SAH POLYMERS LIMITED

www.sahpolymers.com CIN: L24201RJ1992PLC006657

SPL/Stock Exchanges/2024-25/18 June 17, 2024

The Manager,
Listing Department,
National Stock Exchange Limited,
'Exchange Plaza', C-1, Block-G
Bandra Kurla Complex
Bandra (E),
Mumbai-400051.
Scrip Code: SAH

The Secretary,
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai-400001.
Scrip code: 543743

Subject: Submission of Annual Reports for the Financial year 2023-24 of the Company.

Dear Sir/Madam,

Pursuant to Regulation 34(1) of SEBI (Listing Obligations and Disclosure Requirements), Regulations 2015, we are submitting herewith the Annual reports of the company for the financial year 2023-24.

The aforesaid Annual Report is also available on website of the Company's at www.sahpolymers.com

You are requested to take the above information on your record.

Thanking you,

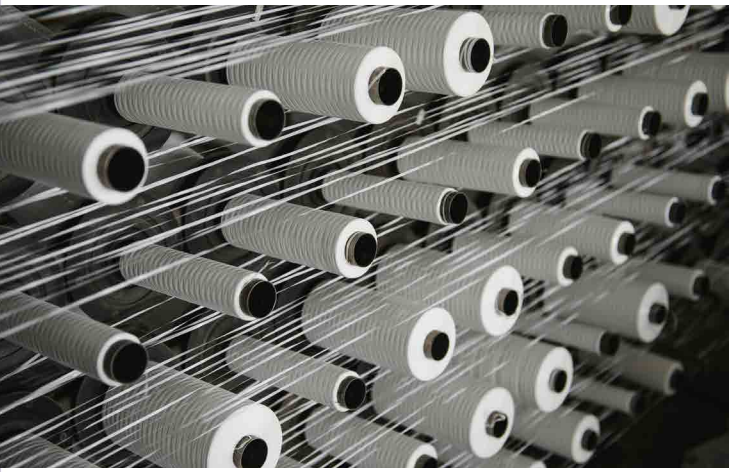
Yours faithfully,
For **SAH POLYMERS LIMITED**

Hakim Sadiq Ali Tidiwala
Digitally signed by Hakim Sadiq Ali Tidiwala
Date: 2024.06.17 10:45:30 +05'30'

Hakim Sadiq Ali Tidiwala
Whole time Director
DIN:00119156

Encl; as above

SAH POLYMERS LIMITED



Weaving success

With threads of innovation and excellence.



Annual Report 2023-24



Weaving Success.

With threads of innovation and excellence.

AS WE REFLECT ON OUR JOURNEY THAT SPANS OVER THREE DECADES, WE ARE POSITIONED AT THE FOREFRONT OF REVOLUTIONISING BULK PACKAGING SOLUTIONS IN INDIA. OUR COMMITMENT TO INNOVATION AND EXCELLENCE IS NOT MERELY RHETORIC, IT IS DEEPLY EMBEDDED IN THE VERY FABRIC OF OUR ORGANISATION.

INNOVATION IS NOT JUST A BUZZWORD AT SAH POLYMERS, IT IS THE DRIVING FORCE THAT PROPELS US BEYOND CONVENTIONAL BOUNDARIES IN THE DEVELOPMENT AND MANUFACTURING OF BULK PACKAGING SOLUTIONS.

For us, our products are not just bags or containers, they are intricately woven threads that cater to everyday packaging problems of diverse industries. This commitment to innovation is the cornerstone of our identity, and it guides us as we traverse the dynamic packaging solutions industry.

Customised for different industries, each product or solution is a tribute to Sah Polymers' hallmark of quality. Our pursuit of excellence transcends the ordinary, aiming to deliver products that not only meet industry standards but set new benchmarks in terms of quality and functionality.

Our success mantra is at the intersection of excellence and innovation.

Every action we take, from increasing our capacities to ongoing efforts to enhance product quality, is a manifestation of our commitment to this pursuit. Sah Polymers thrives on the philosophy that excellence and innovation are not mutually exclusive but are harmoniously woven together to create a distinctive design of success.

Our journey of weaving success with threads of innovation and excellence will continue, propelling us toward new horizons and setting the stage for sustained growth and prosperity.

Forward Looking Statement

In this Annual Report, we have provided pertinent information to empower investors in making well-informed investment decisions. This includes forward-looking statements outlining anticipated outcomes based on management's plans and assumptions. We have endeavoured to identify such statements using terms like 'anticipate', 'estimate', 'expect', 'project', 'intend', 'plan', 'believe', and similar expressions when discussing future performance. While we believe we have exercised prudence in our assumptions, we cannot guarantee the realisation of these forward-looking statements.

The attainment of results is contingent upon various risks, uncertainties, and the potential for inaccurate assumptions. Should known or unknown risks or uncertainties materialise, or if underlying assumptions prove to be inaccurate, actual results may differ significantly from the anticipated, estimated, or projected outcomes. Readers are advised to consider this uncertainty. We, at Sah Polymers, assume no obligation to publicly update any forward-looking statements, whether due to new information, future events, or other factors.

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Further informantion can be found online by visiting

sahpolymers.com

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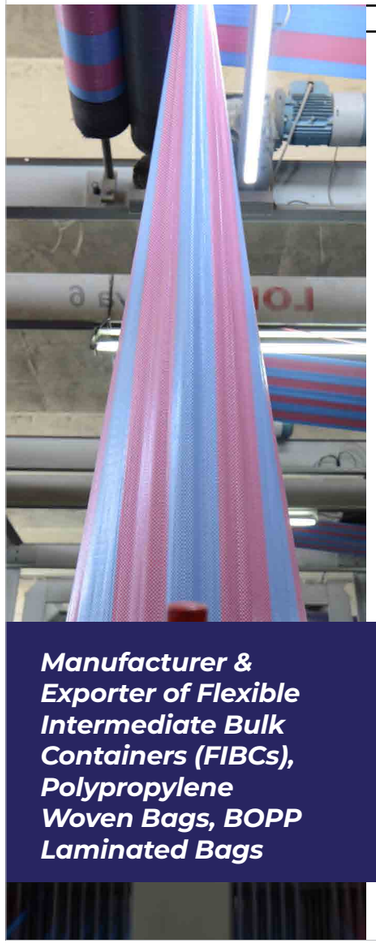
OUR STORY

Worthy partners.

With principles of quality and customer service.

In the dynamic world of bulk packaging solutions, Sah Polymers Limited stands tall as a beacon of innovation and excellence. Since our inception in 1992, we have been at the forefront of manufacturing and exporting packaging solutions that find applications in diverse industries.

We have been a trendsetter, establishing new benchmarks in product quality and customer service. Our commitment to technical excellence, coupled with our advanced infrastructure and talented team, has earned us a reputation as a reliable and trusted partner for our customers.



Manufacturer & Exporter of Flexible Intermediate Bulk Containers (FIBCs), Polypropylene Woven Bags, BOPP Laminated Bags

Sah Polymers Limited is an ISO 9001:2015 certified company and recognised as a Star Export House. Our commitment to quality is further exemplified through our association with renowned industry bodies.

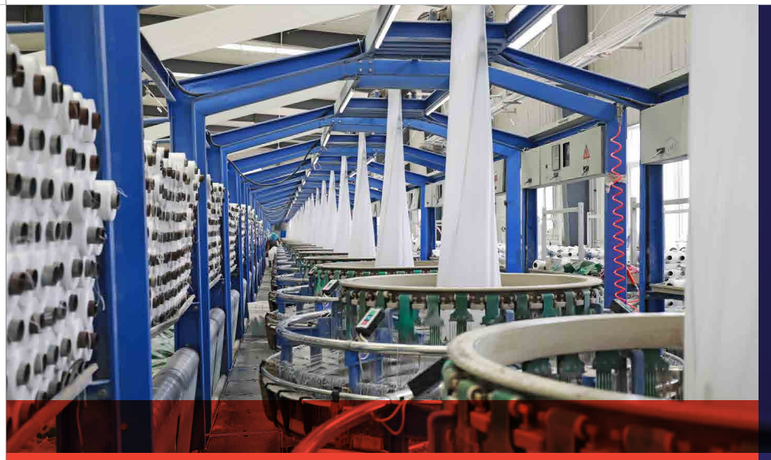
As part of our strategic expansion plans, we added a new manufacturing facility with an additional installed capacity of 3,960 MT per annum in FY23, dedicated to producing different variants of FIBC products. This reflected our commitment to staying ahead in a rapidly evolving industry.

9,120 MTPA - Total consolidated capacity including 7,920 MT of Sah Polymers & 1,200 MT of subsidiary Fibcorp Polyweave

Sah Polymers' diverse product portfolio includes Flexible Intermediate Bulk Containers (FIBCs), Polypropylene (PP)/High Density Polyethylene (HDPE) bags, PP/HDPE Woven Fabric, Biaxially Oriented Polypropylene (BOPP) Laminated Bags, and other technical textile products of various weights, sizes, and colours.

With a domestic presence across 12 states and 1 union territory, Sah Polymers has cultivated long-term business relationships. Internationally, our products have reached 30+ countries till now, spanning Africa, Middle East, Europe, USA, Australia, and the Caribbean.

As a proud member of FIBCA (FIBC Association of USA) and iFIBCA (Indian FIBC Association), we continue to foster global partnerships.



Sah Polymers got listed on NSE and BSE on January 12, 2023

Another complementary vertical

SAH is a Del Credere Associate & Consignment Stockist of Indian Oil Corporation Limited (IOCL) and also operates a Dealer Operated Polymer Warehouse (DOPW) of IOCL for their polymer division.

A proud legacy

Promoted by SAT Industries Limited, a listed entity on BSE and NSE, Sah Polymers Limited continues to carry forward a legacy of excellence.

SAT Industries Limited (SAT) is engaged in various businesses such as, manufacturing of sustainable packaging materials, cutting-edge flexible flow solutions, steel wire rods, and strategic investments in emerging startups. through its various subsidiaries.

SAH POLYMERS' NUMERICAL PACKAGE

9,120MTPA
CONSOLIDATED INSTALLED CAPACITY

81%
CAPACITY UTILISATION

825+
COMMITTED WORKFORCE (INCLUDING CONTRACTUAL)

30+
EXPORT MARKETS CATERED

13
INDIAN MARKETS COVERED (12 STATES + 1 UT)

3
STATE-OF-THE-ART FACILITIES

69%
EXPORT REVENUE CONTRIBUTION

2
PRODUCTS UNDER R&D

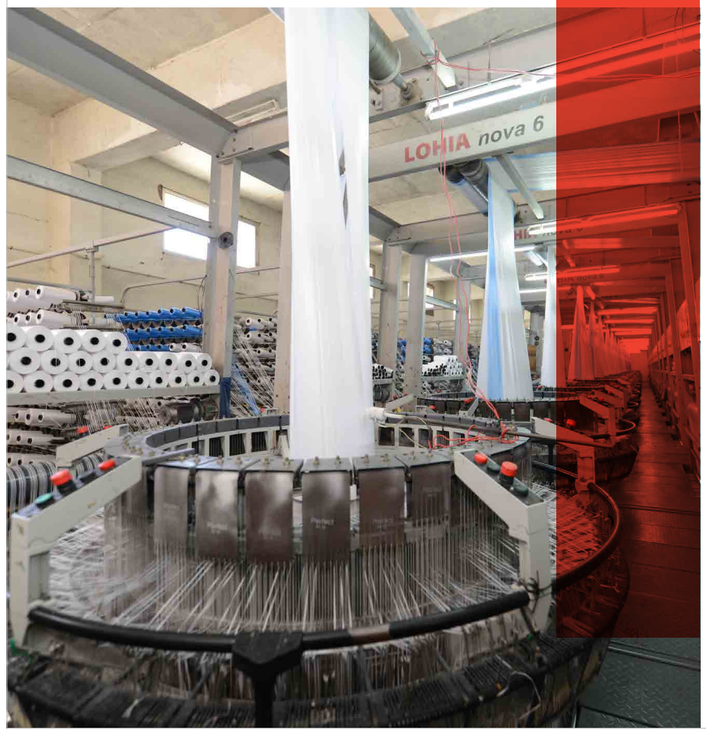
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OUR HISTORY

Gathering momentum.

With the intent of sustained growth and value creation.





From the inception in 1992, our journey is marked with strategic milestones and progressive evolution. Rooted in the guiding principles that have stood the test of time, we have consistently demonstrated an unyielding intent for sustained growth and value creation. From tactical acquisition to international recognition and continuous innovation to capacity expansion, our story keeps unfolding to reflect our essence.

1992
The foundation

INCORPORATED WITH OUR GUIDING PRINCIPLES THAT HAVE SERVED US WELL FOR MORE THAN 30 YEARS NOW



2001: THE EXPLORATION

Obtained Import-Export Code (IEC) certificate, enabling global market exploration and leverage on the DGFT's export schemes

2012: THE HALLMARKS

Attained ISO 9001:2015 certification, emphasising quality and continuous improvement. Further, Sah obtained registration under the Secretariat for Industrial Assistance

2017: THE RECOGNITIONS

- Awarded Star Export House certificate for leadership & international trade excellence
- Appointed as the authorised Del Credere Associate (DCA) of Indian Oil Corporation

2019: THE AMALGAMATION

Amalgamation of wholly-owned subsidiary Sat E-Com Limited (SEL) into the Company

2021: THE EXPANSION

Acquired land for the 2nd manufacturing facility in Udaipur, aiming to double capacity

2022: THE ACQUISITION

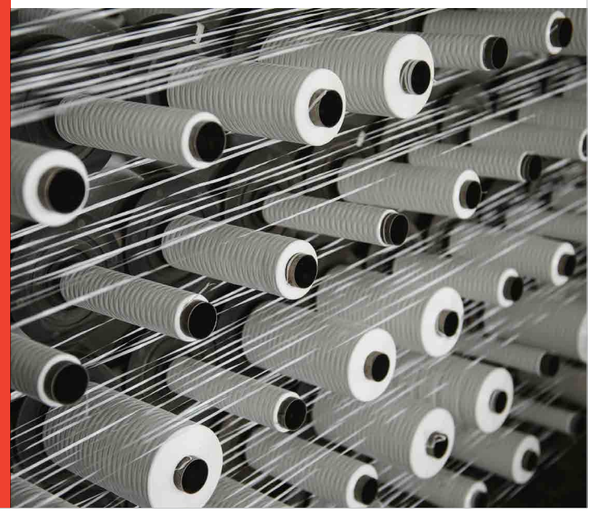
- Acquired a controlling stake in Fibcorp Polyweave Private Limited, making it a subsidiary
- Obtained the Certificate of Membership for FIBCA for the year 2022

2023: THE LISTING

- Successful IPO launch; Sah Polymers listed on NSE and BSE on January 12, 2023
- Commissioned the 2nd facility to double the total production capacity to 7,920 TPA

2024
Continued expansion

EXPANDED MARKET REACH WITH THE ADDITION OF 3 NEW COUNTRIES (NEW ZEALAND, BULGARIA AND MEXICO) AND DOMESTIC TERRITORY EXPANDED BY 3 NEW STATES. FURTHER EXPANSION INTO ADJACENT PRODUCT CATEGORIES LIKE TECHNICAL TEXTILES AND GEOTEXTILES.



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OUR PRODUCTS

Comprehensive portfolio.

With bespoke products for each industry.

At Sah Polymers, our commitment to excellence goes beyond providing packaging solutions. We are packaging perfectionists.

With an expansive product portfolio tailored to meet the diverse needs of various industries, which includes customisation, we offer more than just products - we provide peace of mind to our clients. Because our unyielding dedication to quality and precision has resulted in a range of bulk packaging solutions that have been battle-tested and proven across sectors such as agro-chemicals, cement, pharmaceuticals, textiles, food & beverages and beyond.

So, we are a one-stop-shop for every bulk packaging need.



Evolving products

Over the course of the past few years, our range of products has undergone a transformation, venturing into new product categories.

Our diversified product portfolio now encompasses a range of offerings, including FIBC (Flexible Intermediate Bulk Containers), container bags, PP woven fabric, HDPE woven fabric, woven sacks, PP fabric, box bags, fabric rolls, and bags tailored for flexible packaging.

Customer-centric model

We operate on a customer-centric manufacturing model, manufacturing customised products based on the specific orders we receive to meet customers' unique requirements.

We firmly believe that maintaining a diverse range of product portfolio within our business presents us with the opportunity to cater to the varied needs of different customer segments.

Future development

As part of our strategy to diversify our product range, we are broadening our offerings to reach a more extensive customer base. We have put a growing emphasis on serving the packaging needs of the food & pharmaceutical industry. These new additions have already demonstrated early demand and are anticipated to make substantial contributions to our growth in the upcoming years.

We are strategically entering the food and pharmaceutical-grade bulk packaging market with a meticulous focus on quality, compliance, and sustainability. These industries have distinct quality requirements and these products have potentially better margin profiles. This approach positions us for sustained growth and long-term success in these pivotal industries, reinforcing our market presence in these sectors.

Rigorous quality checks are implemented at various stages of production to promptly identify and rectify any quality defects in real-time.

Embracing the wisdom of the old saying, 'the only constant in life is change,' we, at Sah Polymers, remain ever-prepared to welcome change with a determined heart.

INNOVATING FOR THE FUTURE

Products under development

- New products launched in Technical Textiles & Geotextiles category
- Ongoing efforts in R&D with a focus on introducing newer products
- Aligning with market demands and sustainability goals

ANNUAL REPORT 2023-24

OUR PRODUCTS (CONTINUED)

Product categories

Our product offering comprises two major categories, namely bulk packaging solutions and polymers.

01 // Bulk packaging solutions

Empowering customers

Our product offerings empower our customers with choices that evolve with the changing times. Some of our key products include:



FIBC (FLEXIBLE INTERMEDIATE BULK CONTAINERS)

- High-quality design for safe storage and transportation of dry materials, such as sand, fertiliser, etc.
- Solid and reliable with a holding capacity of 4000 lbs.
- PP fabric used, provides unrivalled flexibility
- Cost and space-efficient as their flexible walls allow for stacking, thus freeing up valuable storage space, and eliminating the need for secondary containers



PP WOVEN FABRIC ROLLS

- Circular widths: 45 cm to 250 cm, flat widths: 90 cm to 500 cm
- Customisable options as per client's need: colour, width, and weight (50 GSM to 270 GSM)
- Six-colour flexographic printing up to 150 cm width, with gusset options
- UV-stabilised for maximum durability and longevity



PP BOX BAGS

- Diverse range in colours, sizes, and stitching patterns
- Thickness: 55 GSM to 120 GSM, enabling them to handle heavy loads with ease
- Dirt and dust resistant, and provides excellent protection against humidity and moisture, thus ensuring the safety of the contents
- Eco-friendly packaging choice
- High-quality print and eye-catching designs give it a competitive edge



PP WOVEN GROUND COVER

- Premium UV-resistant polypropylene for effective weed suppression, soil stabilisation and moisture retention
- Incredibly easy to install and comes in sizes up to 5 m of width
- Streamlines gardening and landscaping efforts, freeing them from the arduous task of manually pulling weeds or resorting to chemical herbicides
- Significantly reduces the proliferation of invasive plant species



PP/HDPE WOVEN BAGS

- A complete collection of durable PP woven bags for diverse industries
- Tabular widths: 45 cm to 250 cm, mesh options: 10*10, 11*11, 12*12, and 14*14
- Non-toxic, tear-resistant bags, making them a preferred choice for storing and transporting food and pharmaceutical products
- Top cut options for flexibility and versatility
- Micro-perforation for air circulation, sustaining the freshness and quality of the packed fruits and vegetables



PP WOVEN SILT FENCE

- Outstanding strength and durability for sediment control, making it suitable, affordable and low-maintenance option for various settings, from land development projects and construction sites to rural and urban roadways
- Woven polypropylene fabric surpasses traditional geotextiles in tear and damage resistance, withstanding strong winds and heavy rainfall
- UV-resistant for a longer lifespan, requiring minimal replacement



02 // Polymer division



BOPP LAMINATED WOVEN BAGS

- Impeccable clarity, flatness, and high-quality picture printing adding to the aesthetics
- Multi-layered composition with interwoven PP/HDPE fabric and multi-colour printing on both sides, providing elegant finish to brand logos and visuals
- UV-treated ink for superior quality and durability
- Reusable and extremely durable, making them a sustainable packaging solution

NEWLY LAUNCHED PRODUCTS

GEOTEXTILES:

1. Ground Cover
2. Silt Fence

TECHNICAL TEXTILES:

1. Spiral Tube
2. Poly Tube

Reliable partnership

We are the authorised Del Credere Associate (DCA) for Indian Oil Corporation (IOCL) within their polymer division, exclusively serving Rajasthan. This exemplifies our assurance of quality, and dependability, earning recognition from one of the petrochemical industry's premier entities - Indian Oil Corporation Limited, a key player in India's petroleum sector and the country's largest Central Public Sector Enterprise, holds the prestigious 'Maharatna' status.

DRAWING ON OUR UNMATCHED GRASP OF THE MARKET, WE ADEPTLY OVERSEE IOCL'S DEALER-OPERATED POLYMER WAREHOUSES (DOPW) IN UDAIPUR AND JAIPUR.

This proficiency equips us to effectively market and distribute Indian Oil Corporation Limited's (IOCL) premium polymer products, encompassing high-quality polypropylene (PP), high-density polyethylene (HDPE), and linear low-density polyethylene (LLDPE).

In the dynamic market scenario, enterprises require steadfast partners who can deliver superior products and expert counsel. At Sah Polymers, we embody that trustworthy ally, offering unmatched expertise and services that enable our clients to navigate industry shifts seamlessly.

THIS SEMI-BACKWARD INTEGRATION NOT ONLY POSITIONS US TO FORESEE FUTURE PRICE TRENDS OF RAW MATERIALS BUT ALSO GRANTS US A SIGNIFICANT ADVANTAGE OVER COMPETITORS. WE EXTEND OUR COMMITMENT FURTHER BY OFFERING PRICE GUIDANCE TO CUSTOMERS, FACILITATING MORE INFORMED PROCUREMENT PLANNING AND ENHANCING THE OVERALL VALUE WE BRING TO OUR CLIENTELE.

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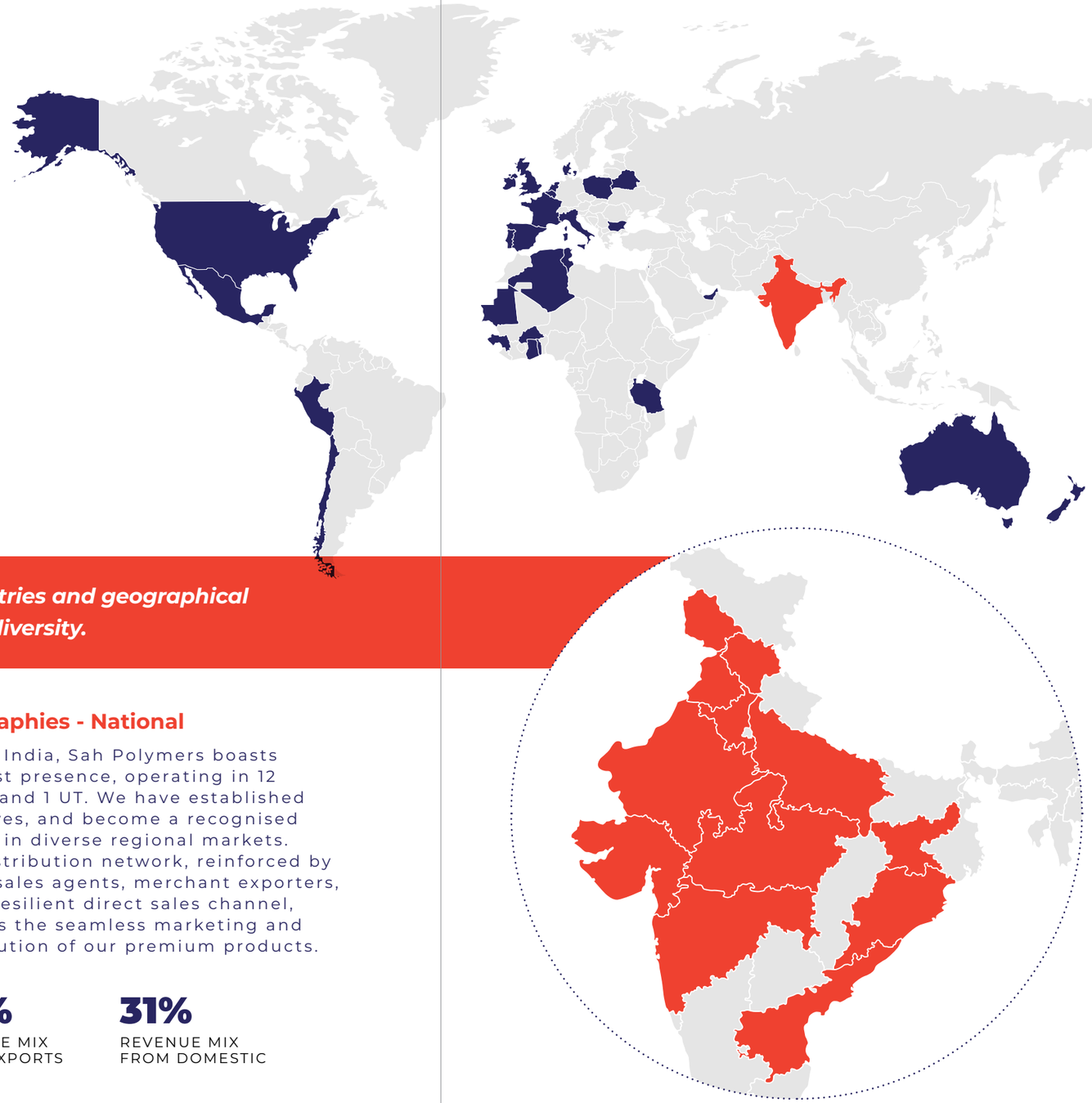
OUR PRESENCE

Growing horizons.

With partnerships of trust and reliability.

Whether protecting fruits from extreme weather or transporting medicines safely to far-flung locations, Sah Polymers Limited is trusted by clients as a reliable packaging partner. With a dogged dedication to quality and dependability, our influence spans the world, reaching both urban landscapes and tranquil countrysides.

Our enduring relationships have weathered the test of time, firmly anchored on a foundation of excellence. As we continue to expand our horizons, the journey forward is marked by an unyielding commitment to innovation and impact.



Our clientele originates from various industries and geographical regions, showcasing a broad spectrum of diversity.

Geographies - Global

Sah Polymers has successfully transcended borders, exporting products to over 30+ countries. Our steady ascent in international markets is a reflection of our commitment to global excellence. As we navigate new horizons, we are confident in our ability to harness India's competitive edge and propel Sah Polymers to unprecedented heights.

Geographies - National

Within India, Sah Polymers boasts a robust presence, operating in 12 States and 1 UT. We have established ourselves, and become a recognised player, in diverse regional markets. Our distribution network, reinforced by adept sales agents, merchant exporters, and a resilient direct sales channel, ensures the seamless marketing and distribution of our premium products.

69%
REVENUE MIX FROM EXPORTS

31%
REVENUE MIX FROM DOMESTIC

Industries - Varied

Sah Polymers caters to an array of key industries, showcasing our versatility and adaptability. From agro-chemicals and pharmaceuticals to metals and minerals, we have carved a niche in sectors such as paper, food & beverages, tyre manufacturing, cement, textiles, and fertilisers. Our diverse customers is a testament to our ability to provide tailored solutions that meet the unique demands of each industry, further solidifying our standing as a reliable global partner.

KEY INDUSTRIES WE SERVE

- Agro Chemicals
- Pharmaceuticals
- Cattle Feed
- Cement
- Chemical
- Food & Beverages
- Metals & Minerals
- Textile
- Tyre
- Paper
- Fertilisers

Map only for illustration purpose only

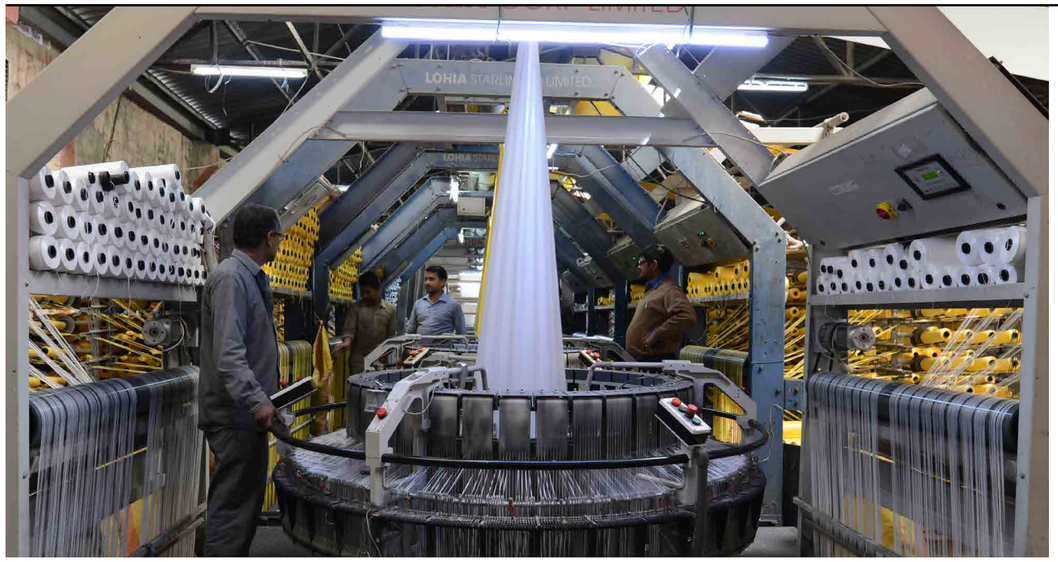
OUR MANUFACTURING PROWESS

Crafting precision.

With advantage of scale and efficiency.

Our state-of-the-art facilities, adorned with cutting-edge technology, bear witness to the meticulous artistry and efficiency that define our products.

The first manufacturing facility



Located at: Mewar Industrial Area, Madri, Udaipur

A hub of innovation

Our Udaipur manufacturing facility spans an expansive 8,000 square meters and holds the prestigious ISO 9001:2015 accreditation.This facility houses two tape plants and a lamination plant, powered by advanced Nova-6 looms and LSL-6 technology Additionally, we have a dedicated processing unit on a leased parcel of land, covering an impressive 1,500 square meters.

Our manufacturing prowess includes the ability to create fabric up to 75 cm wide, utilizing HDN-6 and LSL-620 looms for wider-width fabric. A sophisticated array of printing machinery, including 6-color and 4-color machines, as well as manual and wider-width printing machines, further enhances our capabilities.

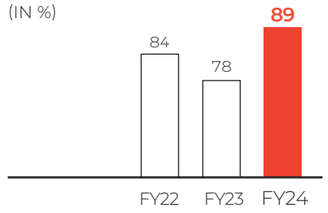
At the core of Sah Polymers, are the two manufacturing facilities situated in the picturesque backdrop of Udaipur, Rajasthan. With a team of skilled professionals and advanced machinery, we weave our magic to set the benchmark in the industry.

Capacity utilisation at location 1 (Mewar Industrial Area)

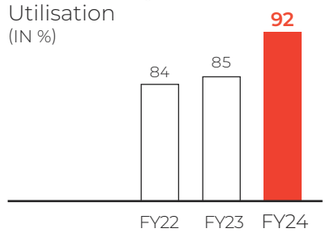
3,960 MTPA
PRODUCTION CAPACITY

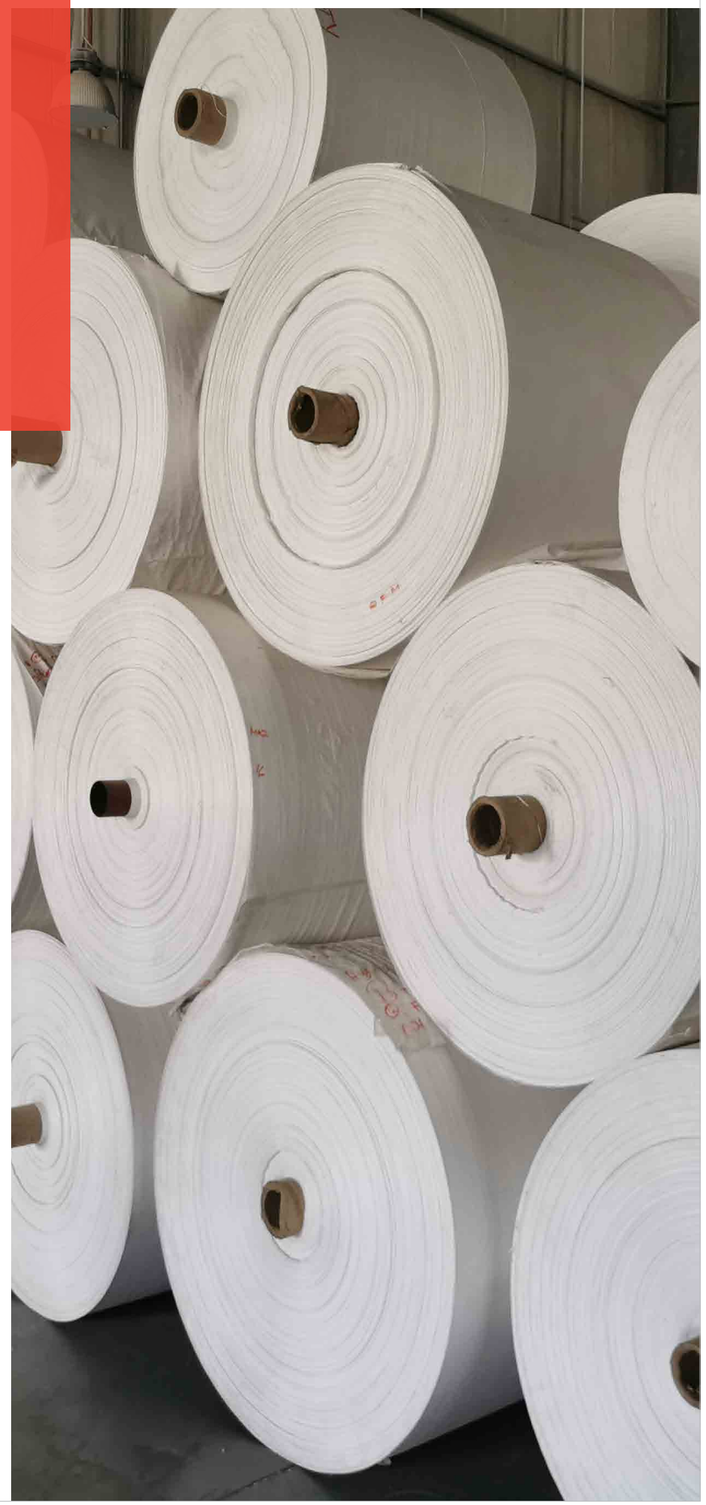
92%
CAPACITY UTILISATION

Looms Capacity Utilisation
(IN %)



Tape Capacity Utilisation
(IN %)





OUR MANUFACTURING PROWESS (CONTINUED)

The new manufacturing facility

Shaping the future

In adherence to our commitment to continuous improvement, Sah Polymers has strategically invested a portion of the IPO proceeds in a ground-breaking new manufacturing facility.

Spanning a sprawling 16,000 square meters, our facility in Modi Village is poised to manufacture a diverse range of bulk packaging containers, including a variety of FIBC products. Beyond strengthening our foothold in high-capacity bulk packaging solutions, this expansion aligns with our dedication to meeting the unique needs of the Food & Beverage industry. With a filling capacity of up to 2,000 kg per bag, this facility marks a significant leap toward becoming a premier provider in these segments.



Commissioning of 500 kWp on-grid solar power project at Modi, Udaipur manufacturing site, contributing significantly to our captive power consumption and thus reducing our carbon footprint, in line with our sustainability initiatives



Capacity utilisation at location 2 (Village Modi)

JANUARY 2023
COMMISSIONED

3,960 MTPA
PRODUCTION CAPACITY

72%
CAPACITY UTILISATION

52%
LOOMS CAPACITY UTILISATION

72%
TAPES CAPACITY UTILISATION

Certifications



भारत सरकार
GOVERNMENT OF INDIA
वाणिज्य और उद्योग मंत्रालय
MINISTRY OF COMMERCE & INDUSTRY
विदेश व्यापार महानिदेशालय
DIRECTORATE GENERAL OF FOREIGN TRADE
प्रमाणन प्रमाण पत्र
Certificate of Recognition
वन स्टार एक्सपोर्ट हाउस
One Star Export House
मैसर्स SAH POLYMERS LIMITED
(आई ई सी) 1302000349 और आयकर पैन AAFCS6033H)
को विदेश व्यापार नीति, 2015-2020 के प्रावधानों के अनुसार, एक सितारा निर्यात गृह का दर्जा प्रदान किया जाता है । यह प्रमाण पत्र, प्रक्रिया पुस्तक(2015-2020) के पैरा 3.20(बी) में दी गयी शर्तों के सिद्धांत वर्षों की अवधि के लिए निर्गत 26/03/2022 से 26/03/2027 तक वैध होगा।
M/s SAH POLYMERS LIMITED
(IEC 1302000349 and Income Tax PAN AAFCS6033H)
are hereby accorded the status of 'One Star Export House' in accordance with the provisions of the Foreign Trade Policy, 2015-2020. This Certificate is valid for a period of 5 years effective from 26/03/2022 to 26/03/2027 subject to the conditions prescribed in Para 3.20(b) of the Hand Book of Procedures (2015-2020).
तारीख /Date 28/03/2022 CHANDRA KANT MISHRA
स्थान /Place RAJASTHAN Joint DGFT
(फाईल /File No.) JPRSTATAPPLY00027174AM22

KEY MERITS OF EXPANDED CAPACITY

1. Diversification for high-growth segments

Expanding manufacturing capabilities to embrace the burgeoning demand for bulk capacity FIBC bags and cater to the dynamic Food & Beverage industry.

2. Widening customer base

Introducing new value-added products and leveraging our extensive experience across diverse end-use industries.

3. Optimising costs and margins

Offering a comprehensive range of value-added services under a single roof, coupled with in-house manufacturing capabilities, leading to enhanced operational efficiency.

4. Future-ready infrastructure

Utilising common utilities and unutilised land for potential brownfield expansion, ensuring a forward-thinking approach to future growth.

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OUR SUBSIDIARY

Strategic acquisition.

With synergies of solutions and resources.



In January 2022, Sah Polymers strategically acquired a controlling stake of 51.01% in Fibcorp Polyweave Private Limited. Currently in the process of amalgamation with the parent company, this move signifies a seamless integration of operations for a unified and strengthened future.

Fibcorp Polyweave Private Limited has been a key player in the manufacturing and exporting of Flexible Intermediate Bulk Containers (FIBC) since its inception in July 2017. With a dedicated team of experienced professionals, Fibcorp caters to a diverse range of FIBC needs, from simple builder bags to intricate C panel and circular baffle bags.

98%

CAPACITY UTILISATION

Sah Polymers' acquisition of a controlling stake in Fibcorp establishes a robust partnership, combining the strengths and resources of both entities. Holding a majority stake positions Sah Polymers as the driving force behind Fibcorp's operations and growth.

Driving force behind Fibcorp

With a committed workforce exceeding 150+ people, Fibcorp stands as a testament to the dedication and expertise invested in critical production departments. The synergy of skilled individuals drives Fibcorp's success in meeting the demands of a dynamic industry.

Fibcorp's Vision

TO BECOME THE MOST TRUSTED AND RELIABLE PARTNER IN OUR FIELD ON WHICH ALL OUR STAKEHOLDERS CAN BANK UPON.

Distinctive position in manufacturing and export

Fibcorp boasts a significant international presence with global clientele in 18+ countries. Recognized as a Star Export House by the Government of India and acknowledged as an eligible start-up by the Department for Promotion of Industry and Internal Trade (DIPP), we are committed to maintaining high standards and expanding our global reach

Fibcorp's Mission

TO ENSURE BEST QUALITY PRODUCTS ARE DELIVERED AT MOST COMPETITIVE PRICES AND WITHIN AGREED TIMELINES TO ENSURE MAXIMUM CLIENT SATISFACTION.

Strategic integration

The proposed amalgamation is designed to achieve several strategic objectives. It will facilitate cost optimisation, unlock cross-selling opportunities within each other's clientele, and further fortify the collective presence of Sah Polymers and Fibcorp in global markets.

The envisioned outcome of the proposed amalgamation is to establish a one-stop solution provider in the bulk packaging industry. This transformation aims to redefine industry standards, offering a comprehensive range of products and services to meet the diverse needs of clients worldwide.

Fibcorp's Values

- CUSTOMER FOCUSED
- QUALITY CONSCIOUS
- TIME SENSITIVE
- TRUST AND CREDIBILITY
- PEOPLE FIRST
- COMMITMENT HONOURING

OUR STRENGTHS

Core competencies.

With evolution of products and partners.

1
Customer-centric manufacturing

At the heart of our operational philosophy lies a customer-centric manufacturing model. Our commitment involves bespoke packaging solutions based on specific industry requirements, tailoring each product to meet the unique specifications of our valued clients.

Emphasising diversity in our product range, we believe it provides an avenue to address the distinctive needs of various customer segments. Over the years, our product mix has evolved, expanding into new categories, including FIBC (Flexible Intermediate Bulk Containers), Container bags, PP woven Fabric & HDPE woven fabric, woven sacks, PP fabric, box bags, fabric rolls, and bags for flexible packaging.

2
Diversification across geographies and industries

Our reach extends beyond borders, catering to diverse industries both nationally and internationally. Operating within the B2B customer segment, we serve the packaging requirements of industries ranging from Agro Pesticides and Basic Drug to Cement, Chemical, Fertiliser, Food Products, Textile, Ceramic, and Steel.

Globally, our products find homes in countries such as Algeria, Togo, Ghana, Poland, Portugal, France, Italy, Dominican Republic, USA, Australia, UAE, Palestine, UK, Ireland, and many more.

This diversified presence, coupled with a robust distribution network through agents and representatives, acts as a strategic hedge, minimising dependence on any single industry or location.

3
Leadership excellence

Under the stewardship of our Director, Mr. Asad Daud, and Whole-Time Directors, Mr. Murtaza Ali Moti and Mr. Hakim Sadiq Ali Tidiwala, our management team has played a pivotal role in navigating our expanding operations.

Their expertise spans key areas such as production, sales and marketing, and finance. Their strategic vision has facilitated operational growth, brand recognition, customer loyalty, and the identification of new business opportunities through diversification.

4
Part of the SAT Industries legacy

Sah Polymers Limited, a proud part of SAT Industries Limited (SAT), a listed conglomerate on BSE and NSE, upholds a legacy of excellence.

SAT engages in diverse businesses, including sustainable packaging materials, cutting-edge flexible flow solutions, steel wire rods, and strategic investments in emerging startups through various subsidiaries and associates.

5
Commitment to quality

As an ISO 9001:2015 certified company and a recognised Star Export House, our commitment to quality is unwavering. Our association with esteemed industry bodies such as FIBCA (FIBC Association of USA) and iFIBCA (Indian FIBC Association) underlines our dedication to maintaining rigorous quality standards.

We conduct thorough quality checks at various stages of production, ensuring prompt identification and rectification of any defects or errors.

6
Reliable partnerships

Being the authorised Del Credere Associate (DCA) of Indian Oil Corporation (IOCL) in their polymer division for the state of Rajasthan showcases our commitment to quality and reliability.

This strategic association, emphasising semi-backward integration, positions us as a reliable partner capable of foreseeing raw material price trends, providing a significant edge over competitors. Our dedication extends to offering price guidance, empowering customers in their procurement planning.

7
Innovation for tomorrow

Our commitment to innovation is reflected in our ongoing Research and Development efforts. With a focus on introducing 2 new products, we align with market demands and sustainability goals, ensuring we stay at the forefront of industry evolution.

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OUR STRATEGIES

Approach pathways.

With a vision of growth and expansion.

THE RAPIDLY GROWING PACKTECH INDUSTRY (PI) PRESENTS MANY PROMISING AREAS FOR GROWTH, IN BOTH DOMESTIC AND EXPORT MARKETS.

Strengthening existing markets

Our primary focus is to deepen our market penetration and expand our customer network within our existing markets.

Currently operating in 12 states and 1 union territory in India, and exporting to 30+ countries, we aim to intensify our presence by fostering relationships and exploring growth opportunities. This strategic approach aligns with our commitment to expanding our customer base in tandem with the overall growth of our business operations.

Expansion into new geographies

In pursuit of growth, we plan to explore new geographies both nationally and internationally. While targeting untapped opportunities, we aim to further our penetration in different regions in the domestic market and concurrently initiate international operations in new geographies.

This strategic move is integral to our mission of capitalising on diverse markets to propel our business forward.



Driven by a commitment to customer satisfaction, our strategic goal is to fortify our brand, positioning ourselves as the preferred supplier for all our clients' needs.

Continuous enhancement of capacity and efficiency

To meet the increasing demands from our existing customers and accommodate new ones, we are committed to consistently expanding our manufacturing capacities and improving process efficiencies for our current product lines.

This strategic initiative ensures that we not only cater to a growing customer base but also enhance our revenue streams from operational activities.

Broadening product portfolio

Our commitment to staying at the forefront of industry evolution involves developing new products aligned with emerging customer requirements, market demands, and sustainability goals. On this front, the Company has launched cumulatively 4 new products in 2 product categories, namely Geotextiles and Technical Textiles.

Currently we are in the process of developing and commercialising more such innovative solutions, we strive to continuously widen our product portfolio to address the dynamic needs of our diverse customer base.

Strategic acquisitions

Leveraging the scale of our manufacturing capabilities and extensive customer network, we are actively exploring accretive acquisitions within our industry.

Our approach emphasises selectivity and discipline, focusing on enhancing scale, product diversity, and geographic reach. Through strategic acquisitions, we aim to bolster our financial performance by capitalising on synergies and resulting in stronger financial performance.

Sustainability and cost reduction

As part of our commitment to environmental responsibility, we are undertaking a thorough study and analysis of recyclable materials and their potential applications in our manufacturing processes.

This strategic initiative not only contributes to increasing our sustainability quotient but also explores avenues to reduce costs through the utilisation of eco-friendly materials.

Customer engagement strategy

In tandem with our strategic initiatives, our focus has consistently been on fostering continuous engagement with customers to discern their evolving needs and establish ourselves as a comprehensive solution for their packaging requirements.

Drawing on our latest insights, we initiated the shift towards sustainable packaging solutions to align with the preferences of our customers in developed markets. Cultivating these relationships has not only facilitated the acquisition of repeat orders but has also contributed to the expansion of our customer base, portraying us as a reliable provider of bulk packaging solutions.

OUR MANAGEMENT

Leadership team.

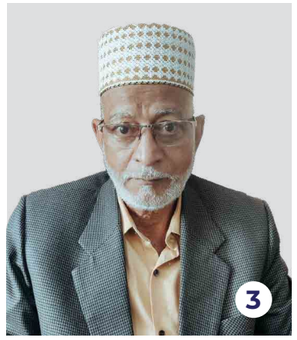
With diversity of background and skill sets.

Board of Directors

At the helm of Sah Polymers is a dynamic Board of Directors, exemplifying leadership that propels the company toward a prosperous future. Comprising individuals with diverse backgrounds and skill sets, our Board brings together industry veterans and fresh perspectives, united by a shared passion for innovation and a commitment to success.















1 Mr. Asad Daud
Director — S C

Mr. Asad Daud is a visionary leader, renowned for driving excellence in the polymer industry. Armed with a Master's of Science degree in Accounting and Finance from The London School of Economics, he completed Executive Education programs from two of India's premier institutions, IIM Bangalore and ISB Hyderabad. He joined the company in 2009. With over 14 years of industry experience, he has been instrumental in managing operations, fostering innovation, and steering the company toward a promising future.

2 Mr. Murtaza Ali Moti
Whole Time Director

A seasoned finance professional, Mr. Moti is a Chartered Accountant, Chartered Financial Analyst, and Financial Risk Manager. With an extensive background spanning over 18 years, he held prominent positions at ICICI Bank, Ernst & Young, and the Sovereign Wealth Fund of Abu Dhabi. He is the founder of Fibcorp Polyweave, a bulk bag manufacturing company. Earlier he was appointed as CEO and currently serves as a Whole Time Director of Sah Polymers, he oversees the company's financial & overall operations.

3 Mr. Hakim Sadiq Ali Tidiwala
Whole Time Director — A S C

With over 25 years of experience in the polymer industry, Mr. Tidiwala has played a crucial role in Sah Polymers since 1998. Responsible for the overall management and administration of the company, he focuses on growth strategies through new capacities, product development, and geographic expansion. His leadership has propelled Sah Polymers to significant milestones, maintaining its competitive edge.

4 Mr. Ramesh Chandra Soni
Independent Director — A N C

A practising Chartered Accountant for over 36 years, Mr. Soni brings his expertise in corporate structuring, merger and amalgamation (M&A), risk analysis, corporate financing, taxation etc. and more, providing invaluable insights to the company.

5 Mr. Sanjay Suthar
Independent Director — S N

An experienced finance professional with a Master's degree in Commerce from Mohanlal Sukhadia University, Udaipur, Mr. Suthar's nine years of experience in accounts and finance contribute to the company's financial acumen and strategic vision.

6 Mr. Nikhil Khanderao Raut
Independent Director — A N

Holding a Bachelor of Commerce degree from the University of Mumbai, Mr. Raut brings ten years of experience in accounts and finance, showcasing proven proficiency at the board.

7 Ms. Asha Jain
Independent Director

She brings a unique blend of expertise to the Board. Her qualifications include a MA in Economics from MLS University, Udaipur. With a rich experience of more than 20 years in the field of corporate finance, accounting, and taxation. Her domain expertise and experience will prove to be very valuable to the Company.

- A Audit Committee
- C Corporate Social Responsibility Committee
- N Nomination and Remuneration Committee
- S Stakeholders Relationship Committee

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LETTER TO SHAREHOLDERS

A year of resilience

Dear shareholders,

As we gather our thoughts and reflect on the past financial year, I am filled with a profound sense of gratitude for your belief and investment in our vision. I would also like to extend our heartfelt thanks to our employees, customers, and all other stakeholders, for their support and faith in Sah Polymers.

THE YEAR UNDER REVIEW

FY24 was indeed a test of our collective resilience and adaptability. The financial performance of the year was marked by significant challenges that rippled across the industry. We faced unprecedented volatility in raw material prices, i.e. various polymers derived from crude oil, which are fundamental to our operations. The latter half of the year brought about the Red Sea crisis in view of the ongoing geopolitical tensions in the world, which not only delayed shipments but also led to an escalation in transit times and ocean freights, thus directly impacting our exports. Moreover, the European region's lower off-take and demand, influenced by a variety of geopolitical reasons and reduced economic output, further compounded our challenges.

In the face of these adversities, the packaging industry's fortunes remained closely tied to the performance of other sectors. In times like these, this interdependence is both our strength and our vulnerability. However, despite all the challenges, Sah Polymers was able to protect its ground, and managed to report a growth in Total Income ₹111.5 Cr, registering a year-on-year growth of 15%. EBITDA margins were lower on account of raw material volatility and challenges on the export front, subsequently impacting net profitability.

OUR RESPONSE

Despite these headwinds, we remained committed to innovation and excellence. We invested considerable time and resources in developing new products, particularly in the area of technical textiles and geotextiles. Our efforts bore fruit with the addition of 4 new products to our portfolio that have been enthusiastically received by our customers. We have managed to fulfil the required quality and technical qualifications for these products, and now energy will be spent on securing commercial orders for these products.

We are on the cusp of commencing commercial supplies, which we anticipate will significantly enhance our margins and contribute to a more robust financial performance in the coming year.

Our pursuit of excellence did not stop at product development. We embarked on a journey to upgrade our processes and standard operating procedures. We are in the final stages of obtaining the BRC audit certification, which will open doors for us to supply to the lucrative Food & Beverage industry. This strategic move is aimed at improving our business mix, favouring industries with better margins, and reducing our exposure to highly competitive sectors such as Cement & Fertilisers.

Additionally, we are also working to serve the pharmaceutical industry, known for its stringent quality requirements. While the path to serving this industry is not an overnight journey, we have created a medium-to-long term roadmap for the same, we are dedicated in our resolve to meet the stringent quality standards expected here and make inroads into this promising market.

112 CR
TOTAL INCOME FOR FY24

15%
TOP LINE GROWTH IN FY24

> ***Despite these headwinds, we remained committed to innovation and excellence. We invested considerable time and resources in developing new products, particularly in the area of technical textiles and geotextiles. Our efforts bore fruit with the addition of 4 new products to our portfolio that have been enthusiastically received by our customers.***



ANNUAL REPORT 2023-24

LETTER TO SHAREHOLDERS (CONTINUED)

EXPANDING IN ALL AREAS

Our production capabilities have reached new heights, with our installed capacity now fully commissioned at 9,120 MTPA, including Fibcorp's capacity of 1,200 MTPA. The new facility commissioned in January 2023, became fully operational in August 2023, is a testament to our growth and future potential. Although the benefits of this expansion were not realised in FY24 due to the industry's situation, we focussed on reducing external procurement and shifting production in-house, a strategic decision that will bolster our margins & customer satisfaction in the long run.

Our market reach has expanded significantly, with the addition of some new export destinations to our international portfolio and extending our domestic presence by 3 states. This expansion is a reflection of our strategic outlook, which emphasises strengthening existing markets, especially in the more lucrative region such as North America, and broadening our product portfolio with newly launched 4 products and few more currently under development.



9,120 MTPA

CONSOLIDATED CAPACITY INCLUDING NEW FACILITY IN MODI, UDAIPUR AND FIBCORP'S CAPACITY

Our pursuit of excellence did not stop at product development. We embarked on a journey to upgrade our processes and standard operating procedures. We are in the final stages of obtaining the BRC audit certification, which will open doors for us to supply to the lucrative Food & Beverage industry. This strategic move is aimed at improving our business mix, favouring industries with better margins, and reducing our exposure to highly competitive sectors such as Cement & Fertilisers.

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STRATEGIC OUTLOOK

Sah Polymers is also in a period of transition, pivoting from its erstwhile dependence on Cement & Fertilisers to placing a greater emphasis on the Food & Pharmaceutical sectors. This shift necessitates extensive work, as well as the acquisition of different quality certifications to ensure we meet the highest quality standards. The competitive dynamics of these industries are more favourable because of the stringent quality norms, and our R&D efforts are geared towards capitalising on these opportunities.

The Packtech Industry is burgeoning with potential, and we are strategically positioning ourselves to enter the geotextile and technical textiles market. These markets demand high-quality products and offer the possibility of improved margins. Our focus will remain on enhancing our capabilities, reducing costs, developing new products, and achieving sustainable growth.

Further, in our quest for sustainability, we are conducting a comprehensive study and analysis of recyclable materials from our own production activities and their potential reuse in our manufacturing processes. This initiative is not only a step towards environmental stewardship but also a means to explore cost reduction through the use of eco-friendly materials.

4

NEW PRODUCTS LAUNCHED IN FY24

The amalgamation with Fibcorp is progressing, with expectations to conclude this transaction within this financial year. Concurrently, we are actively evaluating opportunities for strategic investments to expand our footprint, presence, capacities, and business, both in India as well as outside.

Our strategic direction, coupled with our relentless pursuit of excellence, positions us to achieve sustainable growth and create substantial value in the years ahead. We are confident that, with the continued support of all stakeholders including you, we will steer ahead in the evolving market and build a more empowered future for every one of us in the community.

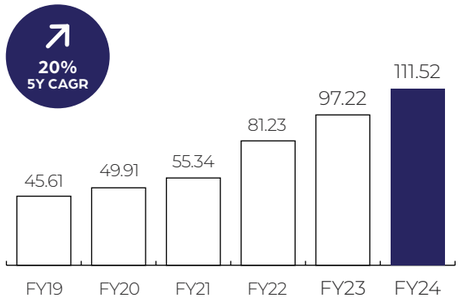
Warm regards,



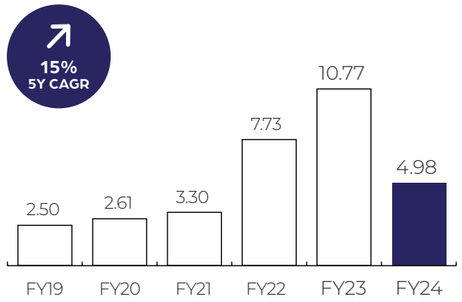
Murtaza Ali Moti
WHOLE TIME DIRECTOR

Key Performance Indicators

Total Income
(₹ IN CRORE)



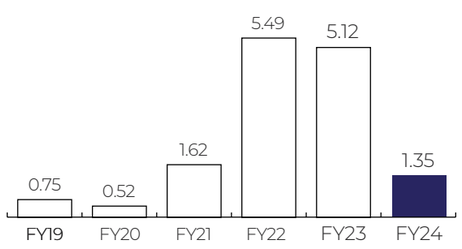
EBITDA
(₹ IN CRORE)



EBITDA Margin
(IN %)



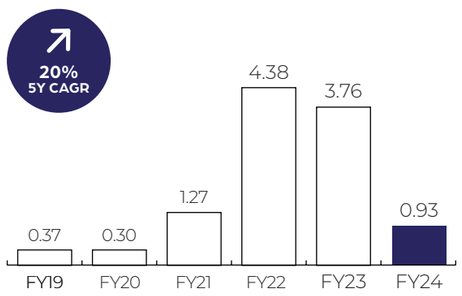
PBT
(₹ IN CRORE)



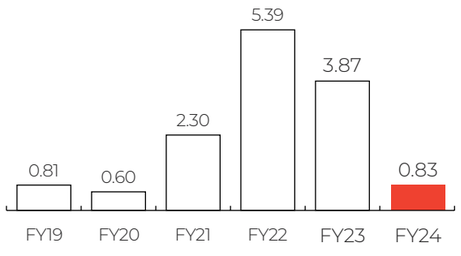
PBT Margin
(IN %)



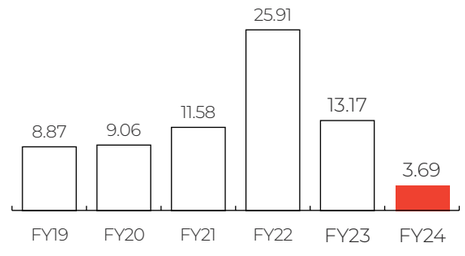
PAT
(₹ IN CRORE)



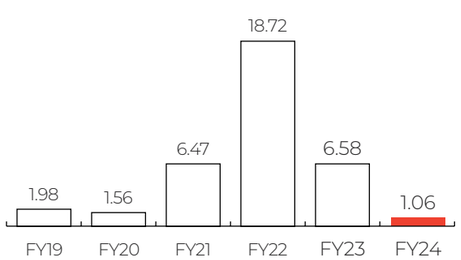
PAT Margin
(IN %)



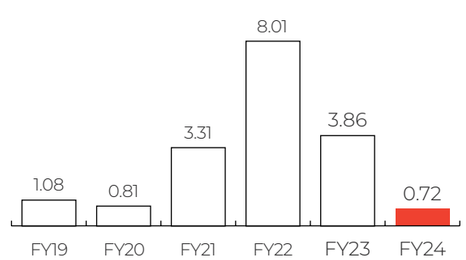
ROCE
(IN %)



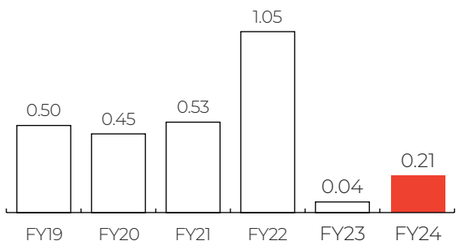
ROE
(IN %)



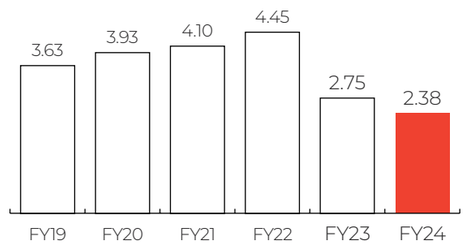
ROA
(IN %)



Net Debt / Equity
(IN TIMES)



Fixed Asset Turnover Ratio
(IN TIMES)



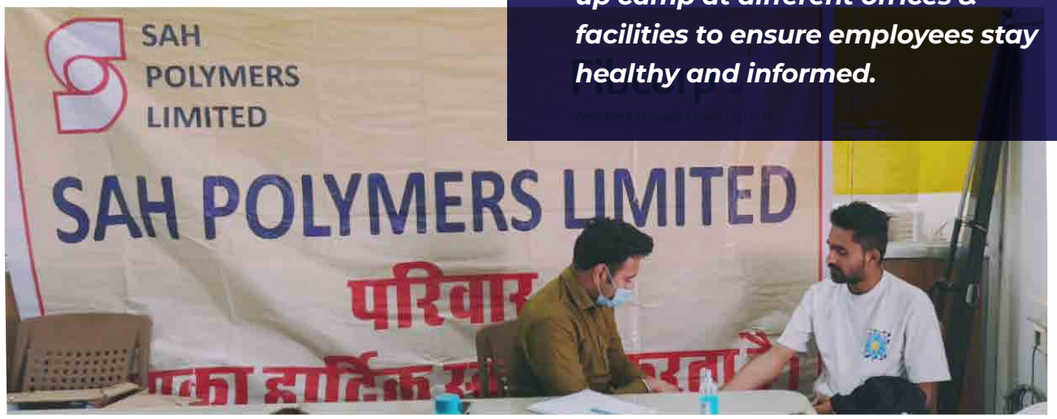
Work Culture at Sah Polymers



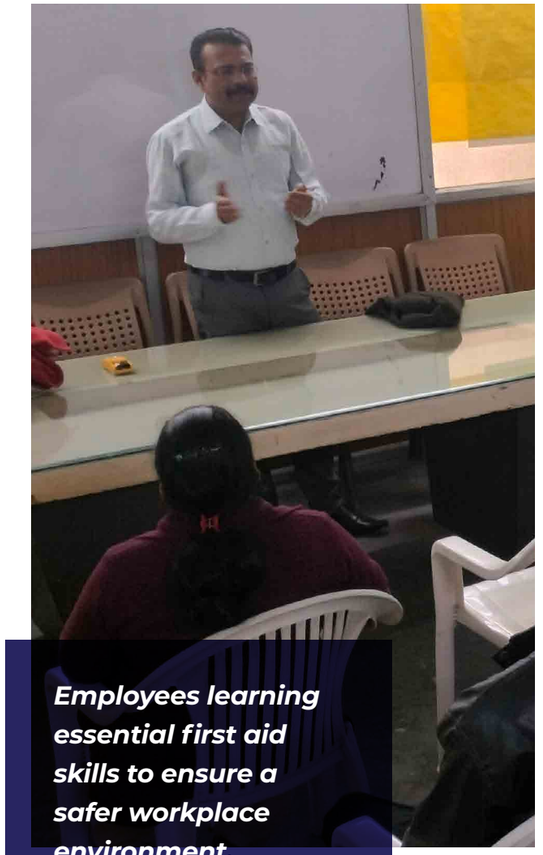
Employees gather for a joyous Diwali Pooja, celebrating the festival of lights together.



Commemorating the company's Foundation Day with a special Pooja and celebrations on 20th February.



Company-sponsored health check-up camp at different offices & facilities to ensure employees stay healthy and informed.



Employees learning essential first aid skills to ensure a safer workplace environment.



Employees engage in various sports activities during the company's Sports Day, promoting team building and camaraderie.

Management Discussion and Analysis



>7%

INDIA GDP GROWTH RATE

Economic overview

Global economy

The global economy has been surprisingly resilient, despite significant central bank interest rate hikes to restore price stability. The baseline forecast is for the world economy to continue growing at 3.2% during 2024 and 2025, at the same pace as in 2023. A slight acceleration for advanced economies - where growth is expected to rise from 1.6% in 2023 to 1.7% in 2024 and 1.8% in 2025 - will be offset by a modest slowdown in emerging markets and developing economies from 4.3% in 2023 to 4.2% in both 2024 and 2025. The forecast for global growth five years from now - at 3.1% - is at its lowest in decades. Global inflation is forecast to decline steadily, from 6.8% in 2023 to 5.9% in 2024 and 4.5% in 2025, with advanced economies returning to their inflation targets sooner than emerging markets and developing economies. Core inflation is generally projected to decline more gradually.

Source - IMF - World Economic Outlook - April 2024

Indian economy

IT NOW APPEARS VERY LIKELY THAT THE INDIAN ECONOMY WILL ACHIEVE A GROWTH RATE AT OR ABOVE 7% FOR FY24, AND SOME PREDICT IT WILL ACHIEVE ANOTHER YEAR OF 7% REAL GROWTH IN FY25 AS WELL.

It now appears very likely that the Indian economy will achieve a growth rate at or above 7% for FY24, and some predict it will achieve another year of 7% real growth in FY25 as well. If the prognosis for FY25 turns out to be right, that will mark the fourth year post-pandemic that the Indian economy will have grown at or over 7%. That would be an impressive achievement, testifying to the resilience and potential of the Indian economy. It augurs well for the future.

The global economy is struggling to maintain its recovery post-Covid because successive shocks have buffeted it. Some of them, such as supply chain disruptions, have returned in 2024. If they persist, they will impact trade flows, transportation costs, economic output and inflation worldwide. India will not be exempt from it, but having faced and seen off COVID and the energy and commodity price shocks of 2022, India is quietly confident of weathering the emerging disturbances.

At least three trends will be with us in the coming years. The era of hyper-globalisation in global manufacturing is over. It does not mean that de-globalisation will be upon us any time soon, as countries are only now discovering the enormous integration of global supply chains that have taken place in the last few decades.

Closely related to this challenge is the advent of Artificial Intelligence with the profound and troubling questions it poses for growth in services trade and employment since technology might remove the advantage of cost competitiveness that countries exporting digital services enjoy.

Third and arguably the most important is the energy transition challenge. Concerns over rising temperatures have led to a single-minded focus on reducing carbon emissions amidst the determination that the emission of greenhouse gases, particularly carbon, is the most significant causal factor. This has led to persistent demands from international organisations and advanced nations on developing nations to wean themselves off fossil fuels and switch to greener energy.

Source - The Indian Economy: A Review by Department of Economic Affairs

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MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

Industry overview

Global FIBC market

The global FIBC market size is expected to top a valuation of US$ 12.6 billion by the end of 2033, with a CAGR of 5.4% during the forecast period. In the year 2023, the market generated a revenue of US$ 7.5 billion. The global FIBC market has approximately 1/3rd value share of the global IBC market.

Flexible intermediate bulk containers (FIBC) that carry at least 750 kg are the most preferred type, estimated by Future Market Insights (FMI). As per the study, the FIBC industry is projected to grow steadily as manufacturers introduce lightweight containers.

The expansion of the food and pharmaceutical industries as well as the growing requirement to lower the total weight of bulk packaging is one of the key factors driving the demand for FIBC. Industries are projected to use FIBCs to transport grains, rice, and liquid chemicals used in biological products.

FIBCs are primarily consumed in the chemical industry, however, demand for these bulk bags is significantly increasing in food companies. The food grade FIBCs are becoming an ideal choice for the commercial food industries.

Attributes such as their load-carrying capacity, versatility, reusability, cost-effectiveness, and eco-friendly material are increasing the demand. FIBCs have dust-proof seams and laminated fabric sides that ensure optimum protection of the inside products from moisture.

Bulk bags with a combination of polyethylene, foil, and another type of linings are gaining immense popularity to keep food products safe from harsh environments, spillage, and damage. Easy customisation and quality printing of FIBCs are aiding end users with brand establishment and product promotions.

The growing preference for safe products that are sanitary and eco-friendly is supporting the growth of the market as FIBCs are 100% FDA-approved elastomers. FIBC manufacturers are introducing food-safe products adhering to the regulations to capitalise on this trend.

Source - FIBC Market Outlook (2023 to 2033)



THE GLOBAL FIBC MARKET SIZE IS EXPECTED TO TOP A VALUATION OF US$ 12.6 BILLION BY THE END OF 2033, WITH A CAGR OF 5.4% DURING THE FORECAST PERIOD.

Indian FIBC market

The Indian Flexible Intermediate Bulk Container Association states that the FIBC market in India has increased by almost 38% in the last 10 years. The food-grade FIBC is gaining immense traction, registering prominent growth rates - the production was nearly 28% of the total production of FIBC in India.

As per the association, FIBC production in India is recorded as 3,06,996 MT in 2021. In 2023, India produced around 4,00,000 tons of FIBC, and is the biggest player in the FIBC export market.

The total export sales of FIBC from India increased 3 times over the past decade and reached US$ 708.48 million in 2021. The expansion of various industries and increasing trade activities are propelling the demand for FIBC.

It is already a dominant player in exports to US and European markets. It has a 75% share in European FIBC imports and 72% in the US import market. The export has experienced a notable increase, particularly in shipments to the United Arab Emirates (UAE) and Australia. It may be noted, India recently signed trade agreements with the UAE and Australia. The Indian FIBC industry is now looking eastward too, towards the Japanese and South Korean market to drive the next leg of growth.

Several industries, including food products & agriculture, pharmaceuticals products, and chemicals & fertilisers, have experienced substantial industrialisation. This is due to the increased international commerce and several favourable measures by the Indian government.

Make-in-India initiatives and industry-specific incentives are boosting the establishment of numerous manufacturing enterprises in India. Hence, the demand for FIBC for effective storage and transportation of goods is surging with the rise of such end-user industries.

According to the FMI study, India is predicted to grow at a rate of 2x during the forecast period (2023-2033)

Source - Packaging South Asia - the magazine for modern packaging | FIBC Market Outlook (2023 to 2033) | IFIBCA - Indian FIBC Association

Growth drivers of the FIBC market

The major factors contributing to the growth include:

Manpower

- Large English-speaking, intelligent and youthful workforce from 18 to 41 years
- Willingness to learn new manufacturing processes in line with industry 4.0

Knowledge and technical expertise

- Excellent product domain expertise
- Access to the best production technology and contemporary processes
- Superior technical know-how, machinery and skilled manpower
- India has become a value-added manufacturer in comparison to other competitor countries and is more cost effective and consistently making a better value proposition for FIBC end users & customers

Large integrated units

- Achieving certain economies of scale makes the total value proposition for the customer far more valuable

Higher certification and compliances

- Most integrated FIBC manufacturing units are ISO certified and ensure Environmental & Occupational Health and Safety Certification. They have world-class infrastructure and management systems to ensure the best quality FIBC product is coming out of the unit

Logistics

- Good global connectivity through dry ports, inland haulage, multiple seaports and ocean liners and short transit times to Europe, USA and the rest of the world

Government policies

- Liberal government policies to promote export of FIBCs
- Today India is exporting about 40,000 MT per month of FIBC at a very steady CAGR
- Global FIBC market size has been valued at USD 4.0 billion in 2018, expected to advance at a CAGR of 5.9% over coming years. Total Global FIBC trade is 2.5 billion USD and India alone exports FIBCs about worth 0.7 billion USD which is more than 25% of Global FIBC Trade
- Atmanirbhar Bharat campaign and vision. It is the brainchild of our Honourable Prime Minister and is based on the five pillars of the economy, infrastructure, system, demography and demand. It advocates self-reliance, not for protectionism, or isolationism, but to enable the country to identify its inherent strengths and profit from them. It is a platform in which India endeavours to make for itself and also becomes the factory for the world

Competitive pricing and excellent quality

- FIBCs have found extensive acceptance in end-use industries such as food, chemical, pharmaceutical, building & construction, agricultural, mining, manufacturing, and waste handling. Rising food and pharmaceutical industries across the world, increasing the need to reduce overall weight of bulk packaging, and growing manufacturing and construction sectors in Asia Pacific are the key factors driving the market growth.

Source - IFIBCA - Indian FIBC Association

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MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

FY24 performance discussion

FY24 continued to be a challenging financial year for our company and the overall bulk packaging & FIBC industry. We faced several headwinds, including volatility in raw material pricing, geopolitical tensions, and lower industrial output from key markets. Despite these challenges, we managed to achieve growth in total income, although profitability metrics were adversely affected.

The primary challenge we encountered was the volatility in raw material pricing. The prices of various polymers derived from crude oil fluctuated significantly throughout the year, impacting our cost structure and margins.

In addition to raw material price volatility, geopolitical tensions, particularly the Red Sea crisis in the latter half of the year, posed significant challenges. The crisis, driven by ongoing geopolitical tensions, delayed shipments and escalated transit times and ocean freights. These disruptions directly impacted our export operations, leading to increased costs and delays in fulfilling customer orders.

Furthermore, lower industrial output in Europe, a significant market for our products, reduced the off-take of our products. The economic slowdown in the region affected demand, further compounding the challenges we faced in maintaining our sales volumes and profitability.

Despite these headwinds, we reported a growth in Total Income, which stood at ₹111.52 Cr., registering a year-on-year (YoY) growth of 14.71%. However, our profitability metrics were impacted. EBITDA stood at ₹4.98 Cr., reflecting a YoY decline of 53.78%. The decrease in EBITDA margin was primarily due to the volatility in raw material prices. Profit Before Tax (PBT) was ₹1.35 Cr., with a YoY decline of 73.57%. The lower EBITDA margins and higher depreciation expenses contributed to this significant drop. Consequently, our net profit stood at ₹0.93 Cr., showing a YoY decline of 75.40%.

Financial Ratios

RATIOS	FY24	FY23
(a) Current ratio	2.16	2.90
(b) Debt equity ratio	0.26	0.17
(c) Debt Service Coverage Ratio	1.43	3.01
(d) Return on Equity Ratio	0.01	0.06
(e) Inventory turnover ratio	5.14	5.61
(f) Trade Receivables turnover ratio	6.45	7.24
(g) Trade payables turnover ratio	8.84	7.48
(h) Net capital turnover ratio	2.75	1.91
(i) Net profit ratio	0.01	0.04
(j) Return on Capital employed	0.03	0.06
(k) Return on investment	-	-

(a) Due to increase in current liabilities.
(b) Low margin.
(c) Low margin and increase in debts.
(d) Low margin and increase in shareholders' equity.
(i) Increase in current assets.
(j) Decrease in margin due to higher input cost
(k) Decrease in margin due to higher input cost.
(l) Not calculated as no investment was made for the purpose of earning returns. Investment was made for acquisition of business in the subsidiary company.

Outlook

To navigate the current challenges, we have implemented several strategic measures. We focused on optimizing our cost structure to mitigate the impact of raw material price volatility. Additionally, we adjusted our supply chain strategies to manage the delays and increased costs associated with the Red Sea crisis. We are also exploring new markets to reduce our dependence, focus is on expanding in America & newer markets in Europe.

Looking ahead, we remain cautiously optimistic. We will continue to focus on enhancing operational efficiency to improve margins and profitability. Strengthening our market presence by expanding in new and existing markets will be a priority to drive growth. Furthermore, we will invest in innovation and product development to meet evolving customer needs and stay competitive.

In conclusion, FY24 was a year of significant challenges, but our resilience and strategic initiatives enabled us to achieve growth in Total Income. While profitability was impacted, we are committed to navigating these challenges and driving sustainable growth in the future.

Internal control and adequacy

We have implemented a robust internal control system to safeguard all assets against unauthorised use or disposal, ensuring proper authorisation, recording, and reporting of transactions.

Additionally, we've established mechanisms to optimise resource utilisation, enhance operational efficiency, monitor activities, and ensure compliance with relevant laws. Auditors have affirmed the adequacy and effectiveness of our internal control systems.

Human resource development and industrial relations

We, at Sah Polymers, firmly believe that our human resources are integral assets and key drivers of our Group's growth. Therefore, we actively engage with our employees to enhance their skills and knowledge. We also prioritise building our brand to attract and retain top talent in the market.

Throughout the period under review, our employee relations remained positive and harmonious at all levels. Moving forward, we are committed to maintaining these strong relationships with our employees. As of March 31, 2024, our company employs 132 permanent employees at the consolidated level, including our subsidiary.

Risk, concerns & risk mitigation

As a company, we face several risks that impact our operations:

Commodity fluctuation risk: Our raw material basket comprises various petrochemical-derived polymers, the prices of which often fluctuate due to global demand-supply dynamics. To minimise our exposure to inventory, we rely on meticulously planned production schedules. Additionally, we employ different strategies to mitigate commodity price risks in our day-to-day operations.

Safety risk: We operate two manufacturing facilities, subject to stringent safety laws and regulations. Failure to adhere to these requirements can disrupt business continuity and tarnish our reputation. Therefore, we have implemented a robust governance mechanism for safety, health, environment, and sustainability, conducting reviews at various levels to ensure compliance.

Supply chain risk: Our operations span globally, serving customers in 30+ countries, and our raw materials are sourced from the crude value chain. Consequently, our supply chain network faces various risks such as physical, environmental, trade restrictions, and supply disruptions. To mitigate these risks, we collaborate with suppliers to establish inventory maintenance norms, maintain safety stocks, and explore alternative supply and logistics partners.

Cautionary statement

We want to highlight that this document includes forward-looking statements concerning the expected future events, as well as the financial and operational outcomes of Sah Polymers Limited. These statements inherently involve assumptions and are subject to various risks and uncertainties. There's a significant risk that these assumptions, predictions, and other forward-looking statements may not accurately reflect future outcomes.

We urge readers to exercise caution and avoid placing undue reliance on forward-looking statements, as several factors could lead to differences between assumptions and actual future results and events. Therefore, this document is subject to the disclaimer and is qualified in its entirety by the assumptions, qualifications, and risk factors outlined in Sah Polymers Limited's Annual Report for FY24, as discussed in the Management Discussion and Analysis.

Corporate Information

BOARD OF DIRECTORS

Mr. Asad Daud
Non-Executive Director

Mr. Hakim Sadiq Ali Tidiwala
Whole-Time Director

Mr. Murtaza Ali Moti
Whole-Time Director

Mr. Ramesh Chandra Soni
Independent Director

Mr. Sanjay Suthar
Independent Director

Mr. Nikhil Khanderao Raut
Independent Director

Mrs. Asha Jain
Independent Director

EXECUTIVE MANAGEMENT

Mr. Lalit Kumar Bolia
Chief Financial Officer

Ms. Runel Saxena
Company Secretary

AUDITORS'

M/s. H.R. Jain & Co.
Chartered Accountant
310-313, Arihant Plaza, Near State Bank of India,
Udiyapole, Udaipur, Rajasthan-313001.

REGISTRAR AND SHARE TRANSFER AGENT

M/s. Link Intime India Pvt. Ltd.
247 Park, C 101, 1st Floor, LBS Marg,
Vikhroli (W), Mumbai-400083.
Phone: +91-22-49186000
Fax: +91-22-49186060

SECRETARIAL AUDITOR

M/s P. Talesara & Associates.
213, Anand Plaza, Udaipur, Rajasthan-313001.
Tel: 2429624, 9414158294

REGISTERED OFFICE:

E 260-261, Mewar Industrial Area,
Madri Udaipur, Rajasthan-313003.
Tel: +91 294 2493889
Email: cs@sahpolymers.com

Directors' Report

To the Members of
Sah Polymers Limited,

The Board of Directors of your Company have pleasure in presenting the Thirty Second (32nd) Board Report on the business and operations of **Sah Polymers Limited** ('Sah Polymers' or 'Company'), along with the summary of standalone and consolidated financial statements for the financial year ended March 31, 2024.

1. FINANCIAL RESULTS:

(₹ In Lakhs)

Particulars	Audited Standalone		Audited Consolidated	
	As on March 31, 2024	As on March 31, 2023	As on March 31, 2024	As on March 31, 2023
Revenue from operations	10,076.10	8,235.34	10,918.86	9,539.92
Total expenditure before finance cost, depreciation (Net of expenditure transferred to capital)	9,699.09	7,671.73	10,451.51	8,846.83
Operating profit	377.01	563.61	467.35	693.09
Add: Other income	219.34	150.48	232.81	181.70
Profit before finance cost, depreciation, exceptional items and tax	596.38	714.09	700.16	874.79
Less: Finance cost	296.76	190.94	325.86	222.06
Profit before depreciation, exceptional items and tax	299.62	523.15	374.30	652.73
Less: Depreciation and amortisation expenses	215.44	112.55	238.86	140.33
Profit before, exceptional items and tax	84.18	410.60	135.44	512.40
Add/(Less): Exceptional items	-	-	-	-
Profit before tax	84.18	410.60	135.44	512.40
Less: Tax expense	17.83	104.96	42.93	136.34
(A) Profit/(Loss) for the period attributable to:	66.35	305.64	92.51	376.06
Owners' of the Company	-	-	79.69	341.52
Non-controlling interests	-	-	12.82	34.54
(B) Total other comprehensive income	-	-	-	-
(C) Total comprehensive income for the period (A+B)	66.35	305.64	92.51	376.06
Retained earnings balance brought forward from the previous year	797.46	491.82	851.25	509.73
Add: Profit for the period	66.35	305.64	79.69	341.52
Add: Other comprehensive income recognised in retained earnings	-	-	-	-
Add/(Less): Changes in capital structure and other movement within equity	-	-	-	-
Balance	863.81	797.46	930.94	851.25
Which the Directors have apportioned as under to:				
Dividend on equity shares	(128.98)	-	(128.98)	-
Retained earnings: balance to be carried forward	734.83	797.46	801.96	851.25

2. STATE OF COMPANY'S AFFAIRS:

Your Company is engaged in the business of manufacturing and marketing of Flexible Intermediate Bulk Containers (FIBC), Polypropylene Woven Bags, BOPP Laminated Bags and other flexible packaging products. In addition, your Company is also DCA and DOPW of Indian Oil Corporation Limited for its Polymers Marketing in respect of the Udaipur and Jaipur regions.

On a **Standalone basis** the total income for the financial year 2023-24 under review was ₹ 10,295.44 Lakhs as against ₹ 8,385.82 Lakhs for the previous financial year, registering an increase of 22.77%. The profit before tax from continuing operations including exceptional items was ₹ 84.18 Lakhs for the financial year 2023-24 under review as against ₹ 410.60 Lakhs for the previous financial year, registering a decline of 79.50%. The profit after tax from continuing operations including exceptional items was ₹ 66.35 Lakhs for the financial year 2023-24 under review as against ₹ 305.64 Lakhs for the previous financial year, registering a decline of 78.29%.

On a **Consolidated basis** the total income for the financial year 2023-24 under review was ₹ 11,151.67 Lakhs as against ₹ 9,721.62 Lakhs for the previous financial year, registering an increase of 14.71%. The profit before tax from continuing operations, including exceptional items, was ₹ 135.44 Lakhs for the financial year 2023-24 under review as against ₹ 512.40 Lakhs for the previous financial year registering a decline of 73.57%. The profit after tax from continuing operations including exceptional items was ₹ 92.51 Lakhs for the financial year under review as against ₹ 376.06 Lakhs for the previous financial year registering a decline of 75.40%.

Despite encountering challenges such as fluctuating raw material costs and varying demand, your Company has displayed remarkable resilience and adaptability. The Company is actively preparing for global expansion, with a strong emphasis on entering the markets of Europe and America.

Furthermore, the Company's dedication to sustainability aligns seamlessly with the rising demand for eco-friendly products, ensuring the Company's enduring success. Leveraging these strengths, your Company isn't just surviving but thriving in the ever-evolving packaging sector. Understanding the distinctive quality benchmarks of these industries, we prioritize delivering products that not only meet rigorous standards but also offer the possibility of higher profit margins.

3. DIVIDEND:

With a view to conserve the resources for future use, The Board of Directors has not recommended any dividend for the financial year ended on March 31, 2024.

4. MATERIAL CHANGES AND COMMITMENTS:

There have been no material changes or commitments affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statement relates and up to the date of this report.

5. LISTING OF SHARES:

The Equity shares of the Company are listed on National Stock Exchange of India Limited, Exchange Plaza, C-1, Block G, Bandra Kurla Complex, Bandra (E) Mumbai-400051 and BSE Limited, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-400001.

The Annual Listing Fees for the financial year 2024-25 have been paid.

6. CHANGES IN THE NATURE OF BUSINESS:

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

7. TRANSFER TO RESERVE:

The Board of Directors has decided to retain the entire amount of profit for financial year 2023-24 appearing in the statement of profit and loss and no amount was transferred to any Reserves.

8. PARTICULARS OF EMPLOYEES AND RELATED DISCLOSURES:

Disclosures required pursuant to the Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is annexed with this report **"Annexure-A"**.

Further during the year under review, no employee of the Company was in receipt of remuneration in excess of the limits prescribed under rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

9. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:

Pursuant to Section 134(3)(m) of the Companies Act, 2013, read with rule 8(3) of the Companies (Accounts) Rules, 2014, it is stated that the Company is taking every possible step to conserve the energy wherever possible by streamlining the production process. Its impact will be visible in the time to come. The Company is exploring avenues for utilizing alternate sources of energy. The Company has not made any capital investments in energy conservation equipment.

The Company has not imported any technology. The technology employed for the manufacture of FIBC, HDPE/PP woven sacks/fabrics is indigenously sourced and timely tested. The Company regularly keeps itself updated with the latest development in technology with the motto of cost reduction and improvement of the quality of the products.

No expenditure has been incurred on research and development.

Foreign Exchange Earnings

During the year under review, the Foreign Exchange earned in terms of actual inflows and Foreign exchange outgo in terms of actual outflows are as under:

Foreign Exchange Earnings:	₹ 6,731.98 Lakhs (Py. Yr. ₹ 4,554.30 Lakhs)
Foreign exchange Outgo:	₹ 69.72 Lakhs (Py. Yr. ₹ 43.54 Lakhs)

10. DEPOSITS PROM PUBLIC:

The Company has not accepted any Deposit within the meaning of Section 73 of the Companies Act, 2013 and rules made there under, and as such no amount on account of principal and interest was outstanding as on the date of the balance sheet.

As such no amount of deposit is unpaid or unclaimed at the end of the year. Hence there is no non-compliance with any of the provisions of chapter V of the Companies Act, 2013.

11. DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to Section 134 Sub-section (3) clause (c) of the Companies Act, 2013, it is stated that:

(i) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to the material departures, if any;

(ii) The directors' had selected such accounting policies and applied them consistently and made judgment and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the loss of the Company for that period;

(iii) The directors' had taken proper and sufficient care for the maintenance of adequate accounting records, and the adequate steps have been taken to make it a fresh, 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;

(v) Internal financial controls has been laid down to be followed by the Company and such financial controls are adequate and are operating effectively;

(vi) 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.

12. DETAILS OF DIRECTORS AND KEY MANAGERIAL PERSONNEL WHO WERE APPOINTED OR HAVE RESIGNED:

(a) Cessation/appointment on the Board of Directors:

During the year under review, the following changes have occurred in the Board of Directors of the Company:

(i) Mr. Murtaza Ali Moti (DIN: 07876224) has been appointed as a Whole-Time director on the Board of Directors for a period of three years with effect from April 01, 2023;

(ii) Ms. Chetna ceased to be an Independent Director with effect from August 19, 2023;

(iii) Ms. Asha Jain has been appointed as an Independent Director for a period of five years with effect from July 14, 2023 vide special resolution passed at the general meeting.

Retire by Rotation:

Mr. Asad Daud (DIN: 02491539), being the longest in the office, will retire by rotation at the forthcoming annual general meeting and, being eligible, has offered himself for reappointment. The Board of Directors of your Company has recommended his re-appointment.

Director who seeking Appointment or re-appointment, the brief profile and other details as stipulated under Regulation 36 of the SEBI Listing Regulations and Secretarial Standard, are provided in the Notice convening the ensuing 32nd AGM.

(b) Key Managerial personnel:

Pursuant to the provisions of Section 203 of the Act, following were the Key Managerial Personnel of the Company as on March 31, 2024:

Mr. Hakim S Tidiwala	Whole-Time Director
Mr. Murtaza Ali Motiwala	Whole-Time Director
Mr. Lalit Kumar Bolia	Chief Financial Officer
Ms. Runel Saxena	Company Secretary

13. POLICY ON APPOINTMENT AND REMUNERATION FOR DIRECTORS, KEY MANAGERIAL PERSONNEL AND SENIOR MANAGEMENT EMPLOYEES:

The Nomination and Remuneration Committee of the Board has devised a policy for selection and appointment of Directors, Key Managerial Personnel and Senior Management Employees and their remuneration. The Committee has formulated the criteria for determining qualifications, positive attributes and independence of a director (including Independent Directors) and other matters provided under Section 178(3) of the Companies Act, 2013, which has been displayed on the Company's website www.sahpolymers.com. The skills, expertise and competencies of the Directors as identified by the Board, along with those available in the present mix of the Directors of your Company, are provided in the 'Report on Corporate Governance' forming part of the Report and Accounts. The policy on the above is attached as **"Annexure-B"**.

14. HOLDING, SUBSIDIARY, JOINT VENTURE & ASSOCIATE COMPANIES:

Holding:

Your Company is a subsidiary of **SAT Industries Limited** with a holding of 55.50% of equity shares.

Subsidiary:

Your Company has 1(one) subsidiary Company i.e **Fibcorp Polyweave Private Limited** with holding of 51.01% of Equity shares.

A Statement in Form No. AOC-1 pursuant to first proviso to Sub-section (3) of Section 129 read with rule 5 of Companies (Accounts) Rules, 2014) containing the salient features of the financial statement of the subsidiary Company is annexed to this report as **"Annexure-C"**.

The Company has made an application with the National Stock Exchange Limited and BSE Limited (hereinafter referred to as "the Stock Exchanges") under regulation 37 of the Stock Exchange Board of India (Listing Obligation and Disclosures Requirements) Regulations, 2015, for No Objection Certificate with respect to amalgamation of the said subsidiary with your Company and the same is pending.

Material Subsidiary

The Company has formulated a policy on identification of material subsidiary in line with Regulation 16(1)(c) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the same is placed on the Company's website.

Accordingly, Fibcorp Polyweave Private Limited is the material subsidiary of your Company.

Fibcorp Polyweave Private Limited(FPPL)

FPPL is engaged in the business of manufacturing and marketing of the FIBC with the manufacturing facilities situated at Kaladwas Industrial Area, Udaipur. Its products find a presence in domestic as well as in global markets. During the year ended March 31, 2024, it clocked a revenue of ₹ 3,324.07 Lakhs, out of which ₹ 1,227.16 Lakhs near about 36.92% from exports and outreaches in more than 6 countries.

Notes on Subsidiary

The following may be read in conjunction with the Consolidated Financial Statements of your Company prepared in accordance with Indian Accounting Standard AS-110 Shareholders desirous of obtaining the Report and Accounts of your Company's subsidiaries may obtain the same upon request. Further, the Report and Accounts of the subsidiary Companies is also available under the 'Investor Relations' Section of your Company's website, www.sahpolymers.com in a downloadable format. Your Company's Policy for determination of a material subsidiary, as adopted by your Board, in conformity with Regulation 16 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015, can be accessed on your Company's corporate website at https://www.sahpolymers.com.

Joint Ventures and Associates:

Your Company does not have any Associates or Joint Ventures as on March 31, 2024.

Name of Companies Which Have Become or Ceased to Be Subsidiaries, Joint Ventures & Associates Companies:

During the year under report, none of the Companies became or ceased to be its subsidiary, joint venture & associates.

15. SHARE CAPITAL:

During the year under report, there was no change in the issued, subscribed and paid-up capital of the Company.

Issued, subscribed and paid-up capital of the Company is ₹ 25,79,60,000/- divided into 2,57,96,000 equity shares of ₹ 10/- each.

16. BOARD AND ITS COMMITTEE MEETING:

During the financial year 2023-24, the Board of Directors of your Company met Seven (7) times. Date

of meetings held along with attendance details of director etc. have been provided in the Report titled as "Report on Corporate Governance" annexed with this report.

Your Company has constituted various committees such as Audit Committee, Nomination and Remuneration Committee, Stakeholders Relationship Committee and Corporate Social Responsibility, and others in accordance with the provisions of the Companies Act, 2013, Securities and Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations, 2015, as amended and applicable laws, rules and regulations.

Disclosures in respect of the compositions of committees, functions, frequency of the meeting etc. have been provided in the Report titled as "Report on Corporate Governance" annexed with this report.

17. EVALUATION OF THE PERFORMANCE OF BOARD MEMBERS:

The Annual Evaluation of the Performance of all the directors' individually and the Board/Committee as a whole was conducted based on the criteria and framework adopted by the board. The evaluation includes the effectiveness of its own functioning and that of the Committees and of individual directors' by seeking their inputs on various aspects of Board/ Committee. The aspects covered in the evaluation included the contribution to and monitoring of corporate governance practices, participation in the long-term strategic planning and the fulfillment of Directors obligations and fiduciary responsibilities, performance of Non-Independent Directors, including but not limited to, active participation at the Board and Committee meetings.

18. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:

Pursuant to Section 186 of the Companies Act, 2013, disclosure relating to the loans given, investments made or guarantee given are provided in Notes to the Financial Statements forming part of the annual report.

19. PARTICULARS OF CONTRACTS AND ARRANGEMENTS WITH RELATED PARTIES

Related Party Transaction Policy as approved by the Audit Committee and the Board of Directors and the same displayed on the Company's website https://www.sahpolymers.com is in compliance with the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Company has a process in place to periodically review and monitor Related Party Transactions.

During the year under review, all related party transactions were in the ordinary course of business and at arm's length. The Audit Committee has approved the related party transactions for financial year 2023-24 and the estimated related party transactions for financial year 2024-25.

There were no related party transactions that conflict with the interest of the Company.

The disclosure of Related Party Transactions as required in terms of Section 134(3)(h) of the Act read with Rule 8 of the Companies (Accounts) Rules, 2014 are provided in Form AOC - 2 as annexed vide **"Annexure-D"** with this report.

The Company proposes to enter into a related party transaction with SAT Industries Limited, promoter holding of your Company, to borrow the unsecured loans for an amount not exceeding the aggregate value up to ₹ 100 Crores (Rupees One Hundred Crores Only) per financial year, for a period of 3 years from financial year 2024 at the Interest Rate of 12%.

The Company is seeking an enabling approval for the above related party transactions at the ensuing Annual General Meeting (AGM).

20. CORPORATE SOCIAL RESPONSIBILITY INITIATIVES:

The objective of the Company is to take initiative on Corporate Social Responsibility ('CSR') to improve the quality of life of communities through long-term value creation for all stakeholders. The Company's CSR policy provides guidelines to conduct CSR activities of the Company and the same is available on the website of the Company at https://www.sahpolymers.com.

The salient features of the CSR Policy forms a part of the Annual Report on CSR activities, in terms of Rules 8 of the Companies (Corporate Social Responsibility Policy) Rules 2014), which contains details of CSR initiative taken by the Company during the year as annexed vide **"Annexure-E"** attached to the this Report.

21. THE DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE:

During the year under review there has been no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and the Company's operations in future.

22. CONSOLIDATED FINANCIAL STATEMENT:

Your directors' have pleasure in attaching the Consolidated Financial Statements pursuant to Section 129(3) of the Companies Act, 2013 read with rule 6 of the Companies (Accounts) Rule, 2014 and prepared in accordance with the relevant applicable accounting standards as per the Companies (Indian Accounting Standard) Rules, 2015.

The auditors' report on Consolidated financial statements does not contain any qualification, observation or adverse comment.

Your Company's Board of Directors is responsible for the preparation of the consolidated financial statements of your Company and its Subsidiary ('the Group'), in terms of the requirements of the Companies Act, 2013 (the Act) and in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under Section 133 of the Act.

The respective Boards of Directors of the Companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of each Company and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and the 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. Such financial statements have been used for the purpose of preparation of the consolidated financial statements by the Directors of your Company, as aforestated.

23. ANNUAL RETURN:

The copy of the Annual Return pursuant to the provisions of Section 92(3) read with Rule 12 of the Companies (Management and administration) Rules, 2014 has been placed on the website of the Company which can be accessed at www.sahpolymers.com.

24. AUDITORS AND AUDIT REPORT:

The existing statutory Auditor M/S. H.R. Jain & Co. Chartered Accountants were appointed as Statutory Auditors' of the Company to hold the office from the conclusion of the 30th Annual General Meeting till the conclusion of the 35th Annual General Meeting of the Company at annual general meeting held on September 30, 2022.

Further, they have confirmed that they are not disqualified from continuing as Auditor of the Company.

Fraud Reported by Auditor Against the Company:

The auditors' have not reported any fraud under Section 143(12) of Companies Act, 2013.

Auditors' Report:

The auditors' Report does not contain any qualification, reservation, or adverse remark or disclaimer.

25. MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

Management Discussion and Analysis Report for the year under review as stipulated under Regulation 34(2)(e) of Securities and Exchange Board of India (Listing and Disclosure Requirements) Regulations, 2015 (Listing Regulations) is presented in a separate Section forming part of the Annual Report.

26. CEO/CFO CERTIFICATE:

Chief Financial Officer/Chief Executive Officer Compliance Certificate as stipulated under Regulation 17(8) of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations,2015 is presented in a separate Section forming part of this report as **"Annexure-F"**.

27. RISK MANAGEMENT POLICY:

The component of risk in the activities of your Company is very minimal. Managing Risk is an integral part of our business activity. The Company board & management regularly framing, reviewing & monitoring risk management plan & ensuring to mitigate the current & future risk exposure so as to safeguard Company & shareholders' interest and to assure business growth with financial stability.

28. ADEQUACY OF INTERNAL FINANCIAL CONTROLS:

The Company has designed and implemented a process driven framework for Internal Financial Controls ("IFC") within the meaning of the explanation to Section 134(5)(e) of the Companies Act, 2013. For the year ended March 31, 2024, the Board is of the opinion that the Company has sound IFC commensurate with the nature and size of its business operations and operating effectively and no material weakness exists. The Company has a process in place to continuously monitor the same and identify gaps, if any, and implement new and/or improved controls wherever the effect of such gaps would have a material effect on the Company's operations.

29. MAINTENANCE OF COST RECORDS:

The Directors state that the turnover of the Company does not exceed the limit prescribed for maintenance of Cost Records as specified by the Central Government under Section 148(1) of the Companies Act, 2013, accordingly such accounts and records are not made and maintained by the Company.

30. COMPLIANCE WITH THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

It is stated that the Company has constituted an Internal Complaints Committee and complied with provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

Your directors' further state that during the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

31. SECRETARIAL AUDIT:

The Board Directors appointed Messrs. P Talesara & Associates, Practicing Company Secretaries, as the Secretarial Auditors' of your Company for the financial year ended March 31, 2024. The Secretarial Auditors' have confirmed that your Company has complied with the applicable laws and that there are adequate systems and processes in your Company commensurate with its size and scale of operations to monitor and ensure compliance with the applicable laws. The Report of the Secretarial Auditors' pursuant to Section 204 of the Act is provided in the **"Annexure-G"** forming part of this Report along with the Secretarial Audit Report of Subsidiary Company as per Regulation 24A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Auditors' Report:

There is no qualification, reservation or adverse remark made in the Report.

Compliance Certificate:

A certificate issued from M/s. H.R. Jain & Co., Statutory Auditor of the Company regarding compliances of Conditions of Corporate Governance is annexed with the Report in **"Annexure-H"**.

32. GENERAL:

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

(i) Issue of equity shares with differential rights as to dividend, voting or otherwise;

(ii) Issue of shares (including sweat equity shares) to employees of the Company under any scheme;

(iii) None of the Whole-Time Director or Managing director of the Company received any remuneration or commission from any of its holding or subsidiary.

33. COMPLIANCE WITH SECRETARIAL STANDARDS ON BOARD AND ANNUAL GENERAL MEETINGS:

Your Company is in compliance with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India and approved by the Central Government under Section 118(10) of the Act in respect Board Meetings and Annual General Meetings.

34. APPLICATION MADE OR PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE,2016 (31 OF 2016):

Neither any application made or nor any proceeding is pending under Insolvency and Bankruptcy Code, 2016.

35. DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS:

Since its inception, the Company has not entered into any One-Time Settlement with banks or financial institutions.

36. INDEPENDENT DIRECTOR:

(A) Statement on Declaration Given by Independent Directors U/S 149(6) of The Companies Act, 2013:

Your Company has received declarations from all the Independent Directors of your Company, confirming that:

(i) they meet the criteria of independence as prescribed under Section 149(6) of the Companies Act, 2013 and Regulation 16(1)(b) of the SEBI (LODR) Regulations, 2015;

(ii) they are not aware of any circumstance or situation which exists or may be reasonably anticipated, that could impair or impact their ability to discharge their duties with an objective of independent judgement and without any external influence.

(B) Statement Regarding Board Opinion with Integrity, Expertise and Experience (Including Proficiency) of the Independent Director:

In the opinion of the Board, there has been no change in the circumstances which may affect their status as Independent Directors of the Company and that the Independent Directors appointed possess requisite qualifications, experience and expertise in Corporate Governance, Legal & Compliance, Financial Literacy, General Management, Industry Knowledge, Technology, Risk Management, Strategic Expertise and Sustainability and they hold highest standards of integrity and therefore the Board is satisfied of the integrity, expertise, and experience (including proficiency in terms of Section 150(1) of the Act and applicable rules thereunder) of all Independent Directors on the Board.

(C) Familiarization Programme for Independent Directors:

As a practice, all new Independent Directors inducted on the Company' s Board attend an orientation programme. Presentations are made by Senior Management giving an overview of the operations, to familiarize the new Directors with the Company's business operations. The new Directors are given an orientation on the products of the business, group structure and subsidiaries, Board constitution and procedures, matters reserved for the Board, and the major risks and risk management strategy of the Company. Visits to plant locations are organized for the new Directors to enable them to understand the business better. Details of Familiarization Programme of Independent Directors in the areas of strategy/industry trends, operations & governance, Statutory Act, health, environment initiatives and safety are available on the website of the Company at https://www.sahpolymers.com.

(D) Independent Directors Meeting:

During the year under review a separate meeting of the Independent Director of the Company was held on February 12, 2024, without the presence of other Directors and members of Management. The Independent Directors reviewed the performance of Non-Independent Directors and the Board as a whole, performance and assessed the quality, quantity and timeliness of flow of information between the Company management and the Board.

37. VIGIL MECHANISM/WHISTLE BLOWER:

Your Company's Whistleblower Policy encourages Directors and employees to bring to your Company's attention, instances of illegal or unethical conduct, actual or suspected incidents of fraud, actions that affect the financial integrity of your Company, or actual or suspected instances of leak of unpublished price sensitive information that could adversely impact your Company's operations, business performance and/or reputation. The Policy requires your Company to investigate such incidents, when reported, in an impartial manner and take appropriate action to ensure that the requisite standards of professional and ethical conduct are always upheld. Anonymous complaints are also entertained if the complaint sets out specific allegations & verifiable facts, and is accompanied with supporting evidence. It is your Company's Policy to ensure that no complainant is victimized or harassed for bringing such incidents to the attention of your Company, and to keep the information disclosed during the course of the investigation as confidential. The practice of the Whistleblower Policy is overseen by the Audit Committee and no employee was denied access to the Committee during the year. The Whistleblower Policy is available on your Company's corporate website at https://www.sahpolymers.com.

38. ACKNOWLEDGEMENTS:

We thank our customers, vendors, dealers, investors, business associates and bankers for their continued support during the year. We place on record our appreciation of the contribution made by employees at all levels. Our resilience to meet challenges was made possible by their hard work, solidarity, Co-operation and support. We thank the Government of India and the State Government and other regulatory authorities and government agencies for their support and look forward to their continued support in the future.

For and on Behalf of the Board of Directors
Sah Polymers Limited

Hakim Sadiq Ali Tidiwala
Whole-Time Director
DIN: 00119156

Murtaza Ali Moti
Whole-Time Director
DIN: 07876224

Place: Udaipur
Date: May 03, 2024

"Annexure-A"

(Forming Part of Board's Report)

Details pertaining to remuneration as required under Section 197(12) of the Companies Act, 2013 read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are given below:

1. THE RATIO OF THE REMUNERATION OF EACH DIRECTOR TO THE MEDIAN REMUNERATION OF THE EMPLOYEES OF THE COMPANY FOR THE FINANCIAL YEAR 2023-24:

Name	Designation	Ratio
Mr. Asad Daud	Non-Executive Director	NIL
Mr. Hakim Sadiq Ali Tidiwala	Whole-Time Director	1:16.67
Mr. Murtaza Ali Moti	Whole-Time Director	1:12.28
Mr. Sanjay Suthar	Independent Director	NIL
Mr. Nikhil Khanderao Raut	Independent Director	NIL
Mr. Ramesh Chandra Soni	Independent Director	NIL
Ms. Asha Jain	Independent Director	NIL

2. THE PERCENTAGE INCREASE IN REMUNERATION OF EACH DIRECTOR, CHIEF FINANCIAL OFFICER, CHIEF EXECUTIVE OFFICER, COMPANY SECRETARY IN THE FINANCIAL YEAR 2023-24:

Name	Designation	% of increase in remuneration
Mr. Asad Daud	Non-Executive Director	NIL
Mr. Hakim Sadiq Ali Tidiwala	Whole-Time Director	NIL
Mr. Murtaza Ali Moti	Whole-Time Director	NIL
Mr. Lalit Kumar Bolia	Chief Financial Officer	7.02%
Ms. Runel Saxena	Company Secretary	18.11%
Independent Directors Sitting Fees		
Mr. Sanjay Suthar	Independent Director	NIL
Mr. Nikhil Khanderao Raut	Independent Director	NIL
Mr. Ramesh Chandra Soni	Independent Director	NIL
Ms. Asha Jain	Independent Director	NIL

3. THE PERCENTAGE INCREASE IN THE MEDIAN REMUNERATION OF EMPLOYEE IN THE FINANCIAL YEAR 2023-24: 10.77%

4. THE NUMBER OF PERMANENT EMPLOYEES ON THE ROLLS OF COMPANY AS ON MARCH 31, 2024:

There were 92 number of permanent employees on the rolls of the Company as on March 31, 2024.

5. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year was 10.76%. and its comparison with the percentile increase in the managerial remuneration was 2.56%.

6. AFFIRMATION THAT THE REMUNERATION IS AS PER THE REMUNERATION POLICY OF THE COMPANY:

It is affirmed that the remuneration paid to Directors, Key Managerial Person and other employees are as per the Nomination and Remuneration Policy for Directors, Key Managerial Personnel, and other employees.

For and on Behalf of the Board of
Directors **Sah Polymers Limited**

Hakim Sadiq Ali Tidiwala
Whole-Time Director
DIN: 00119156

Murtaza Ali Moti
Whole-Time Director
DIN: 07876224

Place: Udaipur
Date: May 03, 2024

"Annexure-B"

(Forming Part of Board's Report)

NOMINATION AND REMUNERATION POLICY

This Nomination and Remuneration Policy is being formulated in compliance with Section 178 of the Companies Act, 2013 read along with SEBI (Listing Obligations and Disclosure Requirements) Regulations, as amended from time to time. This policy on Nomination and Remuneration of Directors, Key Managerial Personnel and Senior Management has been formulated by the Nomination and Remuneration Committee (NRC or the Committee) and has been approved by the Board of Directors.

Our Policy on the Appointment and Remuneration of Directors, Key Managerial Personnel and Senior Management Personnel provides a framework based on which our human resources management aligns their recruitment plans for strategic growth of the Company.

Definitions:

"Act" means Companies Act, 2013 and rules framed there under, as amended from time to time.

"Board of Directors" or **Board**, in relation to the Company, means the collective body of the Directors of the Company.

"Committee" means Nomination and Remuneration Committee of the Company as constituted or reconstituted by the Board.

"Company" means Sah Polymers Limited

"Managerial Personnel" means Managerial Personnel or Persons, applicable under Section 196 and other applicable provisions of the Companies Act, 2013

"Policy" or **"This policy"** means Nomination and Remuneration Policy.

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

"Key Managerial Personnel" means an individual as defined under Section 2(51) and Section 203 of Companies Act, 2013:

i) the Chief Executive Officer or the Managing Director or the Manager;

ii) the Company Secretary;

iii) the Whole-Time Director;

iv) the Chief Financial Officer;

v) such other officer, not more than one level below the directors' who is in the Whole-Time employment, designated as key managerial personnel by the Board; and

vi) such other person as may be prescribed by the Company from time to time.

"Senior Managerial Personnel" mean officers/ personnel of the listed entity who are members of its core management team excluding the Board of Directors and normally this shall comprise all members of management one level below the Chief Executive Director/Managing Director/Whole-Time Director/Manager (including chief executive officer/ manager, in case they are not part of the board) and shall specifically include Company secretary and chief financial officer.

Purpose:

Pursuant to the Section 178 of the Companies Act, 2013 read with Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014 and pursuant to the applicable provisions of SEBI (LODR) Regulations, 2015, the Board of Directors shall constitute the Nomination and Remuneration Committee, to guide the Board on various issues on appointment, evaluate the performance, remuneration of Directors, Key Managerial Personnel, etc.

Constitution of Nomination and Remuneration Committee:

The Board has re-constituted the "Nomination and Remuneration Committee" of the Board on March 28, 2017. This is in line with the requirements under the Companies Act, 2013.

Applicability:

This Policy is applicable to all Directors, Key Managerial Personnel and Senior Managerial Personnel and such other officer as may be prescribed by the Board of **Sah Polymers Limited**.

Objective:

The objective of the Policy is to ensure that:

- The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate Directors of the quality required to run the Company successfully;

- Relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and;

- Remuneration to Directors, Key Managerial Personnel and Senior Management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the Company and its goals.

Role of the Committee:

The role of the NRC will be the following:

- To formulate criteria for determining qualifications, positive attributes and Independence of a Director.

- To formulate criteria for evaluation of Independent Directors and the Board.

- To identify persons who are qualified to become Directors and who may be appointed in Senior Management in accordance with the criteria laid down in this Policy.

- To carry out evaluation of Directors performance.

- To recommend to the Board the appointment and removal of Directors and Senior Management.

- To recommend to the Board, Policy relating to remuneration for Directors, Key Managerial Personnel and Senior Management.

- To specify the manner for effective evaluation of performance of the Board, its committees and Individual Directors to be carried out by the Board, by the Nomination and Remuneration Committee or by independent external agency and review its implementation and compliance.

- To devise a policy on Board diversity, composition, size.

- Succession planning for replacing Key Executives and overseeing.

- To carry out any other function as is mandated by the Board from time to time and/or enforced by any statutory notification, amendment or modification, as may be applicable.

- To perform such other functions as may be necessary or appropriate for the performance of its duties.

Appointment and Removal of Director, Key Managerial Personnel and Senior Management:

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

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

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

Term/Tenure:

1) **Chairman/Managing Director/Whole-Time Director:** The Company shall appoint or re-appoint any person as its Executive Chairman, Managing Director or Executive Director for a term not exceeding five years at a time under the terms of the applicable provisions of the law. No re-appointment shall be made earlier than one year before the expiry of term.

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

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

Provided that an Independent Director shall not, during the said period of three years, be appointed in or be associated with the Company in any other capacity, either directly or indirectly.

At the time of appointment of Independent Director it should be ensured that number of Boards on which such Independent Director serves is restricted to

seven listed Companies as an Independent Director and three listed Companies as an Independent Director in case such person is serving as a Whole-Time Director of a listed Company or such other number as may be prescribed under the Act.

Evaluation:

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

Removal:

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

Retirement:

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

Policy for Remuneration to Directors/Kmp/ Senior Management Personnel:

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

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

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

2) Remuneration to Non-Executive/Independent Directors:

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

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

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

d) Any remuneration paid to Non-Executive/ Independent Directors for services rendered which are of professional in nature shall not be considered as part of the remuneration for the purposes of clause (b) above if the following conditions are satisfied:

   i) The services are rendered by such Director in his capacity as the professional; and

   ii) In the opinion of the Committee, the Director possesses the requisite qualification for the practice of that profession.

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

3) Remuneration to Key Managerial Personnel and Senior Management:

a) The remuneration to Key Managerial Personnel and Senior Management shall consist of fixed pay and incentive any, in compliance with the provisions of the Companies Act, 2013 and in accordance with the Company's Policy and subject to the compliance with respect to SEBI (LODR) Regulations, to the extent it is applicable to the Company.

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

c) The Fixed pay shall include monthly remuneration, employer's contribution to

Provident Fund, contribution to pension fund, pension schemes, etc. as decided from to time.

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

Disclosure:

Certified copy of this Policy shall be placed on Company's website viz., www.sahpolymers.com for public view and salient features of this Policy and any changes therein, shall be disclosed in the Board's report along web address of this policy.

Implementation:

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

Amendment to The Policy:

The Board of Directors on its own and/or as per the recommendations of Nomination and Remuneration Committee can amend this Policy, as and when required. In case of any amendment(s), clarification(s), circular(s), etc. issued by the relevant authorities, not being consistent with the provisions of this Policy, which are extracted from applicable provisions of Companies Act and SEBI (LODR) Regulations, 2015, then such amendment(s), clarification(s), circular(s), etc. shall prevail upon the provisions hereunder and this Policy shall stand amended accordingly from the effective date as laid down under such amendment(s), clarification(s), circular(s), etc. However, to bring the effects of such amendment(s), clarification(s), circular(s), etc. Committee may recommend such changes in this Policy to the Board for the approval in the meeting of the Board of Directors.

"Annexure-C"

(Forming Part of Board's Report)

FORM AOC-1

Statement containing salient features of the financial statement of subsidiaries

(Pursuant to first proviso to Sub-section (3) of Section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Part "A": Subsidiaries

1.	Sr. No.	1
2.	Name of the subsidiary	**Fibcorp Polyweave Private Limited**
3.	Reporting period for the subsidiary concerned, if different from the holding Company's reporting period	N.A
4.	Reporting currency & Exchange rate as on last date of relevant Financial year in case of foreign subsidiaries	N.A
5.	Share capital (₹ in Lakhs)	66.43
6.	Reserves & surplus (₹ in Lakhs)	563.57
7.	Total assets	1285.54
8.	Total Liabilities	655.54
9.	Investments	-
10.	Turnover	3337.55
11.	Profit before taxation	51.26
12.	Provision for taxation	25.10
13.	Profit after taxation	26.16
14.	Proposed Dividend	-
15.	% of shareholding	51.01%

Part "B": Associates and Joint Ventures

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

Note: During the year there are no Subsidiaries or associates; which are yet to commence operations & which have been liquidated or sold.

For and on Behalf of the Board of Directors **Sah Polymers Limited**

Hakim Sadiq Ali Tidiwala
Whole-Time Director
DIN: 00119156

Murtaza Ali Moti
Whole-Time Director
DIN: 07876224

Place: Udaipur
Date: May 03, 2024

"Annexure-D"

(Forming Part of Board's Report)

FORM AOC – 2

(Pursuant to clause (h) of Sub-section (3) of Section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for Disclosure of particulars of contracts/arrangements entered into by the Company with related parties referred to in sub Section (1) of Section 188 of the Companies Act, 2013 including certain arm's length transaction under third proviso is given below:

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

Sr. No.	Particulars	Details
a)	Name(s) of the related party & nature of relationship	NIL
b)	Nature of contracts/arrangements/transaction	NIL
c)	Duration of the contracts/arrangements/transaction	NIL
d)	Salient terms of the contracts or arrangements or transaction including the value if any	NIL
e)	Justification for entering into such contracts or arrangements or transactions	NIL
f)	Date of approval by the Board	NIL
g)	Amount paid as advances, if any	NIL
h)	Date on which the special resolution was passed in General meeting as required under first proviso to Section 188	NIL

2. Details of material contracts or arrangement or transactions at arm's length basis:

Sr. No.	Particulars	Details
a)	Name(s) of the related party & Nature of Relationship	Fibcorp Polyweave Private Limited, Subsidiary Company.
b)	Nature of contracts/arrangements/transactions	Purchase of machineries, Leasing of machineries, Purchase and Sales of Goods & Material, Rendering of any services.
c)	Duration of the contracts/arrangements/ transactions	Contractual Basis.
d)	Salient terms of the contracts or arrangements or transactions	In the normal course of business.
e)	Date(s) of approval/Consent by the Board	February 04, 2022
f)	Amount paid as advances, if any	NIL

For and on Behalf of the Board of Directors **Sah Polymers Limited**

Hakim Sadiq Ali Tidiwala
Whole-Time Director
DIN: 00119156

Murtaza Ali Moti
Whole-Time Director
DIN: 07876224

Place: Udaipur
Date: May 03, 2024

"Annexure-E"

(Forming Part of Board's Report

ANNUAL REPORT ON CSR ACTIVITIES FOR THE FINANCIAL YEAR ENDED MARCH 31, 2024

(In terms of Rules 8 of the Companies (Corporate Social Responsibility Policy) Rules 2014)

1. Brief outline on CSR Policy of the Company:

Sah Polymers Limited as a conscientious corporate citizen, recognizes the corporate social responsibility to address some of India's most challenging issues relating to education, health, equality and development of the weaker Section of the society and always endeavours to contribute to the welfare and development of the society, in which it operates.

The Company had adopted CSR Policy as recommended by the CSR Committee and duly approved by the Board of Directors, pursuant to Section 135 of the Act read with the Companies (Corporate Social Responsibility Policy) Rules, 2014.

The objective of the Policy is given hereunder:

i. Eradicating hunger, poverty and malnutrition, promoting health care including preventive health care and sanitation including contribution to the Swach Bharat Kosh set up by the Central Government for the promotion of sanitation and making available safe drinking water;

ii. Promoting education, including special education and employment enhancing vocation skills especially among children, women and differently-abled and livelihood enhancement projects;

iii. Promoting gender equality, empowering women, setting up homes and hostels for women and orphans; setting up old aged homes, day care centres and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backward groups;

iv. Ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agroforestry, conservation of natural resources and maintaining quality of soil, air and water including contribution to the Clean Ganga Fund set-up by the Central Government for rejuvenation of river Ganga.

v. Protection of national heritage, art and culture including restoration of buildings and sites of historical importance and works of art; setting up public libraries; promotion and development of traditional art and handicrafts.

vi. Measures for the benefit of armed forces veterans, war widows and their dependents;

vii. training to promote rural sports, nationally recognised sports, paralympic sports and olympic sports;

viii. contribution to the prime minister's national relief fund or any other fund set up by the central govt. for socio economic development and relief and welfare of the schedule caste, tribes, other backward classes, minorities and women;

ix. (a) Contribution to incubators or research and development projects in the field of science, technology, engineering and medicine, funded by the Central Government or State Government or Public Sector Undertaking or any agency of the Central Government or State Government; and.

(b) Contributions to public funded Universities; Indian Institute of Technology (IITs); National Laboratories and autonomous bodies established under Department of Atomic Energy (DAE); Department of Biotechnology (DBT); Department of Science and Technology (DST); Department of Pharmaceuticals; Ministry of Ayurveda, Yoga and Page-7 Naturopathy, Unani, Siddha and Homoeopathy (AYUSH); Ministry of Electronics and Information Technology and other bodies, namely Defense Research and Development Organization (DRDO); Indian Council of Agricultural Research (ICAR); Indian Council of Medical Research (ICMR) and Council of Scientific and Industrial Research (CSIR), engaged in conducting research in science, technology, engineering and medicine aimed at promoting Sustainable Development Goals (SDGs).

x. Rural development projects.

xi. Slum area development:

Explanation - The term "Slum area" shall mean any area declared as such by the Central Government or any State Government or any other competent authority under any law for the time being in force.

xii. Disaster management, including relief, rehabilitation, and reconstruction activities.

2. Composition of CSR Committee:

Sr. No.	Name of Director	Designation/Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Mr. Asad Daud	Non-Executive Director Chairman	1	1
2	Mr. Ramesh Chandra Soni	Independent Director Member	1	1
3	Mr. Hakim Sadiq Ali Tidiwala	Whole-Time Director Member	1	1

3. The web-link(s):

Composition of CSR Committee & CSR Policy and CSR Projects approved by the Board are disclosed on the website of the Company: https://sahpolymers.com/investor-relations/

4. The details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014: Not Applicable

5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any: NIL

6.

		(₹ in Lakhs)
(a)	Average Net Profit/(Loss) for the last Three Financial years for the Computation of CSR amount as per Section 135(5)	362.31
(b)	Two percent of average Net profit calculated in referred in pt.(a)	7.25
(c)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years	NIL
(d)	Amount required to be set off for the financial year, if any	0.06
(e)	Total CSR obligation for the financial year **(6a+6b-6c)**	7.25

7. (a) Details of CSR amount spent against ongoing projects for the financial year: NIL

(b) Details of CSR amount spent other than ongoing projects during the financial year are as under:

Sr. No.	Name of the Project	Item from the list of activities in schedule VII to the Act	Local area (Yes/No)	Location of the project was undertaken (specify state & district)	Amount spent for the project (₹ in Lakhs)	Mode of implementation - Direct (Yes/No)	Mode of implementation - Through implementing agency. (Name of Agency)
1	Education & Health	Promoting Education and Preventive health to the Economically Weaker Section of the society	Yes	Udaipur, Rajasthan	7.25 Lakhs	No	Taha Charitable Trust CSR Registration Number: CSR00011731
	Total				**7.25 Lakhs**		

Refer Note No. 62 of audited Standalone Financial statement attached.

(c) Amount spent in Administrative Overheads: NIL

(d) Amount spent on Impact Assessment, if applicable: NIL

(e) Total amount spent for the financial year (7b+7c+7d+7e): ₹ 7.25 Lakhs

(f) CSR amount spent or unspent for the financial year:

(i) Total Amount Spent for the financial year 2023-24 is ₹ 7.25 Lakhs

(ii) Amount unspent: NIL

(g) Excess amount for set off, if any:

Sr. No.	Particular	Amount (₹)
(i)	Two percent of average Net profit of the Company prescribed as per Section 135(5)	₹ 7.25 Lakhs
(ii)	Total amount spent for the financial year	₹ 7.25 Lakhs
(iii)	Excess amount spent for the financial year [(ii)-(i)]	NIL
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	₹ 0.06 Lakhs
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	₹ 0.06 Lakhs

8. (a) **Details of Unspent CSR amount for the preceding three financial years:** NIL

(b) **Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s):** N.A.

9. There is no capital assets have been created or acquired through CSR spent in the financial year 2023-24.

10. The Company has not failed to spend two per cent of the average Net profit as per Section 135(5): refer point. No. 6(b) above.

For and on Behalf of the Board of Directors
Sah Polymers Limited

Hakim Sadiq Ali Tidiwala
Whole-Time Director
DIN: 00119156

Murtaza Ali Moti
Whole-Time Director
DIN: 07876224

Place: Udaipur
Date: May 03, 2024

"Annexure-F"

(Forming Part of Board's Report)

CEO/CFO CERTIFICATION

(Pursuant to Regulation 17(8) of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015)

To,
The Board of Directors
SAH POLYMERS LIMITED,
E 260-261, Mewar Industrial Area,
Madri Udaipur, Rajasthan-313003.

A. We, Lalit Kumar Bolia, CFO and Murtaza Ali Moti, Whole-Time Director of **Sah Polymers Limited**, have reviewed the financial statements and the cash flow statement for the year ended March 31, 2024 and that to the best of our knowledge and belief:

   (1) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;

   (2) these statements together present a true and fair view of the listed entity's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

B. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violate the Company's code of conduct.

C. We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the Auditors' and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.

D. We have indicated to the Auditors' and the Audit Committee

   (1) Significant changes in internal control over financial reporting during the year;

   (2) Significant changes in accounting policies during the year and that the same have been disclosed in the Notes to the financial statements; and

   (3) Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the listed entity's internal control system over financial reporting.

For and on Behalf of the Board of Directors
Sah Polymers Limited

Lalit Kumar Bolia
Chief Financial Officer

Murtaza Ali Moti
Whole-Time Director
DIN: 07876224

Place: Udaipur
Date: May 03, 2024

"Annexure-G"

(Forming Part of Board's Report)

FORM NO. MR-3

SECRETARIAL AUDIT REPORT

(For the financial year ended March 31, 2024)

[Pursuant to Section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration of Personnel) Rules, 2014]

To,
The Members,
SAH POLYMERS LIMITED
CIN: L24201RJ1992PLC006657
Regd. Office: E 260-261, Mewar Industrial Area,
Madri Udaipur, Rajasthan-313003.

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **SAH POLYMERS LIMITED** (herein after called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of **SAH POLYMERS LIMITED** (the Company's) books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives made available to us through electronic mode, during the conduct of secretarial audit, We hereby report that in our opinion, the Company has complied to the extent applicable during the audit period covering the financial year ended on March 31, 2024 complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms, and returns filed and other records maintained by **SAH POLYMERS LIMITED** ("the Company") for the financial year ended on March 31, 2024 according to the provisions of:

(i) The Companies Act, 2013 (the Act) and the rules made thereunder for specified Sections and Rules notified and came into effect from respective dates and a list of documents verified is as per **"Annexure-A"**.

(ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder.

(iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;

(iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder

(v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, ('SEBI Act') 1992:

(a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) (Amendment) Regulations, 2021;

(b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015, (Amendment) Regulations, 2021;

(c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; **(Not applicable to the Company during the audit period)**;

(d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999, now known as SEBI (Share based Employees Benefits) Regulations, 2014 **(Not applicable to the Company during the audit period)**;

(e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 **(Not applicable to the Company during the audit period)**;

(f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) (Amendment) Regulations, 2018 regarding the Companies Act and dealing with client;

(g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021 **(Not applicable to the Company during the audit period)**; and

(h) The Securities and Exchange Board of India (Buy back of Securities) Regulations, 2018 **(Not applicable to the Company during the audit period)**;

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

(vi) Other Laws as applicable to the Company as certified by the Management:

1. Employee's Provident Funds & Miscellaneous Provisions Act, 1952
2. Employee's State Insurance Act, 1948
3. The Payment of Bonus Act, 1965
4. Payment of Gratuity Act, 1972
5. The Contract Labour (Regulation And Abolition) Act, 1970
6. Negotiable Instruments Act, 1881
7. The Central Goods And Services Tax Act, 2017
8. The Banking Regulation Act, 1949
9. The Income Tax Act, 1961
10. Indian Stamp Act, 1899
11. The Water (Prevention and Control of Pollution) Act, 1974
12. The Air (Prevention and Control of Pollution) Act, 1981
13. The Contract Act 1872
14. Arbitration and Conciliation Act, 1996
15. The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013
16. The Payment of Wages Act, 1936
17. The Minimum Wages Act, 1948
18. Industrial Disputes Act, 1947
19. The Environment Protection Act, 1986

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

(i) Secretarial Standards issued by The Institute of Company Secretaries of India.

(ii) The Listing Agreements entered into by the Company with BSE and NSE Stock Exchanges.

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

We further report that:

The Board of Directors of the Company is duly constituted with a proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The following changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Mr. Murtaza Ali Moti has been appointed as Whole-Time director of the Company w.e.f. April 01, 2023.

Mrs. Asha Jain has been appointed as Independent Director of the Company w.e.f. July 14, 2023.

Ms. Chetna, an Independent Director ceased to be director of the Company w.e.f. August 19, 2023.

The Company has filed an application under regulation 37 of the Securities Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations,2015 for in-principal approval for the proposed scheme of amalgamation of its subsidiary viz; Fibcorp Polyweave Private limited into and with Sah Polymers Limited on September 28, 2023

Adequate notice has been given to all the directors' to schedule the Board Meetings and Committee Meetings, Agenda and detailed notes on agenda were sent in accordance with provisions of The Act, Rules and Regulations and a system exists for meaningful participation at the meeting. All decisions at board meetings and Committee meetings have been carried out as recorded in the Minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be and duly signed by the Chairman.

There were no amendments/modification of the Memorandum and Articles of Association of the Company during the period under report.

We further report that

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

We have relied on the representation made by the Company and its officers for systems and mechanism formed by the Company for compliances under other Acts, Laws and Regulations applicable to the Company.

For **P. Talesara & Associates**
Company Secretaries

Pawan Talesara
Proprietor
FCS No: 8096, C P No: 2674
UDIN: F008096F000069841

Place: Udaipur
Date: April 15, 2024

ANNEXURE-A

List of Documents verified under the Companies Act, 2013:

1. Memorandum and Articles of Association of the Company.
2. Annual Return for the financial year ended March 31, 2024 and changes thereafter in shareholding pattern.
3. Minutes of the meetings of the Board of Directors and Audit Committee along with Attendance Register maintained during the financial year under Report.
4. Minutes of General Meetings held during the financial year under Report.
5. All E-Statutory Registers.
6. Agenda papers sent for the Board Meetings and Committee Meetings.
7. Declaration received from the Directors of the Company pursuant to the provisions of Section 184 of The Companies Act, 2013.
8. E-Forms filed by the Company, from time-to-time, under applicable provisions of the Companies Act, 2013 and attachments thereto during the financial year under Report.

For **P. Talesara& Associates**
Company Secretaries

Pawan Talesara
Proprietor
FCS No: 8096, C P No: 2674
UDIN: F008096F000069841

Place: Udaipur
Date: April 15, 2024

This Report should be read with my letter of even date which is annexed as Appendices A and forms an Integral Part of this Report.

APPENDICES - A

To,
The Members,
SAH POLYMERS LIMITED
CIN: L24201RJ1992PLC006657
Regd. Office: E 260-261, Mewar Industrial Area,
Madri Udaipur, Rajasthan-313003.

Our Report of the given date is to be read along with this letter:

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

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

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

4. Wherever required, we have obtained the Management representation about the compliance of Laws, Rules and Regulations and happening of events etc.

5. The compliance of the provisions of Corporate and other applicable Laws, Rules, Regulations, and standards is the responsibility of management. Our examination was Limited to the verification of procedures on test basis.

6. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For **P. Talesara& Associates**
Company Secretaries

Pawan Talesara
Proprietor
FCS No: 8096, C P No: 2674
UDIN: F008096F000069841

Place: Udaipur
Date: April 15, 2024

Form No. MR-3

SECRETARIAL AUDIT REPORT

For the financial year ended March 31, 2024

(Regulation 24A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with the circular no. CIR/CFD/CMDI/27/2019 dated February 08, 2019 issued by Securities and Exchange Board of India)

To,
The Members,
FIBCORP POLYWEAVE PRIVATE LIMITED
CIN: U17309RJ20 I 7PTC05869 I
Regd. Office: E 260-261 Mewar Industrial Area,
Madri Udaipur, Rajasthan-313003.

We have conducted the Secretarial Audit, in terms of Regulation 24A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with the circular no. CIR/CFD/CMDI/27/2019 dated February 08, 2019 issued by Securities and Exchange Board of India, of the compliance of applicable statutory provisions and the adherence to good corporate practices by **FIBCORP POLYWEAVE PRIVATE LIMITED** (herein after called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of **FIBCORP POLYWEAVE PRIVATE LIMITED** books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives made available to us through electronic mode, during the conduct of secretarial audit, We hereby report that in our opinion, the Company has complied to the extent applicable during the audit period covering the financial year ended on Marh 31, 2024 complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by **FIBCORP POLYWEAVE PRIVATE LIMITED** ("the Company") for the financial year ended on March 31, 2024 according to the provisions of:

(i) The Companies Act, 2013 (the Act) and the rules made thereunder for specified Sections and Rules notified and came into effect from respective dates and a list of documents verified is as per **"Annexure-A"**;

(ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;

(iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;

(iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder:

Being Private Limited Company during the audit Period, the followings Acts, Rules, Guidelines and Regulations prescribed under the Securities and Exchange Board of India Act, ('SEBI Act') 1992 were not applicable to the Company.

(a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) (Amendment) Regulations, 2021;

(b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015, (Amendment) Regulations, 2021;

(c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;

(d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999, now known as SEBI (Share based Employees Benefits) Regulations, 2014;

(e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;

(f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) (Amendment) Regulations, 2018 regarding the Companies Act and dealing with client;

(g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021;

(h) The Securities and Exchange Board of India (Buy back of Securities) Regulations, 2018; and

(i) The Securities and Exchange Board of India (Listing Obligations and Disclosures

Requirement) Regulations, 2015, **(Complied to the extent applicable as Material Subsidiary Company of the Listed Company)**.

(vi) Other Laws as applicable to the Company as certified by the Management:

1. Employee's Provident Funds & Miscellaneous Provisions Act, 1952;
2. Employee's State Insurance Act, 1948;
3. The Payment of Bonus Act, 1965;
4. Payment of Gratuity Act, 1972;
5. The Contract Labour (Regulation And Abolition) Act, 1970;
6. Negotiable Instruments Act, 1881;
7. The Central Goods And Services Tax Act, 2017;
8. The Banking Regulation Act, 1949;
9. The Income Tax Act, 1961;
10. Indian Stamp Act, 1899;
11. The Water (Prevention and Control of Pollution) Act, 1974;
12. The Air (Prevention and Control of Pollution) Act, 1981;
13. The Contract Act, 1872;
14. Arbitration and Conciliation Act, 1996;
15. The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013;
16. The Payment of Wages Act, 1936;
17. The Minimum Wages Act, 1948;
18. Industrial Disputes Act, 1947;
19. The Environment Protection Act, 1986.

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

(i) Secretarial Standards issued by The Institute of Company Secretaries of India.

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

We further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors and Non-Executive Directors. The Company is complying with the Regulation 24(1) of Securities and Exchange Board of India (Listing Obligations and Disclosures Requirement) Regulations, 2015.

The Board of Directors of Company has approved the scheme of amalgamation of Fibcorp Polyweave Private Limited (Subsidiary Company) into and with Sah Polymers Limited in the Board Meeting held on September 25, 2023.

There was no change in the composition of the Board of Directors during the period under review.

The Company is not required to constitute Audit Committee and Nomination and Remuneration Committee during the period under report as informed to us as it is not covered under Rule 6 of the Companies (Meetings of Board and its powers) Rules, 2014.

Adequate notice has been given to all the directors' to schedule the Board Meetings, Agenda and detailed notes on agenda were sent in accordance with provisions of the Act, Rules and Regulations and a system exists for meaningful participation at the meeting. All decisions at board meeting meetings have been carried out as recorded in the Minutes of the meetings of the Board of Directors.

There were no amendments/modification of the Memorandum and Articles of Association of the Company during the period under report.

We further report that

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

We have relied on the representation made by the Company and its officers for systems and mechanism formed by the Company for compliances under other Acts, Laws and Regulations applicable to the Company.

For **P. Talesara& Associates**
Company Secretaries

Pawan Talesara
Proprietor
FCS No: 8096, C P No: 2674
UDIN: F008096F000069894

Place: Udaipur
Date: April 15, 2024

ANNEXURE-A

List of Documents verified under Companies Act, 2013:

1. Memorandum and Articles of Association of the Company.
2. Annual Return for the financial year ended March 31, 2024.
3. Minutes of the meetings of the Board of Directors along with Attendance Register maintained during the financial year under Report.
4. Minutes of General Meetings held during the financial year under Report.
5. All E-Statutory Registers.
6. Agenda papers sent for the Board Meetings.
7. Declaration received from the Directors of the Company pursuant to the provisions of Section 184 of The Companies Act, 2013.
8. E-Forms filed by the Company, from time-to-time, under applicable provisions of the Companies Act, 2013 and attachments thereto during the financial year under Report.

For **P. Talesara & Associates**
Company Secretaries

Pawan Talesara
Proprietor
FCS No: 8096, C P No: 2674
UDIN: F008096F000069894

Place: Udaipur
Date: April 15, 2024

This Report should be read with my letter of even date which is annexed as Appendices A and forms an Integral Part of this Report.

APPENDICES - A

To,
The Members,
FIBCORP POLYWEAVE PRIVATE LIMITED
CIN: U17309RJ20 l 7PTC05869 l
Regd. Office: E 260-261 Mewar Industrial Area,
Madri Udaipur, Rajasthan-313003.

Our Report of the given date is to be read along with this letter:

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

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

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

4. Wherever required, we have obtained the Management representation about the compliance of Laws, Rules and Regulations and happening of events etc.

5. The compliance of the provisions of Corporate and other applicable Laws, Rules, Regulations, and standards is the responsibility of management. Our examination was Limited to the verification of procedures on test basis.

6. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For **P. Talesara & Associates**
Company Secretaries

Pawan Talesara
Proprietor
FCS No: 8096, C P No: 2674
UDIN: F008096F000069894

Place: Udaipur
Date: April 15, 2024

"Annexure-H"

(Forming Part of Board's Report)

COMPLIANCE CERTIFICATE ON CORPORATE GOVERNANCE

To,
The Members
SAH POLYMERS LIMITED
E-260-261, Mewar Industrial Area,
CIN: U24201RJ1992PLC006657
Madri, Udaipur, Rajasthan-313003.

We have examined the compliance of conditions of Corporate Governance by Sah Polymers Limited for the year ended on March 31, 2024 ("Period Under Review").

We certify that the Company has complied with the conditions of Corporate Governance as stipulated under Regulations 17 to 27, clauses (b) to (i) of sub-regulation (2) of Regulation 46 and Para C, D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (''SEBI Listing Regulations'')

The Compliance of the conditions of Corporate Governance is the responsibility of the management/board of the Company. This responsibility includes the design, implementation and maintenance of internal control and procedures to ensure the compliance with the conditions of the Corporate Governance stipulated in Listing Regulations. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring Compliance with the conditions of Corporate Governance. This certificate is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, and the representations made by the Directors and the Management and considering the relaxations granted by the Ministry of Corporate Affairs and Securities and Exchange Board of India (if any), we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the SEBI Listing Regulations for the year ended on March 31, 2024.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

For **M/S H.R. Jain & Co.**
Chartered Accountants
Firm Registration No: 000262C

Manoj Jain
Partner
Membership No: 400459
UDIN: 24400459BKEMVK9081

Place: Udaipur
Date: May 03, 2024

Corporate Governance Report

In accordance with the Regulation 34(3) read with Schedule V Clause C of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirement) Regulations 2015, a report on corporate governance for the year ended on March 31, 2024 is presented below:

1. COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

In keeping with its commitment to the principles of good corporate governance, which it has always believed leads to efficiency and excellence in the operations of a Company **SAH POLYMERS LIMITED** has been upholding fair and ethical business and corporate practices and transparency in its dealings. We consider it our inherent responsibility to protect the rights of our shareholders and disclose timely, adequate and accurate information regarding our financials and performance, as well as the leadership and governance of the Company. The Company continuously endeavors to review, strengthen, and upgrade its systems and processes so as to bring in transparency and efficiency in its various business segments.

2. BOARD OF DIRECTORS

The composition of the Board is in conformity with the Regulation 17 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and (Amendment) Regulations, 2018 (here in after collectively referred to as "SEBI (LODR) Regulations") and the Companies Act, 2013 (hereinafter referred to as "the Act").

A. Composition of Board of Directors "the Board":

The Board of Directors of the Company as on March 31, 2024, comprises of 7 directors' out of which 4 members are Independent Directors. The Company does not have any Executive or Non-Executive Chairperson.

Category of Directorship	Number of Directors
Non-Executive	5
Executive	2

Table No: 1 The Composition & category of the Board & Number of Directorship & position(s) in Committee held by them as on March 31, 2024

Name of the Directors	Category of Directorship (Executive/ Non-Executive/ Independent/ Non-Independent/ Promotor/Non-Promotor)	No. of Directorships held in Public (Listed/Unlisted) Companies (Including this Company)	Name & Category of Directorship held in other Listed entities	No. of Committee* position(s) held in Listed entities as on March 31, 2024 (Including this Company)	
				Chairman	Member
Mr. Asad Daud (DIN: 02491539)	Non-Executive Director (Promoter)	3	SAT Industries Ltd., Non-Executive Director Aeroflex Industries Ltd., Executive Director	-	3
Mr. Hakim Sadiq Ali Tidiwala (DIN: 00119156)	Executive Director (Non-Promoter)	2	NIL	-	2
Mr. Murtaza Ali Moti (DIN: 07876224)	Executive Director (Non-Promoter)	1	NIL	-	-

Name of the Directors	Category of Directorship (Executive/ Non-Executive/ Independent/ Non-Independent/ Promotor/Non-Promotor)	No. of Directorships held in Public (Listed/Unlisted) Companies (Including this Company)	Name & Category of Directorship held in other Listed entities	No. of Committee* position(s) held in Listed entities as on March 31, 2024 (Including this Company)	
				Chairman	Member
Mr. Ramesh Chandra Soni (DIN: 00049497)	Non-Executive Independent Director	3	SAT Industries Ltd., Non-Executive Independent Director Aeroflex Industries Ltd., Non-Executive Independent Director	5	-
Mr. Sanjay Suthar (DIN: 07777202)	Non-Executive Independent Director	1	NIL	-	-
Mr. Nikhil Khanderao Raut (DIN: 06653335)	Non-Executive Independent Director	1	NIL	-	-
Mrs. Asha Jain (DIN: 00218335)	Non-Executive Independent Director	1	NIL	-	-

* Committee includes Audit Committee and Stakeholder Relationship Committee.

Note:

* None of the Directors is related to each other Directors.

* As on March 31, 2024, None of the Directors holds any shares in the Company apart from Mr. Asad Daud who holds 1 (one) equity Share as nominee on behalf of SAT Industries Limited.

* During the year 2023-24, Ms. Chetna ceased to be an Independent Director with effect from August 19, 2023.

B. Core competence of the Board:

The Board of Directors is structured with a thoughtful combination of various skills, competencies and experience which brings in diversity to the Boards's Perspectives.

Table No: 2 Core skills/expertise/competence

Area of skills/ expertise/ competencies	Name of the Directors						
	Mr. Murtaza Ali Moti	Mr. Asad Daud	Mr. Hakim Sadiq Ali Tidiwala	Mr. Ramesh Chandra Soni	Mr. Sanjay Suthar	Mr. Nikhil Khanderao Raut	Mrs. Asha Jain
Business Management	✓	✓	✓	–	–	✓	✓
Accounts & Finance	✓	-	✓	✓	✓	–	–
Knowledge of Industry Operation	✓	✓	✓	✓	–	–	–

Area of skills/ expertise/ competencies	Name of the Directors						
	Mr. Murtaza Ali Moti	Mr. Asad Daud	Mr. Hakim Sadiq Ali Tidiwala	Mr. Ramesh Chandra Soni	Mr. Sanjay Suthar	Mr. Nikhil Khanderao Raut	Mrs. Asha Jain
Legal/ Governance	-	-	-	✓	-	-	-
Leadership Quality	✓	✓	✓	✓	✓	✓	✓
Risk Management	✓	✓	✓	-	-	-	-

C. Board Meetings & the attendance of directors':

Seven (7) meetings of the Board of Directors were held during the financial year 2023-24, on May 18, 2023; August 04, 2023; September 07, 2023; September 25, 2023; October 18, 2023; November 04, 2023; February 09, 2024 and the gap between two meetings did not exceed one hundred and twenty days.

Table No: 3 Attendance of each director at the Board meetings and AGM held during the Financial Year 2024

Name of Director	Number of Board meetings held during year 2023-24 which director is entitled to attend	Number of Board meetings attended during year 2023-24	Whether last Annual General Meeting dated July 14, 2023 attended? (Yes/No)
Mr. Asad Daud	7	3	Yes
Mr. Hakim Sadiq Ali Tidiwala	7	7	Yes
Mr. Murtaza Ali Moti	7	5	Yes
Mr. Ramesh Chandra Soni	7	7	Yes
Mr. Sanjay Suthar	7	7	Yes
Mr. Nikhil Khanderao Raut	7	2	Yes
Mrs. Asha Jain	6*	5	No*
Ms. Chetna**	2	2	Yes

*Mrs. Asha Jain was appointed as an Independent Director w.e.f. July 14, 2023 i.e. the date of AGM.

**Tenure of Ms. Chetna as an Independent Director has expired w.e.f. August 19, 2023.

D. Independent Directors:

All the Independent Directors have confirmed that they meet the 'Independence' criteria as provided under Section 149(6) of the Companies Act and Regulation 16(1)(b) of SEBI (LODR) Regulations, 2015.

In the Opinion of the Board, all the Independent Directors appointed fulfils the criteria of independence as specified under SEBI (LODR) Regulations, 2015 based on their disclosure of declaration received by the management.

During the year, none of the Independent Directors resigns before the expiry of his/her respective tenure.

Separate Meeting of the Independent Directors:

The separate meeting of the Independent Directors of the Company was held on February 12, 2024 and the same was attended by all the Independent Directors to review the following:

1. Review performance of Non-Independent Directors and the Board of Directors as whole;

2. Assess the quality, quantity and timelines of flow of information between the management of the Company and the Board of Directors that is necessary for the Board to effectively and reasonably perform their duties.

Familiarisation Programme for Independent Directors:

Pursuant to Regulation 25(7) of the SEBI Listing Regulations, during the financial year 2023-24, the Company imparted Familiarization Programme to Independent Directors to familiarize them about their roles and responsibilities of directors' under the Companies Act, 2013 and the SEBI (LODR), 2015 etc.

The details of the familiarisation programme imparted during the year are made available on the website of the Company at www.sahpolymers.com.

E. Code & Policies:

The Board has adopted all applicable codes and policies as per the requirement of the SEBI (Prohibition of Insider Trading) Regulations, 2015 and SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015. The requisite codes and policies are posted on the Company's website at www.sahpolymers.com.

Table No: 4 Provided weblink of various Code and policies

Sr. No.	Code of Policies	Link
1	Nomination and Remuneration Policy	https://sahpolymers.com/wp-content/uploads/2022/12/Nomination-and-remuneration-policy.pdf
2	Vigil Mechanism/Whistle Blower Policy	https://sahpolymers.com/wp-content/uploads/2022/12/Vigil-Mechanism-Policy.pdf
3	Policy on Determination of Materiality of Events 2.0	https://sahpolymers.com/wp-content/uploads/2023/11/Revised-Policy-Deter.-of-material-Events.pdf
4	Prevention and Archival Policy	https://sahpolymers.com/wp-content/uploads/2022/12/Preserve-docs-and-archival-policy.pdf
5	Determining the Material Subsidiaries	https://sahpolymers.com/wp-content/uploads/2022/12/Policy-for-determining-material-subsidiary.pdf
6	Familiarization Programme	https://sahpolymers.com/wp-content/uploads/2022/12/Familiariziation-prog-for-indep.-dir.pdf
7	Risk Management Policy	https://sahpolymers.com/wp-content/uploads/2022/12/Risk-Management-policy.pdf
8	Code of Conduct of Directors & Senior Management Personnel	https://sahpolymers.com/wp-content/uploads/2022/12/Code-of-conduct-director-and-sr-mgt.pdf
9	Corporate Social Responsibility Policy	https://sahpolymers.com/wp-content/uploads/2023/03/CSR-Policy-Sah.pdf
10	Related Party Transaction Policy	https://sahpolymers.com/wp-content/uploads/2023/04/Related-Policy-Transaction-policy.pdf
11	Code of Insider Trading	https://sahpolymers.com/wp-content/uploads/2023/06/Code-of-Insider-trading.pdf

F. Code of Conduct for all Directors and Senior Management Personnel:

The Board of Directors has laid down a 'Code of Conduct for the Board Members and Senior Management' of your Company, which is made available on the Company's website. All the board Members and Senior Management Personnel have confirmed compliance with the Code of Conduct for the Board of Directors and Senior Management.

A declaration to that effect signed by the Whole-Time Directors is provided at the end of this Report.

G. CFO Certification:

In terms of Regulation 17(8) of SEBI (LODR) Regulations, 2015, a Certificate from Chief Financial Officers of the Company is appended as an Annexure to the Annual Report.

3. COMMITTEES OF THE BOARD

The Board has constituted the following Committees of Directors:

(1) Audit Committee:

The Audit Committee of the Company is constituted in line with the provisions of Section 177 of the Companies Act read with the rules made thereunder, and Regulation 18 read with Part C of Schedule II of SEBI (LODR) Regulations. The Committee comprises of members who possess financial and accounting expertise/exposure. The audit Committee broadly performs in financial reporting Process.

Terms of Reference:

The Audit Committee has inter alia the following mandate:

(i) Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;

(ii) Recommending the appointment, remuneration and terms of appointment of auditors' of the Company;

(iii) Approval of payment to statutory auditors' for any other services rendered by the statutory auditors';

(iv) Reviewing, with the management, the annual financial statements and auditors' report thereon before submission to the Board for approval, with reference to:

a. Matters required to be included in the directors' responsibility statement to be included in the Board's report in terms of clause (c) of Sub-section 3 of Section 134 of the Companies Act, 2013.

b. Changes, if any, in accounting policies and practices and reasons for the same.

c. Major accounting entries involving estimates based on the exercise of judgment by management.

d. Significant adjustments made in the financial statements arising out of audit findings.

e. Compliance with listing and other legal requirements relating to financial statements.

f. Disclosure of any related party transactions.

g. Modified opinion(s) in the draft audit report.

(v) Reviewing, with the management, the half yearly financial statements before submission to the Board for approval;

(vi) Reviewing, with the management, the statement of uses/application of funds raised through an issue (public issue, right issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer documents, and making appropriate recommendations to the Board to take up steps in this matter;

(vii) Review and monitor the auditors' independence, performance and effectiveness of audit process;

(viii) Approval or any subsequent modification of transactions of the Company with related parties which includes omnibus approval for related parties transactions subject to conditions as specified under rules;

(ix) Scrutiny of inter-corporate loans and investments;

(x) Valuation of undertakings or assets of the Company, wherever it is necessary;

(xi) Evaluation of internal financial controls and risk management systems;

(xii) Reviewing, with the management, performance of statutory and internal auditors', adequacy of the internal control systems;

(xiii) Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;

(xiv) Discussion with internal auditors' any significant findings and follow up there on;

(xv) Reviewing the findings of any internal investigations by the internal auditors' into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board;

(xvi) Discussion with statutory auditors' before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;

(xvii) To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;

(xviii) To oversee and review the functioning of the vigil mechanism pursuant the provisions of Rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014 read with Sub-section 9 and 10 of Section 177 of the Companies Act, 2013, which shall provide for adequate safeguards against victimization of employees and directors' who avail of the vigil mechanism and also provide for direct access to the Chairperson of the Audit Committee in appropriate and exceptional cases;

(xix) Approval of appointment of CFO (i.e., The Whole-Time Finance Director or any other person heading the finance function or discharging that function) after assessing the qualifications, experience & background, etc. of the candidate;

(xx) To investigate any other matters referred to by the Board of Directors.

Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.

The audit committee shall mandatorily review the following information:

(i) Management discussion and analysis of financial information and results of operations;

(ii) Statement of significant related party transactions (as defined by the Audit Committee), submitted by the management;

(iii) Management letters/letters of internal control weaknesses issued by the statutory auditors';

(iv) Internal audit reports relating to internal control weaknesses;

(v) The appointment, removal and terms of remuneration of the chief internal auditor shall be subject to review by the Audit Committee;

(vi) Statement of deviations;

(vii) Half yearly statement of deviation(s), if applicable, submitted to stock exchange(s) in terms of Regulation 32(1); and

(ix) Annual statement of funds utilized for purposes other than those stated in the offer document/Prospectus.

The Audit Committee is required to meet at least four times in a year, with not more than 120 days elapsing between two meetings.

Composition, Meetings & Attendance:

Number of Meetings: During the Financial year 2023-24, Six (6) Audit Committee Meetings were held on May 18, 2023; August 04, 2023; September 25, 2023; October 18, 2023; November 04, 2023 and February 09, 2024.

Table No: 5 Composition of the Committee and Meetings attended by each member

Sr. No.	Name of Members	Category	Position	Total No. of Meetings	
				Held	Attended
1	Mr. Ramesh Chandra Soni	Non-Executive Independent Director	Chairman	6	6
2	Mr. Nikhil Khanderao Raut	Non-Executive Independent Director	Member	6	6
3	Mr. Hakim Sadiq Ali Tidiwala	Executive Director	Member	6	6

(2) Nomination And Remuneration Committee:

The Nomination and Remuneration Committee are constituted in accordance with the requirement of Section 178 of the Companies Act, 2013 and Regulation 19 read with Part D(A) of Schedule II of SEBI (LODR) Regulations. Apart from the above, the Committee also carries out such functions/responsibilities entrusted on it by the Board of Directors from time to time.

Terms of Reference:

The Nomination and Remuneration Committee has inter alia the following mandate:

(i) Formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy relating to the level and composition of remuneration of the directors', key managerial personnel, senior management and other employees;

(ii) Formulation of criteria for evaluation of Independent Directors and the Board;

(iii) To ensure that the relationship of remuneration to performance is clear and meets appropriate performance benchmarks;

(iv) Devising a policy on Board diversity; and

(v) Identifying persons who are qualified to become directors' and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the Board their appointment and removal.

The Nomination and Remuneration Committee shall meet at least once in a year.

Composition, Meetings & Attendance:

Number of Meetings: During the financial year 2023-24, the Committee met one time on February 09, 2024.

Table No: 6 Composition of the Committee and Meetings attended by each member

Sr. No.	Name of Members	Category	Position	Total No. of Meetings	
				Held	Attended
1	Mr. Ramesh Chandra Soni	Non-Executive Independent Director	Chairman	1	1
2	Mr. Nikhil Khanderao Raut	Non-Executive Independent Director	Member	1	1
3	Mr. Sanjay Suthar	Non-Executive Independent Director	Member	1	1

Performance evaluation criteria for Independent Directors:

Pursuant to the provisions of the Act read with the rules made thereunder, SEBI (LODR) Regulations and Guidance Note on "Board Evaluation", the Board of Directors ("Board") has carried out an annual evaluation of the performance of "the Board as a whole" and "the individual directors' (including Independent Directors)" and "various Committees of the Board". For performance evaluation criteria please refer the Point no. 17 of the Board Report.

(3) Stakeholders Relationship Committee:

The committee constituted in accordance with the requirements mandated under Section 178 of the Companies Act and Regulation 20 read with part d (b) of schedule ii of SEBI (LODR) regulations, 2015.

Terms of Reference:

The Stakeholders Relationship Committee has inter alia the following mandate:

(i) Efficient transfer of shares; including review of cases for refusal of transfer/transmission of shares and debentures, if any;

(ii) Redressal of security holder's/investor's complaints efficient transfer of shares; including review of cases for refusal of transfer/ transmission of shares and debentures;

(iii) Reviewing on a periodic basis the approval/ refusal of transfer or transmission of shares, debentures or any other securities;

(iv) Issue of duplicate certificates and new certificates on split/consolidation/renewal;

(v) Allotment and listing of shares;

(vi) Reference to statutory and regulatory authorities regarding investor grievances;

(vii) To otherwise ensure proper and timely attendance and redressal of investor queries and grievances; and

(viii) Any other power specifically assigned by the Board of Directors of the Company.

The Stakeholders Relationship Committee shall meet at least once in a year.

Composition, Meetings & Attendance:

Number of Meetings: During the financial year 2023-24, the Committee met once on February 09, 2024.

Table No: 7 Composition of the Committee and Meetings attended by each member

Sr. No.	Name of Members	Category	Position	Total No. of Meetings	
				Held	Attended
1	Mr. Sanjay Suthar	Non-Executive Independent Director	Chairman	1	1
2	Mr. Asad Daud	Non-Executive Director	Member	1	1
3	Mr. Hakim Sadiq Ali Tidiwala	Executive Director	Member	1	1

Compliance officer:

The Board has appointed Ms. Runel Saxena, the Company secretary of the Company as the compliance officer, as required under the Requirement of SEBI (LODR) Regulations, 2015.

Status of Investors' Grievances:

Table No: 8 The total number of Shareholders complaints received/disposed/pending during the year 2023-24 is as follows

Sr. No.	Shareholders Complaints	Number of Complaints
1	No. of shareholders' complaints received during the year	1
2	No. of complaints disposed off during the year	1
3	No. of complaints not resolved to the satisfaction of shareholders	NIL
4	No. of pending complaints	NIL

(4) Risk management committee:

Our Company does not fall under the Criteria given as per Regulation 21 of SEBI (LODR) Regulations 2015 in respect of applicability of Risk Management Committee. Hence not required to disclose the details of the Committee.

(5) Corporate Social Responsibility ("CSR Committee"):

The Corporate Social Responsibility committee was constituted in accordance with the requirements mandated under Section 135 of the Companies Act, 2013.

Terms of Reference:

The Committee has inter alia the following mandate:

(i) To formulate the CSR Policy, and recommend to the Board from time to time, the activities/ projects in line with such CSR Policy and seek its approval for expenditure thereon;

(ii) To Identify and recommend the amount of CSR expenditure to be incurred on the CSR activities;

(iii) Recommend to the Board, modification to the CSR Policy as and when required;

(iv) Formulate and recommend to the Board, an annual action plan for a financial year, disclosing CSR projects or programmes and the manner of execution of the same, the modalities of utilization of funds and implementation schedules for the projects or programmes, monitoring and reviewing the transparent mechanism for the implementation status of each activities/projects and programmes;

(v) The Committee members shall conduct its meeting, as and when it may feel necessary, to discuss on overall CSR activities;

(vi) The Committee may take the necessary assistance from its Senior Management, as may be necessary to implement and review the CSR activities. The Committee shall obtain requisite data from departmental head or senior management as it may think necessary.

The Committee shall meet as and when required to discuss the issues related to above.

Composition, Meetings & Attendance:

Number of Meetings: During the financial year 2023-24, the Committee met once on February 09, 2024.

Table No: 9 Composition of the Committee and Meetings attended by each member

Sr. No.	Name of Members	Category	Position	Total No. of Meetings	
				Held	Attended
1	Mr. Asad Daud	Non-Executive Director	Chairman	1	1
2	Mr. Hakim Sadiq Ali Tidiwala	Executive Director	Member	1	1
3	Mr. Ramesh Chandra Soni	Non-Executive Independent Director	Member	1	1

4. REMUNERATION OF DIRECTORS

In terms of Section 197 of the Companies Act, 2013 read with respective applicable rule thereto, the Nomination and Remuneration Committee determine & recommends to the Board the remuneration payable to the Executive Directors of the Company and thereafter, the Board consider the same for approval & with the members consent, the remuneration is payable to the Executive Directors and the details of which are provided in Table No: 10 below.

During the year there were no pecuniary relationships or transactions between the Company and any of its Non-Executive Directors.

Criteria for making payments to Non-Executive Directors:

Pursuant to the regulation 19 read with part d(a) of schedule ii of SEBI (LODR) regulations, 2015, the Company adopted the Nomination and Remuneration policy which formulate the criteria relating to the remuneration paid to the Non-Executive Directors of the Company. For the availability of the copy of the policy please refer Table No: 4 of this report.

Table No: 10 Remuneration paid to the Executive Directors during the Financial year 2023-24

Sr. No.	Name of the Director	Category	Salary, Perquisites & other allowances (in ₹) per annum	Service contracts	Severance fees	Stock options details
1	Mr. Hakim Sadiq Ali Tidiwala	Executive Director	17,68,500.00	Contractual	NIL	NIL
2	Mr. Murtaza Ali Moti	Executive Director	24,00,000.00	Contractual	NIL	NIL

5. GENERAL BODY MEETING

Table No: 11 Details in respect of the last three Annual General Meetings (AGMs) held and special resolutions passed there

Date of Meeting (Year)	No. of AGM	Time of the Meeting	Venue of the Meeting	Special Resolutions Passed at AGM (Yes/No) with details
September 27, 2021 (2020-21)	29th AGM	2:00 P.M.	E-260-261, Mewar Industrial Area, Madri-Udaipur (Rajasthan)-313003	No
September 30, 2022 (2021-22)	30th AGM	2:00 P.M.		No
July 14, 2023 (2022-23)	31st AGM	11:00 A.M.		Yes

Postal Ballot:

- During the last financial years, no special resolution has been passed through Postal Ballot.
- No Special Resolution at present is proposed to be passed through Postal Ballot.

However, the procedure for Postal ballot disclosure and the person name who conducted the postal ballot exercise is not provided.

6. MEANS OF COMMUNICATION

(a) Quarterly Results:

The unaudited quarterly financial results along with the limited review report thereon are announced within 45 days from the end of each quarter. These financial results, after being taken on record by the Audit Committee and Board of Directors, are communicated to the Stock Exchanges, where the shares of the Company are listed. And the same is published in the Newspaper and are also displayed on the Company's website at www.sahpolymers.com.

(b) Newspaper wherein results generally published:

Name of Newspaper	Language of Newspaper
Financial Express	English Daily Newspaper
Dainik Pukar	Hindi Daily Newspaper

The Results are published as per the requirements of regulation 33 & 47 of SEBI (LODR) Regulation, 2015 in prominent daily newspaper and the same also be intimated to the SEs and are also being displayed on the Company's website.

(c) Website Address, where displayed:

The Company's website https://sahpolymers.com/ contains a separate Section of "Investor Relations" where relevant information is available.

(d) Whether it also displays As Official News Release:

The quarter financial result of each quarter are officially displayed as "Business Update/Earning Release" are intimated to the stock exchanges & circulate to the Shareholders and the same are uploaded on the Company's website.

(e) Presentation made to institutional investors or to the analysts:

During the financial year 2023-24 no presentations were made to the analysts/institutional investors.

7. GENERAL SHAREHOLDER INFORMATION

Annual General Meeting ("AGM"):

No. of AGM:	32nd AGM
Date & Day:	Friday, July 12, 2024
Time:	11:00 A.M.
Mode of conducting AGM:	Physical
CUT-OFF Date for e-Voting:	July 05, 2024
Financial Year:	April 01, 2023 to March 31, 2024

Listing of securities on the Stock exchange(s)

Table No: 12 The Shares of the Company are Listed on the Following Stock Exchange

Name of Stock Exchange	Address	Symbol/Scrip Code
National Stock Exchange of India Limited (NSE)	Exchange Plaza, C-1, Block-G, Bandra Kurla Complex, Bandra-East, Mumbai-400051.	NSE Symbol: SAH
Bombay Stock exchange Limited (BSE)	Phiroze Jeejeebhoy Towers, 25th Floor, Dalal Street, Mumbai-400001.	BSE Scrip Code: 543743
ISIN of the Company	INE035801013	

The Company has paid the Annual Listing Fees to both the Stock Exchanges (NSE & BSE).

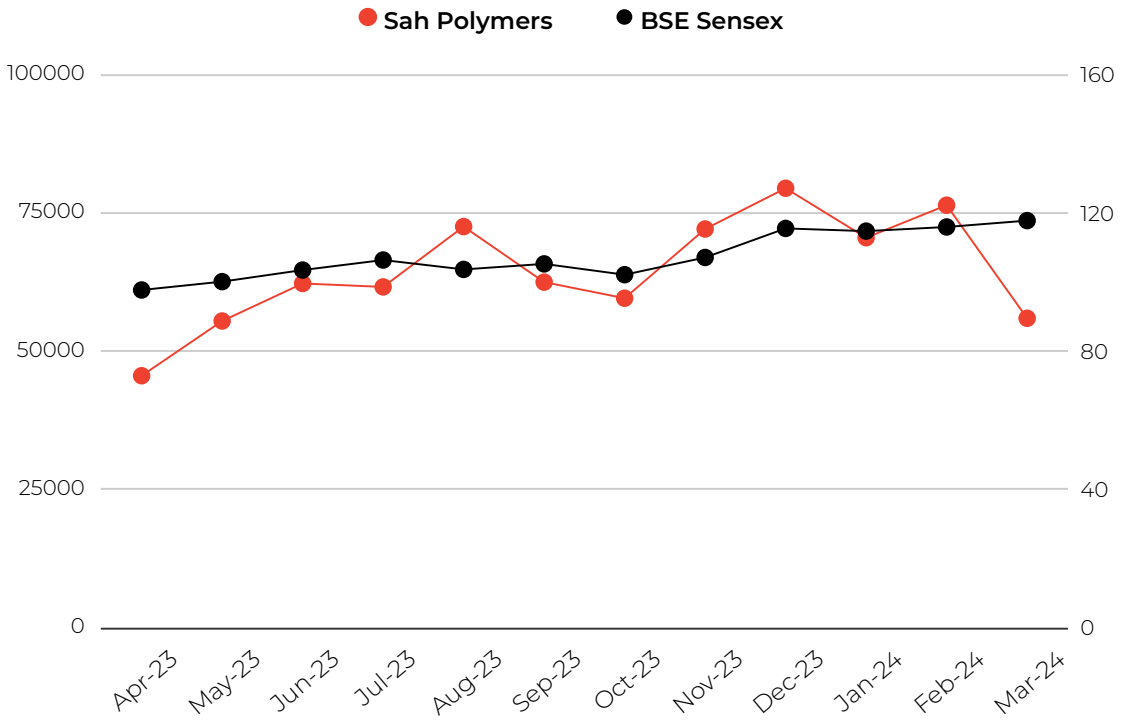
Market price data/Stock performance Comparison Chart:

Table No: 13 Monthly high/low market price of the shares during the financial year 2023-24 at the BSE Limited and at National Stock Exchange of India Ltd were as under

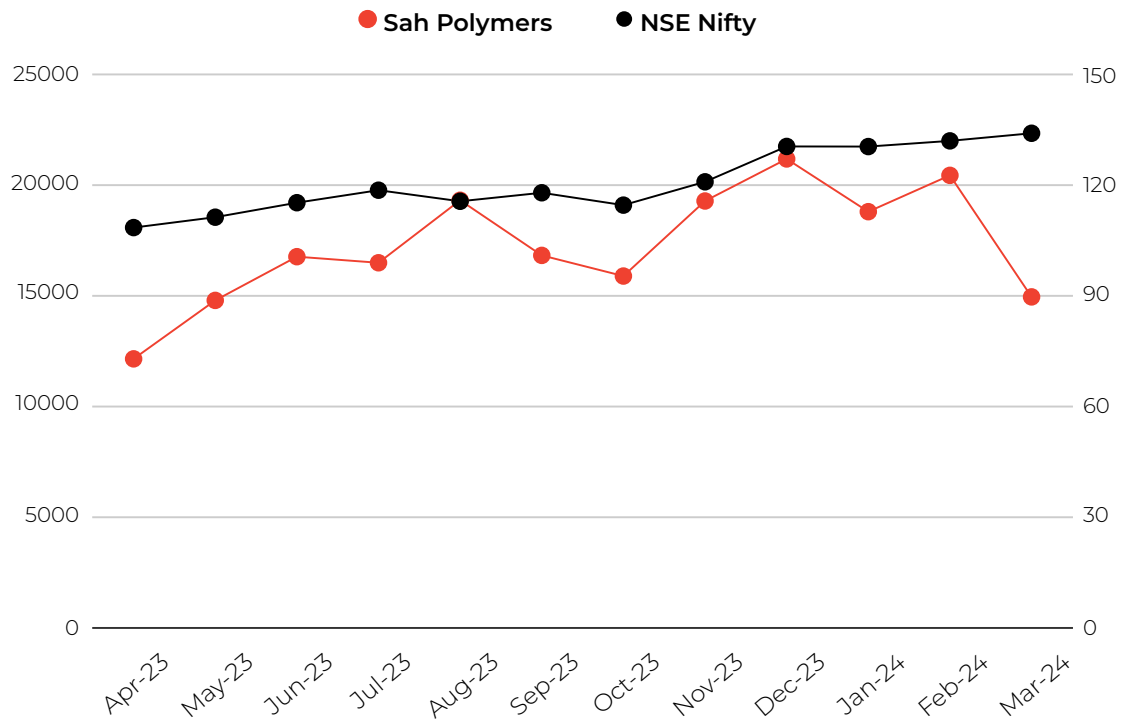
Name of Stock exchange	NSE (Market price)		BSE (Market price)	
	High	Low	High	Low
April 2023	78.65	70.05	79.00	58.96
May 2023	95.00	72.65	94.90	72.70
June 2023	101.50	84.20	101.49	84.35
July 2023	103.25	91.40	103.46	86.01
August 2023	119.25	96.50	119.61	95.43
September 2023	120.90	93.35	120.70	94.20
October 2023	102.95	84.30	102.00	84.25
November 2023	119.95	92.45	120.30	93.75
December 2023	132.65	110.05	132.90	110.65
January 2024	134.30	104.85	145.80	105.00
February 2024	129.60	105.00	128.85	103.80
March 2024	125.00	82.45	125.00	84.90

Table No: 14 Company stock performance In Comparison to BSE Sensex & NSE Nifty

A. BSE Sensex & Sah Polymers Limited



B. NSE Nifty & Sah Polymers Limited



Suspension of Trading:

The securities of the Company were not suspended from the trading on Stock Exchange.

Registrar and Share Transfer Agent:

Link Intime India Private Limited (RTA)

Registered Office:
C-101, 1st Floor, 247 Park,
Lal Bahadur Shastri Marg,
Vikhroli (West), Mumbai - 400083,
Maharashtra, India.
Tel: 022-49186200
Fax: 022-49186060
Website: www.linkintime.co.in
SEBI Registration No: INR000004058
Email address (where investors request/complaints/queries entertained): Sahpolymers.ipo@linkintime.co.in

Share Transfer System:

The Shareholder's requests for transfer/Transmission/Splits/consolidate. etc. of equity shares and other related matters are handled by Registrar & share Transfer Agent and are effected within the stipulated timelines, if all the documents are valid and in order.

Pursuant to the provision of regulation 40 of SEBI (LODR) regulations, 2015 securities can be transferred only in dematerialized form. Members are requested to convert their physical holdings into demat form and may write to the RTA and Company. The Company obtains annual certificate from Practicing Company secretary confirming the issue of shares certificates for transfers/transmission etc. is as per regulation 40(9) of SEBI (LODR)Regulations and submits a copy thereof to the both the stock exchanges, where shares of Company are listed.

Table No: 15 Distribution of shareholding as on March 31, 2024

Category (Share Range)	No. of shareholders	No. of Shares for ranges	% of total Shareholders	% of issued capital
1 to 500	7,497	5,03,675	93.95	1.95
501 to 1000	216	1,66,016	2.71	0.65
1001 to 2000	115	1,70,883	1.44	0.66
2001 to 3000	23	54,999	0.29	0.21
3001 to 4000	28	94,893	0.35	0.37
4001 to 5000	14	66,104	0.18	0.26
5001 to 10000	18	1,32,189	0.22	0.51
10001 & above	69	2,46,07,241	0.86	95.39
Total	**7,980**	**2,57,96,000**	**100.00**	**100.00**

Table No: 16 Share Holding pattern as on March 31, 2024

Sr. No.	Category of Shareholders		No. of Shares Held	% of total Share capital held
A.	**PROMOTER AND PROMOTER GROUP**			
	(I)	Promoters	1,43,16,000	55.50
	(II)	Promoters Group	12,80,000	4.96
		Promoter shareholding (A)	**1,55,96,000**	**60.46**
B.	**PUBLIC**			
	(I)	Institutions (Foreign)	-	-
		(i) Foreign Portfolio	8,11,598	3.15
		Sub Total (I)	**8,11,598**	**3.15**
	(II)	Non-Institutions	-	-
		(i) Resident Indian Individual	30,26,630	11.74
		(ii) Non-Resident Indian	1,00,877	0.39
		(iii) Bodies Corporate	55,75,127	21.61
		Sub Total (II)	**87,02,634**	**33.74**
	(III)	Any other (specify)		
		(i) Limited Liability Partnership	3,10,138	1.20
		(ii) HUF	3,57,630	1.46
		(iii) Clearing Members	-	-
		Sub Total (III)	**6,85,768**	**2.66**
	Sub Total B (I)+(II)+(III)		**1,02,00,000**	**39.54**
Total Shareholding (A)+(B)			**2,57,96,000**	**100.00**

Dematerialization of shares and liquidity:

As on March 31, 2024 100% of total issued equity shares of the Company was held in dematerialized form with the depositories. The shares of the Company are available for trading with both the depositories i.e. National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL).

The percentage of dematerialization of shares are:

CDSL - 29.90%

NSDL - 70.10%

Physical - 0

Total – 100%

Outstanding GDRs/ADRs/warrants or any convertible instruments, conversion date and likely impact on equity:

The Company has not issued any GDRs/Warrants/ Bonds or any convertible Instruments.

Commodity Price Risk or Foreign Exchange Risk and Hedging Activities:

The Company is not dealing in the Commodity price and Commodity hedging activities.

Plant Locations:

1. E-260-261, Mewar, Industrial Area,
   Madri Udaipur, (Rajasthan)-313003.

2. Araji No. 1164-1166, Village Modi
   Tehsil: Vallabh Nagar,
   Bhinder, Udaipur (Rajasthan)-313602.

Addresses for the Correspondence:

For any information related to share transfer/ dematerialisation of shares/payment of dividend/ other queries & complaints relating to shares:

Link Intime India Private Limited (RTA)

C-101, 1st Floor, 247 Park,

Lal Bahadur Shastri Marg,

Vikhroli (West), Mumbai - 400083,

Maharashtra, India.

Tel: 022-49186200

Fax: 022-49186060

Website: www.linkintime.co.in

Email address: Sahpolymers.ipo@linkintime.co.in

For any queries on investors assistance of the Company.

Company Secretary & Compliance Officer

Sah Polymers Limited

E-260-261, Mewar, Industrial Area,
Madri Udaipur (Rajasthan)-313003.
Email address: cs@sahpolymers.com
Tel: + 91 294 2490534

Credit Rating:

The Company does not have any debt Instruments, fixed deposits programme or any scheme or proposal for mobilization of funds. Hence, not obtained any Credit Rating for this purpose.

8. OTHER DISCLOSURES

(a) Materially significant related party transactions:

As per regulation 23 of SEBI (LODR) Regulations, 2015 the Company has formulated a policy on materiality of Related Party transactions on dealing with the related Party transactions and the same has been uploaded on the Companies websites.

During the financial year there have been no materially significant related party transactions except for those disclosed in the financial statement for the year ended on March 31, 2024. None of this transaction had potential conflicts with the interest of the Company.

(b) Details of Non-compliance/penalty/ Strictures:

The Company has complied with all the provisions of regulations and guidelines of the Securities and Exchange Board of India ('SEBI'). There have been no instances of non-compliance by the Company on any matters related to capital markets during the year 2023-24. No penalty, strictures has been imposed on the Company by Stock Exchanges except the fee raised from stock exchange(s) for delay in submission of corporate Governance Report for quarter ended on September 30, 2023.

(c) Vigil mechanism/whistle blower policy:

Pursuant to the Regulation 22 of SEBI (LODR) Regulations the Company has implemented a Whistle Blower Policy/Vigil Mechanism with a view to provide a mechanism for Directors and employees of the Company to approach the Chairman of the Audit Committee of the Company to report any instances of violations of laws, rules and regulations, unethical behaviour, actual or suspected, fraud or violation of the Company's code of conduct or ethics policy.

Whistle Blower Policy is available on the Company's website. For the availability of the policy please refer Table No: 4 of this report.

(d) Details of utilization of funds raised under Regulation 32(7A):

During the financial year 2022-2023, the Company has raised ₹ 6,630.00 Lakhs by way of the initial public offer. Details of amount utilized out of the un-utilized amount during the year are as under:

(₹ In Lakhs)

Nature of the fund raised	Purpose for which funds were raised	Opening un-utilized balance	Amount utilized for the purpose during the year	Unutilized balance as at Balance Sheet date*	Remark
Initial Public Offer	Setting up of a new manufacturing facility to manufacture new variant of Flexible Intermediate Bulk Containers (FIBC)	405.02	-	405.02	Project is over. No further amount is to be incurred.
	Repayment of certain secured and unsecured borrowings	-	-	-	-
	Funding the working capital requirements	-	-	-	-
	General corporate purposes	1,250.47	579.32	671.15	-
	Issue related expenses	10.01	-	10.01	No amount is outstanding and payable.

* The Company has temporarily invested the unutilised amount as on March 31, 2024, in fixed deposits with the scheduled commercial bank.

(e) Certificate from a Company secretary in Practice:

The Company has obtained a certificate from M/s. P. Talesera & Associates, Practicing Company Secretaries, with regard that none of the directors' on the Board of the Company have been debarred or disqualified from being appointed or continuing as directors' of Companies by the SEBI/MCA or any such other statutory authority. The said certificate is attached to this report as an **"Annexure-I"** of this report.

(f) Recommendation/Non-recommendation from committees to the board:

During the year under review, there were no such instances where the Board has not accepted the recommendation/submission by the committee which were mandatorily required to be made.

(g) Audit fee for services paid by the listed entity & its subsidiaries, on Consolidated basis to the statutory auditor:

The total audit fees for all services paid by the listed entity & its subsidiaries, on consolidated basis are as follows:

Sr. No.	Particulars	Amount (₹ In Lakhs)
1	As audit fess	0.49
2	For reimbursement of expenses	0.05

(h) Disclosures Under sexual harassment of women at workplace (prevention, prohibition, and redressal) Act, 2013:

The Company duly constituted the Internal complaints Committee for the redressal of complaints receive related to the sexual harassment as per the requirement of sexual harassment of women at workplace (prevention, prohibition, and redressal) Act, 2013. The details are as follows:

a. Number of complaints filed during the financial year: **NIL**

b. Number of complaints disposed of during the financial year: **NIL**

c. Number of complaints pending as on end of the financial year: **NIL**

(i) Disclosures of Loans and advances in the nature of loans to firms/Companies in which directors' are interested by name and amount:

There have been no loans or advances extended by the Company or its subsidiaries, to any firms or Companies where the Directors of the Company hold an interest except the loan detail given below:

Sr. No.	Loans & advances	Name of Director Interested	Firms/body corporate Name	Amount (₹ in Lakhs)	Rate of Interest	Purpose
1.	Loan given	Mr. Murtaza Ali Moti	Fibcorp Polyweave Private Limited*	312.00	12% P.A	Working Capital and operation

* A Subsidiary Company of our Company.

(j) Material Subsidiaries:

As per the definition given under Regulation 16 of SEBI (LODR) Regulations, 2015, the Company has one (1) material Subsidiary, named as **"FIBCORP POLYWEAVE PRIVATE LIMITED"** and Mr. Sanjay Suthar, the Independent Director of the Company is appointed as the director of the Board of the Subsidiary as per mandatory requirements of the Regulation 24(1) of SEBI (LODR) Regulations, 2015.

Details of Material subsidiary are

Date & Place of Incorporation	July 31, 2017 & Udaipur (Rajasthan)
Name of statutory auditors'	Ajay Paliwal & Co.
Date of appointment	July 03, 2023

9. COMPLIANCE WITH MANDATORY REQUIREMENTS

The Company has complied with all the mandatory requirements specified in Regulation 17 to 27 and clauses (b) to (i) of sub regulation (2) of Regulation 46 and para C, D and E of the Schedule V of the SEBI (LODR) Regulations.

10. NON-COMPLIANCE OF ANY REQUIREMENT OF CORPORATE GOVERNANCE REPORT, WITH REASONS THEREOF SHALL BE DISCLOSED

There is no instance of non-compliance of any requirement of Corporate Governance report of sub-paras (2) to (10) of para C of Schedule-V of SEBI Listing Regulations.

Non-Mandatory Requirements:

A. The Board

The Company have not appointed any chairperson whether executive or Non-Executive to maintain Chairperson's office.

B. Shareholder Rights

The Company's published the results in the newspapers and the same is posted on its website, therefore it is not required to send to households to each of the shareholders. However, the Company may furnish the quarterly and half yearly results on receipt of a request from the shareholders.

C. Modified/unmodified opinion(s) in audit report

The auditors' report submitted by the statutory auditor of financial statement for the year ended on March 31, 2024 is contained unmodified Opinion and the declaration of the same pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is annexed with Board Report.

D. Separate posts of Chairperson and the Managing Director or the Chief Executive Officer

The Company does not have any position of chairperson during the year.

E. Reporting of Internal Auditor

The internal auditor of the Company directly reports to the audit committee.

11. CORPORATE GOVERNANCE REPORT

The Corporate Governance Report forms an integral part of this Annual Report. The Company is fully compliant with all the provisions of the Listing Regulations, as applicable to the Company. Further disclosing the extent upto which the discretionary requirement as specified in Part E of Schedule II may adopted by the Company as provided under Point no. 10 of this Report.

12. COMPLIANCE CERTIFICATE

The Company has complied with all the mandatory requirements specified in Regulation 17 to 27 and Regulation 46 of the SEBI (LODR) Regulations.

A certificate issued from M/s. H.R. Jain & Co., Statutory Auditor of the Company regarding compliances of Conditions of Corporate Governance is appended as **"Annexure-H"** with the Board Report.

13. DEMAT SUSPENSE ACCOUNT/ UNCLAIMED SUSPENSE ACCOUNT

The Company does not have any shares in the demat suspense or unclaimed suspense account.

Code of Conduct Declaration

As provided under Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board of Directors and the Senior Management Personnel of the Company have affirmed compliance with the Code of Conduct for Board Members and Senior Management for the year ended March 31, 2024.

For and on Behalf of the Board of Directors
Sah Polymers Limited

Place: Udaipur
Date: May 03, 2024

Hakim Sadiq Ali Tidiwala
Whole-Time Director
DIN: 00119156

Murtaza Ali Moti
Whole-Time Director
DIN: 07876224

"Annexure-I"

(Forming Part of Corporate Governance Report)

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

(Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,
The Members of
Sah Polymers Limited,
CIN: L24201RJ1992PLC006657
E 260-261, Mewar Industrial Area,
Madri, Udaipur: 313003.

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **Sah Polymers Limited**, having **CIN: L24201RJ1992PLC006657** ("the Company") and having Registered Office at **E-260-261, Mewar Industrial Area, Madri, Udaipur: 313003, Rajasthan** (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications including Directors Identification Number (DIN:) status at the portal www.mca.gov.in as considered necessary and explanations furnished to me by the Company and its Officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the financial year ending on March 31, 2024 have been debarred or disqualified from being appointed or continuing as Directors of Companies, by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority.

Sr. No.	Name of Director	DIN	Designation	Appointment Date
1	Mr. Ramesh Chandra Soni	00049497	Independent Non-Executive Director	03/04/2009
2	Mr. Hakim Sadiq Ali Tidiwala	00119156	Whole-Time Director	29/09/1998
3	Mr. Asad Daud	02491539	Non-Executive Director	03/04/2009
4	Mr. Murtaza Ali Moti	07876224	Whole-Time Director	01/04/2023
5	Mr. Nikhil Khanderao Raut	06653335	Independent Non-Executive Director	10/03/2017
6	Mr. Sanjay Suthar	07777202	Independent Non-Executive Director	28/03/2017
7	Mrs. Asha Jain	00218335	Independent Non-Executive Director	14/07/2023

Our responsibility is to express an opinion on these based on our verification, ensuring the eligibility for the appointment/continuity of every Director on the Board is the responsibility of the management of the Company. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For **P. Talesara & Associates**
Company Secretaries

Pawan Talesara
Proprietor
FCS No: 8096, C P No: 2674
UDIN: F008096F000131340

Place: Udaipur
Date: April 15, 2024

Independent Auditors' Report

ON THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS

To the Members of Sah Polymers Limited

OPINION

We have audited the accompanying consolidated financial statements of **Sah Polymers Limited** (here in after referred to as the 'Holding Company") and its subsidiary Company - **Fibcorp Polyweave Private Limited** (Holding Company and its subsidiary together referred to as "the Group"), which comprise the consolidated Balance Sheet as at March 31, 2024, and the consolidated statement of Profit and Loss, the consolidated statement of changes in equity and the consolidated cash flows Statement for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31, 2024, the consolidated Profit and consolidated total comprehensive income, consolidated changes in equity and its consolidated cash flows for the year ended on that date.

BASIS FOR OPINION

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

KEY AUDIT MATTERS

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period.

On the facts and circumstances of the Group and the audit, we determine that there are no key Audit matters to communicate.

OTHER INFORMATION

The Holding Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Holding Company's annual report, but does not include the consolidated financial statements and our auditors' report thereon.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed and based on the work done/audit reports of other auditors, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

RESPONSIBILITIES OF MANAGEMENT AND THOSE CHARGED WITH GOVERNANCE FOR THE CONSOLIDATED FINANCIAL STATEMENTS

The Holding Company's Board of Directors is responsible for the preparation and presentation of these consolidated financial statements in term of the requirements of the Companies Act, 2013 that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were

operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group 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 Group or to cease operations, or has no realistic alternative but to do so.

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

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

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Company 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 ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and its associate to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group entities to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors.

For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial

statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated 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.

OTHER MATTERS

We did not audit the financial statements of the subsidiary, whose financial statements reflect total assets of ₹ 1,285.54 Lakhs (before consolidated adjustments) as at March 31, 2024 total revenues of ₹ 3,324.07 Lakhs (before consolidated adjustments) and Net cash inflows (before consolidated adjustments) amounting to ₹ 40.52 Lakhs for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, and our report in terms of Sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries, is based solely on the reports of the other auditors.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS AS REQUIRED BY SECTION 143(3) OF THE ACT, WE REPORT, TO THE EXTENT APPLICABLE, THAT

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of Sub-section (11) of Section 143 of the Act, based on our audit we give in the **"Annexure-A"** a statement on the matters specified in paragraph 3(xxi) of the Order.

2. (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.

   (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.

   (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement and the Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.

   (d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act.

   (e) On the basis of the written representations received from the directors of the Holding Company as on March 31, 2024 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies incorporated in India, none of the directors of the Group companies incorporated in India is disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164(2) of the Act.

   (f) With respect to the adequacy of internal financial controls over financial reporting of the Group 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 the requirements of Section 197(16) of the Act, as amended:

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

(h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

(i) There were no pending litigations which would impact the consolidated financial position of the Group.

(ii) The Group did not have any material foreseeable losses on long-term contracts including derivative contracts.

(iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company and its subsidiary companies incorporated in India.

(iv) (a) The respective Managements of the Parent Company and its subsidiaries which are companies incorporated in India, whose financial statements have been audited under the Act, has represented to us and to the other auditors of such subsidiaries, 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 Holding Company and its subsidiary 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 Holding Company and its subsidiary Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The respective Managements of the Parent Company and its subsidiaries which are companies incorporated in India, whose financial statements have been audited under the Act, has represented to us and to the other auditors of such subsidiaries that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the Holding Company and its subsidiary Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Holding Company and its subsidiary Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances performed by us and those performed by the auditors of the subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act, nothing has come to our attention or other auditor's notice that has caused us or the other auditors to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) as provided under (a) and (b) above, contain any material misstatement.

(v) During the year the Holding Company and its subsidiary Company have neither paid or declared any dividend requiring compliance with Section 123 of the Act.

(vi) Based on our examination which included test checks and that performed by the auditors of the subsidiary which are companies incorporated in India whose financial statements have been audited under the Act, the Company and subsidiary

have used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit, we and the auditors of the above referred subsidiary did not come across any instance of the audit trail feature being tampered with. Additionally, the audit trail has been preserved by the Company and above referred subsidiary as per the statutory requirements for record retention.

For H R JAIN & CO.,
Chartered Accountants
Firm's Registration No.: 000262C

Manoj Jain
Partner
Place of signature: Udaipur
Membership No.: 400459
Date: May 03, 2024
ICAI UDIN: 24400459BKEMVI1160

Annexure-A

To the Independent Auditor's Report

(Referred to in paragraph 8 under 'Report on Other Legal and Regulatory Requirements' Section of our report of even date)

In terms of the information and explanations sought by us and given by the Company and to the best of our knowledge and belief, we state that:

(i) There have been no qualifications or adverse remarks by the respective auditors in the Companies (Auditor's Report) Order (CARO) reports of the companies included in the consolidated financial statements.

For H R JAIN & CO.,
Chartered Accountants
Firm's Registration No.: 000262C

Manoj Jain
Partner
Place of signature: Udaipur
Membership No.: 400459
Date: May 03, 2024
ICAI UDIN: 24400459BKEMVI1160

Annexure-B

To the Independent Auditor's Report

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

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

In conjunction with our audit of the consolidated Ind AS financial statements of the Company as of and for the year ended March 31, 2024, we have audited the internal financial controls over financial reporting of **Sah Polymers Limited** (hereinafter referred to as "the Parent") and its subsidiary Company - **Fibcorp Polyweave Private Limited**, which are companies incorporated in India, as of that date.

MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

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

AUDITOR'S RESPONSIBILITY

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

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

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

MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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

with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected.

Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

OPINION

In our opinion to the best of our information and according to the explanations given to us and based on the consideration of the other auditors referred to in the Other Matters paragraph below, the Parent, its subsidiary companies and its associate Company, which are companies incorporated in India, have, 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, 2024, 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.

OTHER MATTERS

Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting in so far as it relates to five subsidiary companies, which are companies incorporated in India, is based solely on the corresponding reports of the auditors of such companies incorporated in India.

For H R JAIN & CO.,
Chartered Accountants
Firm's Registration No.: 000262C

Manoj Jain
Partner
Place of signature: Udaipur
Membership No.: 400459
Date: May 03, 2024
ICAI UDIN: 24400459BKEMVI1160

Consolidated Balance Sheet

For the year ended March 31, 2024

(₹ in Lakhs)

Particulars	Note	As at March 31, 2024		As at March 31, 2023	
ASSETS					
(1) Non-current assets					
(a) Property, Plant and Equipment	3		4,801.05		4,426.38
(b) Capital work-in-Progress	3		52.04		92.97
(c) Investment Property			-		-
(d) Goodwill			307.81		307.81
(e) Other Intangible Assets	3		1.59		0.52
(f) Intangible assets under development			-		-
(g) Biological Assets other than bearer plants			-		-
(h) Financial Assets					
(i) Investments		-		-	
(ii) Trade receivables		-		-	
(iii) Loans	4	1.34		1.97	
(iv) Others	5	234.94	236.28	209.23	211.20
(i) Deferred tax assets (Net)			-		-
(j) Other non-current assets	6		5.68		5.68
(2) Current assets					
(a) Inventories	7		2,990.27		2,551.36
(b) Financial Assets					
(i) Investments		-		-	
(ii) Trade receivables	8	2,203.22		1,614.37	
(iii) Cash and cash equivalents	9	728.59		1,061.34	
(iv) Bank balances other than (iii) above	10	540.68		1,013.80	
(v) Loans	11	745.91		840.73	
(vi) Others	12	5.24	4,223.64	6.96	4,537.20
(c) Current Tax Assets (Net)	13		13.28		-
(d) Other current assets	14		517.90		482.73
Total Assets			**13,149.54**		**12,615.85**
EQUITY					
(a) Equity Share Capital	15	2,579.60		2,579.60	
(b) Other Equity		-		-	
Equity attributable to the owner of the parent	16	5,819.55		5,883.88	
Non- controlling Interest		307.52	8,706.67	294.70	8,758.18
LIABILITIES					
(1) Non-current liabilities					
(a) Financial Liabilities					
(i) Borrowings	17	713.00		845.58	
(ia) Lease liabilities					
(ii) Trade payables			-		-
(iii) Other financial liabilities (other than those specified in item (b))			713.00		845.58
(b) Provisions			-		-
(c) Deferred tax liabilities (Net)	18		181.43		168.18
(d) Other non-current liabilities			-		-
(2) Current liabilities					
(a) Financial Liabilities					
(i) Borrowings	19	2,346.19		1,659.21	
(ia) Lease liabilities					
(ii) Trade payables	20				
(A) Total outstanding dues of micro enterprises and small enterprises		-		-	
(B) Total outstanding dues of creditors other than micro enterprises and small enterprises		882.39		813.07	
(iii) Other financial liabilities (other than those specified in item(c)	21	2.69	3,231.27	2.10	2,474.38
(b) Other current liabilities	22		279.15		287.45
(c) Provisions	23		33.80		14.81
(d) Current Tax Liabilities (Net)	24		4.22		67.27
Total Equity and Liabilities			**13,149.54**		**12,615.85**

See accompanying notes to the financial statements 1 to 74
As per our Audit report of even date attached.

For and on behalf of

H.R. JAIN & CO.,
Chartered Accountants
FRN: 000262C

Manoj Jain
Partner
M. No.: 400459

Place: Udaipur
Date: May 03, 2024

For and on behalf of the Board

Hakim Sadiq Ali Tidiwala
Whole-Time Director
DIN: 00119156

Murtaza Ali Moti
Whole-Time Director
DIN: 07876224

Lalit Kumar Bolia
Chief Financial Officer

Runel Saxena
Company Secretary
M. No.: A28022

Consolidated Statement of Profit and Loss

For the year ended March 31, 2024

(₹ in Lakhs)

	Particulars	Note	As at March 31, 2024		As at March 31, 2023	
	Income					
I	Revenue from operations	25		10,918.86		9,539.92
II	Other income	26		232.81		181.70
III	Total Income (I+II)			**11,151.67**		**9,721.62**
IV	Expenses:					
	Cost of Materials consumed	27		6,343.26		5,691.50
	Purchases of Stock-in-Trade	28		779.80		630.73
	Changes in inventories of finished goods work-in-progress and Stock-in-Trade	29		(570.09)		(587.28)
	Employee benefits expense	30		766.56		443.68
	Finance costs	31		325.86		222.06
	Depreciation and amortization expense	3		238.86		140.33
	Other expenses	32		3,131.98		2,668.20
	Total expenses			**11,016.23**		**9,209.22**
V	Profit/(loss) before share of profit/(loss)of an associate/a joint venture and exceptional items(IV-V)			135.44		512.40
VI	Share of Profit/(loss) of an associate			-		-
VII	Profit/(loss) before exceptional items and tax (V+VI)			135.44		512.40
VIII	Exceptional items			-		-
IX	Profit/(loss) before tax (VII+VIII)			135.44		512.40
X	Tax expense					
	(1) Current tax		31.98		106.35	
	Less: MAT Credit		14.10		50.82	
			17.88		55.53	
	(2) Prior period income tax		-		0.36	
	(3) Deferred tax		25.05	42.93	80.45	136.34
XI	Profit/(loss)for the period from continuing operation (XI-XII)			92.51		376.06
XII	Profit/(Loss) from discontinued operations.					
XIII	Tax expense of discontinued operations					
XIV	Profit/(loss) from discontinued operation (after tax) (XII-XIII)					
XV	Profit/(loss) for the period (XV+XVI)			92.51		376.06
	Attributable to					
	(a) Owners of the Company			79.69		341.52
	(b) Non-controlling interest			12.82		34.54
XVI	Other Comprehensive Income					
	A) (i) item that will not be reclassified to profit or loss Equity Instruments through Other Comprehensive income		-		-	
	(ii) Income tax relating to item that will not be reclassified to profit or loss		-		-	
	(iii) Exchange difference on translation of Financial statement of Foreign operation		-		-	
	B) (i) item that will not be reclassified to profit or loss		-		-	
	(ii) Income tax relating to item that will not be reclassified to profit or loss		-		-	
XVII	Total Comprehensive Income for the period (XV+XVI) (Comprising profit (loss) and other Comprehensive Income for the period)			92.51		376.06
	Attributable to					
	(a) Owners of the parent		-	79.69	-	341.52
	(b) Non-controlling interests Of the total comprehensive income above			12.82		34.54
	Profit for the year attributable to					
	Owners of the parent			79.69		341.52
	Non-controlling interests			12.82		34.54
	Of the total comprehensive income above					
	Other comprehensive income attributable to					
	Owners of the parent			-		-
	Non-controlling interests			-		-
XVIII	Earnings per equity share (for continued Operation)					
	(1) Basic	34		0.36		2.10
	(2) Diluted	34		0.36		2.10
XIX	Earnings per equity share (for discontinued Operation)					
	(1) Basic			-		-
	(2) Diluted			-		-
XX	Earnings per equity share (for discontinued & continuing operations)					
	(1) Basic	34		0.36		2.10
	(2) Diluted	34		0.36		2.10

See accompanying notes to the financial statements 1 to 74

As per our Audit report of even date attached.

For and on behalf of

H.R. JAIN & CO.,
Chartered Accountants
FRN: 000262C

Manoj Jain
Partner
M. No.: 400459

Place: Udaipur
Date: May 03, 2024

For and on behalf of the Board

Hakim Sadiq Ali Tidiwala
Whole-Time Director
DIN: 00119156

Lalit Kumar Bolia
Chief Financial Officer

Murtaza Ali Moti
Whole-Time Director
DIN: 07876224

Runel Saxena
Company Secretary
M. No.: A28022

Consolidated Cash Flow Statement

For the year ended March 31, 2024

(₹ in Lakhs)

Sr. No.	Particulars	Year ended March 31, 2024	Year ended March 31, 2023
A	**Cash Flow from Operating Activities**		
	Net Profit before tax	135.44	512.40
	Adjustments for:		
	Depreciation	238.86	140.33
	Interest Paid	310.84	203.21
	Interest received	(122.07)	(31.75)
	Unrealised Foreign exchange fluctuation on conversion	(29.57)	(24.31)
	Balances written off	-	(3.20)
	(Profit)/Loss on sale of property, plant and equipment	(0.21)	-
	Provisions for gratuity and Leave encashment	18.99	14.81
	Operating Profit before working capital changes	**552.28**	**811.49**
	Adjustment for Changes in Working Capital:		
	Decrease/(Increase) in Trade Receivables	(559.28)	(201.28)
	Increase/(decrease) in other current liabilities	(8.30)	156.66
	Increase in financial liabilities	0.59	(0.36)
	Increase in Loan	95.45	(157.48)
	Other bank Balances	473.12	(1,030.77)
	Increase/(Decrease) in Trade Payables	69.32	27.67
	Increase in other non-current assets	-	142.14
	Non-Current Financial assets	(25.71)	(66.16)
	Current Financial assets	1.72	5.31
	Increase in other current assets	(35.17)	(261.23)
	Increase in tax assets	(13.28)	3.41
	Decrease/(Increase) in Stock	(438.92)	(992.02)
	Cash Generated from Operations	**111.82**	**(1,562.62)**
	Income Taxes Refund/(Paid)	92.72	135.77
	Net Cash Inflow/(Out Flow) from Operation (A)	**19.10**	**(1,698.39)**
B	**Cash Flow from Investing Activities**		
	Sale of fixed assets	4.43	3.69
	Purchase of Property, plant and equipment and Capital Work-in-progress	(577.89)	(2,435.99)
	Interest received	122.07	31.75
	Net Cash Inflow/(Outflow) from investing Activities (B)	**(451.39)**	**(2,400.55)**
C	**Cash flow from Financing Activities**		
	Repayment of borrowings	(110.12)	(1,845.71)
	Increase in borrowing	17.00	892.25
	Amalgamation Expenses	(15.04)	-
	Dividend	(128.98)	-
	Share capital	-	1,020.00
	Securities premium	-	5,610.00
	Capital issue expenses	-	(912.69)
	Interest Paid	(310.84)	(203.21)
	Net Cash Inflow/(Out Flow) from Financing Activities (C)	**(547.98)**	**4,560.64**
	Net Increase/Decrease in cash & Cash equivalents (A+B+C)	**(980.27)**	**461.70**
	Cash and Cash Equivalents		
	As at the beginning of the year (Refer Note 9)	**1,061.34**	**189.78**
	Less: Cash Credit	1,123.59	713.73
	As at the end of the year (Refer Note 9)	**728.59**	**1,061.34**
	Less: Cash Credit	1,771.11	1,123.59
	Net Increase/Decrease in cash & Cash equivalents	**(980.27)**	**461.70**

I. Cash and cash equivalents as per above comprise of the following:

(₹ in Lakhs)

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
Cash on hand	3.87	5.57
Balances with scheduled banks:		
- On current accounts	169.64	45.53
- On deposit accounts	555.08	1,010.24
(deposits having an original maturity of 3 months or less)		
Cash and cash equivalent as per note	**728.59**	**1,061.34**

II. The above Statement of Cash Flows has been prepared under the 'Indirect Method' as set out in the Indian Accounting Standard (Ind AS) 7 - "Statement of Cash Flows" specified under Section 133 of the Companies Act, 2013.

The notes 1 to 74 form an integral part of the financial statements.

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

As per our Audit report of even date attached.

For and on behalf of

H.R. JAIN & CO.,
Chartered Accountants
FRN: 000262C

Manoj Jain
Partner
M. No.: 400459

Place: Udaipur
Date: May 03, 2024

For and on behalf of the Board

Hakim Sadiq Ali Tidiwala
Whole-Time Director
DIN: 00119156

Murtaza Ali Moti
Whole-Time Director
DIN: 07876224

Lalit Kumar Bolia
Chief Financial Officer

Runel Saxena
Company Secretary
M. No.: A28022

Consolidated Statement of Changes in equity

A. EQUITY SHARE CAPITAL

(1) Current reporting period:

(₹ in Lakhs)

Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end of the current reporting period
2,579.60	-	-	-	2,579.60

(2) Previous reporting period:

(₹ in Lakhs)

Balance at the beginning of the previous reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the previous reporting period	Changes in equity share capital during the previous year	Balance at the end of the previous reporting period
1,559.60	-	-	1020.00	2,579.60

B. OTHER EQUITY

Particulars	Reserves and Surplus					Attributable to owners of the parent	Non-controlling interest
	Capital Reserve	Securities Premium	Amalgamation Expenses	Retained Earnings	Capital issue Expenses		
Balance at the end of the reporting period - March 31, 2022	**79.75**	**280.00**	**-**	**509.73**	**(24.43)**	**845.05**	**260.16**
Profit for the year	-	-	-	341.52	-	341.06	34.54
Capital issue expenses	-	-	-	-	(912.69)	(912.69)	-
Less: Capital issue expenses	-	(937.12)	-	-	937.12	-	-
Other comprehensive income	-	-	-	-	-	-	-
Amount received against share warrants	-	-	-	-	-	-	-
On issue of Equity Share	-	5,610.00	-	-	-	5,610.00	-
Balance at the end of the reporting period - March 31, 2023	**79.75**	**4,952.88**	**-**	**851.25**	**-**	**5,883.42**	**294.70**
Profit for the year	-	-	-	79.69	-	79.69	12.82
Other comprehensive income	-	-	-	-	-	-	-
Amalgamation Expenses	-	-	(15.04)	-	-	(15.04)	-
Total Comprehensive income for the year	-	-	-	-	-	-	-
Dividends	-	-		(128.98)		(128.98)	-
Balance at the end of the reporting period - March 31, 2024	**79.75**	**4,952.88**	**(15.04)**	**801.96**	**-**	**5,819.09**	**307.52**

As per our Report Attached

H.R. JAIN & CO.,
Chartered Accountants
FRN: 000262C

Manoj Jain
Partner
M. No.: 400459

Place: Udaipur
Date: May 03, 2024

Signatures to the Financial Statements and Notes

Hakim Sadiq Ali Tidiwala
Whole-Time Director
DIN: 00119156

Murtaza Ali Moti
Whole-Time Director
DIN: 07876224

Lalit Kumar Bolia
Chief Financial Officer

Runel Saxena
Company Secretary
M. No.: A28022

Notes to the Consolidated Financial Statements

1. COMPANY INFORMATION

Sah Polymers Limited (SPL)- parent - is a public limited Company domiciled in India and is incorporated under the provisions of the Companies Act, 1956. The Registered Office of the SPL is situated at E-260-261, Mewar Industrial Area, Madri, Udaipur: 313003.

SPL is engaged in the manufacture of HDPE/ PP woven fabrics and sacks. The manufacturing capacities are situated at Udaipur (Rajasthan). The fabrics and sacks find applications in the packing of cement, minerals, food grains etc.

2. SIGNIFICANT ACCOUNTING POLICIES

Statement of Compliance

These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013. The financial statements have also been prepared in accordance with the relevant presentation requirements of the Companies Act, 2013.

Basis of Preparation

The financial statements are prepared in accordance with the historical cost convention, except for certain items that are measured at fair values, as explained in the accounting policies.

Fair Value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis, except for share-based payment transactions that are within the scope of Ind AS 102 - Share-based Payment, leasing transactions that are within the scope of Ind AS 116 - Leases, and measurements that have some similarities to fair value but are not fair value, such as Net realisable value in Ind AS 2 – Inventories or value in use in Ind AS 36 - Impairment of Assets.

The preparation of financial statements in conformity with Ind AS requires management to make judgements, estimates and assumptions that affect the application of the accounting policies and the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period; they are recognised in the period of the revision and future periods if the revision affects both current and future periods.

Basis of Consolidation

The Consolidated Financial Statements (CFS) include the financial statements of the Company and its subsidiaries.

Subsidiary is entity controlled by the Group.

Control and significant influence is assessed annually with reference to the voting power (usually arising from equity shareholdings and potential voting rights) and other rights (usually contractual) enjoyed by the Group in its capacity as an investor that provides it the power and consequential ability to direct the investee's activities and significantly affect the Group's returns from its investment. Such assessment requires the exercise of judgement and is disclosed by way of a note to the Financial Statements. The Group is considered not to be in control of entities where it is unclear as to whether it enjoys such power over the investee.

The assets, liabilities, income and expenses of subsidiary are aggregated and consolidated, line by line, from the date control is acquired by any Group entity to the date it ceases. Profit or loss and each component of other comprehensive income are attributed to the Group as owners and to the non-controlling interests. The Group presents the non-controlling interests in the Balance Sheet within equity, separately from the equity of the Group as owners. The excess of the Group's investment in a subsidiary over its share in the Net worth of such subsidiary on the date control is acquired is treated as goodwill while a deficit is considered as a capital reserve in the CFS. On disposal of the subsidiary, attributable amount on goodwill is included in the determination of the profit or loss and recognised in the Statement of Profit and Loss.

Impairment loss, if any, to the extent the carrying amount exceeds the recoverable amount is charged off to the Statement of Profit and Loss as it arises and is not reversed. For impairment testing, goodwill is allocated to Cash Generating Unit (CGU) or a group of CGUs to which it relates, which is not larger than an operating segment, and is monitored for internal management purposes.

All intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

Operating Cycle

All assets and liabilities have been classified as current or non-current as per the Group's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013 and Ind AS 1 Presentation of Financial Statements based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents.

Property, Plant and Equipment - Tangible Assets

Property, plant and equipment are stated at cost of acquisition or construction less accumulated depreciation and impairment, if any. For this purpose, cost includes deemed cost which represents the carrying value of property, plant and equipment recognised as at April 01, 2016 measured as per the previous GAAP. Cost is inclusive of inward freight, duties and taxes and incidental expenses related to acquisition. In respect of major projects involving construction, related pre-operational expenses form part of the value of assets capitalised. Expenses capitalised also include applicable borrowing costs for qualifying assets, if any. All up gradation/enhancements are charged off as revenue expenditure unless they bring similar significant additional benefits.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of asset.

Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the Statement of Profit and Loss.

Depreciation of these assets commences when the assets are ready for their intended use which is generally on commissioning. Items of property, plant and equipment are depreciated in a manner that amortizes the cost (or other amount substituted for cost) of the assets after commissioning, less its residual value, over their useful lives as specified in Schedule II of the Companies Act, 2013 on a straight line basis. Land is not depreciated.

The estimated useful lives of property, plant and equipment of the Group are as follows:

Buildings	30 years
Plant and Equipment	7-25 years
Furniture and Fixtures	8-10 years
Vehicles	8-10 years
Office Equipment	5 years
No write off is made in respect of leasehold land.	
Non-Tangible assets	5 years

Assets held under finance leases are depreciated over their expected useful lives on the same basis as owned assets or, where shorter, the term of the relevant lease.

Property, plant and equipment's residual values and useful lives are reviewed at each Balance Sheet date and changes, if any, are treated as changes in accounting estimate.

Goodwill on Consolidation

Goodwill arising on consolidation is stated at cost less impairment losses, where applicable. On disposal of a subsidiary, attributable amount of goodwill is included in the determination of the profit or loss recognised in the Statement of Profit and Loss. On acquisition of an associate, the goodwill/capital reserve arising from such acquisition is included in the carrying amount of the investment and also disclosed separately.

Impairment loss, if any, to the extent the carrying amount exceed the recoverable amount is charged off to the Statement of Profit and Loss as it arises and is not reversed. For impairment testing, goodwill is allocated to Cash Generating Unit (CGU) or group of CGUs to which it relates, which is not larger than an operating segment, and is monitored for internal management purposes.

Intangible Assets

Intangible Assets that the Company controls and from which it expects future economic benefits are capitalised upon acquisition and measured initially:

a. for assets acquired in a business combination or by way of a government grant, at fair value on the date of acquisition/grant;

b. for separately acquired assets, at cost comprising the purchase price (including import duties and

non-refundable taxes) and directly attributable costs to prepare the asset for its intended use.

Internally generated assets for which the cost is clearly identifiable are capitalised at cost. Research expenditure is recognised as an expense when it is incurred. Development costs are capitalised only after the technical and commercial feasibility of the asset for sale or use has been established. Thereafter, all directly attributable expenditure incurred to prepare the asset for its intended use are recognised as the cost of such assets. Internally generated brands, websites and customer lists are not recognised as intangible assets.

The carrying value of intangible assets includes deemed cost which represents the carrying value of intangible assets recognised as at April 01, 2016 measured as per the previous GAAP.

Intangible assets that have finite lives are amortized over their estimated useful lives by the straight line method unless it is practical to reliably determine the pattern of benefits arising from the asset. An intangible asset with an indefinite useful life is not amortized.

All intangible assets are tested for impairment. Amortization expenses and impairment losses and reversal of impairment losses are taken to the Statement of Profit and Loss.

Thus, after initial recognition, an intangible asset is carried at its cost less accumulated amortization and/or impairment losses. The useful lives of intangible assets are reviewed annually to determine if a reset of such useful life is required for assets with finite lives and to confirm that business circumstances continue to support an indefinite useful life assessment for assets so classified. Based on such review, the useful life may change or the useful life assessment may change from indefinite to finite. The impact of such changes is accounted for as a change in accounting estimate.

Impairment of Assets

Impairment loss, if any, is provided to the extent, the carrying amount of assets or cash generating units exceed their recoverable amount.

Recoverable amount is higher of an asset's Net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset or cash generating unit and from its disposal at the end of its useful life.

Impairment losses recognised in prior years are reversed when there is an indication that the impairment losses recognised no longer exist or have decreased. Such reversals are recognised as an increase in carrying amounts of assets to the extent that it does not exceed the carrying amounts that would have been determined (Net of amortization or depreciation) had no impairment loss been recognised in previous years.

Inventories

Inventories (other than harvested product of biological assets) are stated at cost and Net realisable value, whichever is lower. Cost is determined on periodic moving weighted average basis.

Net realisable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to effect the sale.

Cost comprises all costs of purchase, costs of conversion and other costs incurred in bringing the inventory to the present location and condition. Cost includes the reclassification from equity of any gains or losses on qualifying cash flow hedges relating to purchases of raw material but excludes borrowing costs.

Due allowances are made for slow | non-moving, defective and obsolete inventories based on estimates made by the Company.

Items such as spare parts, stand-by equipment and servicing equipment that are not plant and machinery get classified as inventory.

Foreign Currency Transactions

The presentation currency of the Group is Indian Rupee. Transactions in foreign currency are accounted for at the exchange rate prevailing on the transaction date. Gains/losses arising on settlement as also on translation of monetary items are recognised in the Statement of Profit and Loss.

Exchange differences arising on monetary items that, in substance, form part of the Group's Net investment in a foreign operation (having a functional currency other than Indian Rupee) are accumulated in foreign currency translation reserve.

For the preparation of the consolidated financial statements:

(a) assets and liabilities of foreign operations, together with goodwill and fair value adjustments assumed on acquisition thereof, are translated to Indian Rupees at exchange rates prevailing at the reporting period end;

(b) income and expense items are translated at the average exchange rates prevailing during the period; when exchange rates fluctuate significantly the rates prevailing on the transaction date are used instead.

Differences arising on such translation are accumulated in foreign currency translation reserve and attributed to non-controlling interests proportionately

On the disposal of a foreign operation, all of the exchange differences accumulated in equity in respect of that operation attributable to the owners of the Group is reclassified to the Statement of Profit and Loss. In relation to a partial disposal, that does not result in losing control over the subsidiary, the proportionate exchange differences accumulated in equity is reclassified to the Statement of Profit and Loss.

Financial instruments, Financial assets, Financial liabilities and Equity instruments

Financial assets and financial liabilities are recognised when the Group becomes a party to the contractual provisions of the relevant instrument and are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities measured at fair value through profit or loss) are added to or deducted from the fair value on initial recognition of financial assets or financial liabilities. Purchase or sale of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date when the Company commits to purchase or sell the asset.

Financial Assets

Recognition:

Financial assets include Investments, Trade receivables, Advances, Security Deposits, Cash and cash equivalents. Such assets are initially recognised at transaction price when the Group becomes party to contractual obligations. The transaction price includes transaction costs unless the asset is being fair valued through the Statement of Profit and Loss.

Classification:

Management determines the classification of an asset at initial recognition depending on the purpose for which the assets were acquired. The subsequent measurement of financial assets depends on such classification.

Financial assets are classified as those measured at:

(a) amortised cost, where the financial assets are held solely for collection of cash flows arising from payments of principal and/or interest.

(b) fair value through other comprehensive income (FVTOCI), where the financial assets are held not only for collection of cash flows arising from payments of principal and interest but also from the sale of such assets. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in other comprehensive income.

(c) fair value through profit or loss (FVTPL), where the assets are managed in accordance with an approved investment strategy that triggers purchase and sale decisions based on the fair value of such assets. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in the Statement of Profit and Loss in the period in which they arise.

Trade receivables, Advances, Security Deposits, Cash and cash equivalents etc. are classified for measurement at amortised cost while investments may fall under any of the aforesaid classes. However, in respect of particular investments in equity instruments that would otherwise be measured at fair value through profit or loss, an irrevocable election at initial recognition may be made to present subsequent changes in fair value through other comprehensive income.

Impairment:

The Group assesses at each reporting date whether a financial asset (or a group of financial assets) such as investments, trade receivables, advances and security deposits held at amortised cost and financial assets that are measured at fair value through other comprehensive income are tested for impairment based on evidence or information that is available without undue cost or effort. Expected credit losses are assessed and loss allowances recognised if the credit quality of the financial asset has deteriorated significantly since initial recognition.

Reclassification:

When and only when the business model is changed, the Group shall reclassify all affected financial assets prospectively from the reclassification date as subsequently measured at amortised cost, fair value through other comprehensive income, fair value through profit or loss without restating the previously recognised gains, losses or interest and in terms of the reclassification principles laid down in the Ind AS relating to Financial Instruments.

De-recognition:

Financial assets are derecognised when the right to receive cash flows from the assets has expired, or has been transferred, and the Company has transferred substantially all of the risks and rewards of ownership. Concomitantly, if the asset is one that is measured at:

(a) amortised cost, the gain or loss is recognised in the Statement of Profit and Loss;

(b) fair value through other comprehensive income, the cumulative fair value adjustments previously taken to reserves are reclassified to the Statement of Profit and Loss unless the asset represents an equity investment in which case the cumulative fair value adjustments previously taken to reserves is reclassified within equity.

Income Recognition:

Interest income is recognised in the Statement of Profit and Loss using the effective interest method. Dividend income is recognised in the Statement of Profit and Loss when the right to receive dividend is established.

Financial Liabilities

Borrowings, trade payables and other financial liabilities are initially recognised at the value of the respective contractual obligations. They are subsequently measured at amortised cost. Any discount or premium on redemption/settlement is recognised in the Statement of Profit and Loss as finance cost over the life of the liability using the effective interest method and adjusted to the liability figure disclosed in the Balance Sheet.

Financial liabilities are derecognised when the liability is extinguished, that is, when the contractual obligation is discharged, cancelled and on expiry.

Offsetting Financial Instruments

Financial assets and liabilities are offset and the Net amount is included in the Balance Sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a Net basis or realise the asset and settle the liability simultaneously.

Equity Instruments

Equity instruments are recognised at the value of the proceeds, Net of direct costs of the capital issue.

Revenue

Revenue is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, Net of returns and discounts to customers. Revenue from the sale of goods includes excise and other duties which the Group pays as a principal but excludes amounts collected on behalf of third parties, such as sales tax and value added tax.

Revenue from the sale of goods is recognised when significant risks and rewards of ownership have been transferred to the customer, which is mainly upon delivery, the amount of revenue can be measured reliably and recovery of the consideration is probable.

Revenue from services is recognised in the periods in which the services are rendered.

Government Grant

The Group may receive government grants that require compliance with certain conditions related to the Group's operating activities or are provided to the Group by way of financial assistance on the basis of certain qualifying criteria.

Government grants are recognised when there is reasonable assurance that the grant will be received, and the Group will comply with the conditions attached to the grant. Accordingly, government grants:

(a) related to or used for assets are included in the Balance Sheet as deferred income and recognised as income over the useful life of the assets.

(b) related to incurring specific expenditures are taken to the Statement of Profit and Loss on the same basis and in the same periods as the expenditures incurred.

(c) by way of financial assistance on the basis of certain qualifying criteria are recognised as they become receivable.

In the unlikely event that a grant previously recognised is ultimately not received, it is treated as a change in estimate and the amount cumulatively recognised is expensed in the Statement of Profit and Loss.

Employee Benefits

i) Short-term Employee benefits:

Liabilities for wages and salaries including nonmonetary benefits that are expected to be settled wholly within twelve months after the end of the period in which the employees render the related service are classified as short term employee benefits and are recognized as an expense in the Statement of Profit and Loss as the related service is provided. A liability is recognised for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

ii) Post-Employment Benefits Defined Contribution Plans:

Payments made to a defined contribution plan such as Provident Fund maintained with Regional Provident Fund Office and Superannuation Fund are charged as an

expense in the Statement of Profit and Loss as they fall due.

Defined Benefit Plans

Gratuity Fund:

The Group has an obligation towards gratuity, a defined benefit retirement plan covering eligible employees. Gratuity is payable to all eligible employees on death or on separation/ termination in terms of the provisions of the payment of the Gratuity (Amendment) Act, 1997 or as per the Company's scheme whichever is more beneficial to the employees.

Provident Fund

The contributions to the Provident Fund of employees are made to a Government administered Provident Fund and there are no further obligations beyond making such contribution.

iii) Other Long Term Employee Benefits:

The liabilities for earned leave and sick leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore measured as the present value of expected future payments to be made in respect of services provided by the employees upto the end of the reporting period using the projected unit credit method

Re-measurements are recognised in profit or loss in the period in which they arise. Actuarial gains and losses in respect of such benefits are charged to Statement of Profit and Loss in the period in which they arise.

Leases

Leases are recognised as a finance lease whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

GROUP AS A LESSEE

Assets used under finance leases are recognised as property, plant and equipment in the Balance Sheet for an amount that corresponds to the lower of fair value and the present value of minimum lease payments determined at the inception of the lease and a liability is recognised for an equivalent amount.

The minimum lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognised in the Statement of Profit and Loss.

Rentals payable under operating leases are charged to the Statement of Profit and Loss on a straight-line basis over the term of the relevant lease unless the payments to the lessor are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases.

Group as a Lessor

Leases in which the Group does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Where the Group is a lessor under an operating lease, the asset is capitalised within property, plant and equipment and depreciated over its useful economic life. Payments received under operating leases are recognised in the Statement of Profit and Loss on a straight-line basis over the term of the lease.

Taxes on Income

Taxes on income comprises of current taxes and deferred taxes. Current tax in the Statement of Profit and Loss is provided as the amount of tax payable in respect of taxable income for the period using tax rates and tax laws enacted during the period, together with any adjustment to tax payable in respect of previous years.

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities and the amounts used for taxation purposes (tax base), at the tax rates and tax laws enacted or substantively enacted by the end of the reporting period.

Deferred tax assets are recognised for the future tax consequences to the extent it is probable that future taxable profits will be available against which the deductible temporary differences can be utilised.

Income tax, in so far as it relates to items disclosed under other comprehensive income or equity, are disclosed separately under other comprehensive income or equity, as applicable.

Deferred tax assets and liabilities are offset when there is legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances related to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on Net basis, or to realize the asset and settle the liability simultaneously.

Claims

Claims against the Group not acknowledged as debts are disclosed after a careful evaluation of the facts and legal aspects of the matter involved.

Provisions

Provisions are recognised when, as a result of a past event, the Group has a legal or constructive obligation; it is probable that an outflow of resources will be required to settle the obligation; and the amount can be reliably estimated. The amount so recognised is a best estimate of the consideration required to settle the obligation at the reporting date, taking into account the risks and uncertainties surrounding the obligation. In an event when the time value of money is material, the provision is carried at the present value of the cash flows estimated to settle the obligation.

Operating Segments

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker (CODM). The CODM, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Corporate Management Committee.

Segments are organised based on business which have similar economic characteristics as well as exhibit similarities in nature of products and services offered, the nature of production processes, the type and class of customer and distribution methods.

Segment revenue arising from third party customers is reported on the same basis as revenue in the financial statements. Inter-segment revenue is reported on the basis of transactions which are primarily market led. Segment results represent profits before finance charges, unallocated corporate expenses and taxes.

"Unallocated Corporate Expenses" include revenue and expenses that relate to initiatives/costs attributable to the enterprise as a whole and are not attributable to segments.

Financial and Management Information Systems

The Group's Accounting System is designed to comply with the relevant provisions of the Companies Act, 2013, to provide financial information appropriate to the businesses and facilitate Internal Control.

Use of estimates and judgements

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

A. Judgements in applying accounting policies

The following are the judgements, apart from those involving estimations (see note below), that the Group have made in the process of applying the accounting policies and that have a significant effect on the amounts recognised in the consolidated financial statements:

1. **Control:**

   The Group assessed whether or not it has control on its investees based on whether, as an investor, it has the power/rights and consequently the practical ability to direct the relevant activities of its investees unilaterally. In making this judgement, the Group considered the absolute size of its holding, the relative size of and dispersion of other shareholders, and whether any contractual arrangements exist between the Company (and its subsidiaries) and other shareholders of the investees. Based on this, and in accordance with its Accounting Policy, the Group has determined that the entities listed in the notes to the financial statements are the only entities over which Group has control.

2. **Significant influence:**

   The Group assessed whether or not it has significant influence on its investees based on its practical ability to participate in the financial and operating policy decisions of the investee, though it is not in control of these policies. Based on such assessment, the Group determined that the entities listed in the notes to the financial statements are the only entities over which the Group has significant influence.

3. **Useful life of Intangible Assets:**

   The Group is required to determine whether its intangible assets have indefinite or finite life which is a subject matter of judgement.

B. Key sources of estimation uncertainty

The following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year:

1. **Useful lives of property, plant and equipment and intangible assets:**

   As described in the significant accounting policies, the Group reviews the estimated useful lives of property, plant and equipment and intangible assets at the end of each reporting period.

2. **Fair value measurements and valuation processes:**

   Some of the Group's assets and liabilities are measured at fair value for financial reporting purposes. In estimating the fair value of an asset or a liability, the Group uses market-observable data to the extent it is available. Where Level 1 inputs are not available, the Group engages third party valuers, where required, to perform the valuation. Information about the valuation techniques and inputs used in determining the fair value of various assets, liabilities and share based payments are disclosed in the notes to the financial statements.

3. **Actuarial Valuation:**

   The determination of Group's liability towards defined benefit obligation to employees is made through independent actuarial valuation including determination of amounts to be recognised in the Statement of Profit and Loss and in other comprehensive income. Such valuation depend upon assumptions determined after taking into account inflation, seniority, promotion and other relevant factors such as supply and demand factors in the employment market. Information about such valuation is provided in notes to the financial statements.

4. **Claims, Provisions and Contingent Liabilities:**

   In resepct of litigations where an outflow of funds is believed to be probable and a reliable estimate of the outcome of the dispute can be made based on management's assessment of specific circumstances of each dispute and relevant external advice, management provides for its best estimate of the liability. Such accruals are by nature complex and can take number of years to resolve and can involve estimation uncertainty. Information about such litigations is provided in notes to the financial statements.

NOTE 3: PROPERTY,PLANT AND EQUIPMENT

(₹ in Lakhs)

Particulars	Lease Assets	Owned Assets								
	Land - Leasehold	Land Freehold	Building	Plant and Equipment	Furniture and fixtures	Vehicles	Office Equipment	DG Sets	Tube well	Computer	Total
Year ended March, 2024											
GROSS CARRYING AMOUNT											
Opening Gross Carrying Amount	29.57	115.96	1,760.58	3,308.55	66.87	73.93	46.54	58.24	6.49	34.16	5,500.89
Additions	-	-	197.30	363.01	24.37	15.08	13.44	-	0.79	3.25	617.24
Disposals/Adjustment	-	-	-	4.43	-	-	-	-	-	-	4.43
Closing Gross Carrying Amount	**29.57**	**115.96**	**1,957.88**	**3,667.13**	**91.24**	**89.01**	**59.98**	**58.24**	**7.28**	**37.41**	**6,113.70**
Accumulated Depreciation											`
Opening Accumulated Depreciation	-	-	186.15	770.97	19.87	26.45	17.23	31.97	0.56	21.31	1,074.51
Depreciation charged during the year	-	-	59.20	143.79	8.41	6.25	11.01	2.55	0.22	6.92	238.35
Disposals/Adjustments	-	-	-	0.21	-	-	-	-	-	-	0.21
Closing Accumulated Depreciation	**-**	**-**	**245.35**	**914.55**	**28.28**	**32.70**	**28.24**	**34.52**	**0.78**	**28.23**	**1,312.65**
Net Carrying Amount	**29.57**	**115.96**	**1,712.53**	**2,752.58**	**62.96**	**56.31**	**31.74**	**23.72**	**6.50**	**9.18**	**4,801.05**
Year ended March, 2023											
Gross Carrying Amount											
Opening Gross Carrying Amount	29.57	115.96	438.04	1,752.98	33.18	26.35	29.70	57.28	1.16	22.51	2,506.73
Additions	-	-	1,322.54	1,565.37	33.69	47.58	24.34	0.96	5.33	11.65	3,011.46
Disposals/Adjustment	-	-	-	9.80	-	-	7.50	-	-	-	17.30
Closing Gross Carrying Amount	**29.57**	**115.96**	**1,760.58**	**3,308.55**	**66.87**	**73.93**	**46.54**	**58.24**	**6.49**	**34.16**	**5,500.89**
Accumulated Depreciation											
Opening Accumulated Depreciation	-	-	163.21	686.53	14.52	22.31	17.71	29.45	0.49	14.81	949.03
Depreciation charged during the year	-	-	22.94	91.88	5.35	4.14	5.69	2.52	0.07	6.50	139.09
Disposals/Adjustments	-	-	-	7.44	-	-	6.17	-	-	-	13.61
Closing Accumulated Depreciation	**-**	**-**	**186.15**	**770.97**	**19.87**	**26.45**	**17.23**	**31.97**	**0.56**	**21.31**	**1,074.51**
Net Carrying Amount	**29.57**	**115.96**	**1,574.43**	**2,537.58**	**47.00**	**47.48**	**29.31**	**26.27**	**5.93**	**12.85**	**4,426.38**

Capital-work-in-progress as at March 31, 2024*	52.04
Capital-work-in-progress as at March 31, 2023*	92.97

*Includes amount incurred on project development capitalised.

Note 3.1: Intangible Assets

(₹ in Lakhs)

Particulars	Owned Assets	
	Software	Total
Year ended March, 2024		
GROSS CARRYING AMOUNT		
Opening Gross Carrying Amount	9.58	9.58
Additions	1.58	1.58
Disposals/Adjustment	-	-
Closing Gross Carrying Amount	**11.16**	**11.16**
ACCUMULATED DEPRECIATION	**-**	**-**
Opening Accumulated Depreciation	9.06	9.06
Depreciation charged during the year	0.51	0.51
Disposals/Adjustments	-	-
Closing Accumulated Depreciation	**9.57**	**9.57**
Net Carrying Amount	**1.59**	**1.59**
Year ended March, 2023		
GROSS CARRYING AMOUNT		
Opening Gross Carrying Amount	9.58	9.58
Additions	-	-
Disposals/Adjustment	-	-
Closing Gross Carrying Amount	**9.58**	**9.58**
ACCUMULATED DEPRECIATION		**-**
Opening Accumulated Depreciation	7.82	7.82
Depreciation charged during the year	1.24	1.24
Disposals/Adjustments	-	-
Closing Accumulated Depreciation	**9.06**	**9.06**
Net Carrying Amount	**0.52**	**0.52**

Note:

(a) There are no immovable Properties whose title deeds are not in the name of the Company.

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

(c) The Company has not revalued its intangible assets.

(d) Capital Work-in-Progress (CWIP).

CWIP aging schedule as at March 31, 2024

(₹ in Lakhs)

Particulars	Amount in CWIP for a period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Project in progress	52.04	-	-	-	52.04
Projects temporarily suspended	-	-	-	-	-

CWIP aging schedule as at March 31, 2023

(₹ in Lakhs)

Particulars	Amount in CWIP for a period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Project in progress	92.97	-	-	-	92.97
Projects temporarily suspended	-	-	-	-	-

(e) There is no intangible assets under development.

NOTE 4: FINANCIAL LOAN NON-CURRENT

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
(Unsecured, Considered good)		
(a) Loan Receivables considered good-secured	-	-
(b) Loan Receivables considered good-unsecured	1.34	1.97
(c) Loan Receivables which have significant increase in credit risk	-	-
(d) Trade Receivables- credit impaired	-	-
	1.34	1.97
Less: Allowance for doubtful loans	-	-
	1.34	**1.97**

NOTE 5: OTHER NON-CURRENT FINANCIAL ASSETS

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Bank Deposit with more than 12 months maturity*	70.98	76.19
Security Deposits	163.96	133.04
	234.94	**209.23**

*includes accrued interest ₹ 0.98 Lakhs (pr. yr. ₹ 2.70 Lakhs). Out of this deposit ₹ 70.98 Lakhs (pr. yr. ₹ 76.19 Lakhs) liened with UCO Bank against Bank Guarantee.

NOTE 6: OTHER NON-CURRENT ASSETS

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Capital Advances	0.65	0.65
Advances other than capital advances		
Security Deposit		
- With Statutory Authorities	0.92	0.92
- Other	4.11	4.11
	5.68	**5.68**

NOTE 7: INVENTORIES

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
At lower of cost and Net realisable value		
Raw material	520.89	759.42
Work-in-progress	1,715.36	1,039.40
Finished Goods	452.08	557.95
Stores and Spares	248.49	162.99
Printing Ink	53.45	31.60
	2,990.27	**2,551.36**

NOTE 8: TRADE RECEIVABLE

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
(a) Trade Receivables considered good- secured	-	-
(b) Trade Receivables considered good- unsecured	2,203.22	1,614.37
(c) Trade Receivables which have significant increase in Credit Risk	-	-
(d) Trade Receivables -Credit impaired	-	-
	2,203.22	1,614.37
Less: Allowance for doubtful receivables	-	-
	2,203.22	**1,614.37**

Note 8.1:

No trade receivables are due from directors or other officers of the Company or any of them either severally or jointly with any other person. Further, no trade receivables are due from firms or private companies in which any director is a partner, a director or a member, other than dues from related parties disclosed as mentioned in note 38.

Trade receivables ageing schedule as at March 31, 2024

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment				More than 3 years	Total
	Less than 6 months	6 months- 1 year	1-2 years	2-3 years		
(i) Undisputed Trade receivables- considered good	1,983.81	46.84	35.82	-	136.76	2,203.23
(ii) Undisputed Trade receivables- which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables- credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables- considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables- credit impaired	-	-	-	-	-	-

Trade receivables ageing schedule as at March 31, 2024 (Contd.)

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment				More than 3 years	Total
	Less than 6 months	6 months-1 year	1-2 years	2-3 years		
(vi) Disputed Trade Receivables-which have significant increase in credit risk	-	-	-	-	-	-
Total	**1,983.81**	**46.84**	**35.82**	**-**	**136.76**	**2,203.23**

Trade receivables ageing schedule as at March 31, 2023

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment				More than 3 years	Total
	Less than 6 months	6 months-1 year	1-2 years	2-3 years		
(i) Undisputed Trade Receivables-considered good	1,411.59	66.02	-	-	136.76	1,614.37
(ii) Undisputed Trade Receivables-which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables-credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables-considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables-credit impaired	-	-	-	-	-	-
(vi) Disputed Trade Receivables-which have significant increase in credit risk	-	-	-	-	-	-
Total	**1,411.59**	**66.02**	**-**	**-**	**136.76**	**1,614.37**

NOTE 9: CASH AND CASH EQUIVALENTS

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
(a) Balances with banks		
On Current Account	169.64	45.53
On Fixed Deposit with maturity less three months *	555.08	1,010.24
	724.72	1,055.77
(b) Cash on hand	3.87	5.57
	728.59	**1,061.34**

There are no repatriation restrictions with regard to cash and cash equivalents as at the end of the reporting period and prior period.

*includes accrued interest ₹ 2.10 Lakhs (previous year ₹ 10.24 Lakhs).

NOTE 10: OTHER BANK BALANCES

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Deposit with more than 3 months and remaining maturity period less than 12 months from the date of the balance sheet*	540.68	1,013.80
	540.68	**1,013.80**

*includes accrued interest ₹ 6.37 Lakhs (previous year ₹ 10.70 Lakhs)

NOTE 11: LOANS (CURRENT)

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
(a) Loan Receivables considered good - secured	-	-
(b) Loan Receivables considered good - unsecured	745.91	840.73
(c) Loan Receivables which have significant increase in credit risk	-	-
(d) Trade Receivables Credit Impaired	-	-
	745.91	840.73
Less: Allowance for doubtful loans	-	-
	745.91	**840.73**

Note 11.1:

No loans are due from directors or other officers of the Company or any of them either severally or jointly with any other person. Further, no loans are due from firms or private companies in which any director is a partner, a director or a member, other than dues from related parties disclosed as mentioned in note 38.

No loans and advances are due from directors or other officers and related party of the Company.

Loans or advances in the nature of loans granted to promoters, directors, KMPs and the related parties (a) repayable on demand or (b) without specifying terms of period of repayment.

(₹ in Lakhs)

Type of Borrower ====>	Promoters	Directors	KMPs	Total
Amount of loan or advance in the nature of outstanding	0 (0)	0 (0)	1.85 (2.50)	1.85 (2.50)
Percentage to the total Loans & Advances in the nature of Loans	0 (0)	0 (0)	0.18 (0.21)	0.18 (0.21)

*amount in bracket represents previous year's figures.

NOTE 12: OTHER-CURRENT FINANCIAL ASSETS

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Interest accrued on loan, deposit etc.	5.24	6.96
	5.24	**6.96**

NOTE 13: CURRENT TAX ASSETS

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Income tax Refund	13.28	-
	13.28	**-**

NOTE 14: OTHER CURRENT ASSETS

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Advances other than capital advances		
Other advances		
- Advance against expenses	49.03	21.50
- Statutory authorities employees, pre-paid expenses etc.	130.08	387.72
- Other advances	151.21	-
- Other receivables	187.58	73.51
	517.90	**482.73**

NOTE 15: SHARE CAPITAL

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Authorised:		
3,00,00,000 Equity Shares of ₹ 10/- each	3,000.00	3,000.00
	3,000.00	**3,000.00**
Issued, subscribed and fully paid		
2,57,96,000 (pr. yr. 25796000) Equity Shares of ₹ 10/- each fully paid up	2,579.60	2,579.60
	2,579.60	**2,579.60**

Reconciliation of number of shares

Particulars	As at March 31, 2024	As at March 31, 2023
Face value per share (₹)	10	10
Number of Equity Shares outstanding at the beginning of the reporting period	2,57,96,000	1,55,96,000
No. of Equity Shares issued during the year	-	1,02,00,000
	2,57,96,000	**2,57,96,000**
Less: Deduction during the year	-	-
Number of Equity Shares outstanding at the end of the reporting period	**2,57,96,000**	**2,57,96,000**

Name of the shareholders holding more than 5% shares in the Company		As at March 31, 2024		As at March 31, 2023	
Name of shareholder	**Class**	**No. of shares**	**%**	**No. of shares**	**%**
SAT Industries Limited and nominees	Equity	1,43,16,000	55.50	1,43,16,000	55.50

Shares held by promoters at the end of the year			% change during the year
Promoter name	**No. of shares**	**% of total shares**	
SAT Industries Limited including shares held by nominees.	1,43,16,000 (1,43,16,000)	55.50 (55.50)	-
Total	**1,43,16,000 (1,43,16,000)**	**55.50 (55.50)**	**-**

Figures in bracket represent previous year figures.

*Considered as per the information filed by the Company with stock exchanges for the year ended March 31, 2024 and Annual return filed by the Company for the year ended March 31, 2023.

Shares held by holding Company		As at March 31, 2024		As at March 31, 2023	
Name of holding Company	**Class**	**No. of shares**	**% Holding**	**No. of shares**	**% Holding**
SAT Industries Limited and nominees	Equity	1,43,16,000	55.50	1,43,16,000	91.79

The Parent has only one class of equity shares having face value of ₹ 10/- each. The holder of the equity share is entitled to dividend right and voting right in the same proportion as the capital paid-up on such equity share bears to the total paid-up equity share capital of the Parent. The dividend proposed by Board of Directors is subject to approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation of the Parent, the holders of equity shares will be entitled to receive the remaining assets of the Parent in the same proportion as the capital paid-up on the equity shares held by them bears to the total paid-up equity share capital of the Parent.

The Parent Company has not allotted any shares pursuant to contract without payment being received in cash.

There are no call unpaid on equity shares.

No shares have been reserved for issue on option.

No equity shares have been forfeited.

NOTE 16: OTHER EQUITY

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
1. Seurities Premium		
As per the last year accounts	4,952.88	280.00
Add: Addition during the year	-	5,610.00
Less: Transferred from Capital Issue Expenses*	-	(937.12)
	4,952.88	4,952.88
2. General Reserve		
As per the last year accounts	79.75	79.75
	-	-
3. Capital Issue Expenses		
As per the last year accounts	-	(24.43)
Addition during the year	-	(912.69)
Less: Transferred to securities premium	-	937.12
	-	-
4. Amalgamation Expenses		
As per the last year accounts	-	-
Add: Addition during the year	(15.04)	-
	(15.04)	-
5. Retained Earnings		
As per the last year accounts	851.25	509.73
Dividend FY.2022-2023	(128.98)	-
Add: Surplus for the year	79.69	341.52
	801.96	851.25
Equity attributable to the owners of the parent	**5,819.55**	**5,883.88**
Non-controlling interest	**307.52**	**294.70**
Total	**6,127.07**	**6,178.58**

*Public issue expenses amounting to ₹ 0.00 (pr.yr. ₹ 937.12 Lakhs) have been adjusted against Securities Premium in accordance with the provisions of Section 52 of the Companies Act, 2013.

1. Share Premium:

The amount received in excess of face value of the equity shares is recognised in Securities Premium Reserve. The reserve is utilised in accordance with the provisions of the Act.

2. General Reserve:

This includes the amount received from the Government under an incentive scheme for capital expansion and on the expiry of requisite period, the amount was transferred to it.

3.Retained Earnings:

This Reserve represents the cumulative profits of the Company and effects of re-measurement of defined benefit obligations. This Reserve can be utilized in accordance with the provisions of the Companies Act, 2013.

NOTE 17: BORROWINGS - NON-CURRENT:

(₹ in Lakhs)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Current	Non-Current	Current	Non-Current
SECURED				
(a) Term Loans:				
From banks:				
UCO Bank				
I. Term Loan - Additional working capital term loan under guarantee emergency credit loan	2.52	-	39.87	2.94
II. Term Loan - Guaranteed Emergency Credit Line (GECL)	30.00	43.46	5.57	78.32
III. Term Loan	199.78	533.33	200.00	733.33
IV. Term Loan - Vehicle Loan	1.38	12.38	4.88	12.38
V. Term Loan - Soler	37.50	100.00	-	-
VI. HDFC Bank	4.67	13.94	4.31	18.61
VII. HDFC Bank	2.23	9.89	-	-
	278.08	**713.00**	**254.63**	**845.58**

(i) Secured against equitable mortgage of land and building of the Company situated at E-260-261, Mewar Industrial Area, Madri, Udaipur: 313003 and at Vill: Modi, District: Udaipur and also by way of first charge on all current assets such as raw material, finished goods, work-in-process, stores and spares, book debts, and packing materials etc. The loan is repayable in 36 equal monthly instalments ₹ 3,54,611.00 each commencing from June 14, 2021 and the last instalment is repayable on June 14, 2024. Rate of interest as on March 31, 2024 is 9.25% per annum. It is also secured by way of corporate guarantee of SAT Industries Limited.

(ii) Secured against equitable mortgage of land and building of the Company situated at E-260-261, Mewar Industrial Area, Madri, Udaipur: 313003 and Vill: Modi, District: Udaipur and also by way of first charge on all current assets such as raw material, finished goods, work-in-process, stores and spares, book debts, and packing materials etc. The loan is repayable in 36 equal monthly instalments ₹ 2,63,376.35 each commencing from December 15, 2023 and the last instalment is repayable on December 15,2026. Rate of interest as on March 31, 2024 is 9.25% per annum. It is also secured by way of corporate guarantee of SAT Industries Limited.

(iii) Secured against equitable mortgage of land and building of the Company situated at E-260-261, Mewar Industrial Area, Madri, Udaipur: 313003 and Vill: Modi, District: Udaipur and also by way of first charge on all current assets such as raw material, finished goods, work-in-process, stores and spares, book debts, and packing materials etc. The loan is repayable in 36 equal monthly instalments ₹ 16,66,667.00 each commencing from December 15, 2023 and the last instalment is repayable on June 15, 2028. Rate of interest as on March 31, 2024 is 10.00% per annum.It is also secured by way of corporate guarantee of SAT Industries Limited.

(iv) Secured against Hypothecation of Vehicle No. RJ27 UE 0279. The loan is repayable in 60 equal monthly instalment ₹ 40649.00 each commencing from June 06, 2022 and the last instalment is repayable on May 31, 2027. Rate of interest as on March 31, 2024 is 10.20% per annum.

(v) Secured against equitable mortgage of land and building of the Company situated at E-260-261, Mewar Industrial Area, Madri, Udaipur: 313003 and Vill: Modi, District: Udaipur and also by way of first charge on all current assets such as raw material, finished goods, work -in progress, stores and spares, book debts, and packing materials etc. The loan is repayable in 48 equal monthly instalments ₹ 3,12,500.00 each commencing from September 30, 2023 and the last instalment is repayable on September 30, 2028. Rate of interest as on March 31, 2024 is 10.00% per annum.It is also secured by way of corporate guarantee of SAT industries Limited.

(vi) Secured against Hypothecation of Vehicle No. RJ27 GE 0153. The loan is repayable in 60 equal monthly instalment ₹ 49,946.00 each commencing from November 15, 2022 and the last instalment is repayable on October 15, 2027. Rate of interest as on March 31, 2024 is 8.02% per annum.

(vii) Secured against Hypothecation of Vehicle No. RJ27 UC 2292. The loan is repayable in 60 equal monthly instalments ₹ 27,050.00 each commencing from November 05, 2023 and the last instalment is repayable on October 05, 2028. Rate of interest as on March 31, 2024 is 09.10% per annum.

(viii) There is no continuing default in the payment of principal and interest thereof in respect of loans (i) to (vii) stated above.

NOTE 18: DEFERRED TAX LIABILITIES (NET)

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
a) Deferred tax liability	221.31	143.13
Depreciation	27.27	78.29
Deferred tax assets		
Leave encashment &gratuity (provisions) etc.	2.23	0.11
Net amount charged to Statement of Profit and Loss	25.04	78.18
Deferred tax liabilities (Net)	246.35	221.31
b) MAT Credit Entitlement		
Opening	53.13	0.08
Addition	14.10	71.60
Utilised	2.31	18.55
MAT Balance	64.92	53.13
Total	**181.43**	**168.18**

NOTE 19: BORROWINGS- CURRENT

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
SECURED:		
Current maturity of Long term debt@	278.08	254.63
@for security etc. refer Note 17		
Repayable on demand		
From Banks:		
Cash Credit facilities from UCO Bank (a) and (ai)	1,771.11	1,123.59
	1,771.11	1,123.59
UNSECURED:		
Repayable on demand		
From Bank		
ICICI Bank Ltd (b)	297.00	280.00
Deutsche Bank - OD (c)	-	0.99
	297.00	280.99
Total	**2,346.19**	**1,659.21**

(a) Secured against equitable mortgage of land and building of the Parent Company situated at E-260-261, Mewar Industrial Area, Madri, Udaipur: 313003 and at Vill: Modi, District: Udaipur by way of first charge on all current assets such as raw material, finished goods, work-in-process, stores and spares, book debts, and packing materials etc. of the Parent Company. It is also secured by way of corporate guarantee of SAT Industries Limited. Rate of interest as on March 31, 2024 is 10.00% per annum.

(ai) Includes also cash credit facilities availed by the subsidiary Company - Fibcorp Polyweave Private Limited amounting to ₹ 192.70 Lakhs. The same is secured by way of the first charge on all current assets such as raw material, finished goods, work-in-process, stores and spare parts, book debts, and packing materials etc. of the subsidiary Company situated at G-1 202-203,IID center RIICO, Kaladwas, Udaipur. It is also secured by way of personal guarantee of Mr. Murtaza Ali Moti, Director and corporate guarantee of Sah Polymers Ltd.

(b) Guaranteed by Mr. Asad Daud, Director and Mr. Hakim Sadiq Ali Tidiwala, Whole-Time Director of the Company. Rate of interest as on March 31, 2024 is 11.05% per annum.

(c) Guaranteed by Mr. Asad Daud, Director and Mr. Hakim Sadiq Ali Tidiwala, Whole-Time Director of the Company. Rate of interest as on March 31, 2024 is 9.95% per annum.

There is no continuing default in the payment of interest.

NOTE 20: TRADE PAYABLES

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Total outstanding dues of micro enterprises and small enterprises	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	882.39	813.07
	882.39	**813.07**

Trade payables ageing schedule as at March 31, 2024

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed-Micro & small enterprises	-	-	-	-	-	-
(ii) Undisputed Others	882.39	-	-	-	-	882.39
(iii) Disputed dues-Micro & small enterprises	-	-	-	-	-	-
(iv) Disputed dues-Others	-	-	-	-		-
Total	**882.39**	**-**	**-**	**-**	**-**	**882.39**

Trade payables ageing schedule as at March 31, 2023

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed-Micro & small enterprises	-	-	-	-	-	-
(ii) Undisputed Others	812.02	-	-	-	-	812.02
(iii) Disputed dues-Micro & small enterprises	-	-	-	-	-	-
(iv) Disputed dues-Others	0.40	0.65	-	-		1.05
Total	**812.42**	**0.65**	**-**	**-**	**-**	**813.07**

NOTE 21: OTHER CURRENT FINANCIAL LIABILITIES

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Interest on loan	2.69	2.10
	2.69	**2.10**

NOTE 22: OTHER CURRENT LIABILITIES

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Statutory Liabilities	33.34	57.98
Advance received from customers	58.46	74.38
Others	187.35	155.09
	279.15	**287.45**

NOTE 23: PROVISIONS

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Provision for employee benefits	33.80	14.81
	33.80	**14.81**

NOTE 24: CURRENT TAX LIABILITIES

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Current tax (Net of advance tax)	4.22	67.27
	4.22	**67.27**

NOTE 25: REVENUE FROM OPERATIONS

(₹ in Lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
(a) Manufactured Goods	9,913.36	8,706.79
(b) Traded Goods	854.07	635.86
(c) Sale of Services		
I) Job work	-	28.82
II) Commission-DCA	56.90	62.29
III) Market Research Services	-	-
	56.90	91.11
(d) Interest Income (Business)	94.53	106.16
	10,918.86	**9,539.92**

NOTE 26: OTHER INCOME

(₹ in Lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
(a) Rent	0.24	0.42
(b) Interest on financial assets on amortised cost	122.07	31.75
(c) Miscellaneous income	0.64	1.11
(d) Foreign Exchange Fluctuation	108.23	148.42
(e) Export Incentive	1.42	-
(f) Profit on sale of Property, Plant and Equipment.	0.21	-
	232.81	**181.70**

NOTE 27: COST OF MATERIAL CONSUMED

(₹ in Lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Opening Stock	759.42	570.72
Purchases	6,104.73	5,880.20
	6,864.15	**6,450.92**
Less: Closing Stock	520.89	759.42
	6,343.26	**5,691.50**

NOTE 28: PURCHASES OF STOCK-IN TRADE

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Traded goods	779.80	630.73
	779.80	**630.73**

NOTE 29: CHANGES IN INVENTORIES

(₹ in Lakhs)

Particulars	For the year ended March 31, 2024		For the year ended March 31, 2023	
Opening Stock				
Finished Goods	557.95		291.17	
Add: Goods produced during trial run	-		12.73	
	557.95		303.90	
Work-in-progress	1,039.40		587.51	
Add: Goods produced during trial run	-		118.66	
	1,039.40	**1,597.35**		**1,010.07**
Less: Closing Stock				
Finished Goods	452.08		557.95	
Work-in-progress	1,715.36		1,039.40	
		2,167.44		1,597.35
		(570.09)		**(587.28)**

NOTE 30: EMPLOYEE BENEFITS

(₹ in Lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
(i) Salaries, wages and bonus	657.38	358.02
(ii) Contribution to provident and other funds	30.74	20.63
(iii) Gratuity	13.95	24.40
(vi) Staff welfare expenses	64.49	40.63
	766.56	**443.68**

NOTE 31: FINANCE COSTS

(₹ in Lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
(I) Interest expenses		
(a) Interest on borrowings	310.84	203.21
(b) Interest on delayed payment of taxes	7.88	13.46
(c) Foreign exchange Fluctuation of PCFC	-	3.54
(II) Other borrowing costs-Processing Charges	7.14	1.85
	325.86	**222.06**

NOTE 32: OTHER EXPENSES

(₹ in Lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Bag Printing Expenses	18.27	15.35
Bag Stitching Expenses	166.82	146.06
Bank Commission and charges	35.58	29.02
Books & Periodicals	0.33	0.36
Carriage Outward	26.48	32.11
Other Manufacturing Expenses	296.57	308.25
Repairs & Maintenance on:		
- Plant and Machinery	39.11	41.96
- Building	14.35	0.46
- Others	4.73	2.00
Commission on sales	55.13	26.40
Consultancy	52.60	27.32
Consumption of stores and spare parts	108.55	96.49
Festival Expenses	4.56	2.61
Early Payment Incentive Expenses	3.09	1.73
Economic Rent & Service Charges	0.86	0.86
Electric & Power	604.32	374.07
Export Freight, Insurance & Other Expenses	626.10	747.77
Fabric Weaving Expenses	131.12	111.70
Loading & Unloading Expenses	4.48	2.96
Fees & Taxes	1.05	1.92
Fuel & Lubricant	37.51	28.41
Godwon Rent	14.84	6.39
Inspection Charges of bags	0.95	0.56
Insurance Charges	18.37	9.79
Job Charges	459.53	296.10
Lease Rent	38.95	43.83
Legal & Professional Expenses	26.60	13.54
Miscellaneous Expenses	77.63	112.77
Material Handling Charges	5.97	5.56
Packing Materials	108.30	49.83
Payment to Auditors as:		
(i) as Auditor	0.36	0.48
(ii) for taxation matter	0.13	-
(iii) for reimbursement of Expenses	0.05	0.05
Postage & Telegram	17.19	8.71
Printing Ink	40.09	51.70
Rating Charges	0.70	1.03
Rebate, Claim & Discounts	22.10	6.64
Software Expenses	3.75	3.45

NOTE 32: OTHER EXPENSES (Contd.)

(₹ in Lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Sorting and counting charges	27.72	29.10
Stationery & Printing	6.27	6.17
Subscription & Membership	4.81	7.13
Telephone and Mobile	5.08	3.49
Vehicle Running & Maintenance Expenses.	12.73	6.80
Warehouse Management charges	4.34	4.88
Water Expenses	3.91	2.39
	3,131.98	**2,668.20**

NOTE 33: ADDITIONAL INFORMATION

(₹ in Lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
(i) Depreciation and Amortisation		
(a) Depreciation expense	238.35	139.09
(b) Amortization expense	0.51	0.51
	238.86	**139.60**
(ii) Payment to Auditors as*		
(a) as Auditor	0.36	0.48
(b) for taxation matter	0.13	-
(c) Reimbursement of expenses	0.05	0.05
	0.54	**0.53**

* excludes ₹ 0.00 Lakhs (Previous Year ₹ 70 Lakhs) paid for certification, in the nature of initial public offer issues expenses accounted in Securities Premium Account.

NOTE 34: EARNINGS PER SHARE

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Earning per share has been computed as under		
(a) Profit for the year	92.51	376.06
(b) Weighted average number of Ordinary shares outstanding for the purpose of basic earnings per share	2,57,96,000	1,78,87,507
(c) Effect of potential Equity shares on conversion of outstanding share warrants	-	-
(d) Weighted average number of equity shares in computing diluted earnings per share [(b) + (c)]	2,57,96,000	1,78,87,507
(e) Earnings per share on profit for the year (Face Value ₹ 10.00 per share)		
- Basic (a/b)	**0.36**	**2.10**
- Diluted (a/d)	**0.36**	**2.10**

NOTE 35: CONTINGENT LIABILITIES AND COMMITMENTS:

(a) Contingent liabilities

(₹ in Lakhs)

Claims against excise duty and other matters	As at March 31, 2024	As at March 31, 2023
(i) Income tax Matters*	0.49	0.79
Total	**0.49**	**0.79**

*Net of deposit.

It is not practicable for the Group to estimate the closure of these issues and the consequential timings of cash flows, if any, in respect of the above.

(b) Commitments

(₹ in Lakhs)

i)	Estimated amount of contracts remaining to be executed on capital accounts and not provided for	7.74	-

GUARANTEES		As at March 31, 2024	As at March 31, 2023
i)	Guarantees issued by Uco Bank	700.00	700.00
ii)	Guarantee given on behalf of subsidiary		
	a) Guarantee given by the Company to UCO Bank against cash credit limit provided to Fibcorp Polyweave Private Limited	300.00	300.00

NOTE 36: CAPITALISATION OF EXPENDITURE

During the year, the Group has capitalised the following expenses of revenue nature to the cost of property, plant and equipment/capital work-in-progress (CWIP). Consequently, expenses disclosed under the respective notes are Net of amounts capitalised by the Company:

(₹ in Lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Employees Benefits expenses	-	109.33
Finance costs	-	160.41
Other Expenses	52.04	42.85
Total	**52.04**	**312.59**

NOTE 37: FINANCIAL INSTRUMENTS AND RELATED DISCLOSURES

1. Capital Management

The Group capital management is intended to create value for shareholders by facilitating the meeting of long term and short term goals of the Group.

In order to maintain or adjust the capital structure, the group may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets.

The Group determines the amount of capital required on the basis of annual business plan also taking into consideration any long term strategic investment and expansion plans. The funding needs are met through equity and cash generated from operations.

The Group financial strategy aims to support its strategic priorities and provide adequate capital to its businesses for growth and creation of sustainable stakeholder value. The group funds its operations through

internal accruals, borrowings etc. The groups aims at maintaining a strong capital base largely towards supporting the future growth of its businesses as a going concern.

For the purpose of the group's capital management, capital includes issued capital and other equity reserves. The primary objective of the group's capital management is to safeguard its ability to continue as going concern and to maintain and optimal capital structure so as to maximise shareholders value. The group manages its capital structure and makes adjustments in the light of changes in economic environment and the requirements of the financial covenants.

The Group monitors capital using a gearing ratio, which is Net debt divided by total capital plus Net debt and adjusted Net debt to equity ratio. For this purpose, adjusted Net debt is defined as total debt less cash and bank balances.

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Non-current borrowings	713.00	845.58
Current borrowings	2,346.19	1,659.21
Gross debt	**3,059.19**	**2,504.79**
Less: Cash and cash equivalents	728.59	1,061.34
Less: Other bank deposits	540.68	1,013.80
Adjusted Net debt (A)	**1,789.92**	**429.65**
Total equity (B)	**8,706.67**	**8,758.18**
Adjusted Net debt to equity ratio	20.56	4.91
Total capital (A)+(B)	**10,496.59**	**9,187.83**
Gearing ratio *	35.14	28.60

*The Group's ideal gearing ratio is 35.14% to 28.60%.

2. Categories of financial Instruments

(₹ in Lakhs)

Particulars	Note	As at March 31, 2024		As at March 31, 2023	
		Carrying Value	Fair Value	Carrying Value	Fair Value
A Financial assets					
a) Measured at amortised cost					
i) Cash and cash equivalent	9	728.59	728.59	1,061.34	1,061.34
ii) Other Bank balance	10	540.68	540.68	1,013.80	1,013.80
iii) Loan	4&11	747.25	747.25	842.70	842.70
v) Trade receivables	8	2,203.22	2,203.22	1,614.37	1,614.37
vi) Other financial assets	5&12	240.18	240.18	216.19	216.19
Total Financial assets		**4,459.92**	**4,459.92**	**4,748.40**	**4,748.40**
B Financial Liabilities					
a) Measured at amortised cost					
i) Cash Credit facilities	19	1,771.11	1,771.11	1,123.59	1,123.59
ii)Term loans	17	991.08	991.08	1,100.21	1,100.21
iii) Other loans	19	297.00	297.00	280.99	280.99
iii) Trade payables	20	882.39	882.39	813.07	813.07
Total financial liabilities		**3,941.58**	**3,941.58**	**3,317.86**	**3,317.86**

3. FINANCIAL RISK MANAGEMENT

The activities of the Group exposes it to a number of financial risks namely market risk, credit risk and liquidity risk. The Group seeks to minimize the potential impact of unpredictability of the financial markets on its financial performance. The Group does regularly monitor,analyse and manage the risks faced by the Group and to set and monitor appropriate risk limits and controls for mitigation of the risks.

A. Management of Market Risk:

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises of three types of risks: interest rate risk, price risk and currency rate risk. Financial instruments affected by market risk includes borrowings and investments. The Group has international trade operations and is exposed to a variety of market risks, including currency and interest rate risks.

(i) Management of interest rate risk:

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company does not have any exposure to interest rate risks since its borrowings and investments are all in fixed rate instruments.

(ii) Management of price risk:

The Group has no surplus for investment in debt mutual funds, deposits etc. The Group does make deposit with the banks to provide security/margin against guarantee given by the banks. Deposit is made in fixed rate instrument. In view of this it is not susceptible to market price risk, arising from changes in interest rates or market yields which may impact the return and value of the investments.

(iii) Management of currency risk:

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Group has foreign currency trade receivables and is therefore exposed to foreign exchange risk. The Group mitigates the foreign exchange risk by setting appropriate exposure limits, periodic monitoring of the exposures etc.. The exchange rates have been volatile in the recent years and may continue to be volatile in the future. Hence the operating results and financials of the Group may be impacted due to volatility of the rupee against foreign currencies.

Exposure to currency risk (The Group has exposure only in USD/EURO converted to functional currency i.e. INR).

The currency profile of financial assets and financial liabilities as at March 31, 2023, are as below:

(₹ in Lakhs)

Particulars	Exposure currency	As at March 31, 2024	As at March 31, 2023
Financial Assets			
Trade receivables	USD	821.50	543.19
	EURO	938.07	544.19
	GBP	93.40	75.51
Financial Liabilities			
Trade payable	USD	14.50	0.03
	GBP	12.17	42.17
		1,826.30	**1,120.69**

Sensitivity analysis

A reasonably possible 5% strengthening (weakening) of the Indian Rupee against USD/EURO at March 31 would have affected the measurement of financial instruments denominated in USD/EURO and affected profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular interest rates, remain constant and ignores any impact of forecast sales and purchases.

(₹ in Lakhs)

Particulars	As at	Strengthening	Weakening
Profit/(Loss)	March 31, 2024	91.32	91.32
	March 31, 2023	56.03	56.03

B. Management of Credit Risk:

Credit risk refers to the risk of default on its obligations by a counter party to the Group resulting in a financial loss to the Group. The Group is exposed to credit risk from its operating activities (trade receivables) and foreign exchange transactions and financial instruments.

Credit risk from trade receivables is managed through the Group's policies, procedures and controls relating to customer credit risk management by establishing credit limits, credit approvals and monitoring creditworthiness of the customers to which the Group extends credit in the normal course of business. Outstanding customer receivables are regularly monitored. The Group has no concentration of credit risk as the customer base is widely distributed.

The Group's historical experience of collecting receivables and the level of default indicate that credit risk is low and generally uniform across markets; consequently, trade receivables are considered to be a single class of financial assets. All overdue customer balances are evaluated taking into account the age of the dues, specific credit circumstances, the track record of the counterparty etc. Loss allowances and impairment is recognised, where considered appropriate by responsible management.

C. Management of Liquidity Risk:

Liquidity risk is the risk that the Group may not be able to meet its present and future cash obligations without incurring unacceptable losses. The Group's objective is to maintain at all times, optimum levels of liquidity to meet its obligations. The Group closely monitors its liquidity position and has a cash management system. The Group maintains adequate sources of financing including debt and overdraft from domestic and international banks and financial markets at optimized cost.

The Group's Current assets aggregate to ₹ 7,745.09 (pr yr ₹ 7,571.29) Lakhs including Cash and cash equivalents and Other bank balances of ₹ 1,269.27 (pr.yr ₹ 2,075.14) Lakhs against an aggregate Current liability of ₹ 3,548.44 (pr yr ₹ 2,843.91) Lakhs; Non-current liabilities due between one year to three years amounting to ₹ 713.00 (pr yr ₹ 845.58) Lakhs and non-current liability due after three years amounting to NIL on the reporting date. Further, while the Group's total equity stands at ₹ 8,706.67 (pr yr ₹ 8,758.18) Lakhs, it has non-current borrowings of ₹ 713.00 (pr yr ₹ 845.58) Lakhs. In such circumstances, liquidity risk or the risk that the Group may not be able to settle or meet its obligations as they become due does not exist.

D. Fair Value Measurement

Fair value hierarchy

Fair value of the financial instruments is classified in various fair value hierarchies based on the following three levels:

Level 1: Quoted prices (unadjusted) in active market for identical assets or liabilities.

Level 2: Inputs other than quoted price included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

The fair value of financial instruments that are not traded in an active market is determined using market approach and valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If significant inputs required to fair value an instrument are observable, the instrument is included in Level 2.

Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

If one or more of the significant inputs is not based on observable market data, the fair value is determined using generally accepted pricing models based on a discounted cash flow analysis, with the most significant inputs being the discount rate that reflects the credit risk of counterparty.

The fair value of trade receivables, trade payables and other Current financial assets and liabilities is considered to be equal to the carrying amounts of these items due to their short-term nature. Where such items are non-current in nature, the same has been classified as Level 3 and fair value determined using discounted cash flow basis. Similarly, unquoted equity instruments where most recent information to measure fair value is insufficient, or if there is a wide range of possible fair value measurements, cost has been considered as the best estimate of fair value.

There has been no change in the valuation methodology for Level 3 inputs during the year. The Group has not classified any material financial instruments under Level 3 of the fair value hierarchy. There were no transfers between Level 1 and Level 2 during the year.

The following table presents the fair value hierarchy of assets and liabilities measured at fair value on a recurring basis:

(₹ in Lakhs)

Particulars		Fair value hierarchy	As at March 31, 2024	As at March 31, 2023
			Fair Value	Fair Value
A	**Financial Assets**			
a)	Measured at amortised cost			
	i) Cash and cash equivalent	L2	728.59	1,061.34
	ii) Other Bank balance	L2	540.68	1,013.80
	iii) Loan	L2	747.25	842.70
	v) Trade receivables	L2	2,203.22	1,614.37
	vi) Other financial assets	L2	240.18	216.19
	Total Financial Assets		**4,459.92**	**4,748.40**
B	**Financial Liabilities**			
a)	Measured at amortised cost			
	i) Cash Credit facilities	L2	1,771.11	1,123.59
	ii) Term loans	L2	991.08	1,100.21
	iii) Other loans	L2	297.00	280.99
	iv) Trade payables	L2	882.39	813.07
	Total Financial Liabilities		**3,941.58**	**3,317.86**

NOTE 38: DISCLOSURES IN RESPECT OF RELATED PARTIES PURSUANT TO IND AS 24

(i) Ultimate Holding Company:

01) SAT Industries Limited

(ii) Key Managerial Personnel:

01) Mr. Hakim Sadiq Ali Tidiwala, Whole-Time Director

02) Mr. Murtaza Ali Moti, Whole-Time Director

03) Mr. Lalit Kumar Bolia, Chief Financial Officer

04) Mrs. Runel Saxena, Company Secretary

(iii) SAT Foundation (formerly known as Taha Charitable Trust)

During the year following transactions were carried out with the related parties in the ordinary course of business at arm's length price:

(₹ in Lakhs)

Name of related party	Nature of relation	For the year ended March 31, 2024	For the year ended March 31, 2023	Nature of transaction
SAT Industries Limited	Holding Company	460.00	400.00	Loan Taken
		460.00	1180.00	Loan Repayment
		5.64	66.18	Interest Paid
		-	-	Export Incentive
		0.24	0.42	Rent Received

During the year following transactions were carried out with the related parties in the ordinary course of business at arm's length price: (Contd.)

(₹ in Lakhs)

Name of related party	Nature of relation	For the year ended March 31, 2024	For the year ended March 31, 2023	Nature of transaction
Mr. Hakim Sadiq Ali Tidiwala	Key Management Personnel & Remuneration	17.69	17.66	Remuneration
Mr. Murtaza Moti Ali		24.00	24.00	Remuneration
Mr. Lalit Kumar Bolia		8.17	7.66	Remuneration
Ms. Runel Saxena		4.97	3.69	Remuneration
SAT Foundation	Director's relative is trustee	7.25	4.25	CSR Expenditure

Closing balances

(₹ in Lakhs)

Name	As at March 31, 2024	As at March 31, 2023
Closing balances in the case of other parties is	NIL	NIL

No amount in respect of the related parties have been written off/back are provided for during the year.

Related party relationship has been identified by the Management and relied upon by the audit.

Terms and conditions of transactions with related parties:

The sale to and purchases from related parties are made in the ordinary course of business and based on the price lists in force and terms that would be available to third parties.

The loans to and from from related parties are made in the ordinary course of business and are on arm's length basis based on the price lists in force and terms that would be available to third parties.

Outstanding balances at the year end are unsecured and interest free and settlement occurs in cash. No provision are held against receivables from related parties.

NOTE 39: EMPLOYEE BENEFITS

a) Defined Contribution Plan

Provident Fund:

The contributions to the Provident Fund of employees are made to a Government administered Provident Fund and there are no further obligations beyond making such contribution.

b) Defined Benefit Plan

Gratuity:

The Group participates in the Employees' Group Gratuity-Scheme of Life Insurance Corporation Limited, a funded defined benefit plan for qualifying employees. Gratuity is payable to all eligible employees on death or on separation/ termination in terms of the provisions of the Payment of Gratuity (Amendment) Act, 1997, or as per the Group's scheme whichever is more beneficial to the employees.

The liability for the Defined Benefit Plan is provided on the basis of a valuation, using the Projected Unit Credit Method, as at the Balance Sheet date, carried out by an independent actuary.

Provident Fund:

The Group makes Provident Fund contribution to the Government administered Provident fund. The Group has no part to play in this respect.

c) Amounts Recognised as Expense:

i) Defined Contribution Plan

Employer's Contribution to Provident Fund including contribution to Family Pension Fund amounting to ₹ 24.89 Lakhs (pr yr ₹ 17.51 Lakhs) has been included under Contribution to Provident and Other Funds.

ii) Defined Benefit Plan

Gratuity cost amounting to ₹ 13.96 (pr. yr. ₹ 24.40) Lakhs has been included in Note 30 under Contribution to Provident and Other Funds.

NOTE 40: TAX RECONCILIATIONS

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Tax expenses recognised in the Statement of Profit and Loss		
Current Tax		
Current tax on profits for the year	17.88	106.35
Deferred tax (Net)	25.05	80.45
Total income tax expenses	**42.93**	**186.80**

Reconciliation of tax expenses and the accounting profit.

The reconciliation between estimated income tax at statutory income tax rate into income tax expenses reported in Statement of Profit and Loss is given below:

(₹ in Lakhs)

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
Profit before income tax	135.44	512.40
Indian statutory income tax rate	26.00%	27.82%
Expected income tax expenses	35.21	142.55
Tax effect of adjustment to reconcile expected income tax Expenses to reported Income tax Expenses		
Tax impact of income not subject to tax	-	-
Tax effects of amounts which are not deductible for taxable income	-	-
Tax impact due to 43B of the Income tax Act,1961	5.74	0.76
MAT credit adjustments	(16.41)	-
Others	28.55	(44.66)
	17.88	(43.90)
Total income tax expenses	**53.09**	**98.65**
Effective rate of tax (%)	39.20	19.25

Deferred Tax (Liabilities)

(₹ in Lakhs)

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
Property Plant and Equipment	27.27	78.29
Others	-	-
Total deferred tax liabilities	**27.27**	**78.29**

Deferred Tax Assets

(₹ in Lakhs)

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
Provisions		
Others	2.23	0.11
Total deferred tax Assets	**2.23**	**0.11**
Net Deferred tax (Liabilities)/Assets	**25.04**	**78.18**

Movement in Deferred tax Liabilities/Assets

(₹ in Lakhs)

Particulars	Property, Plant and Equipment	Other Deferred Tax Liability	Provisions	Other Deferred Tax Assets	Deferred Tax Liabilities/ Asset (Net)
As at March 31, 2022	133.89	6.94	8.21	5.91	143.13
(Charged)/Credited to profit and Loss account	78.29	-	-	0.11	78.18
As at March 31, 2023	212.18	6.94	8.21	6.02	221.31
(Charged)/Credited to profit and Loss account	27.27	-	-	2.23	25.04
As at March 31, 2024	239.45	6.94	8.21	8.25	246.35

The Company offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

Significant management judgment is required in determining provision for income tax, deferred income tax assets and liabilities and recoverability of deferred income tax assets. The recoverability of deferred income tax assets is based on estimates of taxable income in which the relevant entity operates and the period over which deferred income tax assets will be recovered.

(₹ in Lakhs)

Tax Credits carried forward	As at March 31, 2024	Expiry date	As at March 31, 2023	Expiry date
2022-23	50.82	31.03.2038	53.13	31.03.2038
2023-24	14.10	31.03.2039	-	-

NOTE 41:

There are no Micro, Small and Medium Enterprises, to whom the Parent and Subsidiary owes dues (principal and/or interest), which are outstanding for more than 45 days as at the balance sheet date. During the year, there have been no payments made to Micro, Small and Medium Enterprises beyond 45 days. There were no amounts on account of interest due that were payable for the period where the principal has been paid but interest under the MSMED Act, 2006 not paid. Further, there were no amounts towards interest accrued that were remaining unpaid at the end of accounting year. Accordingly, there were no amounts due to further interest due and payable in the succeeding year.

The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the parent and subsidiary.

(₹ in Lakhs)

Information relating to the Micro, Small and Medium Enterprises	As at March 31, 2024	As at March 31, 2023
(a) The principal amount and the interest due thereon remaining unpaid to any supplier at the end of each accounting year: (i) Principal amount (ii) Interest	-	-
(b) The amount of interest paid by the buyer in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006 (27 of 2006), along with the amount of the payment made to the supplier beyond the appointed day during each accounting year;	-	-
(c) The amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006;	-	-
(d) The amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-
(e) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under Section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	-

NOTE 42: SEGMENT INFORMATION

The Company operates in three primary business segments viz. Manufacturing of Fabrics & Woven Sacks etc., Consignment Stockist and financing Activities.

As per Ind AS 108 "Operating Segment", the segments details are as under:

Primary:

(₹ in Lakhs)

Name	Year ended March 31, 2024	Year ended March 31, 2023
Segment Revenue		
Manufacturing	9,913.36	8,735.61
Trading	910.97	698.15
Finance	94.53	106.16
Total	**10,918.86**	**9,539.92**
Other Income	232.81	181.70
Total Revenue	**11,151.67**	**9,721.62**
Segment results		
Manufacturing	(216.16)	204.22
Trading	55.17	67.42
Finance	63.62	59.06
Total Segment Results	**(97.37)**	**330.70**

Primary: (Contd.)

(₹ in Lakhs)

Name	Year ended March 31, 2024	Year ended March 31, 2023
Other Income	232.81	181.70
Profit before tax	135.44	512.40
Provision for tax	42.93	136.34
Profit after tax	92.51	376.06
Segment Assets		
Manufacturing	12,397.05	11,773.15
Trading	-	-
Finance & Investment	752.49	842.70
Total	**13,149.54**	**12,615.85**
Segment Liabilities		
Manufacturing	3,955.83	3,420.48
Trading	187.35	155.09
Finance & Investment	299.69	282.10
Total	**4,442.87**	**3,857.67**
Capital employed	**8,706.67**	**8,758.18**

Secondary:

(₹ in Lakhs)

Geographical Information	As at March 31, 2024	As at March 31, 2023
Non-Current Assets		
- Within India	5,404.45	5,044.56
- Outside India	-	-
Revenue from external customers		
- Within India	3,328.11	2,876.50
- Outside India	7,439.32	6,466.15

NOTE 43:

The Group has elected not to apply the Indian Accounting Standard (Ind AS) 116 - Leases to account for those leases where underlying assets is of low value.

NOTE 44:

Balances of banks, sundry debtors and trade payables, current liabilities etc. as on March 31, 2024 are subject to confirmation and reconciliation.

NOTE 45:

In the opinion of the Management,there is no impairment of assets in accordance with the Ind AS 36 as on the Balance Sheet date.

NOTE 46:

There are no amounts due to be credited to Investor Education and Protection Fund in accordance with Section 125 of the Companies Act, 2013 as at the year end.

NOTE 47:

There are no significant subsequent events that would require adjustments or disclosures in the financial statements as on the balance sheet date.

NOTE 48:

The financial statements were authorised for issue by the Board of Directors on May 03, 2024.

NOTE 49:

All amounts disclosed in the financial statements and notes have been rounded off to the nearest Lakhs and decimal thereof as per the requirements of Schedule III to the Companies Act, 2013, unless otherwise stated.

NOTE 50:

Previous year's figures have been reclassified/ regrouped wherever necessary to conform with the current Financial Statements.

NOTE 51:

No proceeding has been initiated or pending against the Parent and Subsidiary for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder.

NOTE 52:

The Group has borrowings from banks on the basis of security of current assets and the quarterly returns or statements of current assets filed by the Group with banks or financial institutions are in agreement with the books of accounts.

NOTE 53:

The Parent and Subsidiary are not declared wilful defaulters by any bank or financial institution or other lender.

NOTE 54:

The Group has no transaction with companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of Companies Act, 1956.

NOTE 55:

There is no charges or satisfaction yet to be registered with ROC beyond the statutory period.

NOTE 56:

The Group has complied with the number of layers, wherever applicable, prescribed under clause (87) of Section 2 of the Companies Act, 2013 read with the Companies (Restriction on number of Layers) Rules, 2017.

NOTE 57: DIVIDEND ON EQUITY SHARES

Dividend on equity shares declared and paid during the year:

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Final dividend of ₹ 0.50 per share for the year 2022-23 (2021-22 - ₹ NIL)	128.98	-
Total	**128.98**	**-**

Note:

The Group declares and pays dividend in Indian rupees. Companies are required to pay/distribute dividend after deducting applicable withholding income taxes. The remittance of dividends outside India is governed by Indian law on foreign exchange and is also subject to withholding tax at applicable rates.

NOTE 58:

No Scheme of Arrangement has been approved by the Competent Authority in terms of Sections 230 to 237 of the Companies Act, 2013.

NOTE 59:

Utilisation of Borrowed funds and share premium:

(a) The Group has not advanced or loaned or invested funds (either borrowed funds or share premium or any other source or kind of funds) to any other person(s) or entity(ies), including foreign entities (intermediaries) with the understanding (whether recorded in writing or otherwise) the the Intermediary (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (ultimate Beneficiaries) or (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

(b) The Group has not received any fund from any other person(s) or entity(ies), including foreign entities (intermediaries) with the understanding (whether recorded in writing or otherwise) that the Company shall (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party (ultimate Beneficiaries) or (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

NOTE 60:

There is no transaction not recorded in the books of account that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961. Further there is no previously unrecorded income and related assets requiring recording in the books of account during the year.

NOTE 61:

The Group has used the borrowings from banks and financial institutions for the specific purpose for which it was taken at the balance sheet date.

NOTE 62:

No Scheme of Arrangement has been approved by the Competent Authority in terms of Sections 230 to 237 of the Companies Act, 2013.

NOTE 63: CORPORATE SOCIAL RESPONSIBILITY (CSR)

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
(i) amount required to be spent by the Company during the year	7.25	4.91
(ii) amount of expenditure incurred	7.25	4.91
(iii) shortfall at the end of the year	-	-
(iv) total of previous years shortfall	-	-
(v) reasons for shortfall	Not applicable	Not applicable
(vi) nature of CSR activities		
(a) Construction/acquisition of any asset	-	-
(b) On purposes other than (a) above		
Health	-	0.66
Education	7.25	4.25
	7.25	**4.91**

(vii) Details of related party transactions:

Out of (i) above, ₹ 7.25 Lakhs (Previous Year ₹ 4.25) contributed to SAT Foundation (formerly known as Taha Charitable Trust) which is related party.

(viii) The Company does not carry any provisions for corporate social responsibility expenses for the current year and the previous year.

NOTE 64:

The Group has done an assessment to identify Core Investment Company (CIC) [including CICs in the Group] as per the necessary guidelines of Reserve Bank of India [including Core Investment Companies (Reserve Bank) Directions, 2016]. The Group is not a CIC and no entities have been identified as CIC in the Group, of which Parent and subsidiary is a part.

NOTE 65:

Revenue from contract with customers differ from the revenue as per contracted price due to factors such as taxes recovered, volume rebate, discounts, etc.

NOTE 66:

The Group has assets (equipment etc.) with a lease term of 12 months or less. The Group applies the 'short term lease' recognition exemption for these leases. The Group also has certain leases of assets of low value. The Company applies 'low values lease' recognition exemption for these leases.

NOTE 67:

The Group has neither long-term contracts nor derivatives as at March 31, 2024.

NOTE 68:

The Group has not traded or invested in Crypto currency or Virtual Currency during the financial year.

NOTE 69:

The Parliament of India has approved the Code on Social Security, 2020 (the Code) which may impact the contributions by the Company towards provident fund, gratuity and ESIC. The Ministry of Labour and Employment has released draft rules for the Code on November 13, 2020. Final rules are yet to be notified. The Group will assess the impact of the Code when it comes into effect and will record related impact, if any.

NOTE 70: THE COMPANY CONSIDERED IN THE CONSOLIDATED FINANCIAL STATEMENT IS:

Name	Country of incorporation	% of ownership interest as at March 31, 2024	% of ownership interest as at March 31, 2023
Subsidiary			
Fibcorp Polyweave Private Limited	India	51.01	51.01

NOTE 71:

Maintenance of Books of account under Section 128 of the Companies Act, 2013 The Company has defined process to take daily back-up of books of account maintained electronically and complied with the provisions of The Companies (Accounts) Rules, 2014 (as amended).

NOTE 72: OFFSETTING FINANCIAL ASSETS AND LIABILITIES

The Group has not offset any financial asset and financial liability. It offsets a financial asset and a financial liability when it currently has a legal enforceable right to set-off the recognised amounts and it intends either to settle on a Net basis, or to realise the asset and settle the liability simultaneously.

Collateral against borrowings

The Group has hypothecated/mortgaged assets as collateral against a number of its sanctioned line of credit (Refer Note 17 and 19 for further information on assets hypothecated/mortgaged as security). In case of default as per borrowing arrangement, such collateral can be adjusted against the amounts due.

NOTE 73:

During the financial year 2022-2023, the Parent Company raised ₹ 6,630 Lakhs by way of the initial public offer. Details of amount utilised out of the un-utilised amount during the year are as under:

(₹ in Lakhs)

Nature of the fund raised	Purpose for which funds were raised	opening un-utilized balance	Amount utilized for the purpose during the year	Unutilized balance as at Balance sheet date	Remark
Initial Public Offer	Setting up of a new manufacturing facility to manufacture new variant of Flexible Intermediate Bulk Containers (FIBC)	405.02	-	405.02	Project is over. No further amount is to be incurred.
	General corporate purposes	1,250.47	579.32	671.15	-
	Issue related expenses	10.01	-	10.01	No amount is outstanding and payable.

Pending utilisation, the Parent Company has temporarily invested the unutilised amount as on March 31, 2024, in fixed deposits with the scheduled commercial bank.

NOTE 74:

Additional information, as required under schedule III to the Companies Act,2013, of enterprises controlled as subsidiary (after elimination) for the year ended March 31, 2024:

(₹ in Lakhs)

Name of the enterprises	Net assets (i.e. total assets minus total liabilities)		Share in profit or Loss		Share in other comprehensive income		Share in total comprehensive income	
	As% of consolidated Net assets	Amount	As% of consolidated profit or loss	Amount	As% of consolidated other comprehensive income	Amount	As% of consolidated total comprehensive income	Amount
Parent								
Sah Polymers Limited	90.24	11,865.92	62.15	84.18	-	-	62.15	84.18
Subsidiary								
Indian								
Fibcorp Polyweave Private Limited	9.76	1,283.62	37.85	51.26	-	-	37.85	51.26
Total	**100.00**	**13,149.54**	**100**	**135.44**	**-**	**-**	**100.00**	**135.44**

For and on behalf of

H.R. JAIN & CO.,
Chartered Accountants
FRN: 000262C

Manoj Jain
Partner
M. No.: 400459

Place: Udaipur
Date: May 03, 2024

For and on behalf of the Board

Hakim Sadiq Ali Tidiwala
Whole-Time Director
DIN: 00119156

Murtaza Ali Moti
Whole-Time Director
DIN: 07876224

Lalit Kumar Bolia
Chief Financial Officer

Runel Saxena
Company Secretary
M. No.: A28022

Independent Auditors' Report

ON THE AUDIT OF THE STANDALONE FINANCIAL STATEMENTS

To the Members of Sah Polymers Limited

OPINION

We have audited the standalone financial statements of **Sah Polymers Limited** ("the Company"), which comprise the balance sheet as at March 31, 2024, and the statement of Profit and Loss, Statement of changes in equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, the profit and total comprehensive income, 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 thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

OTHER INFORMATION

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's Report along with its Annexures and Financial Highlights included in the Company's Annual Report but does not include the financial statements and our auditors' report thereon.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements, or our knowledge obtained in the 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 FOR STANDALONE FINANCIAL STATEMENTS

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

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

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

Our objectives are to obtain reasonable assurance about whether the financial statements 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 judgment and maintain professional skepticism 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.

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

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

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

(i) As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of of Section 143 of the Companies Act, 2013, in terms of the information and explanations sought by us and given by the Company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we give in the **"Annexure-A"** a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

(ii) 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 including other comprehensive

income, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

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

(e) On the basis of the written representations received from the directors as on March 31, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164(2) of the Act.

(f) With respect to the adequacy of the internal financial controls with reference to the financial statement 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 the requirements of Section 197(16) of the Act, as amended:

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

(h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

(i) The Company does not have any pending litigations which would impact its financial position.

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

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

(iv) (a) 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;

(b) 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 received by the Company from any person(s) or entity (ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(c) Based on such audit procedures that the auditor has considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused them to believe that the representations under sub-clause (i) and (ii) contain any material misstatement.

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

(vi) Based on our examination which included test checks, the Company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with. Additionally, the audit trail has been preserved by the Company as per the statutory requirements for record retention.

For H R JAIN & CO.,
Chartered Accountants
Firm's Registration No.: 000262C

Manoj Jain
Partner
Place of signature: Udaipur
Membership No.: 400459
Date: May 03, 2024
ICAI UDIN: 24400459BKEMVH2788

Annexure-A

To the Independent Auditor's Report

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

(i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and the situation of property, plant and equipment.

(B) The Company has maintained proper records showing full particulars Intangible Assets.

(b) These property, plant and equipment were physically verified during the year by the Management in accordance with a regular program of verification which, in our opinion, provides for physical verification of all the property, plant and equipment at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification.

(c) The title deeds of all the immovable properties (other than properties where the Company is lessee and the lease agreements are duly executed in favour of the lessee), are held in the name of the Company.

(d) The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year. Consequently, the question of our commenting on whether the revaluation is based on the valuation by a Registered Valuer; specifying the amount of change, if change is 10% or more in the aggregate of the Net carrying value of each class of Property, Plant and Equipment or intangible assets does not arise.

(e) Based on the information and explanations furnished to us, no proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder, and therefore the question of our commenting on whether the Company has appropriately disclosed the details in its financial statement does not arise.

(ii) (a) The physical verification of inventory (excluding stocks with third parties) have been conducted at reasonable intervals by the Management during the year and, in our opinion, the coverage and procedure of such verification by Management is appropriate. In respect of inventory lying with the third parties, these have substantially been confirmed by the third parties. The discrepancies noticed on physical verification of inventory as compared to book records were not 10% or more in aggregate for each class of inventory.

(b) During the year the Company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets and the quarterly returns or statements filed by the Company with such bank or financial institutions are in agreement with the books of account of the Company.

(iii) During the year the Company has neither made investment nor provided any security but has, however, provided guarantee and unsecured loans and advances in the nature of loans, to companies, firms, Limited Liability Partnerships or any other parties:

(a) During the year the Company has provided loans or provided advances in the nature of loans and stood guarantee but has not provided security to any other entity.

(A) & (B) the aggregate amount during the year, and balance outstanding at the balance sheet date with respect to such loans or advances and guarantees to:

(₹ in Lakhs)

Particulars	Aggregate amount for the financial year 2023-24		Balance outstanding as at March 31, 2024	
	Loan	Guarantee	Loan	Guarantee
Subsidiaries, joint ventures and associates	263.00	300.00	263.00	300.00
Other than subsidiaries, joint ventures and associates	744.05	-	745.39	-

(b) The Company has neither made investment nor given security. Further the terms and conditions of the grant of all loans and advances in the nature of loans and guarantee provided are not prejudicial to the Company's interest.

(c) In respect of loans and advances in the nature of loans, no schedule of repayment of principal and payment of interest has been stipulated.

(d) In respect of the aforesaid loans, there is no amount overdue for more than ninety days.

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

(f) During the year the Company has granted loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment, the aggregate amount, percentage thereof to the total loans granted, aggregate amount of loans granted to Promoters, related parties as defined in clause (76) of Section 2 of the Companies Act, 2013 are as under:

Aggregate amount (₹ in Lakhs)	% of the total loans granted	Aggregate amount of loans granted to Promoters, related parties as defined in clause (76) of Section 2 of the Companies Act, 2013 (₹ in Lakhs)
1007.05	99.87	263.00

(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 Companies Act, 2013, in respect of loans granted, investments made, guarantees, and security provided;

(v) According to the information and explanations given to us, the Company has not accepted any deposit during the year and accordingly the question of complying with Sections 73 and 76 of the Companies Act, 2013 does not arise. In respect of unclaimed deposits, the Company has complied with the provisions of Sections 74 and 75 or any other relevant provisions of the Companies Act, 2013. According to the information and explanations given to us, no Order has been passed by the Company Law Board or the National Company Law Tribunal or the Reserve Bank of India or any Court or any other Tribunal on the Company.

(vi) The maintenance of cost records has not been prescribed by the Central Government under Section 148(1) of the Companies Act, 2013 in respect of products of the Company.

(vii) (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities, except the following as on 31.03.2024 for a period of more than six month from the date they become payable is as under ;

Name of statutes	Nature of dues	Amount (₹ in Lakhs)	The period to which the amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income tax demand	0.49 (Net of deposit)	FY 2020-21	

(b) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, there are no statutory dues referred to in sub-clause (a) have not been deposited as on 31st March, 2024 on account of disputes .

(viii) According to the information and explanations given to us and the records of the Company examined by us, there are no transactions in the books of account that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961), that has not been recorded in the books of account.

(ix) (a) According to the information and explanations given to us and the records of the Company examined by us, the Company has not defaulted on repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year.

(b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the Company has not been declared Willful Defaulter by any bank or financial institution or other lender.

(c) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, term loans were applied for the purpose for which the loans were obtained.

(d) According to the information and explanations given to us, and the procedure performed by us, and on an overall examination of the financial statements of the Company, we report that no funds raised on short term basis have been utilised for long term purposes by the Company.

(e) According to the information and explanations given to us, and the procedure performed by us, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.

(f) According to the information and explanations given to us, and the procedure performed by us, we report that the Company has not raised loans during the year on the pledged of securities held in its subsidiaries, joint venture, or associate companies.

(x) (a) During the financial year 2022-2023, the Company raised ₹ 6,630 Lakhs by way of the initial public offer. In our opinion and according to the information and explanations given to us, the amount utilised out of the un-utilised amount during the year is for the purposes for which they were raised, details thereof are as under:

₹ In Lakhs

Nature of the fund raised	Purpose for which funds were raised	opening un-utilized balance	Amount utilized for the other purpose	Unutilized balance as at Balance Sheet date	Remark
Initial Public Offer	Setting up of a new manufacturing facility to manufacture new variant of Flexible Intermediate Bulk Containers (FIBC)	405.02	-	405.02	Project is over
	General corporate purposes	1250.47	579.32	671.15	-
	Issue related expenses	10.01	-	10.01	No amount is outstanding

We further report that the pending utilisation, the Company has temporarily invested the unutilised amount as on March 31, 2024, in fixed deposits with the scheduled commercial bank.

(b) During the year the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible). Accordingly, reporting under clause 3(xx)(b) of the Order is not applicable to the Company.

(xi) (a) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanation given to us, we have neither come across any instance of material fraud by the Company or on the Company, noticed or reported during the year, nor have we been informed of any such case by the Management.

(b) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanation given to us, a report under Section 143(12) of the Act, in Form ADT-4, as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014, was not required to be filed with the Central Government. Accordingly, reporting under clause 3(xi)(b) of the Order is not applicable to the Company.

(c) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanation given to us and as represented by the Management, the Company has received no whistle-blower complaints during the year. Accordingly, reporting under clause 3(xi)(c) of the Order is not applicable to the Company.

(xii) (a) As the Company is not a Nidhi Company, therefore, the clauses (xii)(a), (b) and (c) of the Order are not applicable to the Company.

(xiii) All transactions with the related parties are in compliance with Sections 177 and 188 of Companies Act and the details have been disclosed in the financial statements, etc., as required by the Indian Accounting Standard 24 "Related Party Disclosures" specified under Section 133 of the Act.

(xiv) (a) In our opinion and According to the information and explanation given to us, the Company has an internal audit system commensurate with the size and nature of its business.

(b) The reports of the Internal Auditors for the period under audit were considered by us.

(xv) The Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, the reporting under clause 3(xv) of the Order is not applicable to the Company.

(xvi) (a) In our opinion and according to the information and explanation given to us the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934);

(b) The Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (COR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934; Accordingly, the reporting under clause 3(xvi)(b) of the Order is not applicable to the Company.

(c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India, Accordingly, the reporting under clause 3(xv)(c) of the Order is not applicable to the Company.

(d) Based on the information and explanations provided by the Management of the Company, the Group does not have any CIC, which is part of the Group. We have not, however, separately evaluated whether the information provided by the management is accurate and complete. Accordingly, the reporting under clause 3(xv)(d) of the Order is not applicable to the Company.

(xvii) The Company has not incurred cash losses in the financial year and in the immediately preceding financial year.

(xviii) There has been no resignation of the statutory auditors during the year and accordingly, the reporting under clause 3(xviii) of the Order is not applicable to the Company.

(xix) According to the information and explanation given to us and on the basis of the financial ratios (also refer Note 58 to the financial statements), ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumption, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not

an assurance as to the future viability of the Company. We further state our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the Balance Sheet date will get discharged by the Company as and when they fall due.

(xx) (a) In respect of other than ongoing projects, there are no unspent amounts that are required to be transferred to a fund specified in Schedule VII of the Companies Act (the Act), in compliance with second proviso to Sub-section 5 of Section 135 of the Act. This matter has been disclosed in Note 63 to the financial statements.

(b) There are no unspent amounts in respect of ongoing projects, that are required to be transferred to a special account in compliance of provision of ub-section (6) of Section 135 of Companies Act.

(xxi) The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of standalone financial statements. Accordingly, no comment in respect of the said clause has been included in this report.

For H R JAIN & CO.,
Chartered Accountants
Firm's Registration No.: 000262C

Manoj Jain
Partner
Place of signature: Udaipur
Membership No.: 400459
Date: May 03, 2024
ICAI UDIN: 24400459BKEMVH2788

Annexure-B

To the Independent Auditor's Report on the Internal Financial Controls with reference to financial statement under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **SAH POLYMERS LIMITED** ("the Company") as of March 31, 2024 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date.

MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

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

AUDITOR'S RESPONSIBILITY

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

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls 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 authorisations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to (Referred to in paragraph (ii) (f) under 'Report on Other Legal and Regulatory Requirements' of our report of even date) the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

OPINION

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2024, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For H R JAIN & CO.,
Chartered Accountants
Firm's Registration No.: 000262C

Manoj Jain
Partner
Place of signature: Udaipur
Membership No.: 400459
Date: May 03, 2024
ICAI UDIN: 24400459BKEMVH2788

Standalone Balance Sheet

For the year ended March 31, 2024

(₹ in Lakhs)

Particulars	Note	As at March 31, 2024		As at March 31, 2023	
ASSETS					
(1) Non-current assets					
(a) Property, Plant and Equipment	3		4,722.95		4,334.32
(b) Capital work-in-Progress	3		52.04		92.97
(c) Investment Property			-		-
(d) Goodwill			-		-
(e) Other Intangible Assets	3		1.59		0.52
(f) Intangible assets under development			-		-
(g) Biological Assets other than bearer plants			-		-
(h) Financial Assets			-		-
(i) Investments	4	560.78		560.78	
(ii) Trade receivables		-		-	
(iii) Loans	5	1.34		1.97	
(iv) Others	6	227.11	789.23	201.57	764.32
(i) Deferred tax assets (Net)			-		-
(j) Other non-current assets	7		5.68		5.68
(2) Current assets					
(a) Inventories	8		2,036.57		1,783.92
(b) Financial Assets					
(i) Investments		-		-	
(ii) Trade receivables	9	2,061.28		1,057.24	
(iii) Cash and cash equivalents	10	725.57		1,050.04	
(iv) Bank balances other than (iii) above	11	540.68		1,013.80	
(v) Loans	12	1,007.05		1,184.98	
(vi) Others	13	5.24	4,339.82	6.96	4,313.02
(c) Current Tax Assets (Net)	14		13.28		-
(d) Other current assets	15		423.17		408.37
Total Assets			**12,384.33**		**11,703.12**
EQUITY					
(a) Equity Share Capital	16	2,579.60		2,579.60	
(b) Other Equity	17	5,752.42	8,332.02	5,830.09	8,409.69
LIABILITIES					
(1) Non-current liabilities					
(a) Financial Liabilities					
(i) Borrowings	18	713.00		845.58	
(ia) Lease liabilities					
(ii) Trade payables		-		-	
(iii) Other financial liabilities (other than those specified in item (b))		-	713.00	-	845.58
(b) Provisions			-		-
(c) Deferred tax liabilities (Net)	19		183.42		179.69
(d) Other non-current liabilities			-		-
(2) Current liabilities					
(a) Financial Liabilities					
(i) Borrowings	20	2,153.52	-	1,417.73	-
(ia) Lease liabilities					
(ii) Trade payables:	21				
(A) Total outstanding dues of micro enterprises and small enterprises		-		-	
(B) Total outstanding dues of creditors other than micro enterprises and small enterprises		746.65		553.09	
(iii) Other financial liabilities (other than those specified in item (c)	22	2.69	2,902.86	2.10	1,972.92
(b) Other current liabilities	23		244.01		241.06
(c) Provisions	24		9.02		0.44
(d) Current Tax Liabilities (Net)	25		-		53.74
Total Equity and Liabilities			**12,384.33**		**11,703.12**

See accompanying notes to the financial statements 1 to 75

As per our Audit report of even date attached.

For and on behalf of

H.R. JAIN & CO.,
Chartered Accountants
FRN: 000262C

Manoj Jain
Partner
M. No.: 400459

Place: Udaipur
Date: May 03, 2024

For and on behalf of the Board

Hakim Sadiq Ali Tidiwala
Whole-Time Director
DIN: 00119156

Lalit Kumar Bolia
Chief Financial Officer

Murtaza Ali Moti
Whole-Time Director
DIN: 07876224

Runel Saxena
Company Secretary
M. No.: A28022

Standalone Statement of Profit and Loss

For the year ended March 31, 2024

(₹ in Lakhs)

	Particulars	Note	As at March 31, 2024		As at March 31, 2023	
	Income					
I	Revenue from operations	26		10,076.10		8,245.46
II	Other income	27		219.34		140.36
III	Total Income (I+II)			**10,295.44**		**8,385.82**
IV	Expenses					
	Cost of Materials consumed	28		5,773.77		4,223.58
	Purchases of Stock-in-Trade	29		664.81		1,819.35
	Changes in inventories of finished goods work-in-progress and Stock-in-Trade	30		(174.46)		(503.66)
	Employee benefits expense	31		469.25		286.19
	Finance costs	32		296.76		190.94
	Depreciation and amortization expense	3		215.44		112.55
	Other expenses	33		2,965.69		1,846.27
	Total expenses			**10,211.26**		**7,975.22**
V	Profit before exceptional items and tax (III-IV)			84.18		410.60
VI	Exceptional items			-		-
VII	Profit/(loss) before tax (V-VI)			84.18		410.60
VIII	Tax expense:					
	(a) Current tax		14.10		70.39	
	Less: MAT credit entitlement		14.10		50.82	
	(b) Short/excess provisions of earlier years		-		0.36	
			-		19.93	
	(c) Deferred tax		17.83	17.83	85.03	104.96
IX	Profit(loss)for the period from continuing operation (VII-VIII)			66.35		305.64
X	Profit/(Loss) from discontinued operations			-		-
XI	Tax expense of discontinued operations			-		-
XII	Profit/(loss) from discontinued operation (X-XI)			-		-
XIII	Profit(loss) for the period (IX+XII)			66.35		305.64
XIV	Other Comprehensive Income					
	A (i) Item that will not be reclassified to profit or loss		-		-	
	(ii) Income tax relating to item that will not be reclassified to profit or loss		-		-	
	B (i) Item that will be reclassified to profit or loss		-		-	
XV	(ii) Income tax relating to item that will be reclassified to profit or loss		-	-	-	-
XVI	Total Comprehensive Income for the period (XIII+XIV) (Comprising profit (loss) and other Comprehensive Income for the period)			66.35		305.64
XVII	Earnings per equity share (for continued operation)					
	(1) Basic	31		0.26		1.71
	(2) Diluted	31		0.26		1.71
XVII	Earnings per equity share (for discontinued operation)					
	(1) Basic			-		-
	(2) Diluted			-		-
XVIII	Earnings per equity share (for discontinued & continuing operations)					
	(1) Basic	31		0.26		1.71
	(2) Diluted	31		0.26		1.71

See accompanying notes to the financial statements 1 to 75

As per our Audit report of even date attached.

For and on behalf of

H.R. JAIN & CO.,
Chartered Accountants
FRN: 000262C

Manoj Jain
Partner
M. No.: 400459

Place: Udaipur
Date: May 03, 2024

For and on behalf of the Board

Hakim Sadiq Ali Tidiwala
Whole-Time Director
DIN: 00119156

Murtaza Ali Moti
Whole-Time Director
DIN: 07876224

Lalit Kumar Bolia
Chief Financial Officer

Runel Saxena
Company Secretary
M. No.: A28022

Standalone Cash Flow Statement

For the year ended March 31, 2024

(₹ in Lakhs)

Sr. No.	Particulars	Year ended March 31, 2024	Year ended March 31, 2023
A	**Cash Flow from Operating Activities**		
	Net Profit before tax	84.18	410.60
	Adjustments for:		
	Depreciation	215.44	112.55
	Interest Paid	284.43	175.60
	Interest received	(122.05)	(31.75)
	Unrealised foreign exchange fluctuation on conversion	(29.57)	(11.87)
	(Profit)/Loss on sale of property, plant and equipment	(0.21)	-
	Provision for gratuity and leave encashment	8.58	0.44
	Operating Profit before working capital changes	**440.80**	**655.57**
	Adjustment for Changes in Working Capital		
	Decrease/(Increase) in Trade Receivables	(974.47)	172.46
	Increase/(Decrease) in other current liabilities and provision	2.95	122.75
	Increase in financial liabilities	0.59	(0.36)
	Decrease/(Increase) in Loan	177.93	(502.61)
	Decrease in other current financial assets	1.71	5.31
	Other Bank Balances	473.12	(1,030.77)
	Increase/(Decrease) in Trade Payables	193.55	(25.87)
	Increase in other non-current assets	-	142.12
	Non-Current financial assets	(24.91)	(65.86)
	Increase in other current assets	(14.80)	(252.70)
	Increase in tax assets	(13.28)	1.79
	Decrease/(Increase) in stock	(252.65)	(720.60)
	Cash Generated from Operations	**10.54**	**(1,498.77)**
	Income Taxes Refund/(Paid)	67.84	113.34
	Net Cash Inflow/(Out Flow) from Operation (A)	**(57.30)**	**(1,612.11)**
B	**Cash Flow from Investing Activities**		
	Sale of Property, Plant and Equipment	4.43	-
	Purchase of Property, Plant and Equipment and Capital - work-in-progress	(568.43)	(2,431.85)
	Interest received	122.05	31.75
	Net Cash Inflow/(Outflow) from investing Activities (B)	**(441.95)**	**(2,400.10)**
C	**Cash flow from Financing Activities**		
	Repayment of borrowings	(7,532.85)	(1,735.71)
	Share Capital	-	6,630.00
	Increase in borrowing	7,439.75	927.97
	Capital issue expenses	-	(912.69)
	Amalgamation expense	(15.04)	-
	Dividend paid	(128.98)	-
	Interest paid	(284.43)	(175.60)
	Net Cash Inflow/(Out Flow) from Financing Activities (C)	**(521.55)**	**4,733.97**
	Net Increase/Decrease in Cash & Cash equivalents (A+B+C)	**(1,020.80)**	**721.76**
	CASH AND CASH EQUIVALENTS		
	As at the beginning of the year (Refer Note 10)	**1,050.04**	**128.15**
	Cash and cash equivalent of amalgamating Company	**-**	**-**
	Less: Cash Credit	882.11	681.98
	As at the end of the year (Refer Note 10)	**725.57**	**1,050.04**
	Less: Cash Credit	1,578.44	882.11
	Net Increase/Decrease in Cash & Cash equivalents	**(1,020.80)**	**721.76**

I. Cash and cash equivalents as per above comprise of the following:

(₹ in Lakhs)

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
Cash on hand	3.09	4.91
Balances with scheduled banks		
- On current accounts	167.40	34.89
- On deposit accounts (deposits having an original maturity of 3 months or less)	555.08	1,010.24
Cash and cash equivalent as per note	**725.57**	**1,050.04**

II. The above Statement of Cash Flows has been prepared under the 'Indirect Method' as set out in the Indian Accounting Standard (Ind AS) 7 - "Statement of Cash Flows" specified under Section 133 of the Companies Act, 2013.

The Notes 1 to 75 form an integral part of the financial statements.

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

As per our Audit report of even date attached.

For and on behalf of

H.R. JAIN & CO.,
Chartered Accountants
FRN: 000262C

Manoj Jain
Partner
M. No.: 400459

Place: Udaipur
Date: May 03, 2024

For and on behalf of the Board

Hakim Sadiq Ali Tidiwala
Whole-Time Director
DIN: 00119156

Murtaza Ali Moti
Whole-Time Director
DIN: 07876224

Lalit Kumar Bolia
Chief Financial Officer

Runel Saxena
Company Secretary
M. No.: A28022

Standalone Statement of Changes in Equity

A. EQUITY SHARE CAPITAL

(1) Current reporting period:

(₹ in Lakhs)

Particulars	Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end of the current reporting period
For the year ended on March 31, 2024	2,579.60	-	-	-	2,579.60

(2) Previous reporting period:

(₹ in Lakhs)

Particulars	Balance at the beginning of the previous reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the previous reporting period	Changes in equity share capital during the previous year	Balance at the end of the previous reporting period
For the year ended on March 31, 2023	1,559.60	-	-	1,020.00	2,579.60

B. OTHER EQUITY

(₹ in Lakhs)

Particulars	Reserves and Surplus					Total
	Securities premium	General Reserve	Amalgamation Expenses	Retained Earnings	Capital issue Expenses	
Balance at the beginning of the reporting period - April 04, 2022	280.00	79.75	-	491.82	(24.43)	827.14
On issue of share capital	5,610.00	-	-	-	-	5,610.00
Capital Issue Expenses	-	-	-	-	(912.69)	(912.69)
Less: Public Issue Expenses*	(937.12)	-	-	-	937.12	-
Profit for the year	-	-	-	305.64	-	305.64
Balance at the end of the reporting period - March 31, 2023	4,952.88	79.75	-	797.46	-	5,830.09
Profit for the year	-	-	-	66.35	-	66.35
Agamalgametion Expenses	-	-	(15.04)	-	-	(15.04)
Dividend FY 2022-2023	-	-	-	(128.98)	-	(128.98)
Balance at the end of the reporting period - March 31, 2024	4,952.88	79.75	(15.04)	734.83	-	5,752.42

*Public issue expenses amounting to ₹ 937.12 Lakhs have been adjusted against Securities Premium in accordance with the provisions of Section 52 of the Companies Act, 2013.

For and on behalf of

H.R. JAIN & CO.,
Chartered Accountants
FRN: 000262C

Manoj Jain
Partner
M. No.: 400459

Place: Udaipur
Date: May 03, 2024

For and on behalf of the Board

Hakim Sadiq Ali Tidiwala
Whole-Time Director
DIN: 00119156

Murtaza Ali Moti
Whole-Time Director
DIN: 07876224

Lalit Kumar Bolia
Chief Financial Officer

Runel Saxena
Company Secretary
M. No.: A28022

Notes to the Standalone Financial Statements

1. COMPANY INFORMATION

a) Sah Polymers Limited (the Company), is a public limited Company domiciled in India and is incorporated under the provisions of the Companies Act applicable in India. Its shares are listed on two recognised stock exchanges in India viz; BSE Limited and National Stock Exchange Limited. The registered office of the Company is located at E 260-261, Mewar Industrial Area, Madri, Udaipur: 313003.

b) The Company is primarily engaged in the manufacture of Flexible Intermediate Bulk Containers (FIBC) and other flexible pacakging with annual production capacity of 7920 MT. The manufacturing capacities are situated at and around Udaipur (Rajasthan). The FIBC and other flexible pacakaging find applications in the packing of cement, minerals, food grains etc.

2. SIGNIFICANT ACCOUNTING POLICIES

Statement of Compliance

These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013. The financial statements have also been prepared in accordance with the relevant presentation requirements of the Companies Act, 2013.

Basis of Preparation

The financial statements are prepared in accordance with the historical cost convention, except for certain items that are measured at fair values, as explained in the accounting policies.

Fair Value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis, except for share-based payment transactions that are within the scope of Ind AS 102 - Share-based Payment, leasing transactions that are within the scope of Ind AS 17 - Leases, and measurements that have some similarities to fair value but are not fair value, such as Net realisable value in Ind AS 2 - Inventories or value in use in Ind AS 36 - Impairment of Assets.

The preparation of financial statements in conformity with Ind AS requires management to make judgements, estimates and assumptions that affect the application of the accounting policies and the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period; they are recognised in the period of the revision and future periods if the revision affects both current and future periods.

Operating Cycle

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013 and Ind AS 1 - Presentation of Financial Statements based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents.

Property, Plant and Equipment - Tangible Assets

Property, plant and equipment are stated at cost of acquisition or construction less accumulated depreciation and impairment, if any.

Cost is inclusive of inward freight, duties and taxes and incidental expenses related to acquisition. In respect of major projects involving construction, related pre-operational expenses form part of the value of assets capitalised. Expenses capitalised also include applicable borrowing costs for qualifying assets, if any. All up gradation/enhancements are charged off as revenue expenditure unless they bring similar significant additional benefits.

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

Depreciation of these assets commences when the assets are ready for their intended use which is generally on commissioning. Items of property, plant and equipment are depreciated in a manner that amortizes the cost (or other amount substituted

for cost) of the assets after commissioning, less its residual value, over their useful lives as specified in Schedule II of the Companies Act, 2013 on a straight line basis. Land is not depreciated.

Assets in the course of construction are capitalised in the assets under capital work in progress account (CWIP). At the point when an asset is operating at management's intended use, the cost of construction is transferred to the appropriate category of property, plant and equipment and depreciation commences. Where an obligation (legal or constructive) exists to dismantle or remove an asset or restore a site to its former condition at the end of its useful life, the present value of the estimated cost of dismantling, removing or restoring the site is capitalized along with the cost of acquisition or construction upon completion and a corresponding liability is recognized. Revenue generated from production during the trial period is capitalised.

· Freehold land is not depreciated.

The estimated useful lives of property, plant and equipment of the Company are as follows:

Buildings	30 Years
Plant and Equipment	25 Years
Furniture and Fixtures	10 Years
Vehicles	8 Years
Office Equipment	5 Years

No write off is made in respect of leasehold land.

Assets held under finance leases are depreciated over their expected useful lives on the same basis as owned assets or, where shorter, the term of the relevant lease.

Property, plant and equipment's residual values and useful lives are reviewed at each Balance Sheet date and changes, if any, are treated as changes in accounting estimate.

Intangible Assets

Intangible Assets that the Company controls and from which it expects future economic benefits are capitalised upon acquisition and measured initially:

a. for assets acquired in a business combination or by way of a government grant, at fair value on the date of acquisition/grant;

b. for separately acquired assets, at cost comprising the purchase price (including import duties and non-refundable taxes) and directly attributable costs to prepare the asset for its intended use.

Internally generated assets for which the cost is clearly identifiable are capitalised at cost. Research expenditure is recognised as an expense when it is incurred. Development costs are capitalised only after the technical and commercial feasibility of the asset for sale or use has been established. Thereafter, all directly attributable expenditure incurred to prepare the asset for its intended use are recognised as the cost of such assets. Internally generated brands, websites and customer lists are not recognised as intangible assets.

The useful life of an intangible asset is considered finite where the rights to such assets are limited to a specified period of time by contract or law (e.g., patents, licenses, trademarks, franchise and servicing rights) or the likelihood of technical, technological obsolescence (e.g., computer software, design, prototypes) or commercial obsolescence (e.g., lesser known brands are those to which adequate marketing support may not be provided). If, there are no such limitations, the useful life is taken to be indefinite. Intangible assets that have finite lives are amortized over their estimated useful lives by the straight line method unless it is practical to reliably determine the pattern of benefits arising from the asset. An intangible asset with an indefinite useful life is not amortized.

All intangible assets are tested for impairment. Amortization expenses and impairment losses and reversal of impairment losses are taken to the Statement of Profit and Loss. Thus, after initial recognition, an intangible asset is carried at its cost less accumulated amortization and/or impairment losses.

The useful lives of intangible assets are reviewed annually to determine if a reset of such useful life is required for assets with finite lives and to confirm that business circumstances continue to support an indefinite useful life assessment for assets so classified. Based on such review, the useful life may change or the useful life assessment may change from indefinite to finite. The impact of such changes is accounted for as a change in accounting estimate.

The estimated useful lives of intangible assets of the Company is: 5 years

Impairment of Assets

Impairment loss, if any, is provided to the extent, the carrying amount of assets or cash generating units exceed their recoverable amount.

Recoverable amount is higher of an asset's Net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset or cash generating unit and from its disposal at the end of its useful life.

Impairment losses recognised in prior years are reversed when there is an indication that the

impairment losses recognised no longer exist or have decreased. Such reversals are recognised as an increase in carrying amounts of assets to the extent that it does not exceed the carrying amounts that would have been determined (Net of amortization or depreciation) had no impairment loss been recognised in previous years.

Inventories

Inventories (other than harvested product of biological assets) are stated at cost and Net realisable value, whichever is lower. Cost is determined on periodic moving weighted average basis.

Net realisable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to effect the sale.

Cost comprises all costs of purchase, costs of conversion and other costs incurred in bringing the inventory to the present location and condition. Cost includes the reclassification from equity of any gains or losses on qualifying cash flow hedges relating to purchases of raw material but excludes borrowing costs.

Due allowances are made for slow, non-moving, defective and obsolete inventories based on estimates made by the Company.

Items such as spare parts, stand-by equipment and servicing equipment that are not plant and machinery get classified as inventory.

Foreign Currency Transactions

The functional and presentation currency of the Company is Indian Rupee.

Transactions in foreign currency are accounted for at the exchange rate prevailing on the transaction date. Gains/losses arising on settlement as also on translation of monetary items are recognised in the Statement of Profit and Loss.

Exchange differences arising on monetary items that, in substance, form part of the Company's Net investment in a foreign operation (having a functional currency other than Indian Rupee) are accumulated in Foreign Currency Translation Reserve.

Investment in Subsidiary

Investment in subsidiary is carried at cost less accumulated impairment, if any.

Financial instruments, Financial assets, Financial liabilities and Equity instruments

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the relevant instrument and are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities measured at fair value through profit or loss) are added to or deducted from the fair value on initial recognition of financial assets or financial liabilities. Purchase or sale of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date when the Company commits to purchase or sell the asset.

Financial Assets

Recognition:

Financial assets include Investments, Trade receivables, Advances, Security Deposits, Cash and cash equivalents. Such assets are initially recognised at transaction price when the Company becomes party to contractual obligations. The transaction price includes transaction costs unless the asset is being fair valued through the Statement of Profit and Loss.

Classification:

Management determines the classification of an asset at initial recognition depending on the purpose for which the assets were acquired. The subsequent measurement of financial assets depends on such classification.

Financial assets are classified as those measured at:

(a) amortised cost, where the financial assets are held solely for collection of cash flows arising from payments of principal and/or interest;

(b) fair value through other comprehensive income (FVTOCI), where the financial assets are held not only for collection of cash flows arising from payments of principal and interest but also from the sale of such assets. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in other comprehensive income;

(c) fair value through profit or loss (FVTPL), where the assets are managed in accordance with an approved investment strategy that triggers purchase and sale decisions based on the fair value of such assets. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in the Statement of Profit and Loss in the period in which they arise.

Trade receivables, Advances, Security deposits, Cash and cash equivalents etc. are classified for measurement at amortised cost while investments may fall under any of the aforesaid classes. However,

in respect of particular investments in equity instruments that would otherwise be measured at fair value through profit or loss, an irrevocable election at initial recognition may be made to present subsequent changes in fair value through other comprehensive income.

Impairment:

The Company assesses at each reporting date whether a financial asset (or a group of financial assets) such as investments, trade receivables, advances and security deposits held at amortised cost and financial assets that are measured at fair value through other comprehensive income are tested for impairment based on evidence or information that is available without undue cost or effort. Expected credit losses are assessed and loss allowances recognised if the credit quality of the financial asset has deteriorated significantly since initial recognition.

Reclassification:

When and only when the business model is changed, the Company shall reclassify all affected financial assets prospectively from the reclassification date as subsequently measured at amortised cost, fair value through other comprehensive income, fair value through profit or loss without restating the previously recognised gains, losses or interest and in terms of the reclassification principles laid down in the Ind AS relating to Financial Instruments.

De-recognition:

Financial assets are derecognised when the right to receive cash flows from the assets has expired, or has been transferred, and the Company has transferred substantially all of the risks and rewards of ownership. Concomitantly, if the asset is one that is measured at:

(a) amortised cost, the gain or loss is recognised in the Statement of Profit and Loss;

(b) fair value through other comprehensive income, the cumulative fair value adjustments previously taken to reserves are reclassified to the Statement of Profit and Loss unless the asset represents an equity investment in which case the cumulative fair value adjustments previously taken to reserves is reclassified within equity.

Income Recognition:

Interest income is recognised in the Statement of Profit and Loss using the effective interest method. Dividend income is recognised in the Statement of Profit and Loss when the right to receive dividend is established.

Financial Liabilities

Borrowings, trade payables and other financial liabilities are initially recognised at the value of the respective contractual obligations. They are subsequently measured at amortised cost. Any discount or premium on redemption/settlement is recognised in the Statement of Profit and Loss as finance cost over the life of the liability using the effective interest method and adjusted to the liability figure disclosed in the Balance Sheet.

Financial liabilities are derecognised when the liability is extinguished, that is, when the contractual obligation is discharged, cancelled and on expiry.

Offsetting Financial Instruments

Financial assets and liabilities are offset and the Net amount is included in the Balance Sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a Net basis or realise the asset and settle the liability simultaneously.

Equity Instruments

Equity instruments are recognised at the value of the proceeds, Net of direct costs of the capital issue.

Revenue

Revenue is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, Net of returns and discounts to customers. Revenue from the sale of goods includes duties which the Company pays as a principal but excludes amounts collected on behalf of third parties, such as goods and service tax.

Revenue from the sale of goods is recognised when significant risks and rewards of ownership/control have been transferred to the customer, which is mainly upon delivery, the amount of revenue can be measured reliably and recovery of the consideration is probable. Revenue from services is recognised in the periods in which the services are rendered.

Government Grant

The Company may receive government grants that require compliance with certain conditions related to the Company's operating activities or are provided to the Company by way of financial assistance on the basis of certain qualifying criteria.

Government grants are recognised when there is reasonable assurance that the grant will be received, and the Company will comply with the conditions attached to the grant. Accordingly, government grants:

(a) related to or used for assets are included in the Balance Sheet as deferred income and recognised as income over the useful life of the assets.

(b) related to incurring specific expenditures are taken to the Statement of Profit and Loss on

the same basis and in the same periods as the expenditures incurred.

(c) by way of financial assistance on the basis of certain qualifying criteria are recognised as they become receivable.

In the unlikely event that a grant previously recognised is ultimately not received, it is treated as a change in estimate and the amount cumulatively recognised is expensed in the Statement of Profit and Loss.

Employee Benefits

i) Short-term Employee benefits:

Liabilities for wages and salaries including nonmonetary benefits that are expected to be settled wholly within twelve months after the end of the period in which the employees render the related service are classified as short term employee benefits and are recognized as an expense in the Statement of Profit and Loss as the related service is provided. A liability is recognised for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

ii) Post-Employment Benefits Defined Contribution Plans:

Payments made to a defined contribution plan such as Provident Fund maintained with Regional Provident Fund Office and Superannuation Fund are charged as an expense in the Statement of Profit and Loss as they fall due.

Defined Benefit Plans

Gratuity Fund:

The Company has an obligation towards gratuity, a defined benefit retirement plan covering eligible employees. Gratuity is payable to all eligible employees on death or on separation/termination in terms of the provisions of the payment of the Gratuity (Amendment) Act, 1997 or as per the Company's scheme whichever is more beneficial to the employees.

Provident Fund:

The contributions to the Provident Fund of employees are made to a Government administered Provident Fund and there are no further obligations beyond making such contribution.

iii) Other Long Term Employee Benefits:

The liabilities for earned leave and sick leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore measured as the present value of expected future payments to be made in respect of services provided by the employees upto the end of the reporting period using the projected unit credit method

Re-measurements are recognised in profit or loss in the period in which they arise. Actuarial gains and losses in respect of such benefits are charged to Statement of Profit and Loss in the period in which they arise.

Leases

Leases are recognised as a finance lease whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

Company as a Lessee

Assets used under finance leases are recognised as property, plant and equipment in the Balance Sheet for an amount that corresponds to the lower of fair value and the present value of minimum lease payments determined at the inception of the lease and a liability is recognised for an equivalent amount.

The minimum lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognised in the Statement of Profit and Loss.

Rentals payable under operating leases are charged to the Statement of Profit and Loss on a straight-line basis over the term of the relevant lease unless the payments to the lessor are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases.

Company as a Lessor

Leases in which the Company does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Where the Company is a lessor under an operating lease, the asset is capitalised within property, plant and equipment and depreciated over its useful economic life. Payments received under operating leases are recognised in the Statement of Profit and Loss on a straight-line basis over the term of the lease.

Taxes on Income

Taxes on income comprises of current taxes and deferred taxes. Current tax in the Statement of Profit and Loss is provided as the amount of tax payable in respect of taxable income for the period using tax rates and tax laws enacted during the period,

together with any adjustment to tax payable in respect of previous years.

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities and the amounts used for taxation purposes (tax base), at the tax rates and tax laws enacted or substantively enacted by the end of the reporting period.

Deferred tax assets are recognised for the future tax consequences to the extent it is probable that future taxable profits will be available against which the deductible temporary differences can be utilised.

Income tax, in so far as it relates to items disclosed under other comprehensive income or equity, are disclosed separately under other comprehensive income or equity, as applicable.

Deferred tax assets and liabilities are offset when there is legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances related to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on Net basis, or to realize the asset and settle the liability simultaneously.

Claims

Claims against the Company not acknowledged as debts are disclosed after a careful evaluation of the facts and legal aspects of the matter involved.

Provisions

Provisions are recognised when, as a result of a past event, the Company has a legal or constructive obligation; it is probable that an outflow of resources will be required to settle the obligation; and the amount can be reliably estimated. The amount so recognised is a best estimate of the consideration required to settle the obligation at the reporting date, taking into account the risks and uncertainties surrounding the obligation. In an event when the time value of money is material, the provision is carried at the present value of the cash flows estimated to settle the obligation.

Financial and Management Information Systems

The Company's Accounting System is designed to comply with the relevant provisions of the Companies Act, 2013, to provide financial information appropriate to the businesses and facilitate Internal Control.

Use of estimates and judgements

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

A. Judgements in applying accounting policies

The judgements, apart from those involving estimations (see note below), that the Company has made in the process of applying its accounting policies and that have a significant effect on the amounts recognised in these financial statements pertain to useful life of intangible assets. The Company is required to determine whether its intangible assets have indefinite or finite life which is a subject matter of judgement. Certain trademarks have been considered of having an indefinite useful life taking into account that there are no technical, technological or commercial risks of obsolescence or limitations under contract or law. Other trademarks have been amortized over their useful economic life. Refer notes to the financial statements.

B. Key sources of estimation uncertainty

The following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

1. **Useful lives of property, plant and equipment and intangible assets:**

   As described in the significant accounting policies, the Company reviews the estimated useful lives of property, plant and equipment and intangible assets at the end of each reporting period.

2. **Fair value measurements and valuation processes:**

   Some of the Company's assets and liabilities are measured at fair value for financial reporting purposes. In estimating the fair value of an asset or a liability, the Company uses market-observable data to the extent it is available. Where Level 1 inputs are not available, the Company engages third party valuers, where required, to perform the valuation. Information about the valuation

techniques and inputs used in determining the fair value of various assets, liabilities and share based payments are disclosed in the notes to the financial statements.

3. **Actuarial Valuation:**

The determination of Company's liability towards defined benefit obligation to employees is made through independent actuarial valuation including determination of amounts to be recognised in the Statement of Profit and Loss and in other comprehensive income. Such valuation depend upon assumptions determined after taking into account inflation, seniority, promotion and other relevant factors such as supply and demand factors in the employment market. Information about such valuation is provided in notes to the financial statements.

4. **Claims, Provisions and Contingent Liabilities:**

In the case of litigations where an outflow of funds is believed to be probable and a reliable estimate of the outcome of the dispute can be made based on management's assessment of specific circumstances of each dispute and relevant external advice, management provides for its best estimate of the liability. Such accruals are by nature complex and can take number of years to resolve and can involve estimation uncertainty. Information about such litigations is provided in notes to the financial statements.

NOTE 3: PROPERTY, PLANT AND EQUIPMENT

(₹ in Lakhs)

Particulars	Lease Assets	Owned Assets								
	Land - Leasehold	Land Freehold	Building	Plant and Equipment	Furniture and Fixtures	Vehicles	Office Equipment	DG Sets	Tube well	Computer	Total
Year ended March, 2024											
GROSS CARRYING AMOUNT											
Opening Gross Carrying Amount	29.57	115.96	1,752.24	3,227.61	49.48	70.51	39.78	58.24	6.49	27.27	5,377.15
Additions	-	-	197.30	362.34	22.12	15.08	8.69	-	0.79	1.46	607.78
Disposals/Adjustment	-	-	-	4.43	-	-	-	-	-	-	4.43
Closing Gross Carrying Amount	**29.57**	**115.96**	**1,949.54**	**3,585.52**	**71.60**	**85.59**	**48.47**	**58.24**	**7.28**	**28.73**	**5,980.50**
ACCUMULATED DEPRECIATION											
Opening Accumulated Depreciation	-	-	184.92	751.60	13.46	25.05	19.07	31.97	0.56	16.20	1,042.83
Depreciation charged during the year	-	-	58.52	130.90	5.24	5.73	6.49	2.55	0.22	5.28	214.93
Disposals/Adjustments	-	-	-	0.21	-	-	-	-	-	-	0.21
Closing Accumulated Depreciation	**-**	**-**	**243.44**	**882.29**	**18.70**	**30.78**	**25.56**	**34.52**	**0.78**	**21.48**	**1,257.55**
Net Carrying Amount	**29.57**	**115.96**	**1,706.10**	**2,703.23**	**52.90**	**54.81**	**22.91**	**23.72**	**6.50**	**7.25**	**4,722.95**
Year ended March, 2023											
GROSS CARRYING AMOUNT											
Opening Gross Carrying Amount	29.57	115.96	429.70	1,656.86	15.73	22.93	22.90	57.28	1.16	17.74	2,369.83
Additions	-		1,322.54	1,570.75	33.75	47.58	16.88	0.96	5.33	9.53	3,007.32
Disposals/Adjustment	-	-	-	-	-		-	-	-	-	-
Closing Gross Carrying Amount	**29.57**	**115.96**	**1,752.24**	**3,227.61**	**49.48**	**70.51**	**39.78**	**58.24**	**6.49**	**27.27**	**5,377.15**
ACCUMULATED DEPRECIATION	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Opening Accumulated Depreciation	-	-	162.73	676.98	11.99	21.62	15.20	29.45	0.49	13.06	931.52
Depreciation charged during the year			22.19	74.62	1.47	3.43	3.87	2.52	0.07	3.14	111.31
Disposals/Adjustments	-	-	-	-	-	-	-	-	-	-	-
Closing Accumulated Depreciation	**-**	**-**	**184.92**	**751.60**	**13.46**	**25.05**	**19.07**	**31.97**	**0.56**	**16.20**	**1,042.83**
Net Carrying Amount	**29.57**	**115.96**	**1,567.32**	**2,476.01**	**36.02**	**45.46**	**20.71**	**26.27**	**5.93**	**11.07**	**4,334.32**

Capital - work-in-progress as at March 31, 2024*	52.04
Capital - work-in-progress as at March 31, 2023*	92.97

*Includes amount incurred on project development capitalised.

Note 3.1: Intangible Assets

(₹ in Lakhs)

Particulars	Owned Assets	
	Software	Total
Year ended March, 2024		
Opening Gross Carrying Amount	9.58	9.58
Additions	1.58	1.58
Disposals/Adjustment	-	-
Closing Gross Carrying Amount	**11.16**	**11.16**
ACCUMULATED DEPRECIATION		**-**
Opening Accumulated Depreciation	9.06	9.06
Depreciation charged during the year	0.51	0.51
Disposals/Adjustments	-	-
Closing Accumulated Depreciation	**9.57**	**9.57**
Net Carrying Amount	**1.59**	**1.59**
Year ended March, 2023		
GROSS CARRYING AMOUNT		
Opening Gross Carrying Amount	9.58	9.58
Additions	-	-
Disposals/Adjustment	-	-
Closing Gross Carrying Amount	**9.58**	**9.58**
ACCUMULATED DEPRECIATION		**-**
Opening Accumulated Depreciation	7.82	7.82
Depreciation charged during the year	1.24	1.24
Disposals/Adjustments	-	-
Closing Accumulated Depreciation	**9.06**	**9.06**
Net Carrying Amount	**0.52**	**0.52**

Note:

(a) There are no immovable Properties whose title deeds are not in the name of the Company.

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

(c) The Company has not revalued its intangible assets.

(d) The Company has capital work-in-progress.

(e) There is no intangible assets under development.

Capital Work-in-Progress (CWIP)

CWIP aging schedule as at March 31, 2024

(₹ in Lakhs)

Particulars	Amount in CWIP for a period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Project in progress	52.04	-	-	-	52.04
Projects temporarily suspended	-	-	-	-	-

CWIP aging schedule as at March 31, 2023

(₹ in Lakhs)

Particulars	Amount in CWIP for a period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Project in progress	92.97	-	-	-	92.97
Projects temporarily suspended	-	-	-	-	-

NOTE 4: INVESTMENTS - NON-CURRENT

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
In Equity Instrument		
In subsidiary (carried at cost)		
Fibcrop Polyweave Private Limited 33,884 (pr.yr. 33,884) Equity shares of ₹ 100/- each fully paid purchased @ ₹ 1,655/- per equity share	560.78	560.78
	560.78	**560.78**

NOTE 5: OTHER NON-CURRENT LOAN

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
(a) Loan Receivables considered good-secured	-	-
(b) Loan Receivables considered good-unsecured	1.34	1.97
(c) Loan Receivables which have significant increase in credit risk	-	-
(d) Loan Receivables which have significant increase in credit risk	-	-
(e) Trade Receivables-credit impaired	-	-
	1.34	1.97
Less: Allowance for doubtful loans	-	-
	1.34	**1.97**

NOTE 6: OTHER NON-CURRENT FINANCIAL ASSETS

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Bank deposit with more than 12 months maturity*	70.98	76.19
Security Deposits	156.13	125.38
	227.11	**201.57**

*Includes accrued interest ₹ 0.98 Lakhs (pr. yr. ₹ 2.70 Lakhs). Out of this deposit ₹ 70.98 Lakhs (pr. yr ₹ 76.19 Lakhs) liened with UCO Bank against Bank Guarantee.

NOTE 7: OTHER NON-CURRENT ASSETS

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Capital Advances	0.65	0.65
Advances other than capital advances		
Security Deposit		
- With Statutory Authorities	0.92	0.92
Other advances	4.11	4.11
	5.68	**5.68**

NOTE 8: INVENTORIES

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
At lower of cost and Net realisable value		
Raw material	149.83	175.77
Work-in-progress	1,216.00	971.90
Finished Goods	388.04	457.68
Stores and Spares	229.25	146.97
Printing Ink	53.45	31.60
	2,036.57	**1,783.92**

NOTE 9: TRADE RECEIVABLE

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
(a) Trade Receivables considered good-secured	-	-
(b) Trade Receivables considered good-unsecured	2,061.28	1,057.24
(c) Trade Receivables which have significant increase in Credit Risk	-	-
(d) Trade Receivables-Credit impaired	-	-
	2,061.28	1,057.24
Less: Allowance for doubtful receivables	-	-
	2,061.28	**1,057.24**

Note 9.1:

No trade receivables are due from directors or other officers of the Company or any of them either severally or jointly with any other person. Further, no trade receivables are due from firms or private companies in which any director is a partner, a director or a member, other than dues from related parties disclosed as mentioned in Note 39.

Trade receivables ageing schedule as at March 31, 2024

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment				More than 3 years	Total
	Less than 6 months	6 months-1 year	1-2 years	2-3 years		
(i) Undisputed Trade receivables-considered good	1,878.52	46.00	-	-	136.76	2,061.28
(ii) Undisputed Trade receivables-which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables-credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables-considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables-credit impaired	-	-	-	-	-	-
(vi) Disputed Trade Receivables-which have significant increase in credit risk	-	-	-	-	-	-
Total	**1,878.52**	**46.00**	**-**	**-**	**136.76**	**2,061.28**

Trade receivables ageing schedule as at March 31, 2023

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment				More than 3 years	Total
	Less than 6 months	6 months-1 year	1-2 years	2-3 years		
(i) Undisputed Trade Receivables-considered good	920.48	-	-	-	136.76	1,057.24
(ii) Undisputed Trade Receivables-which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables-credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables-considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables-credit impaired	-	-	-	-	-	-
(vi) Disputed Trade Receivables-which have significant increase in credit risk	-	-	-	-	-	-
Total	**920.48**	**-**	**-**	**-**		**1,057.24**

NOTE 10: CASH AND CASH EQUIVALENTS

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
(a) Balances with banks		
On Current Account	167.40	34.89
On Fixed Deposit with maturity less three months *	555.08	1,010.24
(b) Cash on hand	3.09	4.91
	725.57	**1,050.04**

There are no repatriation restrictions with regard to cash and cash equivalents as at the end of the reporting period and prior period.

*includes accrued interest ₹ 2.10 Lakhs (previous year ₹ 10.24 Lakhs)

NOTE 11: OTHER BANK BALANCES

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Deposit with more than 3 months and remaining maturity period less than 12 months from the date of the balance sheet*	540.68	1,013.80
	540.68	**1,013.80**

*includes accrued interest ₹ 6.37 Lakhs (previous year ₹ 10.70 Lakhs)

NOTE 12: LOANS (CURRENT)

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
(a) Loan Receivables considered good-secured	-	-
(b) Loan Receivables considered good-unsecured	1,007.05	1,184.98
(c) Loan Receivables which have significant increase in credit risk	-	-
(d) Loan Receivables which have significant increase in credit risk	-	-
(e) Trade Receivables-credit impaired	-	-
	1,007.05	1,184.98
Less: Allowance for doubtful loans	-	-
	1,007.05	**1,184.98**

Note 12.1:

No loans are due from directors or other officers of the Company or any of them either severally or jointly with any other person. Further, no loans are due from firms or private companies in which any director is a partner, a director or a member, other than dues from related parties disclosed as mentioned in note 39.

No loans and advances are due from directors or other officers and related party of the Company.

Loans or advances in the nature of loans granted to promoters, directors, KMPs and the related parties.

(a) Repayable on demand or (b) without specifying terms of period of repayment:

(₹ in Lakhs)

Type of Borrower ====>	Promoters	Directors	KMPs	Related Parties	Total
Amount of loan or advance in the nature of outstanding	0 (0)	0 (0)	1.85 (2.50)	263.00 (345.00)	264.85 (347.50)
Percentage to the total Loans & Advances in the nature of Loans	0 (0)	0 (0)	0.18 (0.21)	23.40 (29.07)	23.58 (29.28)

*amount in bracket represents previous year's figures.

NOTE 13: OTHER-CURRENT FINANCIAL ASSETS

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Interest on deposits etc.	5.24	6.96
Total	**5.24**	**6.96**

NOTE 14: CURRENT TAX ASSETS

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Income tax Refund	13.28	-
Total	**13.28**	**-**

NOTE 15: OTHER CURRENT ASSETS

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Advances other than capital advances:		
Other advances:		
- balance with statutory authories	107.82	334.33
- advance against expenses	42.84	11.90
- other advances	151.21	-
- pre-paid expenses	18.49	20.18
Other receivables	102.81	41.96
Total	**423.17**	**408.37**

NOTE 16: SHARE CAPITAL

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Authorised		
3,00,00,000 (pr.yr. 3,00,00,000) Equity Shares of ₹ 10/- each (pr.yr. ₹ 10/-)	3,000.00	3,000.00
	3,000.00	**3,000.00**

NOTE 16: SHARE CAPITAL (Contd.)

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Issued, subscribed and fully paid		
2,57,96,000 (pr.yr. 2,57,96,000) Equity Shares of ₹ 10/- each fully paid up	2,579.60	2,579.60
Total	**2,579.60**	**2,579.60**

Reconciliation of number of shares:

Particulars	As at March 31, 2024	As at March 31, 2023
Face value per share (₹)	10	10
Number of Equity Shares outstanding at the beginning of the reporting period	2,57,96,000	1,55,96,000
No. of Equity Shares issued during the year	-	1,02,00,000
	2,57,96,000	**2,57,96,000**
Less: Deduction during the year	-	-
Number of Equity Shares outstanding at the end of the reporting period	**2,57,96,000**	**2,57,96,000**

Name of the shareholders holding more than 5% shares in the Company		As at March 31, 2024		As at March 31, 2023	
Name of shareholder	**Class**	**No. of shares**	**%**	**No. of shares**	**%**
SAT Industries Limited and nominees	Equity	1,43,16,000	55.50	1,43,16,000	55.50

Shares held by promoters at the end of the year			% change during the year
Promoter Name	**No. of shares**	**% of total shares**	
SAT Industries Limited including shares held by nominees.	1,43,16,000 (1,43,16,000)	55.50 (55.50)	NIL
Total	**1,43,16,000 (1,43,16,000)**	**55.50 (55.50)**	**NIL**

Figures in bracket represent previous year figures:

* Considered as per the information filed by the Company with stock exchanges for the year ended March 31, 2024 and Annual return filed by the Company for the year ended March 31, 2023.

Shares held by holding Company		As at March 31, 2024		As at March 31, 2023	
Name of holding Company	**Class**	**No. of shares**	**% Holding**	**No. of shares**	**% Holding**
SAT Industries Limited and nominees	Equity	1,43,16,000	55.50	1,43,16,000	55.50

The Company has only one class of equity shares having face value of ₹ 10/- each. The holder of the equity share is entitled to dividend right and voting right in the same proportion as the capital paid-up on such equity share bears to the total paid-up equity share capital of the Company. The dividend proposed by Board of Directors is subject to approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive the remaining assets of the Company in the same proportion as the capital paid-up on the equity shares held by them bears to the total paid-up equity share capital of the Company.

The Company has not allotted any bonus shares during the period of five years immediately preceding March 31, 2024.

The Company has not allotted any shares pursuant to contract without payment being received in cash.

There are no call unpaid on equity shares.

No shares have been reserved for issue on option.

No equity shares have been forfeited.

NOTE 17: OTHER EQUITY

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
1. Securities Premium		
As per the last year accounts	4,952.88	280.00
Add: Addition during the year	-	5,610.00
Less: Transferred from Capital Issue Expenses*	-	(937.12)
	4,952.88	**4,952.88**
2. General Reserve		
As per the last year accounts	79.75	79.75
	-	**-**
3. Capital Issue Expenses		
As per the last year accounts	-	(24.43)
Addition during the year	-	(912.69)
Less: Transferred to securities premium	-	937.12
	-	**-**
4. Amalgamation Expenses		
As per the last year accounts	-	-
Add: Addition during the year	(15.04)	-
	(15.04)	**-**
5. Retained Earnings		
As per the last year accounts	797.46	491.82
Less: Dividend FY. 2022-2023	(128.98)	-
Add: Surplus for the year	66.35	305.64
	734.83	**797.46**
Total	**5,752.42**	**5,830.09**

* Public issue expenses amounting to ₹ 0.00 Lakhs (₹ 937.12 Lakhs) have been adjusted against Securities Premium in accordance with the provisions of Section 52 of the Companies Act, 2013.

1. Share Premium:

The amount received in excess of face value of the equity shares is recognised in Securities Premium Reserve. The reserve is utilised in accordance with the provisions of the Act.

2. General Reserve:

This includes the amount received from the Government under an incentive scheme for capital expansion and on the expiry of requisite period, the amount was transferred to it.

3. Retained Earnings:

This Reserve represents the cumulative profits of the Company and effects of re-measurement of defined benefit obligations. This Reserve can be utilized in accordance with the provisions of the Companies Act, 2013.

NOTE 18: BORROWINGS - NON-CURRENT

(₹ in Lakhs)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Current	Non-Current	Current	Non-Current
SECURED:				
(a) Term Loans:				
from banks:				
UCO Bank:				
I. Term Loan-Additional working capital term loan under guarantee emergency credit loan	2.52	-	39.87	2.94
II. Term Loan- Guaranteed Emergency Credit Line (GECL)	30.00	43.46	5.57	78.32
III. Term Loan	199.78	533.33	200.00	733.33
IV. Term Loan-Car Loan	1.38	12.38	4.88	12.38
V. Term Loan-Soler	37.50	100.00	-	-
VI. HDFC Bank-Truck Loan	4.67	13.94	4.31	18.61
VII. HDFC Bank-Car Loan	2.23	9.89	-	-
	278.08	**713.00**	**254.63**	**845.58**

(I) Borrowings from UCO Bank is secured against equitable mortgage of land and building of the Company situated at E-260-261, Mewar Industrial Area, Madri, Udaipur: 313003 and at Vill: Modi, District: Udaipur and also by way of first charge on all current assets such as raw material, finished goods, work-in-progress, stores and spares, book debts, and packing materials etc. The loan is repayable in 36 equal monthly instalment ₹ 3,54,611.00 each commencing from June 14, 2021 and the last instalment is repayable on June 14, 2024. Rate of interest as on March 31, 2024 is 9.25% per annum. It is also secured by way of corporate guarantee of SAT Industries Limited.

(II) Borrowings from UCO Bank is secured against equitable mortgage of land and building of the Company situated at E-260-261, Mewar Industrial Area, Madri, Udaipur: 313003 and Vill: Modi, District: Udaipur and also by way of first charge on all current assets such as raw material, finished goods, work-in-progress, stores and spares, book debts, and packing materials etc. The loan is repayable in 36 equal monthly instalment ₹ 2,63,376.35 each commencing from December 15, 2023 and the last instalment is repayable on December 15, 2026. Rate of interest as on March 31, 2024 is 9.25% per annum. It is also secured by way of corporate guarantee of SAT Industries Limited.

(III) Borrowings from UCO Bank is secured against equitable mortgage of land and building of the Company situated at E 260-261, Mewar Industrial Area, Madri, Udaipur: 313003 and Vill: Modi, District: Udaipur and also by way of first charge on all current assets such as raw material, finished goods, work-in-progress, stores and spares, book debts, and packing materials etc. The loan is repayable in 36 equal monthly instalment ₹ 16,66,667.00 each commencing from December 15, 2023 and the last instalment is repayable on June 15, 2028. Rate of interest as on March 31, 2024 is 10.00% per annum. It is

also secured by way of corporate guarantee of SAT Industries Limited.

(IV) Borrowings from UCO Bank is secured against Hypothecation of Vehicle No. RJ27 UE 0279. The loan is repayable in 60 equal monthly instalment ₹ 40,649.00 each commencing from June 06, 2022 and the last instalment is repayable on May 31, 2027. Rate of interest as on March 31, 2024 is 10.20% per annum.

(V) Borrowings from UCO Bank is secured against equitable mortgage of land and building of the Company situated at E-260-261, Mewar Industrial Area, Madri, Udaipur: 313003 and Vill: Modi, District: Udaipur and also by way of first charge on all current assets such as raw material, finished goods, work-in-progress, stores and spares, book debts, and packing materials etc. The loan is repayable in 48 equal monthly instalments ₹ 3,12,500.00 each commencing from September 30, 2023 and the last instalment is repayable on September 30, 2028. Rate of interest as on March 31, 2024 is 10.00% per annum.It is also secured by way of corporate guarantee of SAT industries Limited.

(VI) Borrowings from HDFC bank is secured against Hypothecation of Vehicle No. RJ27 GE 0153. The loan is repayable in 60 equal monthly instalment of ₹ 49,946.00 each commencing from November 15, 2022 and the last instalment is repayable on October 15, 2027. Rate of interest as onmarch 31, 2024 is 8.02% per annum.

(VII) Borrowings from HDFC Bank is secured against Hypothecation of Vehicle No. RJ27 UC 2292. The loan is repayable in 60 equal monthly instalment of ₹ 27,050.00 each commencing from November 05, 2023 and the last instalment is repayable on October 05, 2028. Rate of interest as on March 31, 2024 is 09.10% per annum.

(VIII) There is no continuing default in the payment of principal and interest thereof inrespect of loans (I) to (VII) stated above.

NOTE 19: DEFERRED TAX LIABILITIES (NET)

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
a) Deferred Tax Liability		
Opening	230.51	145.48
Depreciation	20.06	85.14
Deferred tax assets	-	-
Leave encashment	2.23	0.11
Net amount charged to Statement of Profit and Loss	**17.83**	**85.03**
Deferred tax liabilities (Net)	**248.34**	**230.51**
b) Mat Credit Entitlement		
Opening	50.82	-
Addition	14.10	50.82
Less: Mat Credit use	-	-
	64.92	**50.82**
	183.42	**179.69**

NOTE 20: BORROWINGS-CURRENT

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Secured		
Current maturity of long term borrowings * (*for security refer to Note 18)	278.08	254.63

NOTE 20: BORROWINGS-CURRENT (Contd.)

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Repayable on demand		
From Banks		
Cash Credit facilities from UCO Bank (a)	1,578.44	882.11
	1,856.52	**1,136.74**
Unsecured		
Repayable on demand	-	-
From Banks		
ICICI Bank Ltd (b)	297.00	280.00
Deutsche Bank-OD (c)	-	0.99
	297.00	**280.99**
	2,153.52	**1,417.73**

(a) Borrowings from UCO Bank is secured against equitable mortgage of land and building of the Company situated at E-260-261, Mewar Industrial Area, Madri, Udaipur: 313003 and Vill: Modi, District: Udaipur and also by way of first charge on all current assets such as raw material, finished goods, work-in-progress, stores and spares, book debts, and packing materials etc. It is also secured by way of corporate guarantee of Sat Industries. Rate of interest as on March 31, 2024 is 10.00% per annum.

(b) Guaranteed by Mr. Asad Daud,Director and Mr. Hakim Sadiq Ali Tidiwala, Whole-Time Director of the Company. Rate of interest as on March 31, 2024 is 11.05% per annum.

(c) Guaranteed by Mr.Asad Daud, Director and Mr. Hakim Sadiq Ali Tidiwala, Whole-Time Director of the Company. Rate of interest as on March 31, 2024 is 9.95% per annum.

* There is no continuing default in the payment of interest.

NOTE 21: TRADE PAYABLES

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Total outstanding dues of micro enterprises and small enterprises	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	746.65	553.09
	746.65	**553.09**

Trade payables ageing schedule as at March 31, 2024

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment						Total
	Not Due	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed - Micro & small enterprises	-	-	-	-	-	-	-
(ii) Undisputed Others	746.65	-	-	-	-	-	746.65

Trade payables ageing schedule as at March 31, 2024 (Contd.)

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment						Total
	Not Due	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	
(iii) Disputed dues - Micro & small enterprises	-	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-	
Total	**746.65**	**-**	**-**	**-**	**-**	**-**	**746.65**

Trade payables ageing schedule as at March 31, 2023

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment						Total
	Not Due	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed - Micro & small enterprises	-	-	-	-	-	-	-
(ii) Undisputed Others	553.09	-	-	-	-	-	553.09
(iii) Disputed dues - Micro & small enterprises	-	-	-	-	-	-	
(iv) Disputed dues - Others	-	-	-	-	-	-	
Total	**553.09**	**-**	**-**	**-**	**-**	**-**	**553.09**

NOTE 22: OTHER - CURRENT FINANCIAL LIABILITIES

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Interest on Loan	2.69	2.10
	2.69	**2.10**

NOTE 23: OTHER CURENT LIABILITIES

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Statutory Liabilities	13.45	54.30
Advance received from customers	43.22	31.73
Others	187.34	155.03
	244.01	**241.06**

NOTE 24: PROVISIONS

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Provisions for leave encashment	9.02	0.44
	9.02	**0.44**

NOTE 25: CURRENT TAX LIABILITIES

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Current Tax (Net of advance tax) 22-23	-	53.74
	-	**53.74**

NOTE 26: REVENUE FROM OPERATIONS

(₹ in Lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
(a) Manufactured Goods	9,117.01	6,166.61
(b) Traded Goods	700.08	1,824.48
(c) Sale of services:		
i) Job work	57.24	71.53
ii) Lease Rent	23.24	10.12
iii) Commission-DCA	56.90	62.29
	137.38	**143.94**
(d) Interest Income (Business)	121.63	110.43
	10,076.10	**8,245.46**

NOTE 27: OTHER INCOME

(₹ in Lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
(a) Rent	0.24	0.42
(b) Interest on financial assets on amortised cost	122.05	31.75
(c) Miscellaneous income	0.18	0.79
(d) Foreign Exchange Fluctuation	95.24	107.40
(e) Export Incentive	1.42	-
(f) Profit on Sales of Property, Plant and Equipment	0.21	-
	219.34	**140.36**

NOTE 28: COST OF MATERIAL CONSUMED

(₹ in Lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Opening Stock	175.77	168.21
Add: Purchases and adjustments	5,747.83	4,231.14
	5,923.60	**4,399.35**
Less: Closing Stock	149.83	175.77
	5,773.77	**4,223.58**

NOTE 29: PURCHASES OF STOCK-IN-TRADE

(₹ in Lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Traded goods	664.81	1,819.35
	664.81	**1,819.35**

NOTE 30: CHANGES IN INVENTORIES

(₹ in Lakhs)

Particulars	For the year ended March 31, 2024		For the year ended March 31, 2023	
Opening Stock				
Finished Goods	457.68		207.02	
Add: Goods produced during trial run	-		12.73	
	457.68		**219.75**	
Work-in-progress	971.90		587.51	
Add: Goods produced during trial run	-		118.66	
	971.90	**1,429.58**	**706.17**	**925.92**
Less: Closing Stock				
Finished Goods	388.04		457.68	
Work-in-progress	1,216.00		971.90	
		1,604.04		**1,429.58**
		(174.46)		**(503.66)**

NOTE 31: EMPLOYEE BENEFITS

(₹ in Lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
(i) Salaries, wages and bonus	405.07	245.16
(ii) Contribution to provident and other funds	24.88	15.85
(iii) Gratuity	7.55	11.16
(iv) Staff welfare expenses	31.75	14.02
	469.25	**286.19**

NOTE 32: FINANCE COSTS

(₹ in Lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
(a) Interest on borrowings	284.43	175.60
(b) Foreign exchange fluctuation on credit facility	-	3.54
(c) Interest on Income tax	6.24	11.05
(d) Other borrowing costs - Processing Charges	6.09	0.75
	296.76	**190.94**

NOTE 33: OTHER EXPENSES

(₹ in Lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Bag Printing Expenses	9.81	9.99
Bag Stitching Expenses	665.09	230.06
Bank Commission and charges	28.60	25.90
Books & Periodicals	0.33	0.36
Carriage Outward	26.48	32.11
Commission on sales	52.79	23.24
Consultancy	52.60	27.32
Corporate Social Responsibility expenditure	7.25	4.91
Repairs & Maintenance on:		
- Plant and Machinery	25.35	34.31
- Building	14.35	0.46
- Others	0.70	1.54
Consumption of stores and spare parts	79.14	72.20
Festival Expenses	4.56	2.61
Early Payment incentive expenses	3.09	1.73
Economic Rent & Service Charges	0.86	0.86
Electric & Power	567.49	343.64
Export Freight, Insurance & other Expenses	583.31	601.57
Fabric Weaving Expenses	131.12	111.70
Fees & Taxes	1.05	1.92
Fuel & Lubricant	37.51	28.41
Godown Rent	6.69	6.39
Inspection Charges of bags	0.95	0.56
Insurance Charges	16.57	8.11
Transport Expenses	17.39	0.19
Job charges	360.96	67.34
Lease Rent	13.50	12.54
Legal & Professional Exp.	18.92	7.31
Miscellaneous Expenses	18.20	34.91
Material handling Charges	5.97	5.56
Packing Materials	71.20	24.25
Payment to Auditors as:		
(i) auditor	0.23	0.23

NOTE 33: OTHER EXPENSES (Contd.)

(₹ in Lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
(ii) for reimbursement of expenses	0.05	0.05
Postage & Telegram	13.88	5.21
Printing Ink	40.09	51.70
Rating Charges	0.70	1.03
Rebate, Claim and Discounts	18.70	5.06
Software Expenses	2.60	3.31
Sorting and counting charges	27.72	29.10
Security Services	6.67	1.84
Stationery & Printing	5.21	4.32
Subscription & Membership	4.52	6.77
Telephone and Mobile	4.41	2.84
Vehicle Running & Maintenance Expenses.	10.83	5.54
Warehouse Management charges	4.34	4.88
Water Expenses	3.91	2.39
	2,965.69	**1,846.27**

NOTE 34: ADDITIONAL INFORMATION

(₹ in Lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
(i) Depreciation and Amortisation		
(a) Depreciation expense	214.93	111.31
(b) Amortization expense	0.51	1.24
	215.44	**112.55**
(ii) Payment to Auditors as*		
(a) Auditors	0.23	0.23
(b) Reimbursement of expenses	0.05	0.05
	0.28	**0.28**

* excludes ₹ 0.00 Lakhs (Previous Year ₹ 70 Lakhs) paid for certification, in the nature of initial public offer issues expenses accounted in Securities Premium Account.

NOTE 35: EARNINGS PER SHARE

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Earning per share has been computed as under		
(a) Profit for the year	66.35	305.64
(b) Weighted average number of Ordinary shares outstanding for the purpose of basic earnings per share	2,57,96,000	1,78,87,507
(c) Effect of potential Equity shares on conversion of outstanding share warrants	-	-

NOTE 35: EARNINGS PER SHARE (Contd.)

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
(d) Weighted average number of equity shares in computing diluted earnings per share [(b) + (c)]	2,57,96,000	1,78,87,507
(e) Earnings per share on profit for the year (Face Value ₹ 10.00 per share)		
- Basic (a/b)	0.26	1.71
- Diluted (a/d)	0.26	1.71

NOTE 36: CONTINGENT LIABILITIES AND COMMITMENTS

(a) Contingent liabilities

(₹ in Lakhs)

Claims against excise duty and other matters	As at March 31, 2024	As at March 31, 2023
(i) Income tax Matters*	0.49	0.79
Total	**0.49**	**0.79**

*Net of deposit.

It is not practicable for the Company to estimate the closure of these issues and the consequential timings of cash flows, if any, in respect of the above.

(b) Commitments

(₹ in Lakhs)

i) Estimated amount of contracts remaining to be executed on capital accounts and not provided for	7.74	-

GUARANTEES	As at March 31, 2024	As at March 31, 2023
i) Guarantees issued by Uco Bank	700.00	700.00
ii) Guarantee given on behalf of subsidiary		
a) Guarantee given by the Company to UCO Bank against cash credit limit provided to Fibcorp Polyweave Private Limited	300.00	300.00

NOTE 37: CAPITALISATION OF EXPENDITURE

During the year, the Company has capitalised the following expenses of revenue nature to the cost of property, plant and equipment/capital work-in-progress (CWIP). Consequently, expenses disclosed under the respective notes are Net of amounts capitalised by the Company:

(₹ in Lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Employees Benefits expenses	-	109.33
Finance costs	-	160.41
Other Expenses	52.04	42.85
Total	**52.04**	**312.59**

NOTE 38: FINANCIAL INSTRUMENTS AND RELATED DISCLOSURES

1. Capital Management

The Company's capital management is intended to create value for shareholders by facilitating the meeting of long term and short term goals of the Company.

In order to maintain or adjust the capital structure, the group may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets.

The Company determines the amount of capital required on the basis of annual business plan also taking into consideration any long term strategic investment and expansion plans. The funding needs are met through equity and cash generated from operations.

The Company's financial strategy aims to support its strategic priorities and provide adequate capital to its businesses for growth and creation of sustainable stakeholder value. The Company funds its operations through internal accruals, borrowings etc. The Company aims at maintaining a strong capital base largely towards supporting the future growth of its businesses as a going concern.

For the purpose of the Company's capital management, capital includes issued capital and other equity reserves. The primary objective of the Company's capital management is to safeguard its ability to continue as going concern and to maintain and optimal capital structure so as to maximise shareholders value. The Company manages its capital structure and makes adjustments in the light of changes in economic environment and the requirements of the financial covenants.

The Company monitors capital using a gearing ratio, which is Net debt divided by total capital plus Net debt and adjusted Net debt to equity ratio. For this purpose, adjusted Net debt is defined as total debt less cash and bank balances:

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Non-current borrowings	713.00	845.58
Current borrowings	2,153.52	1,417.73
Gross debt	2,866.52	2,263.31
Less: Cash and cash equivalents	725.57	1,050.04
Less: Other bank deposits	540.68	1,089.99
Adjusted Net debt (A)	**1,600.27**	**123.28**
Total equity (B)	**8,332.02**	**8,409.69**
Adjusted Net debt to equity ratio	19.21	1.47
Total capital (A)+(B)	**9,932.29**	**8,532.97**
Gearing ratio *	34.40	26.91

*The Company's ideal gearing ratio is 34.52% to 26.91%.

2. Categories of financial Instruments

(₹ in Lakhs)

Particulars		Note	As at March 31, 2024		As at March 31, 2023	
			Carrying Value	Fair Value	Carrying Value	Fair Value
A	**Financial assets**					
a)	Measured at amortised cost					
	i) Cash and cash equivalent	10	725.57	725.57	1,050.04	1,050.04
	ii) Other Bank balance	11	540.68	540.68	1,013.80	1,013.80
	iii) Trade receivables	9	2,061.28	2,061.28	1,057.24	1,057.24
	iv) Other financial assets	6 & 13	232.35	232.35	208.53	208.53
	Total Financial assets		**3,559.88**	**3,559.88**	**3,329.61**	**3,329.61**

2. Categories of financial Instruments (Contd.)

(₹ in Lakhs)

Particulars		Note	As at March 31, 2024		As at March 31, 2023	
			Carrying Value	Fair Value	Carrying Value	Fair Value
B	**Financial Liabilities**					
a)	Measured at amortised cost					
	i) Cash Credit facilities	20	1,578.44	1,578.44	882.11	882.11
	ii) Term loans - Non-current	18	713.00	713.00	845.58	845.58
	iii) Trade payables	21	746.65	746.65	553.09	553.09
	iv) Other financial liabilities	22	2.69	2.69	2.10	2.10
	Total financial liabilities		**3,040.78**	**3,040.78**	**2,282.88**	**2,282.88**

3. Financial Risk Management

The activities of the Company exposes it to a number of financial risks namely market risk, credit risk and liquidity risk. The Company seeks to minimize the potential impact of unpredictability of the financial markets on its financial performance. The Company does regularly monitor, analyze and manage the risks faced by the Company and to set and monitor appropriate risk limits and controls for mitigation of the risks.

A. Management of Market RisK:

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises of three types of risks: interest rate risk, price risk and currency rate risk. Financial instruments affected by market risk includes borrowings and investments. The Company has international trade operations and is exposed to a variety of market risks, including currency and interest rate risks.

(i) Management of interest rate risk:

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company does not have any exposure to interest rate risks since its borrowings and investments are all in fixed rate instruments.

(ii) Management of price risk:

The Company has no surplus for investment in debt mutual funds, deposits etc. The Company does make deposit with the banks to provide security/margin against guarantee given by the banks. Deposit is made in fixed rate instrument. In view of this it is not susceptible to market price risk, arising from changes in interest rates or market yields which may impact the return and value of the investments.

(iii) Management of currency risk:

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Company has foreign currency trade receivables and is therefore exposed to foreign exchange risk. The Company mitigates the foreign exchange risk by setting appropriate exposure limits, periodic monitoring of the exposures etc. The exchange rates have been volatile in the recent years and may continue to be volatile in the future. Hence the operating results and financials of the Company may be impacted due to volatility of the rupee against foreign currencies.

Exposure to currency risk (The Company has exposure only in USD/EURO converted to functional currency i.e. INR).

The currency profile of financial assets and financial liabilities as at March 31, 2024 and March 31, 2023, are as below:

(₹ in Lakhs)

Particulars	Exposure currency	As at March 31, 2024	As at March 31, 2023
Financial Assets			
Trade receivables	USD	759.35	419.10
	EURO	938.07	182.67
	GBP	93.40	75.51

The currency profile of financial assets and financial liabilities as at March 31, 2024 and March 31, 2023, are as below: (Contd.)

(₹ in Lakhs)

Particulars	Exposure currency	As at March 31, 2024	As at March 31, 2023
Financial Liabilities			
Trade payable	USD	12.94	-
	EURO	-	-
		1,777.88	**677.28**

Sensitivity analysis

A reasonably possible 5% strengthening (weakening) of the Indian Rupee against USD/EURO at March 31, would have affected the measurement of financial instruments denominated in USD/EURO and affected profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular interest rates, remain constant and ignores any impact of forecast sales and purchases:

(₹ in Lakhs)

Particulars	As at	Strengthening	Weakening
Profit/(Loss)	March 31, 2023	33.86	33.86
	March 31, 2024	88.89	88.89

B. Management of Credit Risk:

Credit risk refers to the risk of default on its obligations by a counterparty to the Company resulting in a financial loss to the Company. The Company is exposed to credit risk from its operating activities (trade receivables) and foreign exchange transactions and financial instruments.

Credit risk from trade receivables is managed through the Company's policies, procedures and controls relating to customer credit risk management by establishing credit limits, credit approvals and monitoring creditworthiness of the customers to which the Company extends credit in the normal course of business. Outstanding customer receivables are regularly monitored. The Company has no concentration of credit risk as the customer base is widely distributed.

The Company's historical experience of collecting receivables and the level of default indicate that credit risk is low and generally uniform across markets; consequently, trade receivables are considered to be a single class of financial assets. All overdue customer balances are evaluated taking into account the age of the dues, specific credit circumstances, the track record of the counterparty etc. Loss allowances and impairment is recognised, where considered appropriate by responsible management.

C. Management of Liquidity Risk:

Liquidity risk is the risk that the Company may not be able to meet its present and future cash obligations without incurring unacceptable losses. The Company's objective is to maintain at all times, optimum levels of liquidity to meet its obligations.

The Company closely monitors its liquidity position and has a cash management system. The Company maintains adequate sources of financing including debt and overdraft from domestic and international banks and financial markets at optimized cost.

The Company's Current assets aggregate to ₹ 6,812.84 Lakhs (2023 - ₹ 6,505.31 Lakhs) including Cash and cash equivalents and Other bank balances of ₹ 1,547.73 Lakhs (2023 - ₹ 2,198.78 Lakhs) against an aggregate Current liability of ₹ 3,155.89 Lakhs (2023 - ₹ 2,268.16 Lakhs); non-current liabilities due between one year to three years amounting to ₹ 713 Lakhs (2023 - 845.58) and non-current liability due after three years amounting to NIL (2023 - NIL) on the reporting date. Further, while the Company's total equity stands at ₹ 8,332.02 Lakhs (2023 - ₹ 8,409.69 Lakhs), it has non-current borrowings of ₹ 713.00 Lakhs (2023 - ₹ 845.58). In such circumstances, liquidity risk or the risk that the Company may not be able to settle or meet its obligations as they become due does not exist.

D. Fair value measurement

Fair value hierarchy

Fair value of the financial instruments is classified in various fair value hierarchies based on the following three levels:

Level 1: Quoted prices (unadjusted) in active market for identical assets or liabilities.

Level 2: Inputs other than quoted price included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

The fair value of financial instruments that are not traded in an active market is determined using market approach and valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If significant inputs required to fair value an instrument are observable, the instrument is included in Level 2.

Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

If one or more of the significant inputs is not based on observable market data, the fair value is determined using generally accepted pricing models based on a discounted cash flow analysis, with the most significant inputs being the discount rate that reflects the credit risk of counter party.

The fair value of trade receivables, trade payables and other Current financial assets and liabilities is considered to be equal to the carrying amounts of these items due to their short-term nature. Where such items are non-current in nature, the same has been classified as Level 3 and fair value determined using discounted cash flow basis. Similarly, unquoted equity instruments where most recent information to measure fair value is insufficient, or if there is a wide range of possible fair value measurements, cost has been considered as the best estimate of fair value.

There has been no change in the valuation methodology for Level 3 inputs during the year. The Company has not classified any material financial instruments under Level 3 of the fair value hierarchy. There were no transfers between Level 1 and Level 2 during the year.

The following table presents the fair value hierarchy of assets and liabilities measured at fair value on a recurring basis:

(₹ in Lakhs)

Particulars		Fair value hierarchy	As at March 31, 2024	As at March 31, 2023
			Fair Value	Fair Value
A	**Financial assets**			
a)	Measured at amortised cost			
	i) Cash and cash equivalent	L2	725.57	128.15
	ii) Other Bank balance	L2	540.68	59.22
	iii) Trade receivables	L2	2,061.28	1,217.83
	iv) Other financial assets	L2	232.35	208.53
	Total Financial assets		**3,559.88**	**1,613.73**
B	**Financial Liabilities**			
a)	Measured at amortised cost			
	i) Cash Credit facilities	L2	1,578.44	681.98
	ii) Term loans	L2	991.08	172.24
	iii) Trade payables	L2	746.65	578.96
	iv) Other financial liabilities	L2	2.69	2.10
	Total financial liabilities		**3,318.86**	**1,435.28**

NOTE 39: DISCLOSURES IN RESPECT OF RELATED PARTIES PURSUANT TO IND AS 24

(i) Holding Company:

01) SAT Industries Limited

(ii) Subsidiary:

01) Fibcorp Polyweave Private Limited

(iii) Key Managerial Personnel:

01) Mr. Hakim Sadiq Ali Tidiwala, Whole-Time Director

02) Mr. Murtaza Ali Moti, Whole-Time Director

03) Mr. Lalit Kumar Bolia, Chief Financial Officer

04) Mrs. Runel Saxena, Company Secretary

(iv) Sat Foundation

During the year following transactions were carried out with the related parties in the ordinary course of business at arm's length price:

(₹ in Lakhs)

Particulars	Nature of relation	For the year ended March 31, 2024	For the year ended March 31, 2023	Nature of transaction
Fibcrop Polyweave Private Limited	Subsidiary	752.28	1,274.42	Purchases
		-	6.40	Purchase Machine
		1,123.18	1,235.76	Sales
		498.27	84.00	Job work Expenses
		23.24	10.12	Lease rent income
		312.00	345.00	Loan Given
		394.00	-	Loan received Back
		27.10	4.28	Interest received
		57.24	71.53	Job work receipt
SAT Industries Limited	Holding Company	430.00	400.00	Loan Taken
		430.00	1,180.00	Loan Repayment
		5.61	66.18	Interest Paid
		0.24	0.42	Rent Received
Mr. Hakim Sadiq Ali tidiwala	Key Management Personnel	17.69	17.66	Remuneration
Mr. Murtaza Moti Ali		24.00	24.00	Remuneration
Mr. Lalit Kumar Bolia		8.17	7.66	Remuneration
Ms. Runel Saxena		4.97	3.69	Remuneration
SAT Foundation	Director's relative is trustee	7.25	4.25	CSR Expenditure

Closing balances

(₹ in Lakhs)

Name	As at March 31, 2024	As at March 31, 2023
Fibcorp Polywaeve Private Limited - Loan	263.00*	441.22*
Corporate bank Guarantee given to UCO Bank on behalf of Fibcorp Polyweave Private Limited	300.00	300.00
Closing balances in the case of other parties is NIL	-	-

*debit balance

**credit balance

No amount in respect of the related parties have been written off/back are provided for during the year.

Related party relationship has been identified by the Management and relied upon by the auditor.

Terms and conditions of transactions with related parties:

The sale to and purchases from related parties are made in the ordinary course of business and based on the price lists in force and terms that would be available to third parties.

The loans to and from from related parties are made in the ordinary course of business and are on arm's length basis based on the price lists in force and terms that would be available to third parties.

Outstanding balances at the year end are unsecured and interest free and settlement occurs in cash. No provision are held against receivables from related parties.

NOTE 40: EMPLOYEE BENEFITS

a) Defined Contribution Plan

Provident Fund:

The contributions to the Provident Fund of employees are made to a Government administered Provident Fund and there are no further obligations beyond making such contribution.

b) Defined Benefit Plan

Gratuity:

The Company participates in the Employees' Group Gratuity - Scheme of Life Insurance Corporation Limited, a funded defined benefit plan for qualifying employees. Gratuity is payable to all eligible employees on death or on separation/termination in terms of the provisions of the Payment of Gratuity (Amendment) Act, 1997, or as per the Company's scheme whichever is more beneficial to the employees.

The liability for the Defined Benefit Plan is provided on the basis of a valuation, using the Projected Unit Credit Method, as at the Balance Sheet date, carried out by an independent actuary.

Provident Fund:

The Company makes Provident Fund contribution to the Government administered Provident fund. The Company has no part to play in this respect.

c) Amounts Recognised as Expense

i) Defined Contribution Plan

Employer's Contribution to Provident Fund including contribution to Family Pension Fund amounting to ₹ 20.75 Lakhs (previous year ₹ 14.31 Lakhs) has been included under Contribution to Provident and Other Funds.

ii) Defined Benefit Plan

Gratuity cost amounting to ₹ 7.55 Lakhs (previous year ₹ 11.16 Lakhs) has been included in Note 31 under Contribution to Provident and Other Funds.

NOTE 41: TAX RECONCILIATIONS

(₹ in Lakhs)

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
Tax expenses recognised in the Statement of Profit and Loss		
Current Tax:		
Current tax on profits for the year	-	19.93
Deferred tax (Net)	17.83	85.03
Total income tax expenses	**17.83**	**104.96**

Reconciliation of tax expenses and the accounting profit.

The reconciliation between estimated income tax at statutory income tax rate into income tax expenses reported in Statement of Profit and Loss is given below:

(₹ in Lakhs)

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
Profit before income tax	84.18	410.60
Indian statutory income tax rate	26.00%	27.82%
Expected income tax expenses	21.89	114.23

The reconciliation between estimated income tax at statutory income tax rate into income tax expenses reported in Statement of Profit and Loss is given below: (Contd.)

(₹ in Lakhs)

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
Tax effect of adjustment to reconcile expected income tax Expenses to reported Income tax Expenses		
Tax impact of income not subject to tax	-	-
Tax effects of amounts which are not deductible for taxable income	5.74	0.12
Tax impact due to 43B of the Income tax Act, 1961	-	-
MAT credit adjustments	14.10	50.82
Others	(41.73)	(145.24)
	(21.89)	(94.30)
Total income tax expenses	**-**	**19.93**
Effective rate of tax (%)	-	4.85

Deferred Tax (Liabilities)

(₹ in Lakhs)

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
Property, Plant and Equipment	20.06	85.14
Others	-	-
Total deferred tax liabilities	**20.06**	**85.14**

Deferred Tax Assets

(₹ in Lakhs)

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
Provisions		
Others	2.23	0.11
Total deferred tax Assets	**2.23**	**0.11**
Net Deferred tax (Liabilities)/Assets	**17.83**	**85.03**

Movement in Deferred tax Liabilities/Assets

(₹ in Lakhs)

Particulars	Property, Plant and Equipment	Other Deferred Tax Liability	Provisions	Other Deferred Tax Assets	Deferred Tax Liabilities/ Asset (Net)
As at March 31, 2022	136.24	6.94	8.21	5.91	145.48
(Charged)/Credited to profit and Loss account	85.14	-	-	0.11	85.03
As at March 31, 2023	221.38	6.94	8.21	6.02	230.51
(Charged)/Credited to profit and Loss account	20.06	-	-	2.23	17.83
As at March 31, 2024	241.44	6.94	8.21	8.25	248.34

The Company offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

Significant management judgment is required in determining provision for income tax, deferred income tax assets and liabilities and recoverability of deferred income tax assets. The recoverability of deferred income tax assets is based on estimates of taxable income in which the relevant entity operates and the period over which deferred income tax assets will be recovered.

(₹ in Lakhs)

Tax Credits carried forward	As at March 31, 2024	Expiry date	As at March 31, 2023	Expiry date
2022-23	50.82	31.03.2038	50.82	31.03.2038
2023-24	14.10	31.03.2039	-	-

NOTE 42:

There are no Micro, Small and Medium Enterprises, to whom the Company owes dues (principal and/or interest), which are outstanding for more than 45 days as at the balance sheet date. During the year, there have been no payments made to Micro, Small and Medium Enterprises beyond 45 days. There were no amounts on account of interest due that were payable for the period where the principal has been paid but interest under the MSMED Act, 2006 not paid. Further, there were no amounts towards interest accrued that were remaining unpaid at the end of accounting year. Accordingly, there were no amounts due to further interest due and payable in the succeeding year.

The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company.

(₹ in Lakhs)

Information relating to the Micro, Small and Medium Enterprises	As at March 31, 2024	As at March 31, 2023
(a) The principal amount and the interest due thereon remaining unpaid to any supplier at the end of each accounting year: (i) Principal amount (ii) Interest	-	-
(b) The amount of interest paid by the buyer in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006 (27 of 2006), along with the amount of the payment made to the supplier beyond the appointed day during each accounting year;	-	-
(c) The amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006;	-	-
(d) The amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-
(e) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under Section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	-

NOTE 43: SEGMENT INFORMATION

Segment information in accordance with Ind AS 108, 'Operating Segments', segment information has been given in the Consolidated Financial Statements of Sah Polymers Limited and therefore, no separate disclosure on segment information is given in the Standalone Financial Statements.

NOTE 44:

The Company has elected not apply the Indian Accounting Standard (Ind AS) 116 - Leases to account for those leases where underlying assets is of low value.

NOTE 45:

Balances of banks, sundry debtors and trade payables, current liabilities etc. as on March 31, 2024 are subject to confirmation and reconciliation.

NOTE 46:

In the opinion of the Management, there is no impairment of assets in accordance with the Ind AS 36 as on the Balance Sheet date.

NOTE 47:

There are no amounts due to be credited to Investor Education and Protection Fund in accordance with Section 125 of the Companies Act, 2013 as at the year end.

NOTE 48:

There are no significant subsequent events that would require adjustments or disclosures in the financial statements as on the balance sheet date.

NOTE 49:

These financial statements were approved for issue with a resolution of the Board of Directors on May 03, 2024.

NOTE 50:

All amounts disclosed in the financial statements and notes have been rounded off to the nearest Lakhs and decimal thereof as per the requirements of Schedule III to the Companies Act, 2013, unless otherwise stated.

NOTE 51:

Previous year's figures have been reclassified/ regrouped wherever necessary to conform with the current Financial Statements.

NOTE 52:

No proceeding has been initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder.

NOTE 53:

The Company has borrowings from banks on the basis of security of current assets and the quarterly returns or statements of current assets filed by the Company with banks or financial institutions are in agreement with the books of accounts.

NOTE 54:

The Company is not a declared wilful defaulter by any bank or financial institution or other lender.

NOTE 55:

The Company has no transaction with companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of Companies Act, 1956.

NOTE 56:

There is no charges or satisfaction yet to be registered with ROC beyond the statutory period.

NOTE 57:

The Company has complied with the number of layers prescribed under clause (87) of Section 2 of the Companies Act, 2013 read with the Companies (Restriction on number of Layers) Rules, 2017.

NOTE 58: RATIOS

Particulars	Numerator/ Denominator	As at March 31, 2024	As at March 31, 2023	Explanation for any change in ratio by more than 25% as compared to previous year
(a) Current Ratio	Current assets/ Current Liabilities	2.16	2.90	Due to increase in current liabilities
(b) Debt Equity Ratio	Total Debt/ Shareholder's Equity	0.26	0.17	Low margin
(c) Debt Service Coverage Ratio	Earning available for debt service/Debt Service	1.43	3.01	Low margin and increase in debts

NOTE 58: RATIOS (Contd.)

Particulars	Numerator/ Denominator	As at March 31, 2024	As at March 31, 2023	Explanation for any change in ratio by more than 25% as compared to previous year
(d) Return on Equity Ratio	Net profit after taxes/Average Shareholder's equity	0.01	0.06	Low margin and increase in shareholders' equity
(e) Inventory Turnover Ratio	Sales/Average Inventory	5.14	5.61	Not required to comment
(f) Trade Receivables Turnover Ratio	Net credit sales/ Average accounts Receivable	6.45	7.24	Not required to comment
(g) Trade Payables Turnover Ratio	Net Credit purchase/ Average Trade Payables	8.84	7.48	Not required to comment
(h) Net Capital Turnover Ratio	Net Sales/Working capital	2.75	1.91	Increase in current assets
(i) Net Profit Ratio	Net profit/Net sales	0.01	0.04	Decrease in margin due to higher input cost
(j) Return on Capital Employed	Earning before interest and taxes/ Capital Employed	0.03	0.06	Decrease in margin due to higher input cost

NOTE 59:

No Scheme of Arrangement has been approved by the Competent Authority in terms of Sections 230 to 237 of the Companies Act, 2013.

NOTE 60: UTILISATION OF BORROWED FUNDS AND SHARE PREMIUM

(a) The Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other source or kind of funds) to any other person(s) or entity(is), including foreign entities (intermediaries) with the understanding (whether recorded in writing or otherwise) the the Intermediary (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (ultimate Beneficiaries) or (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

(b) The Company has not received any fund from any other person(s) or entity(ies), including foreign entities (intermediaries) with the understanding (whether recorded in writing or otherwise) that the Company shall (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party (ultimate Beneficiaries) or (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

NOTE 61:

There is no transaction not recorded in the books of account that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961. Further there is no previously unrecorded income and related assets requiring recording in the books of account during the year.

NOTE 62:

The Company has used the borrowings from banks for the specific purpose for which it was taken at the balance sheet date.

NOTE 63: CORPORATE SOCIAL RESPONSIBILITY (CSR)

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
(i) amount required to be spent by the Company during the year	7.25	4.91
(ii) amount of expenditure incurred	7.25	4.91
(iii) shortfall at the end of the year	-	-
(iv) total of previous years shortfall	-	-
(v) reasons for shortfall	Not Applicable	Not Applicable
(vi) nature of CSR activities		
(a) Construction/acquisition of any asset	-	-
(b) On purposes other than (a) above	-	-
Health	-	0.66
Education	7.25	4.25
	7.25	**4.91**

(vii) Details of related party transactions:
Out of (i) above, ₹ 7.25 Lakhs (Previous Year ₹ 4.25) contributed to SAT Foundation (formerly known as Taha Charitable Trust) which is related party.

(viii) The Company does not carry any provisions for corporate social responsibility expenses for the current year and the previous year.

NOTE 64:

The Company has done an assessment to identify Core Investment Company (CIC) [including CICs in the Group] as per the necessary guidelines of Reserve Bank of India [including Core Investment Companies (Reserve Bank) Directions, 2016]. The Company is not a CIC and no entities have been identified as CIC in the Group, of which Company is a part.

NOTE 65:

Revenue from contract with customers differ from the revenue as per contracted price due to factors such as taxes recovered, volume rebate, discounts, etc.

NOTE 66:

The Company has assets (equipment etc.) with a lease term of 12 months or less. The Company applies the 'short term lease' recognition exemption for these leases. The Company also has certain leases of assets of low value. The Company applies 'low values lease' recognition exemption for these leases.

NOTE 67:

The Company has neither long-term contracts nor derivatives as at March 31, 2024.

NOTE 68:

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

NOTE 69:

The Parliament of India has approved the Code on Social Security, 2020 (the Code) which may impact the contributions by the Company towards provident fund, gratuity and ESIC. The Ministry of Labour and Employment has released draft rules for the Code on November 13, 2020. Final rules are yet to be notified. The Company will assess the impact of the Code when it comes into effect and will record related impact, if any.

NOTE 70:

Disclosures pursuant to Section 186(4) of the Companies Act, 2013:

(i) for guarantee refer to note 36. Guarantee has been utilised by the recipient for business.

(ii) No security has been provided.

(iii) Details of the loans provided during the year are as under:

Name of the borrower	Amount given during the year (₹ in Lakhs)	Tenure	Rate of interest	Utilised
Fibcorp Polyweave Private Limited	312.00 (345)	Repayable on demand	12% per annum	Business

*figures in bracket represents previous year's figures.

NOTE 71:

Loans Disclosures pursuant to the Regulation 34(3) read with para A of Schedule V to the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Section 186(4) of the Companies Act, 2013.

(₹ in Lakhs)

Particulars	Purpose	Amount outstanding as at March 31, 2024	Maximum Balance during the year
Subsidiary			
Fibcorp Polyweave Private Limited	Working capital and operational purpose	263	345

Notes:

Loans given to employees as per the policy of the Company are not considered.

The loanees did not hold any shares in the share capital of the Company.

NOTE 72:

Maintenance of Books of account under Section 128 of the Companies Act, 2013. The Company has defined process to take daily back-up of books of account maintained electronically and complied with the provisions of The Companies (Accounts) Rules, 2014 (as amended).

NOTE 73:

Offsetting financial assets and liabilities

The Company has not offset any financial asset and financial liability. It offsets a financial asset and a financial liability when it currently has a legal enforceable right to set-off the recognised amounts and it intends either to settle on a Net basis, or to realise the asset and settle the liability simultaneously.

Collateral against borrowings

The Company has hypothecated | mortgaged assets as collateral against a number of its sanctioned line of credit (Refer Note 18 & 20) for further information on assets hypothecated | mortgaged as security). In case of default as per borrowing arrangement, such collateral can be adjusted against the amounts due.

NOTE 74:

During the financial year 2022-2023, the Company raised ₹ 6,630 Lakhs by way of the initial public offer. Details of amount utilised out of the un-utilised amount during the year are as under:

(₹ in Lakhs)

Nature of the fund raised	Purpose for which funds were raised	Opening un-utilized balance	Amount utilized for the purpose during the year	Unutilized balance as at Balance sheet date	Remark
Initial Public Offer	Setting up of a new manufacturing facility to manufacture new variant of Flexible Intermediate Bulk Containers (FIBC)	405.02	-	405.02	Project is over. No further amount is to be incurred
	General corporate purposes	1,250.47	579.32	671.15	-
	Issue related expenses	10.01	-	10.01	No amount is outstanding and payable

Pending utilisation, the Company has temporarily invested the unutilised amount as on March 31, 2024, in fixed deposits with the scheduled commercial bank.

NOTE 75: DIVIDEND ON EQUITY SHARES

Dividend on equity shares declared and paid during the year:

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Final dividend of ₹ 0.50 per share for the year 2022-23 (2021-22 - ₹ NIL)	128.98	-
Total	**128.98**	**-**

Note:

The Company declares and pays dividend in Indian rupees. Companies are required to pay | distribute dividend after deducting applicable withholding income taxes. The remittance of dividends outside India is governed by Indian law on foreign exchange and is also subject to withholding tax at applicable rates.

As per our Audit report of even date attached.

For and on behalf of

H.R. JAIN & CO.,
Chartered Accountants
FRN: 000262C

Manoj Jain
Partner
M. No.: 400459

Place: Udaipur
Date: May 03, 2024

For and on behalf of the Board

Hakim Sadiq Ali Tidiwala
Whole-Time Director
DIN: 00119156

Murtaza Ali Moti
Whole-Time Director
DIN: 07876224

Lalit Kumar Bolia
Chief Financial Officer

Runel Saxena
Company Secretary
M. No.: A28022

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