,102	6,21,301
Computer Repairing & Maintenance		80,930
Electric Repairing Expense	4,29,499	2,82,133
Repair & Maintenance	1,39,147	5,56,145
Repairs to Building	26,510	2,30,820
Office Maintenance Charges	67,248	72,748
Legal, Professional & Certification Fees	58,76,080	67,14,212
Audit Fees	2,50,000	1,25,000
Association Fee	16,000	
Stationery Expense	1,83,052	1,90,082
Computer, Internet & Other Software	6,99,994	7,98,883
Conveyance Expenses	3,83,974	6,34,819
Donation	0	1,75,000
Membership Fees	1,27,694	3,92,632
Foreign Exchange Loss (Net)	0	1,71,532
Transportation Expense	96,47,417	1,09,75,257
Impairment in value of Software		1,27,500
<b>Establishment Expenses</b>		
Research and Development Expense	5,31,059	3,75,691
Communication Expenses	7,29,376	4,87,361
Contract Charges	78,73,515	60,98,806
Office Expense	2,86,011	2,19,152
Stamp Duty Expense	4,42,000	
Subscription Fee Hybrid	1,15,217	
Sundry balances written off	-25,307	18,40,225





Miscellaneous Expenses	3,43,437	13,80,617
Preliminary Expenses		3,42,564
<b>Selling and Distribution Expenses</b>		
Discount	12,534	5,95,162
Sales & Promotion Expense	69,57,128	29,10,492
Travelling Expense	94,87,365	59,81,986
Sales & Marketing Exp.	0	1,30,000
Advertisement, Publicity and Commission Expenses	34,07,083	3,36,356
<b>TOTAL</b>	<b>5,41,19,692</b>	<b>4,82,16,932</b>

<b>NOTE : 30.1</b>		
	<b>Year Ended March 31, 2023</b>	<b>Year Ended March 31, 2022</b>
<b>Remuneration to auditors</b>		
Auditors Remuneration comprises		
Audit Fees	2,50,000	1,25,000
Other Services		
Reimbursement of out of pocket expense		
<b>Total</b>	<b>2,50,000</b>	<b>1,25,000</b>

<b>NOTE : 31</b>		
	<b>Year Ended March 31, 2023</b>	<b>Year Ended March 31, 2022</b>
<b>Earning Per Share</b>		
Profit After Tax	1,14,06,990	97,12,589
Weighted average number of equity Shares in	54,25,000	30,00,000
Nominal Value of Equity Shares	10	10
Basic Earning per share of Rs	2.10	3.24
Diluted Earning per share of RS	2.10	3.24



Note : 32

**Related Party Disclosure**

**(I) Related Parties and their relationship**

(a)	<b>Subsidiary/Associate/Joint Venture</b>	
	<b>Name of entity</b>	<b>Type</b>
	Provence Wellness Private Limited	Subsidiary
(b)	<b>Key Management Personnel &amp; Relatives</b>	
	<b>(i) Name of the Management Personnel</b>	<b>Type</b>
	Mr. Dinesh Chopra	Non-Executive Chairman
	Mr. Swapnil Dathia	Managing Director
	Late Mr. Ramesh Dathia	Director
	Ms. Hemangini Dathia	Director
	<b>(ii) Name of Relative</b>	<b>Relation</b>
	Meena R Dathia	Mother of Managing Director
	Mrs. Renu Chopra	Wife of Non-Executive Chairman
(c)	<b>Entities controlled by Director/Relatives of Director:</b>	
	<b>Name of entities</b>	
	Neochem Specialities	
	D R Enterprise	

(II)

Transaction with Related Parties		
Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Purchase of Goods from Provence Wellness Private Limited (Wholly Owned Subsidiary Company of Neochem Technology Private Limited)	5,20,380	XXX
Purchase of Goods from Neochem Specialities (Sole Proprietorship of Mr. Swapnil Dathia)	0	49,40,814
Vehicle, Computers & Intangible Assets	XXX	XXX
Sales of Assets/ Others	XXX	XXX
Rendering Service	XXX	XXX
Interest Income	XXX	XXX
Receipt of Service from Entities Controlled by Director	15,00,000	15,00,000
Salary to relative of Director	5,51,580	5,51,580
Sale of goods to Neochem Specialities (Sole Proprietorship of Mr. Swapnil Dathia)	14,29,17,533	2,80,30,872
Reimbursements of Expenses	XXX	XXX
Share of Profit/(Loss) from Partnership Firm	XXX	XXX
Director's Sitting Fees Paid	XXX	XXX
Remuneration to Directors	66,32,240	68,40,000
<b>Rental Payment to Shareholders/Promoters</b>		
W1 - 303 - Swapnil Dathia	12,00,000	12,00,000
20/1, Saket Industrial Estate, Changodar, Ahmedabad - Swapnil Dathia	12,00,000	12,00,000
<b>Investment in Equity of Subsidiary/Joint Venture/Entities Controlled by Director:</b>		
Provence Wellness Private Limited	8,90,000	8,90,000
Impairment on Loan/ Investment	XXX	XXX
Loan Given/(Repaid)	XXX	XXX

(III)

Outstanding Balances arising from sales/purchase of goods/service with related parties		
Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Investment	8,90,000	8,90,000
Loans to Subsidiaries/Joint Venture/Entities Controlled by Director		XXX
Trade Payables	XXX	XXX
Other Financial Assets (Interest Receivable)	XXX	XXX
Remuneration Payable	XXX	XXX





Note : 33		
Contingent liabilities & commitments	Year ended March 31, 2023	Year ended March 31, 2022
<b>(a) Contingent Liabilities</b>		
Claims against company not acknowledged as debt	0	0
Tax matters in dispute under appeal	0	0
Dispute in relation to payment of wages	0	0
Bank guarantees for Performance, Earnest Money & Security Deposit	0	0
<b>(b) Commitments</b>		
Estimated amount of contracts remaining to be executed on Capital Accounts and not provided for	0	0

Note : 34		
Value of Imports calculated on C.I.F. basis (If there is any import of C.I.F. basis, value to be given for Raw Materials, components and spare parts and capital goods)	0	33,02,409

Note : 35				
Expenditure in foreign currency :	Year ended March 31, 2023		Year ended March 31, 2022	
Particulars	Foreign Currency	Equivalent Indian Currency	Foreign Currency	Equivalent Indian Currency
Certification Fees	\$15655.4	13,16,512	\$15655.4	13,16,512
<b>Total</b>	<b>\$15655.4</b>	<b>13,16,512</b>	<b>\$15655.4</b>	<b>13,16,512</b>

Note : 36				
Value of Imported and indigenous raw materials, spare parts and components consumption :	Year ended March 31, 2023		Year ended March 31, 2022	
Particulars	Value(Rs)	Percentage of Total Consumption	Value(Rs)	Percentage of Total Consumption
Imported	0	0.00%	0	0.00%
Indigenous	40,52,64,419	100.00%	23,66,74,851	100.00%
<b>Total</b>	<b>40,52,64,419</b>	<b>100%</b>	<b>23,66,74,851</b>	<b>100%</b>

Note: 37				
Earning in foreign currency	Year ended March 31, 2023		Year ended March 31, 2022	
	In USD	In INR		In INR
i) Export of goods calculated on F.O.B. basis	4,26,848	3,36,07,129		4,24,79,822



Note : 38

**Additional regulatory information**

**(a) Ratios**

Ratios	Numerator	Denominator	As at March 31, 2023	As at March 31, 2022	Variance	Explanation for any change in the ratio by more than 25% as compared to the preceding year
(a) Current Ratio	Current Assets	Current liabilities	1.09	1.10	-1.33%	
(b) Debt Equity Ratio	Total Debt	Shareholders' Equity	3.12	5.69	-45.12%	There is significant improvement in the debt equity ratio because the promoters have converted their unsecured loans into Equity resulting in increase in Shareholders Equity and improvement in Debt Equity ratio.
(c) Debt Service coverage Ratio	Earning available for debt service	Debt Service	0.97	0.89	8.59%	The debt service coverage ratio of the company has improved marginally on account of improved profitability resulting from stabilized operations.
(d) Return on equity ratio	Net Profit after taxes less preference dividend (if any)	Average Shareholders' equity	0.18	0.27	-31.17%	The return on equity ratio has two components to it. The Net Profit which has improved in the current year as compared to last year. The other component being Equity has improved significantly in the current year resulting in higher denominator effect and hence lower Return on Equity ratio.
(e) Inventory Turnover ratio	Cost of goods sold or sales	Average inventory	2.27	3.65	-37.90%	The inventory turnover ratio has declined over last year on account of higher inventory levels.
(f) Trade Receivables Turnover ratio	Net credit sales	Average trade receivables	3.47	3.86	-10.25%	
(g) Trade Payables Turnover ratio	Net Credit Purchases	Average trade payables	2.11	2.80	-24.87%	The Trade Payables ratio has declined on account of elongated working capital cycle.
(h) Net Capital Turnover ratio	Net Sales	Average working capital	18.67	93.11	-79.95%	The Net Capital ratio has declined because the Sales of the company stabilized at last year levels on account of demand scenario. The demand for the company's product has remained muted on account of impending war between Russia and Ukraine which has impacted demand for textile products in Europe. Textile is one of the core target segment for the company as far as product mix is concerned and hence muted textile demand has resulted in muted demand for company's products. Further the company had budgeted working capital requirements based on higher turnover which did not materialise. Hence the Net Capital turnover ratio is impacted significantly.
(i) Net Profit ratio	Net Profit after taxes	Net sales	2.37%	2.00%	18.44%	The Net Profit ratio of the company has improved over the previous year on account of better product mix and effective utilization of available resources.
(j) Return on Capital employed	Earning before interest and taxes	Capital Employed	17.16%	12.88%	33.19%	The profitability of the company has improved in the current year over last year's figures since there is no impact of merger in the current year which was visible in last year. The capital employed has not increased in proportion to the improvement in profitability which has resulted in higher Return on Capital Employed.
(k) Return on Investment	Earning before interest and taxes	Cost of Investment	17.19%	13.14%	30.87%	Return of Investment is more or less reflection of Return on capital employed with minor impact of cash and cash equivalents.

Notes referred to above and notes attached there to form an integral part of Profit & Loss Statement

FOR AND ON BEHALF OF  
PATEL MEHTA & ASSOCIATES  
Chartered Accountants  
FRN 107773W

  
[ CA Malhar Mehta ]  
Partner  
M.No 112226  
UDIN: 23112226BGXLZK4091  
Place : Ahmedabad  
Date: 12 August 2023



FOR AND ON BEHALF OF  
Neochem Technologies Private Limited

  
Director  
Swapnil R Dathia

  
Director  
Hemangini S Dathia



Place : Ahmedabad  
Date: 12 August 2023