


KANCHI KARPOORAM LIMITED

(Manufacturer of Camphor & Allied Products)

ISO 9001 : 2015 Certified Company - CIN:L30006 TN1992 PLC022109

CHENNAI OFFICE : No.1, Barnaby Avenue, Barnaby Road, Kilpauk, Chennai - 600 010. INDIA.

Tel. : 2640 1914 / 15 / 16 / 17

E-mail : info@kkggroup.in Website : www.kkggroup.in



Ref: KKL/SE/2022-23

18.08.2022

To,
BSE Ltd
25th Floor, P.J.Tower,
Dalal Street, Mumbai – 400 001

Dear Sir/Madam

Sub: Notice & Annual Report 2021-22 for the 29th Annual General Meeting

Ref: Scrip ID – KANCHI, Scrip Code – 538896

The 29th Annual General Meeting ("AGM") of the Company will be held on Friday, September 09th, 2022 at 11.00 a.m. through Video Conferencing / Other Audio Video Means in accordance with the relevant circulars issued by the Ministry of Corporate Affairs ("MCA") and Securities and Exchange Board of India ("SEBI"). In this regard, please find enclosed herewith the Notice of 29th Annual General Meeting along with the Annual Report for financial year 2021-22.

Kindly take the above on record.

Thanking you,

Yours faithfully,

For Kanchi Karpooram Limited

J. R. Vishnu Varthan
Company Secretary



KANCHI KARPOORAM LIMITED

**TWENTY NINTH
ANNUAL REPORT
2021-2022**



KANCHI KARPOORAM LIMITED

BOARD OF DIRECTORS

Mr. Suresh V Shah, Managing Director
Mr. Dipesh S Jain, Joint Managing Director
Mr. Arun V Shah, Whole-time Director
Mr. S. Srinivasan, Chairman, Non Executive & Independent Director
Mr. R Kannan, Non Executive & Independent Director
Mr. K.Venkateswaran, Non Executive & Independent Director
Mrs .Pushpa S Jain, Non Executive Director

CHIEF FINANCIAL OFFICER

Mr. Surendra Kumar Shah

COMPANY SECRETARY

Mr. J. R. Vishnu Varthann

AUDITORS

M/s. P. Chandrasekar, LLP

Chartered Accountants
No. 18, 1st Floor, Flat No. 5, Balaiah Avenue,
Luz, Mylapore, Chennai – 600 004.

SECRETARIAL AUDITOR

Mr. Lovelish Lodha

Practicing Company Secretary
No.31, “Matashree Nivas”, AP Road,
1st Lane, Choolai, Chennai - 600112

BANKERS

1. Citi Bank, N.A.,
No. 163 Anna Salai,
Second Floor, Chennai - 600002.
2. State Bank of India,
Kilpauk Garden Branch,
27/14, Landons Road, Kilpauk
Chennai - 600010
3. Bank of India,
Chennai Overseas Branch, “Star House” III Floor,
30 (Old No. 17), Errabalu Street,
Chennai – 600 001.

REGISTERED OFFICE OF THE COMPANY AND FACTORY

Parandur Road, Enathur Village,
Karaipettai Post, Kanchipuram, 631552,
Tamil Nadu, India

REGISTRAR AND SHARE TRANSFER AGENT

M/s. Cameo Corporate Services Ltd.
“Subramanian Building”
No.1, Club House Road, Chennai, 600002, Tamilnadu, India.
E-Mail Id: investor@cameoindia.com



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**NOTICE TO SHAREHOLDERS**

Notice is hereby given that the 29th Annual General Meeting of the members of Kanchi Karpooram Limited will be held on Friday, 09th September, 2022 at 11.00 a.m. through Video Conference (VC)/ Other Audio Visual Means (OAVM), to transact the following business:

Ordinary Business:

1. To receive, consider and adopt the Standalone Audited Financial Statements of the Company for the financial year ended 31st March 2022 together with the Reports of the Board of Directors and Auditors thereon.
2. To declare a final dividend of Rs. 2.50 per equity share for the year ended 31st March 2022.
3. To appoint a director in the place of Mrs. Pushpa S Jain (DIN: 06939054) who retires by rotation and being eligible, offer herself for re-appointment.
4. To consider and, if thought fit, to pass the following resolution as an Ordinary Resolution:
“RESOLVED THAT pursuant to the provisions of Sections 139, 142 and other applicable provisions, if any, of the Companies Act, 2013, and the Companies (Audit and Auditors) Rules, 2014, as amended from time to time, P. Chandrasekar LLP, Chartered Accountants (Firm Registration No.000580S/S200066) be and is hereby re-appointed as Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting (“AGM”) till the conclusion of the thirty-fourth AGM to be held in the year 2027, at such remuneration, as may be mutually agreed between the Board of Directors of the Company and the Statutory Auditors.”

Special Business:

5. To consider and, if thought fit, to pass the following resolution as an Ordinary Resolution:
“RESOLVED THAT pursuant to Section 148(3) and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to M/s. N. Sivashankaran & Co., Cost Accountants (FIRM REG NO.100662) who was appointed as Cost Auditors by the Board of Directors to audit the cost records of the Company for the FY 2022-23, amounting to Rs. 60,000/- per annum plus applicable Goods and Service Tax and out-of-pocket expenses incurred in Connection with the aforesaid audit, be and is hereby ratified and confirmed.
6. To consider, and if thought fit, to pass, with or without modification(s), the following resolution as a Special Resolution:
“RESOLVED THAT pursuant to the provisions of Section 13 of the Companies Act, 2013 (“the Act”) including any modification or re-enactment thereof and other applicable provisions thereof the Main Object clause of the Memorandum of Association of the Company be and is hereby altered and amended as follows:
 - i. The existing Clause III B containing the “Objects Incidental or Ancillary to the attainment of Main Objects” sub-clause no. 1 to 24 be merged with existing clause III C containing the “Other Objects” sub clause no. 25 to 28 and named as Clause III (B) “Matters which are necessary for furtherance of the Objects specified in Clause III (A).
 - ii. New sub clauses no 29 to 31 as mentioned in the explanatory statement be included in Clause III (B) “Matters which are necessary for furtherance of the Objects specified in Clause III (A)”.“RESOLVED FURTHER THAT the Board of Directors or Company Secretary of the Company be and is hereby authorised to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

For & On Behalf of the Board

For **KANCHI KARPOORAM LIMITED**Place: Chennai
Date: 08.07.2022**Dipesh S Jain**
(DIN: 01659930)
Managing Director**Suresh V Shah**
(DIN: 01659809)
Managing Director

**NOTES**

1. Being this AGM scheduled to be held through VC/ OAVM in pursuant to MCA Circular No. 14/2020 dated April 08, 2020, hence the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members of body corporate can attend the AGM through VC/OAVM and cast their votes through e-voting.
2. The Explanatory Statement pursuant to Section 102 (1) of the Companies Act, 2013 relating to the Special Business set out in the Notice is annexed hereto.
3. In terms of Section 152 of the Companies Act, 2013, Mrs. Pushpa S Jain (DIN: 06939054) Director of the Company, retires by rotation at the meeting and being eligible, offers herself for re-appointment. A brief resume of the directors proposed to be appointed / re-appointed, nature of her expertise in specific functional areas, names of companies in which she holds directorships and memberships / chairmanships of Board Committees, shareholding and relationships between directors inter se as stipulated under Regulation 36(3) of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, and Clause 1.2.5 of Secretarial Standards-2 on General Meetings, are provided in the annexure to the notice.
4. The Register of Members and Share Transfer Books of the Company will remain closed from the 03rd September, 2022, Saturday to 09th September, 2022, Friday (both days inclusive) for determining the names of members eligible for dividend on Equity Shares, if declared at the meeting.
5. If Dividend as recommended by the Board of Directors is approved at the AGM, the payment of dividend will be made on/before 08th October, 2022 to those members whose names shall appear on the Company's register of members on the closure of business hour on 02nd September, 2022 as under:
 - a) In respect of share held in dematerialized form, the dividend will be paid to members whose names are furnished by National Securities Depository Limited and Central Depository Services (India) Limited as beneficial owners as on that day.
 - b) In respect of share held in physical form, the dividend will be paid to members whose names are furnished after giving effect to valid transfers in respect of transfer request lodged with the company on or before the closure of business hour as on that day.
6. Members holding shares in electronic form may note that bank particulars registered against their respective depository accounts will be used by the Company for payment of dividend. The Company or its Registrars and Transfer Agents (RTA), M/s Cameo Corporate Services Limited ("Cameo") cannot act on any request received directly from the members holding shares in electronic form for any change of bank particulars or bank mandates. Such changes are to be advised only to the Depository Participant by the members.
7. Members holding shares in electronic form are requested to intimate immediately any change in their address or bank mandates to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in Physical form are requested to advise any change in their address or bank mandates immediately to the Company/ Cameo.
8. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in the Securities Market. Members holding shares in electronic form are, therefore requested to submit their PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN to the Company/ Cameo.
9. Pursuant to the provision of Companies Act the dividend which remained unclaimed for a period of Seven (7) years from the date of transfer to the unpaid dividend account is required to be transferred to the "Investor Education Protection Fund" (IEPF) account established by the Central Government along with the shares in respect of which unpaid or unclaimed dividend has been transferred to IEPF account. Pursuant to the provisions of Investor Education Protection Fund (uploading of information regarding unpaid and unclaimed amounts lying with the Companies) Rules, 2012, the Company has uploaded the details of unpaid and unclaimed amounts lying with the Company on the website of the Company (www.kkgroup.in), as also on the website of Ministry of Corporate Affairs.
10. Pursuant to Finance Act, 2020, dividend income will be taxable in the hands of the shareholders w.e.f. 1st April 2020 and the Company is required to deduct tax at source ("TDS") from dividend paid to the Members at rates



prescribed in the Income Tax Act, 1961 ("the IT Act"). In general, to enable compliance with TDS requirements, Members are requested to complete and / or update their Residential Status, PAN, Category as per the IT Act with their Depository Participants or in case shares are held in physical form, with the Company by sending email to the Company's RTA email address investor@cameoindia.com / cameo@cameoindia.com.

11. Members holding shares in single name and physical form are advised to make nomination in respect of their shareholding in the Company. Members desirous of making nominations may procure the prescribed form from the Company/Cameo.
12. Members who hold shares in physical form in multiple folios in identical names or joint holding in the same order of names are requested to send the share certificates to Company/RTA, for consolidation into a single folio.
13. Non-Resident Indian Members are requested to inform RTA, immediately of:
 - a) Change in their residential status on return to India for permanent settlement.
 - b) Particulars of their bank account maintained in India with complete name, branch, account type, account number and address of the bank with pin code number, PAN if not furnished earlier.
14. Members who have not registered their e-mail addresses so far are requested to register their e-mail address for receiving all communication including Annual Report, Notices, Circulars, etc from the Company electronically.
15. Members may also note that the Notice of the 29th AGM and the Annual Report for FY 2021-22 will be available on the Company's website www.kklgroup.in for their download and also on the website of Central Depository Services (India) Limited viz. www.evotingindia.com.
16. Share transfer documents and all correspondence relating thereto, should be addressed to the Registrars and Share Transfer Agents of the Company M/s. Cameo Corporate Services Ltd. "Subramanian Building" No.1, Club House Road, Chennai, 600002, Tel : Phone No.044-28460390 - 94, Email Id: investor@cameoindia.com / cameo@cameoindia.com
17. The cut-off date for the purpose of remote e-voting and voting at the AGM shall be 02nd September, 2022.

CDSL e-Voting System – For e-voting and Joining Virtual meetings.

1. As you are aware, in view of the situation arising due to COVID-19 global pandemic, the general meetings of the companies shall be conducted as per the guidelines issued by the Ministry of Corporate Affairs (MCA) vide Circular No. 14/2020 dated April 8, 2020, Circular No.17/2020 dated April 13, 2020 and Circular No. 20/2020 dated May 05, 2020. The forthcoming AGM will thus be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM/EGM through VC/OAVM.
2. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.
3. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to atleast 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
4. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.



5. Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, , the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM through VC/OAVM and cast their votes through e-voting.
6. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at www.kklgroup.in. The Notice can also be accessed from the websites BSE Limited at www.bseindia.com. The AGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM) i.e.www.evotingindia.com.
7. The AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 8, 2020 and MCA Circular No. 17/2020 dated April 13, 2020 and MCA Circular No. 20/2020 dated May 05, 2020.
8. In continuation of this Ministry's General Circular No. 20/2020, dated 05th May, 2020 and after due examination, it has been decided to allow companies whose AGMs were due to be held in the year 2020, or become due in the year 2021, to conduct their AGMs on or before 31.12.2021, in accordance with the requirements provided in paragraphs 3 and 4 of the General Circular No. 20/2020 as per MCA circular no. 02/2021 dated January,13,2021.

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

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

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

- (i) The voting period begins on 06th September 2022 at 09.00 AM and ends on 08th September 2022 at 05.00 PM. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 02nd September 2022 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

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

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

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

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



Pursuant to abovesaid SEBI Circular, Login method for e-Voting and joining virtual meetings for **Individual shareholders holding securities in Demat mode CDSL/NSDL** is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL Depository	<ol style="list-style-type: none">1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi.2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the e voting is in progress as per the information provided by company. On clicking the e voting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly.3) If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from an e-Voting link available on www.cdslindia.com home page or click on https://evoting.cdslindia.com/Evoting/EvotingLogin. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the e voting is in progress and also able to directly access the system of all e-Voting Service Providers.
Individual Shareholders holding securities in demat mode with NSDL Depository	<ol style="list-style-type: none">1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsd.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under "IDeAS" section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsd.com. Select "Register Online for IDeAS" Portal or click at https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsd.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.



Individual Shareholders (holding securities in demat mode) login through their Depository Participants (DP)	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
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Important note:

Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at above mentioned website.

Help desk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL

Login type	Help desk details
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 22 55 33
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30

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

- (v) Login method for e-Voting and joining virtual meetings for Physical shareholders and shareholders other than individual holding in Demat form.
- 1) The shareholders should log on to the e-voting website www.evotingindia.com.
 - 2) Click on "Shareholders" module.
 - 3) Now enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
 - 4) Next enter the Image Verification as displayed and Click on Login.
 - 5) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.



6) If you are a first-time user follow the steps given below:

	For Physical shareholders and other than individual shareholders holding shares in Demat.
PAN	Enter your 10digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none">Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. <ul style="list-style-type: none">If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field.

- (vi) After entering these details appropriately, click on “SUBMIT” tab.
- (vii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (viii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (ix) Click on the EVSN for the relevant “Kanchi Karpooram Limited” on which you choose to vote.
- (x) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xi) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- (xii) After selecting the resolution, you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- (xiii) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- (xiv) You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
- (xv) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xvi) There is also an optional provision to upload BR/POA if any uploaded, which will be made available to scrutinizer for verification.
- (xvii) Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.
- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the “Corporates” module.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.



- The list of accounts linked in the login will be mapped automatically & can be delink in case of any wrong mapping.
- It is Mandatory that, a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required mandatorily to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; secretarial@kklgroup.in, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

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

1. The procedure for attending meeting & e-Voting on the day of the AGM is same as the instructions mentioned above for e-voting.
2. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-voting.
3. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.
4. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.
5. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
7. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance atleast 7 (Seven) days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at secretarial@kklgroup.in. The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance 7 (Seven) days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at secretarial@kklgroup.in. These queries will be replied to by the company suitably by email.
8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
9. Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.
10. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders may be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.



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

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to Company/RTA email id.
2. For Demat shareholders -, Please update your email id & mobile no. with your respective Depository Participant (DP)
3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 22 55 33

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, MarathonFuturex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call toll free no. 1800 22 55 33.

For & On Behalf of the Board

For **KANCHI KARPOORAM LIMITED**

Place: Chennai
Date: 08.07.2022

Dipesh S Jain
(DIN: 01659930)
Managing Director

Suresh V Shah
(DIN: 01659809)
Managing Director

**INFORMATION ON DIRECTOR RECOMMENDED FOR APPOINTMENT / REAPPOINTMENT****1. Mrs. PUSHPA S JAIN (DIN: 06939054)**

Mrs. Pushpa S Jain (64) assumed charge as the Non-Executive (Women) Director of the Company with effect from 10.09.2014.

Mrs. Pushpa S Jain has been associated with the Company through her husband Mr. Suresh Shah, Managing Director of the Company. She is having vast experience and knowledge in business which will be of immense helpful to the Company. Apart from that she has been continuously engaging in promoting various charitable activities. A brief detail of Mrs. Pushpa S Jain is as follows::

Name	Pushpa S Jain
Date of Birth	07.09.1958
DIN	06939054
Nationality	Indian
Relationship with Other Director	Wife of Mr.Suresh Shah
Date of Appointment on Board	10.09.2014
Qualification	Matric
Expertise in Area	Engaging in Social Services
No. of Shares held	4,09,030
List of Directorships held in other Companies	Nil
Chairmanship(s) / Membership(s) of Board Committees in Other Companies	Nil

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT 2013:**Item No.5:**

Pursuant to Section 148 of the Companies Act, 2013 and Rule 14 of the Companies (Audit and Auditors) Rules, 2014, the Company is required to appoint a cost auditor to audit the cost records for the applicable products of the Company. As per the said Rules, remuneration payable to the Cost Auditors is required to be ratified by the members of the Company in the general meeting. The Board of Directors at its meeting held on 27th May 2022, had considered and approved the appointment of M/s. N. Sivashankaran & Co., Cost Accountants, (Firm Reg No. 100662) as the Cost Auditors of the Company for the FY 2022-23 on a remuneration of Rs. 60,000/- (Rs. Sixty Thousand Only) per annum plus applicable Goods & Service tax and out of pocket expenses that may be incurred.

Copies of relevant resolution of the Board of Directors are available for inspection of the members on any working day of the Company between 2.00 p.m. and 4.00 p.m. at the Registered office of the Company. The Board of directors accordingly recommends the resolutions set out in Item No. 5 of the accompanying Notice for the approval of members.

**Item No. 6:**

The Companies Act, 2013, has prescribed a new format of Memorandum of Association (“MOA”) for public companies limited by shares. Accordingly, with a view to align the existing MOA of the Company with Table A of the Schedule I of the Act and in accordance with Section 4 and 13 of the Act, it is proposed to alter the MOA of the Company by merging appropriate and relevant Objects under Clause III (C) – ‘Other Objects’ with Clause III (B) – ‘Objects Incidental or Ancillary to the attainment of the Main Objects’ and also to rename Clause III (B) of the Object Clause as MATTERS WHICH ARE NECESSARY FOR FURTHERANCE OF THE OBJECTS SPECIFIED IN CLAUSE III (A) are: and numbering appropriately. This will result in the existing clause III (C) – Other objects of the Memorandum of Association of the Company to be deleted in its entirety.

Your Board has to consider from time to time proposals for diversification into areas which would be profitable for the Company as part of diversification Plans. For this purpose, the Clause III (B) of the Object Clause of the Company, which is presently restricted in scope, requires to be comprehensive to cover Real Estate business to enable your Company to consider embarking upon new projects and activities. The following sub clauses to be included in the Clause III (B) of the Objects Clause of the Memorandum of Association.

Sub Clause No.	Description
29	To purchase land, plot(s) of land or immovable property or any right or interest therein either singly or jointly or in Partnership with any person(s) or Body corporate or partnership Firm and to develop and construct thereon residential, commercial complex or complex(es) either singly or jointly or in partnership as aforesaid, comprising offices for sale or self use or for earning rental income thereon by letting out individual units comprised in such building(s).
30	To purchase movable or immovable properties including industrial, commercial, residential, or farm lands, plots, buildings, houses, apartments, flats or areas within or outside the limits of Municipal Corporation or other local bodies, anywhere within the Domain of India, to divide the same into suitable plots, and to rent or sell the plots for building/constructing residential houses, bungalows, business premises, and colonies and rent or sell the same and realize cost in lumpsum or easy installments or by hire purchase system and otherwise.
31	To purchase for resale and to trade in land and house and other immoveable property of any tenure and any interest therein, and to create, sell and deal in freehold and leasehold ground rents, and to deal in trade by way of sale, or otherwise with land and house property and any other immovable property whether real or personal.

The Board at its meeting held on 08th July 2022 has approved alteration of the MOA of the Company and the Board now seek Members approval for the same by way of Special Resolution.

Copy of the draft Memorandum of Association of the Company would be available for inspection by the members at the Registered Office of the Company on any working day between 2 P.M. to 4 P.M. up to and including the date of AGM.

None of the Directors or Key Managerial Personnel of the Company and/or their relatives is concerned or interested, financially or otherwise, in the resolution set out at Item No. 6 of the Notice.



DIRECTOR'S REPORT

Dear Members,

Your Directors are pleased to present the Twenty Ninth Annual Report on the business and operations of the Company together with the Audited Financial Statements for the year ended 31st March, 2022.

FINANCIAL RESULTS

The Company's financial performance for the year ended 31st March 2022 is summarized below. Segment wise reporting as per Indian Accounting Standards Ind AS-108 is not applicable to your Company, since your Company is engaged in the activity of single segment only.

Particulars	Year ended 31.03.2022 (Rs. in Lakhs)	Year ended 31.03.2021 (Rs. in Lakhs)
Revenue from operations	25,105.66	18,411.05
Other income	246.22	251.33
Total Income from operations	25,351.88	18,662.38
Cost of Material Consumed	17,278.89	8,841.92
Depreciation and amortization expenses	231.27	136.00
Finance Cost	85.67	31.09
Other Expenses	1,499.58	999.74
Profit / Loss Before tax	4,261.10	8,214.43
Tax Expense	1,193.09	1,945.34
Total Comprehensive Income, Net of Tax	3,068.01	6,269.09
Earnings per share		
Basic	70.63	144.03
Diluted	70.63	143.77

FINANCIAL PERFORMANCE

The Gross Revenue from operations for FY 2021-2022 was at Rs. 25,351.88 Lakhs (Previous Year Rs. 18,662.38 Lakhs/-), registering an increase of 35.84%.

The Company earned a Profit after tax of Rs. 3,068.01 Lakhs as against Rs. 6,269.09 Lakhs for the previous year, thereby registering a decline of 51.06 %.

Due to decrease in the profit, the Earning per share (EPS) decreased from Rs. 144.03 in the previous year to Rs. 70.63 in the year under review.

The net worth of your Company increased to Rs. 18500.18 lakh at the end of the FY 2022 from Rs. 15605.93 lakh at the end of FY 2021, thereby registering a growth of 18.55%.

EXTRACT OF ANNUAL RETURN

In accordance with Section 92(3) read with Section 134(3)(a) of the Act, the Annual Return as on March 31, 2022, is available on the website of the Company at http://www.kklgroup.in/investor_info.php

**DIVIDEND AND TRANSFER TO RESERVES IN TERMS OF SECTION 134 (3) (J) & (k) OF THE COMPANIES ACT, 2013**

Your Directors recommend a final dividend of Rs. 2.5 (25%) per fully paid up equity share of the face value of Rs. 10 per share. Payment of Dividend is subject to the approval of Shareholders at the ensuing Annual General Meeting. Your Directors do not propose to transfer any amount to reserves for the FY ended 31st March, 2022.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(5) of the Companies Act, 2013, the Board of Directors, to the best of their knowledge and ability confirm that:

- i. in the preparation of the annual accounts, the applicable accounting standards have been followed and there are no material departures;
- ii. the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March 2022 and of the profit of the Company for the year ended on that date;
- iii. the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv. the Directors have prepared the annual accounts on a going concern basis;
- v. the Directors have laid down internal financial controls to be followed by the Company and such internal financial controls are adequate and operating effectively;
- vi. the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

SHARE CAPITAL

The Authorized Share Capital of the Company is Rs. 7,00,00,000/- (Rupees Seven Crores only) divided into 70,00,000 (Seventy lakhs) equity shares of Rs. 10 each.

The Issued, Subscribed and Paid Up Capital of the Company as on 31st March 2022 was Rs. 4,34,38,910/-

During the year under review, the company has not issued shares with differential voting rights nor has granted any stock options or sweat equity.

INFORMATION ABOUT HOLDING / SUBSIDIARY/ JV/ ASSOCIATE COMPANY

The Company does not have any Holding, Subsidiary, Joint venture or Associate Company as on 31st March 2022.

DIRECTORS

The Board of Directors of the company comprises of Two Managing Director, One Whole-time Director who are the Promoters of the company and Four Non-Executive Directors, including Three Independent Directors. The Company also has One Women Director who is Non Executive. The composition of the Board of Directors is in compliance with Section 149 of the Companies Act, 2013.

The Company has received necessary declarations from the Independent Directors under section 149(7) of the Companies Act, 2013 stating that they meet the criteria of independence as specified in Section 149(6) of the Companies Act, 2013 and as per Regulation of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015. The Company has set Familiarization programme for Independent Directors with regard to their roles, rights, responsibilities in the Company, nature of the industry in which the Company operates, the business model of the Company etc. The details of which are available on the website of the Company www.kkigroup.in

In accordance with the provisions of Section 152 of the Companies Act, 2013 and the Company's Articles of Association, Mrs. Pushpa S Jain (DIN:06939054), Non Executive Director retires by rotation at the forthcoming Annual General Meeting and, being eligible, offers herself for re-appointment. The Board recommends her reappointment for the consideration of the Members of the Company at the ensuing Annual General Meeting.

**NUMBER OF MEETINGS OF THE BOARD**

During the year 2021-22, Seven (07) Board Meetings were held, the details of which are given in the Corporate Governance Report.

KEY MANAGERIAL PERSONNEL

During the year under review Mr. K. C. Radhakrishnan, Chief Financial Officer of the Company retired on 30th April 2021. Your board placed its appreciation for his long standing services. Pursuant to the recommendation of Nomination and Remuneration Committee and Audit Committee, the Board of Directors of the Company at its meeting held on 28th April, 2021, has appointed Mr. Surendra Kumar Shah as Chief Financial Officer and Whole Time Key Managerial Personnel of the Company in terms of Section 203 of the Companies Act, 2013, with effect from 01st May 2021.

The following are the Key Managerial Personnel of the Company as on 31st March 2022:

- a) Mr. Suresh Shah (DIN: 01659809) Managing Director
- b) Mr. Dipesh S Jain (DIN: 01659930), Joint Managing Director
- c) Mr. Arun V Shah (DIN: 01744884), Whole Time Director
- d) Mr. Surendra Kumar Shah, Chief Financial Officer
- e) Mr. J. R. Vishnu Varthan, Company Secretary

COMMITTEES OF THE BOARD

The Board of Directors has the following Committees:

1. Audit Committee
2. Nomination and Remuneration Committee
3. Stakeholders' Relationship Committee
4. CSR Committee

The details of the Committees along with their composition, number of meetings and attendance at the meetings are provided in the Corporate Governance Report.

AUDITORS**(a) STATUTORY AUDITOR**

At the Twenty Fourth Annual General Meeting (AGM) held on 28th September 2017 the Members approved appointment of M/s. P. Chandrasekar, LLP, Chartered Accountants (Firm Registration Number: 000580S/S200066) as Statutory Auditors of the Company to hold office for a period of five years which ends at the conclusion of AGM for the FY 2021-22.

The Company has received an eligibility letter from M/s. P. Chandrasekar, LLP, Chartered Accountants in line with the requirement under Section 139 of the Companies Act, 2013. The Audit Committee and the Board of Directors recommend the appointment of M/s. P. Chandrasekar, LLP, Chartered Accountants as Statutory Auditors of the Company for a period of five years from the financial year 2022-23 till 2026-27 on such remuneration as may be determined agreed by the Board of Directors in consultation with the Statutory Auditors.

There are no qualifications or adverse remarks in the Statutory Audit Report which require any explanation from the Board of Directors.

(b) COST AUDITOR

Pursuant to the provisions of Section 148(2) of the Companies Act, 2013 read with the Companies (Cost Records and Audit), Amendment Rules 2014, Board had appointed M/s. N. Sivashankaran & Co, Cost Accountants as cost auditors to conduct the audit of Cost accounting records for the FY 2021-22.



The Board has re-appointed M/s. N. Sivashankaran & Co, Cost Accountants to conduct the audit of the cost accounting records of the Company for the FY 2022-23 at a remuneration of Rs.60,000/- plus Service Tax & re-imbusement of out-of-pocket expenses. The remuneration is subject to the ratification of the Members in terms of Section 148 read with Rule 14 of the Companies (Audit and Auditors) Rules, 2014 and is accordingly placed for your ratification.

(c) SECRETARIAL AUDIT

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and rules made there under, the Company has appointed Mr. Lovelish Lodha N, Practicing Company Secretary to undertake the Secretarial Audit of the Company. The Secretarial Audit Report is annexed as Annexure-7 to this Report.

The Secretarial Audit Report does not contain any qualification, reservation or adverse remark.

(d) INTERNAL AUDITOR

Pursuant to the provisions of Section 138 of the Companies Act, 2013 and rules made there under, the Company has appointed M/s. R. Subramanian and Co., LLP, Chartered Accountants to undertake the Internal Audit of the Company.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

During the year under review, the Company did not provide any loans, guarantees or made any investments u/s 186 of the Companies Act 2013.

PARTICULARS OF CONTRACTS AND ARRANGEMENTS WITH RELATED PARTIES

All transactions entered with Related Parties for the year under review were on arm's length basis

All related party transactions are placed before the Audit Committee for approval. Details of the transactions are provided in form AOC-2 in terms of Section 134 of the Companies Act, 2013 is appended as Annexure-2 to this Report.

As required under Regulation 23(1) of the SEBI Listing Regulations, the Company has formulated a policy on dealing with Related Party Transactions. The policy on dealing with Related Party Transactions as approved by the Board is uploaded on the Company's website www.kklgroup.in and the weblink thereto is:

<http://kklgroup.in/admin/pdfupload/Related%20Party%20Transactions%20Policy.pdf>

CODE OF CONDUCT FOR PREVENTION OF INSIDER TRADING

The Company has a policy viz., "Code of Conduct for prevention of Insider Trading" and the same has been posted on its website <http://www.kklgroup.in/>.

MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There were no material changes and commitments affecting the financial position of the Company between the end of the financial year (31st March 2022) and the date of the report.

SECRETARIAL STANDARDS

Your Directors state that applicable Secretarial Standards i.e. SS-1 and SS-2, relating to 'Meetings of the Board of Directors' and 'General Meetings', respectively, have been duly followed by the Company.

CORPORATE SOCIAL RESPONSIBILITY

The Company does meet the provisions laid down in Section 135 of the Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rules, 2014 hence the Company has constituted a Corporate Social Responsibility Committee. The CSR Report for the Financial Year 2021-22 is annexed to this report as Annexure 4. The composition of CSR Committee and the details of the ongoing CSR projects/ programs/activities are included in the CSR report/section. The CSR policy is uploaded on the Company's website at the web link: <http://www.kklgroup.in/admin/pdfupload/csr%20policy.pdf>

**DEPOSITS FROM PUBLIC**

During the year under review, your company did not accept any deposits within the meaning of provisions of Chapter V, Acceptance of Deposits by the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014.

INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY

Your Company has internal control system which includes financial control commensurate with the size, scale and complexity of company's operations and also ensures that the Company's assets are well protected. The internal audit evaluates the efficacy and adequacy of internal control system in the Company, its compliance with accounting procedures and policies of the Company. The Audit Committee of the Board of Directors actively reviews the adequacy and effectiveness of the internal control systems and suggests improvements to strengthen the same.

CORPORATE GOVERNANCE

The Company is not only committed to maintain the standards of Corporate Governance set out by SEBI but also morally committed to its members. As per Regulation 34 (3) read with Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, a separate section on corporate governance practices followed by the Company, together with a certificate from the Company's Secretarial Auditors confirming compliance forms an integral part of this Report.

COST RECORDS

Your Company is maintaining cost records and reports in pursuant to the Companies (Cost Records and Audit) Rules, 2014, as amended prescribed by the Central Government under sub – section (1) of Section 148 of the Companies Act, 2013.

VIGIL MECHANISM / WHISTLE BLOWER POLICY

The Company has a Whistle Blower Policy to report genuine concerns or grievances. Your company hereby affirms that no complaints were received during the year.

The Vigil Mechanism may be accessed on the Company's website at [www.kklgroup.in](http://www.kklgroup.in/admin/pdfupload/whistle%20blower%20Policy.pdf) at the link: <http://kklgroup.in/admin/pdfupload/whistle%20blower%20Policy.pdf>

BOARD EVALUATION

Pursuant to the provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 a structured questionnaire was prepared after taking into consideration the various aspects of the Board's functioning, composition of the Board and its Committees, culture, execution and performance of specific duties, obligations and governance. The performance evaluation of the Independent Directors was completed. The performance evaluation of the Managing Director and the Non-Independent Directors was carried out by the Independent Directors. The Board of Directors expressed their satisfaction with the evaluation process.

The criteria for performance evaluation have been detailed in the Corporate Governance Report.

REMUNERATION AND NOMINATION POLICY

The Board of Directors has framed a policy which lays down a framework in relation to remuneration of Directors, Key Managerial Personnel and Senior Management of the Company and the policy is available in the Company's website <http://kklgroup.in/admin/pdfupload/Remuneration%20policy.pdf>. This policy also lays down criteria for selection and appointment of Board Members. The details of this policy are explained in the Corporate Governance Report.

MANAGEMENT DISCUSSION AND ANALYSIS

The Management Discussion and Analysis Report on the operations of the Company, as required under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is provided in a separate section and forms a part of this Report as Annexure-1.

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

There are no significant and material orders passed by the Regulators/ Courts that would impact the going concern status of the Company and its future operations.

CRYPTO CURRENCY AND VIRTUAL CURRENCY

During the year under review your Company has not traded or invested in Crypto or Virtual currency.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo pursuant to Section 134(3)(m) of the Companies Act, 2013, read with the Rule 8(3) of the Companies (Accounts) Rules, 2014 is annexed as Annexure-3 and forms a part of this Report

RISK MANAGEMENT

Your Company as part of Standard Operating System and Procedure institutionalized risk management covering risk identification, mitigation and management measures. This Risk Charter and Policy have been brought to practice as per part of internal control systems and procedures. The Management has applied the risk management policy to activities and processes of the business and this is reviewed to ensure that executive management manages risk through means of a properly defined framework.

DETAILS IN RESPECT OF FRAUDS

The Company's Auditor's report does not have any statement on suspected fraud in the company operations to explain as per Sec. 134(3)(ca) of the Companies Act 2013.

DISCLOSURE AS PER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

Your Company has zero tolerance for sexual harassment at workplace and has adopted a policy and implemented an effective mechanism for the prevention, prohibition and redressal of sexual harassment at workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013, the Company has formulated and implemented a policy on prevention of sexual harassment at the workplace with a mechanism of lodging complaints. During the year under review, no complaints were received by the Board.

PARTICULARS OF EMPLOYEES

The Disclosure required under Section 197(12) of the Companies Act, 2013 read with the Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, relating to the ratio of remuneration of each director to the median employee's remuneration is annexed as Annexure-5 to this Report.

INSURANCE:

The Company's buildings, plant & machinery and inventories have been adequately insured

APPRECIATIONS AND ACKNOWLEDGMENTS

Your Directors place on record their appreciation to employees at all levels for their dedication and commitment. Your Directors would also like to express their sincere appreciation for the assistance and co-operation received from the banks, financial institutions, Government Authorities, customers, vendors and members during the year under review

For & On Behalf of the Board

For **KANCHI KARPOORAM LIMITED**

Place: Chennai
Date: 08.07.2022

Dipesh S Jain
(DIN: 01659930)
Managing Director

Suresh V Shah
(DIN: 01659809)
Managing Director

**Annexure 1****MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

We, the Board of Directors, present its analysis covering performance of the Company for the year 2021 - 2022 and the business outlook for the future. The business outlook performance is based on the current business environment and do not include any economic variation.

Industry structure and developments

The Camphor industry is sustaining its growth and is expected to continue in the same pattern. The positive outlook is the increase in demand for Camphor. Your Company's geographical location is a positive factor in the Camphor market. In today's competitive operation the focus need to be on reduction of Cost. Therefore by exercising the degree of attention your Company has bettered in the year under review and look forward for the same in the forthcoming years.

Opportunities and Threats

Your Company is experiencing a potential growth in sales in the past due to the factors that location of the plant and quality of the product. This is expected to continue in the forthcoming years.

The growth of population in India will lead to more demand and consumption of Camphor for religious purposes.

Apart from religious use, Camphor is also being used by the young generation as car freshener and room freshener for its numerous benefits related to air purification. Camphor is commonly used as an anti bacterial, antifungal, and anti-inflammatory agent to treat skin conditions, improve respiratory function, and relieve pain. The Company is one of the pioneers in manufacturing synthetic camphor and among largest manufacturers of camphor in India.

Since the main raw material required is imported, the price factor and the exchange variation may have adverse effect. However, the Company prices its products with due consideration of both the factors.

Product -wise Performance

The main product, namely Camphor is having progressive sales year after year so as other by-products. The demand for Dipentene which is a by product of Camphor is also increasing year on year. Besides Camphor and its derivatives, Company's products such as Gum rosin and Rosin Derivatives, also enjoy an enviable share in the market.

Outlook

Your Company has a substantial growth potential in terms of marketing of its products which has been so far progressive in the past and the Company looks forward for the same in the years to come.

Risks and Concerns**General risks:**

The Foreign Exchange fluctuations may have adverse effects due as your Company imports huge raw materials.

Operational risks:

Price of the main raw material may have an adverse effect if the demand and supply gap is widen.

Financial risks:

Your Company needs to import raw materials at appropriate time, which warrants sizable works capital with a conscious approach to the degree of risk in terms of procurement of raw material keeping in view of the finance available.

Regulatory and Legal risks:

The Company is exposed to environmental regulations. The Company has adequate system and controls to mitigate various risks.

**Risk management:**

The Company's risk management is based on various risks and proper risks assessment and strategic measures by continuous monitoring the procedural establishment for this purpose which are in line with normal industrial practice.

Internal Control Systems and their adequacy

Your Company has well defined and adequate internal controls and procedures, commensurate with its size and nature of its operations. This is further strengthened by the Internal Audit done concurrently.

Besides, the Company has an Audit Committee, comprising Non-Executive Directors, to monitor its financial systems, controls, management and operations.

Discussion on financial performance with respect to operational performance

Your Company has observed an increase in the volume in sales. Your Company exercises stringent cost control factors and quality control measures so as to sustain consistent in performance. The Company has achieved a turnover of Rs. 25,351.88 Lakhs as compared to Rs. 18,662.38 Lakhs and has profit after tax 3,068.01 Lakhs as compared to Rs. 6,269.09 Lakhs profit in the previous year.

Managerial Developments in Human Resources and Industrial Relation

There are no material changes in Human resources front during the year under review.

Number of people employed: 134

Details of significant changes (i.e. change of 25% or more as compared to the immediately previous financial year) in key financial ratios, along with detailed explanations therefore, including:

PARTICULARS	2021-2022	2020-2021
A: Profitability ratios		
Operating Profit Margin	18.24%	45.52%
Net Profit Margin	12.22%	34.05%
Return on Equity	17.99%	50.40%
B. Ratio for Assessing Financial Health		
Capital Turnover Ratio	2.59	1.62
Fixed Assets Turnover Ratio	5.57	4.30
Inventory Turnover Ratio	3.61	1.97
Debtors Turnover Ratio	14.36	16.34
Current Ratio	14.00	6.85
C. Earnings and dividend ratio		
Dividend percentage	25%	40%
Earnings per Share	70.63	144.03
P/E Ratio	9.70	5.83
Book Value Per share	425.89	359.26



In accordance with the SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018, the Company is required to give details of significant changes (change of 25% and more as compared to the immediately previous financial year) in key financial ratios.

Ratios where there has been significant change from Financial Year 2020-2021 to Financial Year 2021-2022

- Decrease in profit margin is due to increase in raw material and decrease in sales prices and change in product volume when compared to the previous year adversely impacting the profitability.
- Since there is a reduction in Profit and also there is an increase in shareholders equity, ROE is reduced.
- Increase in capital turnover ratio is due to increase in revenue and decrease in working capital compared to the previous year.
- Increase in revenue and increase in value of fixed assets has resulted in overall increase in fixed assets turnover ratio.
- Increase in inventory turnover ratio is due to increase in cost of goods sold and average inventory holding compared to the previous year.
- Increase in current ratio is due to decrease of current assets (bank deposits) and decrease of current liabilities (short term provisions) when compared to the previous year.
- Decrease in overall profit and market price has resulted in decrease of EPS and higher PE Ratio.

Cautionary Statement

The Management Discussion and Analysis Report contains forwarding looking statements based upon the data available with the Company, assumptions with regard to global economic conditions, the Government policies etc. The Company cannot guarantee the accuracy of assumptions and perceived performance of the Company in future. Therefore, it is cautioned that the actual results may materially differ from those expressed or implied in the report.

For & On Behalf of the Board
For **KANCHI KARPOORAM LIMITED**

Place: Chennai
Date: 08.07.2022

Dipesh S Jain
(DIN: 01659930)
Managing Director

Suresh V Shah
(DIN: 01659809)
Managing Director



Annexure 2

FORM NO. : AOC-2

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

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

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

Sl. No.	Particulars	Details
1	Name (s) of the related party & nature of relationship	NIL
2	Nature of contracts/arrangements/transaction	NIL
3	Duration of the contracts/arrangements/transaction	NIL
4	Salient terms of the contracts or arrangements or transaction including the value, if any	NIL
5	Justification for entering into such contracts or arrangements or transactions'	NIL
6	Date of approval by the Board	NIL
7	Amount paid as advances, if any	NIL
8	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	NIL

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

Sl. No.	Particulars	Details
1	Name (s) of the related party nature of relationship	Suresh Industries
2	Nature of relationship	Director have significant influence
3	Nature of contracts/arrangements/transaction	Sale of Camphor, Gum Rosin, Turpentine and its derivatives
4	Duration of the contracts/arrangements/transaction	01.04.2021 - 31.03.2022
5	Salient terms of the contracts or arrangements or transaction including the value, if any	Sale of Goods 1189.09 Lakhs
6	Justification for entering into such contracts or arrangements or transactions' - Rs. Lakhs	Transactions in ordinary course of business and on Arm's Length Basis
7	Date of approval by the Board	28.04.2021
8	Amount paid as advances, if any	NIL



Annexure 3

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

Particulars	01.04.2021 to 31.03.2022	01.04.2020 to 31.03.2021
1. Power and Fuel Consumption		
Electricity		
a. Purchase :		
Unit	17,30,512	14,83,924
Total Amount (Rs.)	1,38,47,706	1,26,54,773
Rate/Unit (Rs.)	8.00	8.53
b. Own Generation		
(i) Through Diesel Generator :		
Unit	77,986	69,343
Unit per lit of diesel oil	1.94	2.15
Cost / Unit	47.07	36.56
(ii) Through Steam Turbine / Generator:		
Generator	NA	NA
Unit		
Cost / Unit		
2. Cost / Unit		
Coal (Specify quality and where used)	NA	NA
3. Unit / Cost		
Furnace Oil :		
Quantity (M.T.)	7,130	11,400
Total Amount	2,46,769	3,94,063
Average rate (Rate per MT)	34,610	34,567
4. Others / Internal Generation		
Quantity	NA	NA
Total cost		
Rate / Unit		

Foreign Exchange Earnings & Outgo

Your company has also earned foreign exchange of Rs. 577.45 Lakhs through exports. The total Foreign Exchange utilized by the company during the year for the purchase of Raw Materials and others was Rs. 15806.79 Lakhs.

For & On Behalf of the Board
For **KANCHI KARPOORAM LIMITED**

Place: Chennai
Date: 08.07.2022

Dipesh S Jain
(DIN: 01659930)
Managing Director

Suresh V Shah
(DIN: 01659809)
Managing Director



REPORT ON CSR ACTIVITIES FOR THE YEAR 2021-2022

1. CSR policy, encompasses the company's philosophy for delineating its responsibility as a Corporate Citizen and lays down the guidelines and mechanism for carrying out socially useful activities / projects and programmes for welfare and sustainability, development of community at large and is titled "Corporate Social Responsibility Policy". The same is available in the Company's website in the following link <http://www.kkigroup.in/admin/pdfupload/csr%20policy.pdf>

2. Composition of CSR Committee

Member	Designation
Mr. Suresh V Shah	Chairman
Mr. Dipesh S Jain	Member
Mr. R Kannan	Member

3. Web link where the Composition of the CSR committee, CSR Policy, and CSR projects approved by the board are disclosed on the website of the company - <http://www.kkigroup.in/admin/pdfupload/csr%20policy.pdf>

4. Details of the 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, if applicable (attach the report). 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: Not Applicable

6. Average net profit of the company as per section 135(5): 5284.23 Lakhs

7. a. Two percent of average net profit of the company as per section 135(5): 105.68 Lakhs

b. Surplus arising out of the CSR projects or programmes or activities of the previous financial years: Nil

c. Amount required to be set off for the financial year: NIL

d. Total CSR obligation for the financial year (7a+7b-7c): 105.68 Lakhs

8. (a) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year (in Lakhs)	Amount Unspent (Rs. in Lakhs)				
	Total Amount transferred to Unspent CSR Account as per section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)		
	Amount (Rs. in Lakhs)	Date of Transfer	Name of the Fund	Amount (Rs. in Lakhs)	Date of Transfer
0.00	105.68	30.04.2022	-	-	-

(b) Details of CSR amount spent in the financial year for ongoing projects:

S. 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		Amount Allocated for the project	Amount spent in the current FY (Rs. in Lakhs)	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.),	Mode of Implementation - Direct (Yes/No)	Mode of Implementation - Through Implementing Agency	
				State	District					Name	CSR Registration number
-	-	-	-	-	-	-	-	-	-	-	-



(c) Details of CSR amount spent against other than ongoing projects for the financial year:

S. 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		Amount spent for the project (Rs. in Lakhs)	Mode of Implementation - Direct (Yes/No)	Mode of Implementation - Through Implementing Agency	
				State	District			Name	CSR Registration number
-	-	-	-	-	-	-	-	-	-

- (e) Amount spent in Administrative Overheads: Nil
 (f) Amount spent on Impact Assessment, if applicable: Nil
 (g) Total amount spent for the Financial Year (8b+8c+8d+8e): 0.00 Lakhs
 (h) Excess amount for set off, if any: Nil

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

S. No	Preceding Financial Year	Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.)	Amount spent in the reporting Financial Year (in Rs.)	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any			Amount remaining to be spent in succeeding financial years. (in Rs.)
				Name of the Fund	Amount (in Rs.)	Date of transfer	
-	-	-	-	-	-	-	-

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

S. No	Project ID	Name of the Project	Financial Year in which the project was commenced	Project duration	Total amount allocated for the project (Rs. in Lakhs)	Amount spent on the project in the reporting Financial Year (Rs. in Lakhs)	Cumulative amount spent at the end of reporting Financial Year. (Rs. in Lakhs)	Status of the project - Completed / Ongoing
1	FY21	Orange Vision Centre	2020-21	1 Year	13.00	13.00	13.00	Completed
2	FY21	Promotion of educational facilities for the students and SRKM Vivekananda Girls Hr. Sec. School	2020-21	2 Year	38.68	38.49	38.49	Ongoing
3	FY21	Promotion of Health facilities in Kanchipuram, Tamil Nadu	2020-21	1 Year	11.62	11.62	11.62	Completed

Note: Amount of Rs. 14.50 Lakhs was spent towards building of class rooms (for underprivileged students near Chennai) from Rs. 45.98 Lakhs which is the Unspent CSR amount of the FY 2019-20. The Company has voluntarily transferred the unspent amount to a separate bank account. The Company will spend the remaining amount in the upcoming financial year.

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year : Nil
 11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5):NA



12. Details of Implementing Agency:

i. RC CHENNAI ECR CHARITABLE TRUST

Flat D, Alpha Deffodils, 3RD Main Road, AGS Colony,
Kottivakkam, Chennai, Tamil Nadu -600041
CSR Regn No.: CSR00006067

For & On Behalf of the Board

For **KANCHI KARPOORAM LIMITED**

Place: Chennai
Date: 08.07.2022

Dipesh S Jain
(DIN: 01659930)
Managing Director

Suresh V Shah
(DIN: 01659809)
Managing Director

*Annexure-5***DISCLOSURE IN DIRECTORS' REPORT PURSUANT TO SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL), RULES, 2014****1. The ratio of the remuneration of Directors to the median remuneration of the employees of the company for the financial year**

Sl. No.	Name	Designation	Ratio
1	Mr. Suresh V Shah	Managing Director	45.90
2	Mr. Dipesh S Jain	Joint Managing Director	39.35
3	Mr. Arun V Shah	Whole-time Director	29.51

2. The percentage increase in remuneration of each director, Chief Financial Officer and Company Secretary in the financial year

Sl. No.	Name	Designation	%
1	Mr. Suresh V Shah	Managing Director	37.25
2	Mr. Dipesh S Jain	Whole-time Director	48.51
3	Mr. Arun V Shah	Whole-time Director	42.86
4	Mr. K. C. Radhakrishnan*	Chief Financial Officer	-90.28
5	Mr. Surendra Kumar Shah**	Chief Financial Officer	100
6	J. R. Vishnu Varthan	Company Secretary	20.46

* Retired w.e.f. 30.04.2021 **Appointed on 01.05.2021

3. The percentage increase in the median remuneration of employees in the financial year: 5.55%**4. The number of permanent employees on the rolls of company: 104**



5. Average percentage increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentage increase in the managerial remuneration and justification thereof any exceptional circumstances for increase in the managerial remuneration:

Average increase in salaries of employees other than the managerial personnel is 5.55% and the average increase in the managerial remuneration is 42.88%

6. If remuneration is as per the remuneration policy of the company: Yes

7. Information as Per Rule 5(2) OF Chapter XIII, Companies (Appointment And Remuneration of Managerial Personnel) Rules, 2014:

A statement showing names of the employees, age, designation, drawing remuneration, nature of employment, qualification, experience, date of commencement of employment, last employment, and other particulars in terms of the said Rules is available for inspection at the Registered Office of the Company during working hours and any member who is interested in obtaining these particulars may write to the Company Secretary of the Company via email: secretarial@kklgroup.in.

Note: For the purpose of this annexure, employees who have worked for the entire 12 months are only considered.

Annexure-6

CORPORATE GOVERNANCE REPORT

1. COMPANY'S PHILOSOPHY

The Company's governance philosophy is based on trusteeship, transparency and accountability. The driving forces of Corporate Governance are its core values - Belief in people, Entrepreneurship, Customer Orientation and the Pursuit of Excellence. The Company believes in having high standard of corporate behaviour towards everyone we work with. The Company's Code of Business Conduct and Ethics, Internal Code of Conduct for Regulating, Monitoring and Reporting of Trades by Insiders are an extension of our values and reflect our commitment to ethical business practices, integrity and regulatory compliances.

The Company's governance framework is appropriate with composition and size of the Board. The Company always takes into account the interest of stakeholders' before making any business decision.

2. BOARD OF DIRECTORS

- **Composition and size of the Board**

All statutory and other significant material information are placed before the Board of Directors to enable it to discharge its responsibility of superintendence, control and direction of management of strategic and day to day affairs of the Company. The Company has a judicious combination of Executive and Non- Executive Directors as on March 31, 2022, the Board comprised of 7 Directors out of which three are Executive Directors, three are Independent Directors and one is Non-Executive Women Director. The Chairman of the Board is a Non - Executive Independent Director. Board of Directors meets at regular intervals to discuss and decide on business strategies/policies and review the financial performance of the Company and its subsidiaries. The Board members possess requisite skills, experience and expertise that are required to take decisions, which are in the best interest of the Company. Board meetings are generally chaired by Mr. S. Srinivasan, Non - Executive Independent Director. Policy formulation, evaluation of performance and control functions vest with the Board.

- **Board Meeting and Attendance**

Board meetings are conveyed by giving appropriate notice to address the Company's specific needs.



During the year 7 (Seven) meetings of the Board of Directors were held. The Details of board meetings are given below:

Sl. No.	Date of Meeting	Total Board Strength	No. of Directors Present
1.	28.04.2021	7	7
2.	28.06.2021	7	7
3.	22.07.2021	7	7
4.	13.08.2021	7	7
5.	28.09.2021	7	7
6.	06.11.2021	7	7
7.	07.02.2022	7	7

Attendance of each Director at the Board Meetings and the last Annual General Meeting (AGM), and the number of Directorship, Membership and Chairmanship in Committees of other companies are given below:

Name of the Director	Designation & Category	No. of Board Meetings in the year		Attendance of Last AGM	No. of Outside Directorships*	No. of outside Board Committee Memberships*	
		Held	Attended			Member	Chairman
Mr. Suresh V Shah	Managing Director, Executive	7	7	Yes	NIL	0	0
Mr. Dipesh S Jain	Joint Managing Director, Executive	7	7	Yes	NIL	0	0
Mr. Arun V Shah	Whole-Time Director, Executive	7	7	Yes	NIL	0	0
Mr. S. Srinivasan	Independent Director, Non Executive	7	7	Yes	NIL	0	0
Mr. R Kannan	Independent Director, Non Executive	7	7	Yes	NIL	0	0
Mr. K. Venkateswaran	Independent Director, Non Executive	7	7	Yes	1	2	1
Mrs. Pushpa S Jain	Non-Executive Women Director	7	7	Yes	NIL	0	0

* The Directorships and membership in Committee held by the Directors as mentioned above do not include Kanchi Karpooram Limited, and Alternate Directorships and Directorships of Foreign Companies and Private Limited Companies.

* Committees considered are Audit Committee and Stakeholder Relationship Committee. Committee memberships also include the Chairmanships

Mr. Suresh V Shah, Mr. Dipesh S Jain, Mr. Arun V Shah and Mrs. Pushpa S Jain are related to each other and none of the other Directors of the Company are, inter-se, related to each other.

**Details of Directorship in other Listed entities as on 31st March, 2022**

Name of the Director	Name of the Listed Entity	Category
Mr. Suresh V Shah	-	-
Mr. Dipesh S Jain	-	-
Mr. Arun V Shah	-	-
Mr. S. Srinivasan	-	-
Mr. K. Venkateswaran	Pace Automation Limited	Independent Director
Mrs. Pushpa S Jain	-	-
R. Kannan	-	-

- Details of Skills/expertise/competence of the Board of Directors

The Board has identified the following core skills/ expertise/ competencies in context to its business. Governance Practices, Corporate Strategy, Financial Management, Business Strategy and General Management

Name	Governance Practices	Corporate Strategy	Financial Management	Business Strategy	General Management
Mr. Suresh V Shah	✓	✓	✓	✓	✓
Mr. Dipesh S Jain	✓	✓	✓	✓	✓
Mr. Arun V Shah	✓	✓	✓	✓	✓
Mr. S. Srinivasan	✓	✓	✓	✓	✓
Mr. K. Venkateswaran	✓	✓	✓	✓	✓
Mrs. Pushpa S Jain	✓	✓			✓
R. Kannan	✓	✓	✓	✓	✓

- **Independent Directors Meeting**

A Meeting of the Independent Directors was held on 25.02.2022 which was attended by all the Independent Directors. The Independent Directors have evaluated the performance of the Non-Independent Directors, the Board as a whole and the Chairman of the Company. The Board was briefed on the deliberations made at the Independent Directors Meeting. The details of the Familiarization Program imparted to Independent Directors of the Company are available on website of the Company at http://www.kkigroup.in/investor_info.php.

The terms and conditions of appointment of Independent Directors have been posted on the website of the Company i.e. www.kkigroup.in and the weblink thereto is <http://kkigroup.in/admin/pdfupload/Terms%20&%20conditions%20of%20Appointment%20of%20Independent%20Directors.pdf>

3. AUDIT COMMITTEE

The Audit Committee has been constituted as required under Section 177 of the Act and Regulation 18 of the SEBI (LODR) Regulations.

- **Terms of Reference**

The Audit Committee inter alia performs the functions of approving Annual Internal Audit Plan, review of financial reporting system, internal controls system, discussion on financial results, interaction with Statutory and Internal Auditors, appointment of Statutory Auditors and their remuneration, recommendation for the appointment and remuneration of Internal Auditors, Review of Internal Audit Reports and significant



related party transactions. In fulfilling the above role, the Audit Committee has powers to investigate any activity within its terms of reference, to seek information from employees and to obtain outside legal and professional advice.

The Audit Committee also oversees and reviews the functioning of a vigil mechanism and reviews the findings of investigation into cases of material nature and the actions taken in respect thereof.

- **Composition, Meetings and Attendance**

The Audit Committee of the Company comprises of three Independent Directors. The Audit Committee met seven (7) times during the financial year 2021 – 2022 i.e. on 28.04.2021, 28.06.2021, 22.07.2021, 13.08.2021, 28.09.2021, 06.11.2021, 07.02.2022 Attendance and other details of the Audit Committee are as follows:

Sl. No.	Name of the Director	Position	No. Meetings	
			Held	Attended
1.	Mr. K. Venkateswaran	Chairman	7	7
2.	Mr. S. Srinivasan	Member	7	7
3.	Mr. R. Kannan	Member	7	7

The Company Secretary is the Secretary of the Committee. Chief Financial Officer, Statutory Auditors are the invitees to the Audit Committee Meetings

4. STAKE HOLDERS RELATIONSHIP COMMITTEE

- **Terms of Reference**

The Committee looks into the matters of Shareholders/ Investors grievances overseas and reviews all matters connected with the transfer of the Company's Securities, approves issue of duplicate share certificates, etc. The Committee reviews and redresses all investors' grievances and complaints in general including non-receipt of dividend, non-receipt of Annual Report, change of address, etc and performs such other functions as may be necessary.

SEBI SCORES Complaints Status as on March 31, 2022.

Complaints pending at the beginning of the Year 01.04.2021	Complaints received during the year	Complaints pending at the end of the Year 31.03.2022
0	1	0

- **Composition, Meetings and Attendance**

The Stake Holders' Relationship Committee of the Company comprises of three Independent Directors. The Committee met sixteen times during the financial year 2021 – 2022 i.e. on 19.04.2021, 04.05.2021, 26.06.2021, 19.07.2021, 29.07.2021, 11.08.2021, 25.08.2021 06.09.2021, 20.09.2021, 04.10.2021, 01.11.2021, 12.11.2021, 25.11.2021, 04.01.2021, 12.01.2022, 25.02.2022 Attendance and other details of the Stake Holders' Relationship Committee are as follows:

Sl. No.	Name of the Director	Position	No. Meetings	
			Held	Attended
1.	Mr. S. Srinivasan	Chairman	16	16
2.	Mr. K. Venkateswaran	Member	16	16
3.	Mr. R. Kannan	Member	16	16



5. NOMINATION AND REMUNERATION COMMITTEE

The Nomination and Remuneration Committee of the Board of Directors of the Company was constituted in compliance with provisions of Section 178 of the Companies Act, 2013 (“the Act”) and in terms of Regulation 19 of SEBI (LODR) Regulations, 2015

• Terms of Reference

The Committee was constituted to determine and recommend payment of remuneration to executive directors. The committee shall also identify the persons, reviewing the overall compensation policy, service agreements and other employment conditions of Managing/Whole-time Director(s) and Senior Management (one level below the Board of Directors), who are qualified to become directors of the Company and who may be appointed in senior management in accordance with the criteria laid down and to recommend to the board their appointment/removal and to carry out evaluation of directors’ performance and perform such other functions as may be necessary.

• Composition, Meetings and Attendance

The Nomination and Remuneration Committee of the Company comprises of three Independent Directors. The Committee met two times during the financial year 2021 – 2022 i.e on 28.04.2021, and 22.07.2021. Attendance and other details of the Nomination and Remuneration Committee are as follows:

Sl. No.	Name of the Director	Position	No. Meetings	
			Held	Attended
1.	Mr. R. Kannan	Chairman	2	2
2.	Mr. S. Srinivasan	Member	2	2
3.	Mr. K. Venkateswaran	Member	2	2

• Remuneration Policy

A. Remuneration to Non-Executive Directors

The Non-Executive Directors are paid by way of Sitting Fees. The Non-Executive Directors are paid sitting fees for each Meeting of the Board or Committee of Directors attended by them. There are no any pecuniary relationships or transactions between the Company and Non – Executive Directors except Mrs. Pushpa S Jain, who is a promoter.

Remuneration paid to Non-Executive Directors (including Independent Directors) are fixed by the Board and the Compensation is within the limits prescribed under the Companies Act, 2013. None of the Independent Directors of your company have any pecuniary relationship or material transactions with the Company except for Sitting Fees paid to them for attending Board Meetings and Board Committee Meetings.

The details of Remuneration paid to the Non-Executive Directors are as under:

Sl. No.	Name	Category	Sitting Fees paid for the year (In Rs.)
1.	Mr. S. Srinivasan	Independent Director	82,500
2.	Mr. K. Venkateswaran	Independent Director	82,500
3.	Mrs. Pushpa S Jain	Non-Executive (Women) Director	17,500
4.	Mr. R. Kannan	Independent Director	87,500



B. Remuneration to Executive Directors

The appointment and remuneration of Executive Directors including Managing Director and Whole-time Director is governed by the recommendation of the Remuneration & Nomination Committee. The remuneration package of Managing Director and Whole-time Director comprises of salary, perquisites and allowances, and contributions to Provident and other Retirement Benefit Funds as approved by the shareholders at the General Meetings. Annual increments are linked to performance and are decided by the Remuneration and Nomination Committee and recommended to the Board for approval thereof.

The Company has three Executive Directors. The details of remuneration paid to the Executive Directors during the year 2021 – 2022 as under:

Rs. in Lakhs

Sl. No.	Name	Designation	Salary	Perquisites	Commission	Short Term Benefits	Total
1.	Mr. Suresh V Shah	Managing Director	84.21	3.38	113.55	87.59	288.73
2.	Mr. Dipesh S Jain	Managing Director	72.21	3.38	68.13	75.59	219.31
3.	Mr. Arun V Shah	Whole-time Director	54.21	-	45.42	54.22	153.85

The Executive Directors are not paid any sitting fees for Board Meetings or Committee Meetings attended by them.

The remuneration policy is directed towards rewarding performance, based on review of achievements. It is aimed at attracting and retaining high caliber talent. Presently, the Company does not have a stock options scheme for its Directors. The Remuneration Policy of your Company is available in the website of the company in the link <http://kklgroup.in/admin/pdfupload/Remuneration%20policy.pdf>.

C. Performance Evaluation

Pursuant to the provisions of the Companies Act, 2013 and Regulation 17 of the Listing Regulations, the Board has carried out the annual evaluation of its own performance, its Committees and Directors individually. A structured questionnaire was prepared after circulating the draft forms, covering various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, Board culture, execution and performance of specific duties, obligations and governance.

The performance evaluation of the Executive Directors and the Non Independent Directors was carried out by the Independent Directors. The Directors expressed their satisfaction with the evaluation process.

Name of the Director	No. of Shares
Mr. Suresh V Shah	4,51,307
Mr. Dipesh S Jain	3,37,850
Mr. Arun V Shah	1,78,050
Mr. S. Srinivasan	Nil
Mr. R. Kannan	Nil
Mr. K. Vekateswaran	Nil
Mr. Pushpa S Jain	4,09,030

**6. CORPORATE SOCIAL RESPONSIBILITY (CSR) COMMITTEE****• Terms of Reference**

- (i) Formulate and recommend to the Board, a Corporate Social Responsibility Policy which shall indicate the activities to be undertaken by the Company as specified in Schedule VII;
- (ii) Recommend the amount of expenditure to be incurred on the activities referred to in point (i) above;
- (iii) Monitor the Corporate Social Responsibility Policy of the Company from time to time.
- (iv) To formulate policies and procedures based on the requirements of SEBI.
- (v) To ensure effective communication of all the policies to all relevant stakeholders.

• Composition, Meetings and Attendance

The Corporate social responsibility Committee of the Company comprises of three Directors. The Committee met twice during the financial year 2021 – 2022 i.e. on 27.12.2021 and 28.03.2022. Attendance and other details of the Corporate social responsibility Committee are as follows:

Sl. No.	Name of the Director	Position	No. Meetings	
			Held	Attended
1.	Mr. Suresh V Shah	Chairman	2	2
2.	Mr. Dipesh S Jain	Member	2	2
3.	Mr. R. Kannan	Member	2	2

7. GENERAL BODY MEETINGS:

Location and date/time for last three Annual General Meetings were:

Year	Date	Time	Venue	Number of Special Resolution
2018-2019	09.09.2019	11.00 AM	MM. Hotels, No.65/66, Nellukara Street, Kanchipuram - 631 052	5 i. Revision is remuneration to executive directors. ii. Re appointment of Mr. Srinivasan as Independent Director iii. Re appointment of Mr. Venkateswaran as independent Director iv. Re appointment of Mr. Narasimhan Raghu as Independent Director. v. Approval for Related party transaction
2019-2020	25.09.2020	11.00 AM	Video Conference	Nil
2020-2021	03.09.2021	11.00 AM	Video Conference	1 Reappointment of Mr. Suresh V Shah as Managing Director of the Company

All the resolutions including Special Resolutions as set out in the respective notices were passed by the Shareholders. No Extra Ordinary General Meeting was held during the year. No special resolutions were put through postal ballot last year. There is no proposal to pass any resolution by postal ballot at the ensuing Annual General Meeting.



8. WHISTLE BLOWER POLICY

Your Company has established whistle blower policy as per to Section 177(9) and (10) of the Companies Act, 2013, and Regulation 22 of the Listing Regulations. The Board of Directors of the Company have formulated and adopted Whistle Blower Policy which aims to provide a channel to the Stake holders (Including directors and employees) to report unethical behavior, actual or suspected fraud or violation of the Company's code of conduct. The mechanism provides adequate safeguards against victimization of Directors and employees to avail the mechanism and direct access to the Chairman of the Audit Committee in exceptional cases.

Your company hereby affirms that no Director/employee has been denied access to the Chairman of the Audit Committee and that no complaints were received during the year.

9. RECONCILIATION OF SHARE CAPITAL AUDIT

Share Capital Audit was conducted by a Practicing Company Secretary, reconciling the issued and listed capital of the Company. The audit confirms that the total paid-up capital is in agreement with the total number of shares in physical form and the total number of dematerialised shares held with NSDL and CDSL.

10. MEANS OF COMMUNICATION

The Un-audited quarterly/ half yearly results are announced within forty-five days of the close of the quarter. The audited annual results are announced within sixty days from the closure of the financial year as per the requirement of the Listing Regulations.

- **Quarterly Results:** The Financial Results are published in English language "Trinity Mirror" and in Vernacular language (Tamil) in "Makkal Kural" and are displayed on the Company's website (www.kklgroup.in).
- **Official News Releases:** Official News Releases are sent to stock exchanges.
- **Presentation made to institutional investors / analysts:** During the year no presentations has been made to institutional investors/analysts.
- **Website:** The Company's website (www.kklgroup.in) contains a separate dedicated section where shareholders information is available.

11. DISCLOSURES

- **Related Party Transactions:** All related party entered by the Company during the year, were in the Ordinary course of business and at Arm's Length Pricing basis. There were no materially significant related party transactions during the year. The details of transactions with related parties have been disclosed in the notes to the Financial Statement forming part of this Annual Report.
- **Compliances by the Company:** Your Company has complied with all the requirements of the listing agreement of the stock exchanges as well as regulations and guidelines of SEBI.
- **Code of Conduct for Directors and Senior Management:** The Board of Directors of the Company have adopted a Code of Conduct for Directors and Senior Management for conducting the business of the of the Company in accordance with applicable laws, rules, regulations and highest standards of business ethics, to detect and prevent unethical conduct of business and the same is posted on the Website of the Company.
- **CEO and CFO Certification:** The Managing Director and the Chief Financial Officer of the Company have given a Certificate to the Board as contemplated in Regulation 17 of the Listing Regulations.
- **Details of Auditor's Remuneration**

Total Fees for all services paid by the listed entity on a consolidated basis to the Statutory Auditor 7.08 lakhs.



i. GENERAL SHAREHOLDERS' INFORMATION

Annual General Meeting (Date and Time), Book Closure Dates	E- Annual General Meeting has been fixed on Friday, the 09th September 2022. Book Closure starts from 03rd September 2022 and 09th September 2022 (both days inclusive).
Financial Year	1st April to 31st March
Date of Payment of Dividend	Between 10th September 2022 and 09th October 2022
Rate of Dividend	Proposed Dividend: Rs. 2.5/- per share (25%), subject to approval by members at the AGM.
Listing of Equity Shares	Bombay Stock Exchange(BSE) Limited Phirozejeejeebhoy Towers Dalal Street Mumbai-400001
Listing Fee	Annual Listing Fees Paid to Stock Exchange for the Financial Year 2022-2023
BSE Stock Code	538896
ISIN	INE081G01019
Corporate Identification Number (CIN)	L30006TN1992PLC022109
Details of Plant Locations & Address for Correspondence	a. Parandur Road, EnathurVillage, Karaipettai Post, Kanchipuram - 631552 b. No.1,Barnaby Avenue, Barnaby Road Kilapuk,Chennai-600100
FINANCIAL CALENDAR (Tentative)	
30th June 2022	within 45 days of the end of the quarter.
30th September 2022	within 45 days of the end of the quarter.
31st December 2022	within 45 days of the end of the quarter.
31st March 2023	within 60 days of the end of the quarter.

ii. STOCK MARKET PRICE DATA

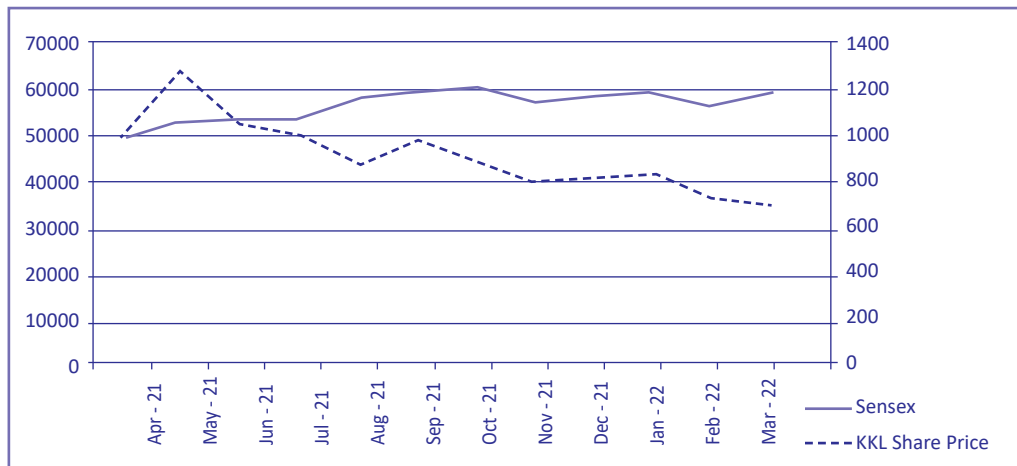
Month	Kanchi Karpooram Ltd (BSE)		BSE Sensex	
	High (in Rs,)	Low(in Rs,)	High (in Rs,)	Low(in Rs,)
April - 2021	1089.90	759.00	50375.77	47204.5
May - 2021	1285.00	983.00	52013.22	48028.07
June – 2021	1365.00	1018.35	53126.73	51450.58
July – 2021	1088.00	866.00	53290.81	51802.73
August – 2021	999.95	730.00	57625.26	52804.08
September – 2021	963.75	738.10	60412.32	57263.9
October – 2021	1039.00	840.00	62245.43	59306.93
November – 2021	959.00	765.00	61036.56	57064.87



Month	Kanchi Karpooram Ltd (BSE)		BSE Sensex	
	High (in Rs,)	Low(in Rs,)	High (in Rs,)	Low(in Rs,)
December – 2021	835.00	740.00	59203.37	55132.68
January – 2022	883.90	791.60	61475.15	56409.63
February – 2022	848.50	656.00	59618.51	54383.2
March - 2022	763.45	670.00	58890.92	52260.82

iii. **PERFORMANCE IN COMPARISON:**

The performance of the Company's shares relative to the BSE Sensitive Index is given in the chart below:



iv. **DISTRIBUTION OF SHAREHOLDING AS ON 31st MARCH 2022**

Sl. No.	Holding	No. of Shareholders		No. of Shares	
		Number	% of Total	Shares	% of Total
1	1 – 100	13766	85.14	366380	8.43
2	101 - 500	1909	11.81	445161	10.25
3	501 – 1000	239	1.48	183423	4.22
4	1001 - 2000	124	0.77	186662	4.30
5	2001 – 3000	47	0.29	123627	2.85
6	3001 – 4000	19	0.12	70233	1.62
7	4001 - 5000	10	0.06	48280	1.11
8	5001-10000	24	0.14	176446	4.06
9	10000 and above	31	0.19	2743679	63.16
Total		16169	100	4343891	100

**v. CATEGORY WISE SHAREHOLDING PATTERN AS ON 31st MARCH 2022**

Sl. No.	Category	No. of Shares	% of Holding
1	Resident	1708735	39.34
2	NRI	145674	3.35
3	Corporate Body	48519	1.12
4	Clearing Member	16487	0.38
5	Mutual Funds	2400	0.05
6	HUF	75540	1.74
7	Foreign Portfolio investors	22151	0.51
8	IEPF	222450	5.12
9	Promoters	2101935	48.39
	Total	4343891	100

vi. DEMATERIALIZATION OF SHARES

The Company's shares are available for trading in both National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL). The International Securities Identification Number (ISIN) allotted to the Company is INE081G01019.

Particulars	No. of Shares	Percentage
CDSL	28,40,793	65.40
NSDL	11,86,793	27.32
Physical	3,16,305	7.28
Total	43,43,891	100.00

vii. REGISTRARS AND SHARE TRANSFER AGENTS

M/s Cameo Corporate Services Limited is the Registrars and Share Transfer Agents of the Company. All matters connected with Share Transfer, Transmission, Change of address, duplicate share certificates and other related matters are handled by the share transfer agent. Their contact details are provided below.

M/s Cameo Corporate Services Limited,
"Subramanian Building" No.1, Club House Road,
Chennai – 600 002.
Phone No.044-28460390-94,
Email Id: investor@cameoindia.com

viii. SHARE TRANSFER SYSTEM

In terms of Regulation 40(1) of SEBI Listing Regulations, as amended from time to time, securities can be transferred only in dematerialized form with effect from April 1, 2019, except in case of request received for transmission or transposition of securities. Further, SEBI had fixed March 31, 2021 as the cut-off date for re-lodgement of transfer deeds and the shares that are re-lodged for transfer shall be issued only in dematerialised



mode. The requests for effecting transfer/transmission/ transposition of securities shall not be processed unless the securities are held in the dematerialised form. Transfers of equity shares in electronic form are effected through the depositories with no involvement of the Company. Members holding shares in physical form are requested to consider converting their holdings to dematerialized form.

Electronic Clearing Service

The Securities and Exchange Board of India (SEBI) has made it mandatory for all companies to use the Bank account details furnished by the Depositories for depositing dividends. Dividend will be credited to the Members' bank account through ECS wherever complete core banking details are available with the Company. In case where the core banking details are not available, dividend warrants will be issued to the Members with bank details printed thereon as available in the Company's records. This ensures that the dividend warrants, even if lost or stolen, cannot be used for any purpose other than for depositing the money in the accounts specified on the dividend warrants and ensures safety for the investors. The Company complies with the SEBI requirement.

Service of documents through electronic mode

As a part of Green Initiatives, the members are requested to go for green initiative and thus, who wish to receive the notices/documents through e-mail, may kindly intimate their e-mail addresses to the Company's Registrar and Share Transfer Agent, Cameo Corporate Services Ltd; to its dedicated e-mail id i.e., investor@cameoindia.com

ix. DIVIDEND DECLARED FOR LAST 10 YEARS

Sl. No.	Financial Year	Dividend Per Share Rs.
1	2010 - 2011	1.0/-
2	2011 - 2012	-
3	2012 - 2013	1.5/-
4	2013 - 2014	1.5/-
5	2014 - 2015	0.5/-
6	2015 - 2016	1.5/-
7	2017 - 2018	2.0/-
8	2018 - 2019	2.0/-
9	2019 - 2020 Interim Final	2.0/- 1.0/-
10	2020-2021	4.0/-
11	2021-2022*	2.5/-

*proposed dividend

x. UNCLAIMED DIVIDEND AMOUNTS

Pursuant to the provisions of Section 123 of the Companies Act, 2013 the dividend which remained unclaimed for a period of Seven (7) years from the date of transfer to the unpaid dividend account is required to be transferred to the "Investor Education Protection Fund" (IEPF) account established by the Central Government along with the shares in respect of which unpaid or unclaimed dividend has been transferred to IEPF account. The Company has uploaded the details of unpaid and unclaimed amounts lying with the Company on the website of the Company (www.kkigroup.in). Members who have not so far encashed their dividend warrant(s) are requested to seek revalidation of dividend warrants by writing to the Company immediately.

**xi. INVESTOR EDUCATION AND PROTECTION FUND (IEPF)**

In terms of the provisions of section 124(6) of the Companies Act, 2013 read with Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 as amended from time to time, all the shares in respect of which dividend has not been paid or claimed for seven consecutive years or more as provided under sub section (6) of Section 124 were transferred to the Special demat account of IEPF Authority.

Further, upon transfer of shares all the benefits (like bonus etc) if any, accruing on such shares shall also be credited to Demat account of IEPF. The shares and unclaimed dividend transferred to the IEPF can however be claimed back by the concerned shareholders from the IEPF Authority after complying with the procedure under the IEPF Rules. The Member/ Claimant is required to make an online application to the IEPF Authority in the Form IEPF-5 (available on iepf.gov.in) along with the requisite fees as decided by the IEPF Authority from time to time.

Accordingly, the Company has transfer the Unclaimed Dividend pertaining to the FY 2013-2014 and their respective shares to the IEPF Dept in the month of November 2021.

xii. SEBI COMPLIANTS REDRESSAL SYSTEM (SCORES)

SEBI has initiated SCORES for processing the investor complaints in a centralized web based redress system and online redressal of all the shareholders complaints. One shareholder complaint has been received and same was redressed within timelines in the financial year 2021-2022.

xiii. COMPLIANCE WITH CODE OF CONDUCT

The Company has in place a code of conduct applicable to the board members as well as Senior Management and that the same has been hosted on the Company's website. The members of the Board and Management Personnel affirmed that they have complied with the Code of Conduct for the financial year 2021-2022.

xiv. CODE FOR PREVENTION OF INSIDER TRADING

In accordance with the requirements of SEBI (Prohibition of Insider Trading) Regulations, 2015, the company has instituted a Code of Conduct to regulate, monitor and report trading by its employees and other connected persons for prohibition of insider trading in the Company's shares. The code endeavors to preserve the confidentiality on un-published price sensitive information and to prevent the misuse of such information. The policy is also posted on the website of the Company.

xv. CORPORATE CREDIT RATING PROVIDED BY CRISIL

CRISIL Ratings vide their letter no. RL/GDS9563/276852/CCR/0821/16211 has assigned "CCR BBB/Positive" as the Corporate Credit Rating for the Company. The same has been disseminated by the Company in their website and by rating agency through their publication and website.

xv. COMPLIANCE OFFICER DETAILS AND ADDRESS FOR CORRESPONDANCE

Mr. J. R. Vishnu Varthan
Company Secretary
Correspondence Address: No.1, Barnaby Avenue, Barnaby Road, Kilpauk, Chennai – 600 010,
Phone No. 044-26401914/15/16/17, email: secretarial@kklgroup.in
Registered Office: Parandur Road, Enathur Village, Karaipettai Post, Kanchipuram – 631552

For & On Behalf of the Board

For **KANCHI KARPOORAM LIMITED**

Place: Chennai
Date: 08.07.2022

Dipesh S Jain
(DIN: 01659930)
Managing Director

Suresh V Shah
(DIN: 01659809)
Managing Director



Annexure-7

Form No. MR-3

SECRETARIAL AUDIT REPORT
FINANCIAL YEAR ENDED 31st MARCH, 2022

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

To

The Members
Kanchi Karpooram Limited
CIN L30006TN1992PLC022109
Parandur RD, Karaipettai Post,
Kanchipuram TK-631552

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Kanchi Karpooram Limited (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on my verification of Company's books, papers, minute books, forms, statutory registers and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has during the audit period covering the financial year ended on 31st March, 2022, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2022 according to the provisions of:

- 1) The Companies Act, 2013 (the Act) and the rules made there under;
- 2) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- 3) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- 4) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment.
- 5) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):
 - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 ;
 - c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
 - d) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - e) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015
 - f) The Securities and Exchange Board of India(Buy-back of Securities) Regulations, 2018



- 6) Other Laws applicable to the Company
- a) Factories Act, 1948.
 - b) Hazardous Wastes (Management and Handling) Rules, 1989 and Amendment Rules, 2003

I 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 Limited;

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

I further report that

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

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. All decisions were carried out with unanimous approval of the Board and there was no instance of dissent voting by any member during the period under review.

I have examined the systems and processes of the Company in place to ensure the compliance with general laws like Labour Laws, Employees Provident Funds Act, Employees State Insurance Act, considering and relying upon representations made by the Company and its Officers for systems and mechanisms formed by the Company for compliance under these laws and other applicable sector specific Acts, Laws, Rules and Regulations applicable to the Company and its observance by them.

I 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 other applicable laws on the operation of the Company and the rules made there under.

I further report that

Apart from the above, there were no specific events / actions having major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, etc

Signature

Date : 25-07-2022
Place: Chennai

Name: **Lovelish Lodha N**
Membership No: A35677
CP No: 13951
UDIN:- A035677D000649312

This Report is to be read with my testimony of even date which is annexed as Annexure A and forms an integral part of this report.



Annexure A

To

**The Members
Kanchi Karpooram Limited**

My report of even date is to be read along with this supplementary testimony.

1. Maintenance of secretarial record is the responsibility of the management of the company. My responsibility is to express an opinion on these secretarial records based on our audit.
2. I 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. I believe that the processes and practices, the company had followed provide a reasonable basis for our opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Wherever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.,
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My 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.

Signature

Name: **Lovelish Lodha N**
Membership No: A35677
CP No: 13951

Date: 25-07-2022
Place: Chennai



Annexure-8

CERTIFICATE ON CORPORATE GOVERNANCE

To

The Members of
Kanchi Karpooram Limited

1. We have examined the compliance of conditions of Corporate Governance by Kanchi Karpooram Limited (“the Company”) for the year ended on 31st March, 2022 as stipulated in Regulations 17 to 27 and clauses (b) to (i) of Regulation 46 (2) & other applicable regulations and paragraphs C, D and E of Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (‘the SEBI Listing Regulations’).

Management Responsibility

2. The compliance of the conditions of Corporate Governance is the responsibility of the management.

Auditors’ Responsibility

3. Our responsibility is to provide a reasonable assurance that the Company has complied with the conditions of Corporate Governance as stipulated in the Listing Regulations.
4. Our examination was carried out in accordance with the Guidance Note on Certification of Corporate Governance and Guidance Manual on Quality of Audit and Attestation Services issued by the Institute of Company Secretaries of India. It was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

Opinion

5. In our opinion and to the best of our information and according to the explanations given to us, and the representation made by the Management of the Company, we are of the opinion that the Company has complied with the conditions of Corporate Governance as stipulated in the SEBI Listing Regulations, as applicable for the year ended 31st March, 2022, referred to in paragraph 1 above
6. Certificate 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.

Signature

Date: 25/07/2022
Place: Chennai

Name: **Lovelish Lodha N**
Membership No: A35677
CP No: 13951
UDIN : A035677D000649378



Annexure-9

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
Kanchi Karpooram Limited
Parandur Road, Karaipettai Post, Kanchipuram – 631552

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Kanchi Karpooram Limited having CIN L30006TN1992PLC022109 and having registered office at Parandur Road, Karaipettai Post, Kanchipuram – 631552 (hereinafter referred to as 'the Company'), produced before me 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 my opinion and to the best of my 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 & 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 31st March, 2022 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	Date of appointment in Company
1	SURESH SHAH	01659809	31/01/1992
2	DIPESH S JAIN	01659930	11/11/2005
3	ARUN V SHAH	01744884	05/10/1994
4	S SRINIVASAN	05185901	31/01/2012
5	R. KANNAN	08837382	24/08/2020
6	K VENKATESWARAN	00001899	18/02/2014
7	PUSHPA S JAIN	06939054	10/09/2014

Ensuring the eligibility of for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. My responsibility is to express an opinion on these based on my verification. 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.

Signature

Name: **Lovelish Lodha N**

Membership No: A35677

CP No: 13951

UDIN: A035677D000649422

Date: 25.07.2022

Place: Chennai

Annexure-10

DECLARATION ON CODE OF CONDUCT

This is to confirm that the Board has laid down a code of conduct for all Board members and senior management personnel of the Company. The Code of Conduct has also been posted on the website of the Company. It is further confirmed that all Directors and senior management personnel of the Company have affirmed compliance with the Code of Conduct of the Company for the financial year ended on 31st March 2021 as envisaged in Regulation 26(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

On behalf of the Board of Directors

Place: Chennai

Dated: 08.07.2022

Suresh V Shah
Managing Director



INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
M/s KANCHI KARPOORAM LIMITED
Report on the audit of the Indian Accounting Standards (Ind AS)
Financial Statement

Opinion

1. We have audited the accompanying Ind AS financial statements of Kanchi Karpooram Limited ("the Company"), which comprise the balance sheet as at March 31, 2022, and the statement of profit and loss (including other comprehensive income), 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.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and total comprehensive income (comprising of profit after tax and other comprehensive income), changes in equity and its cash flows for the year then ended.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Ind AS 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 Ind AS financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

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

Key Audit Matters	Principal audit procedures
Cash and cash equivalents As on 31st March 2022, the Company carries cash and bank balances of Rs. 2,190 lakhs. The amount of cash and cash equivalents have been considered a key audit matter given the relative size of the balance in the financial statements.	Our audit procedures included: <ul style="list-style-type: none">• We have tested the design and operating effectiveness of controls with regard to maintenance of cash balances, operation of bank accounts and preparation of bank reconciliation statements.• We have verified the confirmations of balances from the banks directly received by us and we have performed alternate audit procedures where direct confirmation could not be obtained.

**Purchase of investment property:**

During the year ended 31st March 2022, the Company had purchased investment property for Rs. 4,317.78 lakhs out of internal accruals. It is considered to be a key audit matter being a high value transaction

Our audit procedures included:

- We read the title scrutiny report for the investment property provided by a legal expert.
- We conducted physical verification of the property and read the valuation report issued by a registered valuer.
- We examined the conveyance deed between the seller of the property and the Company. We verified the accounting entries passed in the books of accounts for acquisition of investment property.

Other information

5. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's Report together with the annexure thereto and Report on Corporate Governance but does not include the Ind AS financial statements and our auditor's report thereon.

Our opinion on the Ind AS 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 Ind AS financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Ind AS 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.

Responsibilities of management and those charged with governance for the Ind AS financial statements

6. The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Ind AS 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 Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
7. In preparing the Ind AS financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of Ind AS financial statements

8. Our objectives are to obtain reasonable assurance about whether the Ind AS 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 Ind AS financial statements.
9. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:



- Identify and assess the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by 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 Ind AS financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
10. 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.
11. 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.
12. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Ind AS financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements

13. 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, we give in the Annexure B, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
14. 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.
15. 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), the Statement of Changes in Equity and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid Ind AS financial statements comply with the Indian 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 and taken on record by the Board of Directors, none of the directors are disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to financial statements.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The impact of litigations pending against the company have been disclosed in Note 36 to the financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts on which there were material foreseeable losses.
 - iii. There has been no delay in transferring amounts, 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, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("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, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("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;
 - (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations as provided under (a) and (b) above, contain any material misstatement.
 - v. The final dividend declared by the Company and paid during the year ending 31st March 2022 is in accordance with Section 123 of Company Act, 2013 to the extent applicable.

For **P CHANDRASEKAR LLP**
Chartered Accountants
FRN 000580S/S200066

S Raghavendhar
Partner

Chennai
27th May 2022

Membership No. 244016
UDIN: 22244016ANIHEO7417



ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT

Referred to in paragraph 15(f) of the Independent Auditor's Report of even date to the members of Kanchi Karpooram Limited on the Ind AS financial statements as of and for the year ended March 31, 2022.

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

1. We have audited the internal financial controls with reference to financial statements of Kanchi Karpooram Limited ("the Company") as of March 31, 2022 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing deemed to be prescribed under section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. 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 with reference to financial statements.

Meaning of Internal Financial Controls with reference to financial statements

6. A company's internal financial controls with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions



of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with reference to financial statements

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

Opinion

8. In our opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2022, 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 **P CHANDRASEKAR LLP**
Chartered Accountants
FRN 0005805/S200066

S Raghavendhar
Partner

Chennai
27th May 2022

Membership No. 244016
UDIN: 22244016ANIHEO7417



ANNEXURE B TO THE INDEPENDENT AUDITORS' REPORT

Referred to in paragraph 13 of the Independent Auditor's Report of even date to the members of Kanchi Karpooram Limited on the Ind AS financial statements as of and for the year ended March 31, 2022

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:

- i. In respect of the Company's Property, Plant and Equipment and Intangible Assets:
 - a. (A) The Company is maintaining proper records showing full particulars, including quantitative details and situation, of property, plant and equipment, investment property and relevant details of right-of-use assets.

(B) The Company has maintained proper records showing full particulars of intangible assets.
 - b. As explained to us, the property, plant and equipment, investment property and right-of-use assets are physically verified by the Management at reasonable intervals; no material discrepancies were noticed on such verification.
 - c. According to the information and explanations given to us and based on the examination of the documents provided to us, we report that the title deeds of all the immovable properties of land and buildings as disclosed in the Ind AS financial statements are held in the name of the Company as at the Balance Sheet date.
 - d. The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) and intangible assets during the year.
 - e. No proceedings have been initiated during the year or are pending against the Company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii.
 - a. The Management has conducted physical verification of inventory at reasonable intervals. In our opinion, the coverage and procedure of such verification is appropriate. No discrepancies of 10% or more in aggregate for each class of inventory were noticed on such physical verification.
 - b. The Company did not have working capital limits in excess of Rupees five crores in aggregate from banks / or financial institutions during the year on the basis of security of the current assets of the Company. Hence reporting under clause ii(b) is not applicable.
- iii.
 - a. During the year the Company has not provided loans or advances in the nature of loans, or stood guarantee, or provided security to any other entity. Hence reporting under clause (iii) (a) of the Order is not applicable.
 - b. The Company has not made any investment, provided guarantees, security or granted loans or advances in the nature of loans to Companies, Firms, Limited Liability Partnerships or any other parties, consequently requirement to report on these under clause (iii)(b) of the Order is not applicable.
 - c. The Company has not granted loans or advances in the nature of loans to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii) (c) of the Order is not applicable to the Company.
 - d. The Company has not granted loans or advances in the nature of loans to companies, firms, Limited Liability



Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii) (d) of the Order is not applicable to the Company.

- e. There were no loans or advances in the nature of loans granted to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3 (iii) (e) of the Order is not applicable to the Company.
- f. The Company has not made any investments, granted any loans or advances in the nature of loans, either repayable on demand or without specifying the terms or period of repayment to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii) (f) of the Order is not applicable to the Company.
- iv. The Company has not made any investments, provided any loans or guarantee or security as covered under Section 185 or 186 of the Companies Act, 2013. Hence reporting under clause (iv) of Companies Act, 2013.
- v. The Company has not accepted any deposits from the public within the meaning of Sections 73, 74, 75 and 76 of the Act and the Rules framed there under to the extent notified. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.
- vi. Pursuant to the rules made by the Central Government of India, the Company is required to maintain cost records as specified under Section 148(1) of the Act in respect of its products. We have broadly reviewed the same, and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.
- vii. According to the information and explanations given to us and based on our audit procedures, we report that:
- a) the Company is regular in depositing with the appropriate authorities the undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Customs Duty, Excise Duty, Cess, Goods and Service Tax to the appropriate authorities, as applicable. There were no undisputed amounts payable which were in arrears as at 31st March 2022 for a period of more than six months from the date they become payable.
- b) the Company has no disputed dues of Income Tax, Goods and Service Tax, Sales Tax, Excise Duty, Customs Duty and Value Added Tax which have not been deposited as on 31st March 2022 except as below:

Name of the Statute/ (Nature of Dues)	Period of dues	Rs. in lakhs	Forum where the dispute is pending
Goods and Service Tax	2017-18	*33.04	High Court
	2018-19	*1.55	Assistant Commissioner

* Amounts given above excludes interest

- viii. The Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year. Accordingly, the requirement to report on clause 3 (viii) of the Order is not applicable to the Company.
- ix. a. According to the records of the Company examined by us and the information and explanation given to us, the Company has not obtained any borrowing facility during the year. Hence reporting under clause (ix)(a) is not applicable to the Company.



- b. The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- c. The Company had not obtained any term loans during the year, hence the reporting under clause ix (c) is not applicable to the Company.
- d. On an overall examination of the financial statements of the Company, no funds raised on short-term basis have been used for long term purposes by the Company.
- e. The Company does not have any subsidiary, associate or joint venture during the year ending 31st March 2022. Accordingly, the requirement to report under clause (ix) (e) of the Order is not applicable.
- f. The Company does not have any subsidiary, associate or joint venture during the year ending 31st March 2022. Accordingly, the requirement to report under clause (ix) (f) of the Order is not applicable.
- x. a. The Company has not raised any moneys by way of initial public offer, further public offer (including debt instruments) during the year. Accordingly, reporting under clause (x) (a) of the Order is not applicable.
b. On an overall examination of the financial statements, we report that the Company has not made any preferential allotment or private placement of shares or convertible debentures during the year. Accordingly, reporting under clause (x) (b) of the Order is not applicable.
- 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 explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the Management.
b. During the year, no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed by cost auditor / secretarial auditor or by us in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
c. There were no whistle blower complaints received by the Company during the year.
- xii. As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the provisions of Clause 3(xii) of the Order are not applicable to the Company.
- xiii. In our opinion, the Company has entered into transactions with related parties in compliance with the provisions of Sections 177 and 188 of the Act. The details of such related party transactions have been disclosed in the Ind AS financial statements as required under Indian Accounting Standard (Ind AS) 24, Related Party Disclosures specified under Section 133 of the Act.
- xiv. a. In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.
b. We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date.
- xv. According to the information and explanations given by the management, the Company has not entered into any non-cash transactions with the director or persons connected with them as referred to in Section 192 of the Companies Act, 2013.



- xvi. a. According to the information and explanations given to us, the provisions of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the Company.
- b. The Company has not conducted any non-banking or housing finance activities.
- c. The Company is not a Core Investment Company as defined in the regulations made by the Reserve Bank of India. Accordingly, reporting under clause 3 (xvi) (c) of the Order is not applicable.
- d. There is no Core Investment Company as a part of the Group, hence, the requirement to report on clause 3 (xvi) (d) of the Order is not applicable to the Company.
- xvii. The Company has not incurred cash losses in the current financial year and in the immediately preceding financial year.
- xviii. There has been no resignation of statutory auditors during the year and accordingly requirement to report on Clause 3 (xviii) of the Order is not applicable.
- xix. On the basis of ratios disclosed in 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 meetings of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of the balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts upto the date of the audit report and we neither given any guarantee nor any assurance that all liabilities falling due within one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx. (i) There are no unspent amounts other than in respect of ongoing projects that are required to be transferred to a fund specified in Schedule VII of the Companies Act, 2013 within a period of six months from the expiry of the financial year, in compliance with Section 135 of the Act. Hence reporting under clause xx(i) is not applicable to the Company.
- (ii) The unspent amount in respect of ongoing projects have been transferred to a special account in accordance with sub-section (5) of Section 135 of Companies Act, 2013.

For **P CHANDRASEKAR LLP**
Chartered Accountants
FRN 000580S/S200066

S Raghavendhar
Partner

Chennai
27th May 2022

Membership No. 244016
UDIN: 22244016ANIHEO7417



**BALANCE SHEET
AS AT 31 MARCH 2022**

(All amounts are in lakhs of Indian rupees, unless otherwise stated)

Particulars	Notes	As at 31 March 2022	As at 31 March 2021
Assets			
Non-current assets			
Property, plant and equipment	3a	4,506.11	4,196.27
ROU Assets	3a	72.93	88.60
Investment Property	3b	4,313.96	-
Capital work in progress	3c	18.64	43.31
Intangible assets Other than goodwill		-	-
Financial assets			
(i) Loans and Advances	4	43.31	51.42
Deferred tax asset (net)	5	-	-
Other Non-Current assets	6	19.26	26.80
		8,974.21	4,406.40
Current assets			
Inventories	7	4,929.22	5,233.83
Financial assets			
(i) Trade Receivables	8	2,371.31	1,126.01
(ii) Cash and Cash equivalents	9	2,190.47	5,589.08
(iii) Bank balances other than (ii) above	10	470.59	677.85
(iv) Other financial assets	11	18.52	104.44
Current Tax Assets (Net)	21	292.16	-
Other assets	12	147.55	537.96
		10,419.82	13,269.17
Total assets		19,394.03	17,675.57
Equity and liabilities			
Equity			
Equity Share Capital	13	434.39	434.39
Other Equity	14	18,065.79	15,171.54
Total equity		18,500.18	15,605.93
Non-current liabilities			
Financial Liabilities			
(i) Borrowings		-	-
(ii) Lease liabilities	15	84.23	92.93
Deferred Tax Liabilities (Net)	5	65.18	38.77
		149.41	131.70
Current liabilities			
Financial Liabilities			
(i) Borrowings		-	-
(ii) Lease liabilities	16	12.52	13.98
(iii) Trade Payables - total outstanding dues of:			
(A) Micro enterprises and small enterprises		-	-
(B) Creditors other than micro enterprises and small enterprises	17	165.17	608.84
(iv) Other Financial Liabilities	18	268.54	230.09
Other current liabilities	19	35.70	27.23
Short Term Provisions	20	262.51	928.37
Current Tax liabilities	21	-	129.43
		744.44	1,937.94
Total liabilities		893.85	2,069.64
Total equity and liabilities		19,394.03	17,675.57
Summary of significant accounting policies	2		

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

As per our report of even date

For **P. Chandrasekar LLP**

Chartered Accountants

Firm Registration No.: 000580S/S200066

S. RAGHAVENDHAR

Partner

Membership No.: 244016

Place: Chennai

Date: May 27, 2022

For and on behalf of the Board of Directors of

Kanchi Karpooram Limited

SURESH SHAH

Managing Director

DIN: 01659809

SURENDRA KUMAR SHAH

Chief Financial Officer

DIPESH S JAIN

Managing Director

DIN: 01659930

J.R. VISHNUVARTHAN

Company Secretary



**STATEMENT OF PROFIT AND LOSS
FOR THE YEAR ENDED 31 MARCH 2022**

(All amounts are in lakhs of Indian rupees, unless otherwise stated)

Particulars	Notes	Year Ended 31-03-2022	Year Ended 31-03-2021
I. REVENUE FROM OPERATIONS	22	25,105.66	18,411.05
II. Other income	23	246.22	251.33
III.Total income (I+II)		25,351.88	18,662.38
IV. EXPENSES			
Cost of Raw materials consumed	24	17,278.89	8,841.92
Changes in inventories of work-in-progress and finished goods	24	1,064.50	-1,384.69
Employee benefits expense	25	930.87	1,823.89
Finance Cost	26	85.67	31.09
Depreciation and amortization expense	27	231.27	136.00
Other expenses	28	1,499.58	999.74
Total expense-IV		21,090.78	10,447.95
V. Profit before Exceptional items and taxes (III-IV)		4,261.10	8,214.43
VI. Exceptional Items		-	-
VII. Profit before tax (V-VI)		4,261.10	8,214.43
VIII. Tax Expense			
Current Tax	29	1,080.00	1,986.00
Deferred tax expense / (credit)		26.41	7.42
Tax relating to previous years		86.68	(48.08)
Income tax expense-VIII		1,193.09	1,945.34
IX. Profit after tax (VII-VIII)		3,068.01	6,269.09
X. Other comprehensive income			
A. (i) Items that will not be reclassified to profit or loss		-	-
(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
B. (i) Items that will be reclassified to profit or loss		-	-
(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
Other comprehensive income for the year, net of tax-X		-	-
XI. Total comprehensive income for the year, net of tax (IX+X)		3,068.01	6,269.09
Earnings per share			
Basic Earnings per share	30	70.63	144.03
Diluted earnings per share	30	70.63	143.77

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

As per our report of even date
For **P. Chandrasekar LLP**
Chartered Accountants
Firm Registration No.: 000580S/S200066
S. RAGHAVENDHAR
Partner
Membership No.: 244016
Place: Chennai
Date: May 27, 2022

For and on behalf of the Board of Directors of
Kanchi Karpooram Limited
SURESH SHAH
Managing Director
DIN: 01659809
SURENDRA KUMAR SHAH
Chief Financial Officer

DIPESH S JAIN
Managing Director
DIN: 01659930
J.R. VISHNUVARTHAN
Company Secretary



STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31 MARCH 2022

(All amounts are in lakhs of Indian rupees, unless otherwise stated)

Particulars	31st March 2022	31st March 2021
A. Cash flow from Operating activities		
Profit before tax	4,261.10	8,214.43
Adjustments for non cash and non operating items:		
Depreciation of Property, plant and equipment	231.27	136.00
(Profit)/loss on sale of Property, plant and equipment	(4.83)	(0.75)
Amortisation of prepaid rent	1.12	1.07
Finance cost	85.67	45.53
Interest Income	(188.18)	(232.58)
Operating Cash flow before working capital changes	4386.15	8,163.70
Working capital adjustments:		
(Increase)/ decrease in trade receivables	(1,245.30)	1.01
(Increase)/ decrease in inventories	304.60	(2,895.84)
(Increase)/ decrease in other Current assets	389.29	(380.42)
(Increase)/ decrease in loans and advances/ Other non-current assets	9.24	37.53
(Increase)/ decrease in Other Financial Assets	2.35	(47.88)
Increase/ (decrease) in trade payables	(443.66)	501.62
Increase/ (decrease) in other Financial liabilities	39.87	72.26
Increase/ (decrease) in other current liabilities and provisions	(657.39)	832.28
Operating cash flow after working capital changes	2,785.14	6,284.27
Interest on Working Capital and Bank charges	-	(12.29)
Taxes paid, net of refund	(1,588.28)	(1,817.42)
Net cash flows from operating activities (A)	1,196.86	4,454.56
Investing activities		
Purchase of Property, plant and equipment, intangible assets, including capital work-in-progress and capital advances	(494.83)	(876.80)
Purchase of investment property	(4,313.96)	-
Proceeds from sale of Property, plant and equipment	5.30	1.80
Interest income	271.76	135.04
Changes in other bank balance	205.85	(585.89)
Loans (given)/repaid	-	100.00
Net cash flows from/(used in) investing activities (B)	(4,325.89)	(1,225.84)
Financing activities		
Proceeds from issue/conversion of share warrants	-	213.25
Dividends paid	(173.76)	(43.64)
Increase / (Decrease) on Long term loans from bank	-	(6.67)
Finance Cost	(72.32)	(18.80)
Buyback of shares	-	(83.14)
Tax on buy back of shares	-	(18.90)
Increase / (Decrease) in long term lease payable (including finance cost)	(23.51)	(22.00)
Net cash flows used in financing activities (C)	(269.59)	20.10
Net increase/(decrease) in cash and cash equivalents	(3,398.61)	3,248.82
Cash and cash equivalents at the beginning of the year	5,589.08	2,340.26
Cash and cash equivalents at year end (D) = (A)+ (B)+ (C)	2,190.47	5,589.08

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

As per our report of even date
For **P. Chandrasekar LLP**
Chartered Accountants
Firm Registration No.: 000580S/S200066
S. RAGHAVENDHAR
Partner
Membership No.: 244016
Place: Chennai
Date: May 27, 2022

For and on behalf of the Board of Directors of
Kanchi Karpooram Limited
SURESH SHAH
Managing Director
DIN: 01659809

SURENDRA KUMAR SHAH
Chief Financial Officer

DIPESH S JAIN
Managing Director
DIN: 01659930

J.R. VISHNUVARTHAN
Company Secretary



STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 MARCH 2022

(All amounts are in lakhs of Indian rupees, unless otherwise stated)

1. Equity share capital as on 31.03.2022

Rs. 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 2021-22	Balance as at 31.03.2022
434.39	-	-	-	434.39

2 Equity share capital as on 31.03.2021

Rs. 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 2020-2021		Balance as at 31.03.2021
			Conversion of share warrants to Equity shares	Buy Back of shares	
425.91	-	-	10.53	(2.05)	434.39

B. Other Equity

1. For the year ended 31st March 2022

Rs. In Lakhs

Particulars	Reserves and Surplus				Other equity	Total
	Capital Redemption Reserve	Securities Premium	General Reserve	Retained earnings	Money Received against share warrants	
Balance as at 1st April 2021	2.05	777.77	210.00	14,181.72	0.00	15,171.54
Changes in accounting policy or prior period errors	-	-	-	-	-	-
Restated balance as at 1st April 2021	-	-	-	-	-	-
Profit for the year	-	-	-	3,068.01	-	3,068.01
Other Comprehensive Income	-	-	-	-	-	-
Total Comprehensive Income for the current year	-	-	-	3,068.01	-	3,068.01
Dividends paid during FY 2021-22	-	-	-	(173.76)	-	(173.76)
Balance as at 31st March 2022	2.05	777.77	210.00	17,075.97	0.00	18,065.79


2. For the year ended 31st March 2021

Rs. In Lakhs

Particulars	Reserves and Surplus				Other equity	Total
	Capital Redemption Reserve	Securities Premium	General Reserve	Retained earnings	Money Received against share warrants	
Balance as at 1st April 2020	-	408.98	210.00	8,058.31	166.07	8,843.36
Changes in accounting policy or prior period errors	-	-	-	-	-	-
Restated balance as at 1st April 2020	-	-	-	-	-	-
Profit for the year	-	-	-	6,269.09	-	6,269.09
Other comprehensive income for the year	-	-	-	-	-	-
Total Comprehensive Income for the year	-	-	-	6,269.09	-	6,269.09
Money received during the year against share warrants	-	-	-	-	213.27	213.27
Share warrants converted to equity shares	-	368.80	-	-	(379.33)	(10.54)
Transfer to Capital redemption Reserve upon buy back of shares	2.05	-	-	(2.05)	-	-
Buy back of shares	-	-	-	(81.09)	-	(81.09)
Tax on Buy back of shares	-	-	-	(18.89)	-	(18.89)
Dividends	-	-	-	(43.65)	-	(43.65)
Balance as at 31st March 2021	2.05	777.77	210.00	14,181.72	0.00	15,171.54

Nature and purpose of the reserve:
General Reserve:

General reserve is created out of profits transferred from retained earnings. General Reserve is created by a transfer from one component of equity to another and is not an item of other comprehensive income. It is a free reserve eligible for distribution to shareholders subject to the provisions of The Companies Act, 2013.

Warrant Deposit:

Deposits received and retained against unconverted Warrants. This will be converted to Equity Share Capital and Securities Premium post conversion of Warrants.

**Securities Premium:**

Securities premium represents the amount collected from shareholders in excess of face value towards issue of share capital. Securities Premium can be utilized in accordance with The Companies Act 2013.”

Capital Redemption Reserve:

Capital Redemption Reserve is created as required by section 69 of Companies Act 2013 on account of buy-back of shares. The Capital redemption reserve may be applied by the company, in paying up unissued shares of the company to be issued to members of the company as fully paid bonus shares.”

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

As per our report of even date
For **P. Chandrasekar LLP**
Chartered Accountants
Firm Registration No.: 000580S/S200066
S. RAGHAVENDHAR
Partner
Membership No.: 244016
Place: Chennai
Date: May 27, 2022

For and on behalf of the Board of Directors of
Kanchi Karpooram Limited

SURESH SHAH
Managing Director
DIN: 01659809

SURENDRA KUMAR SHAH
Chief Financial Officer

DIPESH S JAIN
Managing Director
DIN: 01659930

J.R. VISHNUVARTHAN
Company Secretary



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022

Note 1: Company Overview

Kanchi Karpooram Limited (“the Company”) was incorporated on 31st January 1992. It is a public limited company incorporated and domiciled in India whose shares are publicly traded. The registered office is located at Parandur Road, Enathur village, Karapettai Post, Kanchipuram – 631552, Tamilnadu, India. The Company manufactures Camphor and allied products. The Company has its manufacturing Plant at Kanchipuram in Tamil Nadu.

The financial statements of the Company have been prepared in accordance with the Indian Accounting Standards (“Ind AS”) notified by the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time. Accordingly, the financial statements for the year ended 31st March 2022 are prepared as per IND AS financial statements. The financial statements for the year ended 31st March 2022 were authorized and approved for issue by the Board of Directors on 27th May, 2022.

Note 2: Summary of Significant Accounting Policies

2.1 Basis of Preparation

The financial statements comply in all material aspects with Indian Accounting Standards (“Ind AS”) notified under Section 133 of the Companies Act, 2013 (“the Act”) [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the Act. The financial statements have been prepared on the historical cost convention under accrual basis of accounting except for certain financial assets and liabilities (as per the accounting policy below), which have been measured at fair value.

2.2 Use of Estimates

The preparation of financial statements requires management to make certain estimates and assumptions that affect the amounts reported in the financial statements and notes thereto. The management believes that these estimates and assumptions are reasonable and prudent. However, actual results could differ from these estimates. Any revision to accounting estimates is recognized prospectively in the current and future period.

2.3 Significant Estimates and Judgments

The areas involving critical estimates are:

- Estimation of fair value of financial assets and liabilities (Refer Note 33 to the Accounts)
- Estimation of useful life of Property, Plant and Equipment (Refer Note 2.7 below)
- Valuation of defined benefit obligations – (Refer Note 2.11 to the accounts)
- Estimation of income tax provision for the year

The management has exercised its judgement in assessing whether a present obligation arising from the past events would result in outflow of resources embodying economic benefits.

2.4 Revenue Recognition

Sale of products:

Revenue is recognized upon transfer of control of promised products or services to customers in an amount that reflects the consideration we expect to receive in exchange for those products or services. The Company considers indicators for assessing the transfer of control, including:

- (a) The entity has a present right to payment for the assets
- (b) The customer has legal title to the asset



- (c) The entity has transferred physical possession of the asset
- (d) The customer has the significant risks and rewards of ownership of the asset
- (e) The customer has accepted the asset

The Company earns revenue primarily from sale of Camphor and allied products. Payment for the sale is made as per the credit terms in the agreements with the customers. The credit period is generally short term, thus there is no significant financing component. The Company's contracts with customers do not provide for any right to returns, refunds or similar obligations.

Dividend, interest and other income

- Dividend income from investments is recognized when the right to receive payment has been established
- Interest income is recognized on a time proportion basis taking into account the amount outstanding and the interest rate applicable in line with the effective interest rate method.
- Rental income is accounted on straight line basis over the term of the relevant lease.
- Insurance claims are accounted on the basis of claims admitted or expected to admitted and to the extent that there is no uncertainty in receiving the claims
- Export benefits are accounted in the year of exports based on eligibility and when there is no uncertainty in receiving the same.

2.5 Property, Plant and Equipment

Freehold Land and all other items of Property, Plant and Equipment are stated at deemed cost on transition IndAS or cost of acquisition, as applicable less accumulated depreciation / amortization and impairment, if any. Cost includes purchase price, taxes and duties, labour cost and directly attributable overheads incurred upto the date the asset is ready for its intended use. However, cost excludes Excise Duty, Value Added Tax and Service Tax / GST, to the extent credit of the duty or tax is availed of.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as separate asset is derecognized when replaced. All other repairs and maintenance are charged to Profit or Loss during the reporting period in which they are incurred. Gains and losses on disposals are determined by comparing proceeds with carrying amount and recognized in Statement of Profit and Loss.

2.6 Investment Property

Investment properties are measured at cost of acquisition less accumulated depreciation/ amortization and impairment, if any. Cost includes purchase price, taxes and duties, labour cost and directly attributable overheads incurred upto the date the asset is ready for its intended use. However, cost excludes Excise Duty, Value Added Tax and Service Tax / GST, to the extent credit of the duty or tax is availed of.

Investment properties are properties held to earn rentals and/or capital appreciation. Depreciation on investment property is calculated based on useful life estimated valuation report issued by a chartered engineer.

2.7 Depreciation and Amortization

Depreciation on tangible fixed assets is provided over the estimated useful life of the asset or part of the asset, on straight line method, in accordance with Part A of Schedule II to the Companies Act, 2013. Residual value is considered upto five per cent of the cost of assets.

The assets' residual values, estimated useful lives and depreciation method are reviewed at the end of each reporting period.



Gains and losses on disposal are determined by comparing proceeds with carrying amount and are credited/ debited to the Statement of Profit and loss.

The useful lives of various classes of property, plant and equity are as provided below:

Class of Asset	Useful Life
Electrical Installation	10
Buildings	30
Plant and Equipment	8
Furniture and Fixtures	10
Vehicles	8-20
Lab Equipment	10
Air Conditioners	5
Office Equipment	5
Computer	3

Residual values and useful lives are reviewed and adjusted, if appropriate, for each reporting period.

On assets added / disposed during the year, depreciation is charged on pro-rata basis from the date of addition / till the date of disposal.

2.8 Intangible Assets

Intangible assets acquired are recorded at their acquisition cost and are amortized on straight line basis over its useful life of 3 years.

2.9 Inventories

- Raw materials, stores and spares are valued at cost under First-In-First-Out (FIFO) method or net realizable value whichever is lower.
- Finished goods are valued at cost (including applicable overheads) or net realizable value, whichever is lower
- Work-in-progress is valued at lower of cost and net-realizable value. Cost is calculated as material cost plus appropriate portion of overheads.

2.10 Impairment

Assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows and are largely independent of the cash inflows from other assets or groups of assets (cash-generating units).

2.11 Employee Benefits

(i) Short term obligations:

Liabilities for wages, salaries and bonuses, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognized in respect of employees' services upto the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current liabilities in the balance sheet.

**(ii) Post-employment obligations:****a) Provident Fund and pension:**

Provident Fund and pension benefits are defined contribution plans under which the Company pays fixed contribution into funds established under the Employees' Provident Fund and Miscellaneous Provisions Act, 1952. The Company has no legal or constructive obligations to pay further contributions after the payment of the fixed contribution. Contributions due to the provident fund are recognized as an expense on monthly basis.

b) Gratuity:

The Company has a defined benefit gratuity plan funded with Life Insurance Corporation of India, covering eligible employees. The scheme provides for lump sum payment to vested employees at retirement, death while in employment or in termination of employment. The company obligation towards gratuity is valued at the date of each balance sheet with the help of an actuary using projected unit credit method and considered accordingly in the books of accounts.

(iii) Other long-term employee benefit obligations:**a) Leave encashment:**

The company allows accumulation of leave and encashment thereof based on its policy for eligible employees. The company's obligation towards leaves that could be carried over by employees beyond 12 months from the date of the balance sheet is valued on with the help of an actuary using the projected unit credit method and considered accordingly in the books of accounts.

2.12 Taxes on Income

Income tax expense represents the sum of the current tax and deferred tax.

a) Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using tax rates that are enacted and applicable for the reporting period. The company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis or to realize the assets and settle the liability simultaneously.

b) Deferred tax

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

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.



Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities. Accordingly, the deferred tax assets and liabilities that were recognized during the previous reporting periods are remeasured using the tax rates enacted or substantively enacted as at the reporting date.

c) Current and deferred tax for the year

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

2.13 Leases

Assets and liabilities arising from a lease are initially measured on a present value basis. Lease liabilities predominantly include the net present value of the fixed lease payments and other components of lease payments where applicable.

Lease payments to be made under reasonably certain extension options are also included in the measurement of the liability. The lease payments are discounted using the interest rate implicit in the lease. If that rate cannot be readily determined, which is generally the case for leases in the Company, the lessee's incremental borrowing rate is used.

Lease payments are allocated between principal and finance cost. The finance cost is charged to profit or loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

Right-of-use assets are measured at cost comprising the following:

- the amount of the initial measurement of lease liability
- any lease payments made at or before the commencement date less any lease incentives received
- any initial direct costs, and
- restoration costs

Right-of-use assets are generally depreciated over the shorter of the asset's useful life and the lease term on a straight-line basis.

Payments associated with short-term leases of equipment and all leases of low-value assets are recognized on a straight-line basis as an expense in profit or loss. Short-term leases are leases with a lease term of 12 months or less.

2.14 Functional and presentation currency and Foreign Currency Transactions

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which these entities operate (i.e. the "functional currency"). The financial statements are presented in Indian Rupee, the national currency of India, which is the functional currency of the Company.

In preparing the financial statements of the Company, transactions in currencies other than the entity's functional currency (foreign currencies) are recognized at the rates of exchange prevailing at the dates of



the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated

Exchange differences on monetary items are recognized in profit or loss in the period in which they arise.

2.15 Earnings per Share

The Company presents basic and diluted earnings per share (EPS) data for its equity shares. Basic EPS is calculated by dividing the profit or loss attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Diluted EPS is determined by adjusting the profit or loss attributable to equity shareholders and the weighted average number of equity shares outstanding for the effects of all dilutive potential equity shares.

2.16 Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker. The Company is principally engaged in a single business segment, viz., manufacture and sale of Camphor and allied products.

2.17 Provisions, Contingent Liabilities and Contingent Assets

a) Provision

A provision is recorded when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reasonably estimated.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognized as interest expenses.

b) Contingent Liabilities

Wherever there is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity or a present obligation that arises from past events but is not recognized because

- It is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
- The amount of the obligation cannot be measured with sufficient reliability.

c) Contingent Asset

Contingent assets are not recognized but are disclosed only where an inflow of economic benefits is probable.

2.18 Current and Non-Current Classification

The Company presents assets and liabilities in the balance sheet based on current / non-current classification. Cash or cash equivalent is treated as current, unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period. In respect of other assets, it is treated as current when it is:



- Expected to be realized or intended to be sold or consumed in the normal operating cycle
- Held primarily for the purpose of trading
- Expected to be realized within twelve months after the reporting period.

All other assets are classified as non-current.

A liability is treated as current when:

- It is expected to be settled in the normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current. Deferred tax assets and liabilities are classified as non-current assets and liabilities. The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The Company has identified twelve months as its operating cycle.

2.19 Financial instruments

(a) Recognition:

Financial assets and financial liabilities are recognized when a company entity becomes a party to the contractual provisions of the instruments.

(b) Classification of financial instruments

The Company classifies its financial assets in the following categories:

- Those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and
- Those measured at amortized cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flow.

(c) Measurement

(i) Initial Recognition:

At Initial recognition, the Company measures a financial asset at its fair value plus transaction cost (in the case of a financial asset not a fair value through profit or loss) that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in statement of profit or loss.

(ii) Subsequent measurement:

- **Debt Instruments**

Subsequent measurement of debt instruments depends on the company's business model for managing the asset and the cash flow characteristics of the asset. There are two measurement categories into which the Company classifies its debt instruments.



- **Amortized Cost**

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortized cost. A gain or loss on debt investment that is subsequently measured at amortized cost and is not part of a hedging relationship is recognized in profit or loss when the asset is de-recognized or impaired. Interest income from these financial assets is included in finance income using the effective interest rate method.

- **Fair Value through profit and loss statement**

Assets that do not meet the criteria for amortized cost or Fair Value through Other Comprehensive Income (FVOCI) are measured at Fair Value Through Profit or Loss (FVTPL). A gain or loss on a debt investment that is subsequently measured at FVTPL and is not part of a hedging relationship is recognized in profit or loss and presented in the statement of profit and loss within other gains/ (losses) in the period in which it arises. Interest income from these financial assets is included in other income.

• **Equity Instruments**

The Company subsequently measures all investments in equity (except of the subsidiaries/associate) at fair value. Where the company's management has elected to present fair value gains and losses on equity investments in other comprehensive income, there is no subsequent reclassification of fair value gains and losses to profit or loss. Dividends from such investments are recognized in profit or loss as other income when the Company's right to receive payments is established.

Impairment losses (and reversal of impairment losses) on equity investments measured at FVOCI are not reported separately.

Where the Company elects to measure fair value through profit and loss, changes in the fair value of such financial assets are recognized in the statement of profit and loss.

(d) Effective interest method

The effective interest method is a method of calculating the amortized cost of a debt instrument and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

Expense is recognized on an effective interest basis for debt instruments other than those financial liabilities classified as at FVTPL. Interest expense is recognized in profit or loss and is included in the 'finance cost' line item.

(e) Impairment of financial assets

The Company applies the expected credit loss model for recognizing impairment loss on financial assets measured at amortized cost, lease receivables, trade receivables, and other contractual rights to receive cash or other financial asset, and financial guarantees not designated as at FVTPL.

Expected credit losses are the weighted average of credit losses with the respective risks of default occurring as the weights. Credit loss is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the Company expects to receive (i.e. all cash shortfalls), discounted at the original effective interest rate (or credit-adjusted effective interest rate for



purchased or originated credit-impaired financial assets). The Company estimates cash flows by considering all contractual terms of the financial instrument through the expected life of that financial instrument.

For trade receivables, the Company measures the loss allowance at an amount equal to lifetime expected credit losses.

(f) De-recognition of financial assets and financial liabilities

The Company de-recognizes a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognizes its retained interest in the asset and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognize the financial asset and also recognizes a collateralized borrowing for the proceeds received.

On de-recognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognized in other comprehensive income and accumulated in equity is recognized in profit or loss if such gain or loss would have otherwise been recognized in profit or loss on disposal of that financial asset.

The Company de-recognizes financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired. An exchange with a lender of debt instruments with substantially different terms is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. Similarly, a substantial modification of the terms of an existing financial liability (whether or not attributable to the financial difficulty of the debtor) is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. The difference between the carrying amount of the financial liability derecognized and the consideration paid and payable is recognized in profit or loss.

2.20 Cash flow statement

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

For the purpose of presentation in the statement of cash flows, cash and cash equivalents include cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts/cash credits. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.

2.21 Key sources of estimation uncertainty

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized 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.

Key assumption 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 is as given below.

a) Estimation of long term and post employment benefits

The Company engages the services of an actuary to compute the present value of its defined benefit



obligations in respect of compensated absences and gratuity payable to its employees. The estimation involves use of assumptions and inputs such as life expectancy, attrition rate, salary increment rate etc.

b) Useful life of Property, Plant & Equipments and Intangible Assets

The Company reviews the estimated useful lives of Property, plant and equipment at the end of each reporting period. During the current year, there has been no change in life considered for the assets.

c) Contingencies

Contingent liabilities may arise from the ordinary course of business in relation to claims against the Company, including legal, contractor, land access and other claims. By their nature, contingencies will be resolved only when one or more uncertain future events occur or fail to occur. The assessment of the existence, and potential quantum, of contingencies inherently involves the exercise of significant judgment and the use of estimates regarding the outcome of future events.

d) Deferred Tax Assets

The recognition of deferred tax assets requires assessment of whether it is probable that sufficient future taxable profits will be available against which deferred tax assets can be utilized. The Company reviews at each balance sheet the carrying amount of deferred tax asset if any.

e) Income tax provision:

The company provides for income tax expenditure in respect of the year taking into consideration the applicable income tax laws which include usage of conclusions drawn from precedents pronounced by various fora. The actual income tax expense may undergo a change upon completion of tax audit or assessment by tax authorities and the resultant expense/credit is accounted as and when it arises.



3a. Property, plant and equipment, Capital Work-in Progress & Intangible Assets

2021-22

Rs. in Lakhs

Particulars	Property, plant and equipment										ROU Assets Buildings	Intangible assets	
	Freehold Land	Electrical Installations	Buildings	Plant and Equipment	Furniture and Fixtures	Vehicles	Lab Equipments	Air Conditioners	Office equipment	Computer			Total
Cost or valuation													
At 1 April 2021	1,905.07	94.95	893.60	1,590.40	12.22	82.06	9.06	7.65	15.83	23.00	4,633.84	119.92	0.17
Add: Additions	-	1.67	325.78	82.02	19.73	78.84	-	3.70	6.63	3.72	522.09	-	-
Less: Disposals/ Write off	-	-	-	-	-	-6.40	-	-	-	-	-6.40	-	-
Less: Capitalised during the year	-	-	-	-	-	-	-	-	-	-	-	-	-
At 31 March 2022	1,905.07	96.62	1,219.38	1,672.42	31.95	154.50	9.06	11.35	22.46	26.72	5,149.53	119.92	0.17
Accumulated Depreciation/ Amortization / Impairment													
At 1 April 2021	-	3.84	46.54	332.84	5.01	19.48	2.93	4.88	5.71	16.34	437.57	31.32	0.17
Depreciation charge for the year	-	9.21	52.55	125.24	1.59	13.90	0.84	1.32	3.06	4.07	211.78	15.66	-
Disposals	-	-	-	-	-	(5.93)	-	-	-	-	(5.93)	-	-
Impairment charge for the year	-	-	-	-	-	-	-	-	-	-	-	-	-
At 31 March 2022	-	13.05	99.09	458.08	6.60	27.45	3.77	6.20	8.77	20.41	643.42	46.99	0.17
Net book value													
At 31 March 2022	1,905.07	83.57	1,120.29	1,214.34	25.35	127.05	5.29	5.15	13.69	6.31	4,506.11	72.93	-
At 1 April 2021	1,905.07	91.11	847.06	1,257.56	7.21	62.58	6.13	2.77	10.12	6.66	4,196.27	88.60	-



3a. Property, plant and equipment, Capital Work-in Progress & Intangible Assets

2020-21

Rs. in Lakhs

Particulars	Property, plant and equipment										Right of Use Assets - Buildings	Intangible assets	
	Freehold Land	Electrical Installations	Buildings	Plant and Equipment	Furniture and Fixtures	Vehicles	Lab Equipments	Air Conditioners	Office equipment	Computer			Total
Cost or valuation													
At 1 April 2020	1,905.07	3.00	123.76	775.37	9.75	64.62	9.06	7.38	7.30	18.89	2,924.20	119.92	0.17
Add: Additions		91.95	769.84	815.03	2.47	24.77		0.27	8.53	4.11	1,716.97	-	-
Less: Disposals/ Write off						-7.33					-7.33		-
Less: Capitalised during the year		-	-	-	-	-	-	-	-	-	-	-	-
At 31 March 2021	1,905.07	94.95	893.60	1,590.40	12.22	82.06	9.06	7.65	15.83	23.00	4,633.84	119.92	0.17
Accumulated Depreciation/ Amortization/ Impairment													
At 1 April 2020	-	1.49	31.66	248.77	3.21	16.39	2.09	3.45	4.46	12.00	323.52	15.66	0.17
Depreciation charge for the year	-	2.35	14.88	84.07	1.80	9.38	0.84	1.43	1.25	4.34	120.34	15.66	-
Disposals	-	-	-	-	-	-6.29	-	-	-	-	-6.29	-	-
Impairment charge for the year	-	-	-	-	-	-	-	-	-	-	-	-	-
At 31 March 2021	-	3.84	46.54	332.84	5.01	19.48	2.93	4.88	5.71	16.34	437.57	31.32	0.17
Net book value													
At 31 March 2021	1,905.07	91.11	847.06	1,257.56	7.21	62.58	6.13	2.77	10.12	6.66	4,196.27	88.60	-
At 1 April 2020	1,905.07	1.51	92.11	526.59	6.54	48.22	6.97	3.93	2.84	6.89	2,600.68	104.26	-



3b. Investment Property

Rs. in Lakhs

Particulars	Land	Buildings	Total
Cost or valuation			
At 1 April 2021	-	-	-
Add: Additions/	3,947.69	370.10	4,317.78
At 31 March 2022	3,947.69	370.10	4,317.78
Accumulated Depreciation			
At 1 April 2021	-	-	-
Depreciation charge for the year	-	3.82	3.82
At 31 March 2022	-	3.82	3.82
Net book value			
At 31 March 2022	3,947.69	366.27	4,313.96
At 1 April 2021	-	-	-

Fair Value of Investment Property

Fair Value of Investment property on the basis of valuation (measured for the purpose of disclosure in the financial statements) carried out by an a registered valuer as defined under rule 2 of Companies (Registered Valuers and Valuation) Rules, 2017.

Rs. In lakhs

Particulars	2021-22	2020-21
Land & Building	3,939.00	NA
Total	3,939.00	NA

3c. Capital Working in Progress

Rs. in Lakhs

Particulars	Amount
Balance as on 1st April 2020	883.48
Addition during 2020-21	876.80
Capitalisation during 2020-21	1,716.97
Balance as on 31st March 2021	43.31
Addition during 2021-22	497.42
Capitalisation during 2021-22	522.09
Balance as on 31st March 2022	18.64

CWIP Ageing Schedule as at 31.3.2022

Rs. in Lakhs

Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	18.64	-	-	-	18.64

CWIP Ageing Schedule as at 31.3.2021

Rs. in Lakhs

Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	43.31	-	-	-	43.31



4 Non-current financial assets- Loans

Rs. in Lakhs

Particulars	31st March 2022	31st March 2021
At amortized cost		
a. Secured, Considered Good		-
b. Unsecured, Considered Good		
Security Deposits	43.31	51.42
Inter corporate loans	-	-
c. Loans with significant increase in credit risk	-	-
d. Loan Receivables – Credit Impaired	-	-
	43.31	51.42

5 Deferred Tax Asset/ (Liability)

Rs. in Lakhs

Particulars	31st March 2022	31st March 2021
Deferred tax asset		
Expenses disallowed under Income Tax Act, 1961	8.92	29.89
Deferred tax Liability		
Depreciation differential	(74.10)	(68.66)
Net deferred tax asset/(liability)	(65.18)	(38.77)

Rs. in Lakhs

Movement in Deferred Tax	Depreciation	Others	Total
As at 31st March 2020-(Liability)/Asset (Charged)/ Credited	(127.00)	95.65	(31.35)
To Profit and Loss	58.34	(65.76)	(7.42)
To Other Comprehensive Income	-	-	-
As at 31st March 2021-(Liability)/Asset (Charged)/ Credited	(68.66)	29.89	(38.77)
To Profit and Loss	(5.44)	(20.97)	(26.41)
To Other Comprehensive Income	-	-	-
As at 31st March 2022-(Liability)/Asset	(74.10)	8.92	(65.18)

6 Other Non-Current assets

Rs. in Lakhs

Particulars	31st March 2022	31st March 2021
Capital advance	11.75	18.16
Advances other than capital advances		
(i) Unamortized expense on rental deposit and others	7.51	8.64
	19.26	26.80



7 Inventories (lower of cost and net realisable value)

Rs. in Lakhs

Particulars	31st March 2022	31st March 2021
Raw materials		
(i) Stock of raw materials	3,049.15	2,088.71
(ii) Goods in transit	505.88	724.79
Work in progress	820.25	1,153.75
Finished goods	512.38	1,243.39
Stores and Spares	41.56	23.19
Total inventories	4,929.22	5,233.83

Refer Note no-2.9 for Accounting Policy relating to valuation of inventories

8 Trade receivables

Rs. in Lakhs

Particulars	31st March 2022	31st March 2021
a. Secured, Considered Good	-	-
b. Unsecured, Considered Good	-	-
Receivables from related parties (refer note 34)	37.06	41.34
Receivable from Others	2,334.25	1,084.67
c. Trade receivables with significant increase in credit risk	-	-
d. Trade receivables– Credit Impaired	-	-
	2,371.31	1,126.01

Trade Receivables Ageing as on 31.03.2022

Particulars	Outstanding for following periods from due date of payment				
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	Total
(i) Undisputed Trade receivables – considered good	2,370.78	0.12	0.41	-	2,371.31
(ii) Undisputed Trade Receivables – considered doubtful	-	-	-	-	-
(iii) Disputed Trade Receivables considered good	-	-	-	-	-
(iv) Disputed Trade Receivables considered doubtful	-	-	-	-	-



Trade Receivables Ageing as on 31.03.2021

Particulars	Outstanding for following periods from due date of payment				
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	Total
(i) Undisputed Trade receivables – considered good	1,125.96	0.05	-	-	1,126.01
(ii) Undisputed Trade Receivables – considered doubtful	-	-	-	-	-
(iii) Disputed Trade Receivables considered good	-	-	-	-	-
(iv) Disputed Trade Receivables considered doubtful	-	-	-	-	-

9 Cash and cash equivalents

Rs. in Lakhs

Particulars	31st March 2022	31st March 2021
Cash on hand	0.60	0.83
Balances with banks		
(i) In current accounts	569.87	188.25
(ii) In fixed deposits	1,620.00	5,400.00
	2,190.47	5,589.08

10 Bank balances other than cash and cash equivalents

Rs. in Lakhs

Particulars	31st March 2022	31st March 2021
Fixed deposits maturing after 3 months after reporting date	390.00	585.00
In unpaid dividend accounts	42.45	43.86
BOI-Unspent CSR Escrow A/c	38.14	48.99
	470.59	677.85

11 Other financial assets (current)

Rs. in Lakhs

Particulars	31st March 2022	31st March 2021
Unsecured, Considered Good		
Advance to employees	0.01	2.14
Interest accrued and not due	18.51	102.30
	18.52	104.44

**12 Other assets (current)**

Rs. in Lakhs

Particulars	31st March 2022	31st March 2021
Balance with Government authorities	91.88	443.42
Prepaid expenses	43.04	15.44
Advances to suppliers	12.63	79.10
	147.55	537.96

13 Share Capital

Rs. in Lakhs

Particulars	31st March 2022	31st March 2021
Authorised:		
70,00,000 (Previous years: 7,00,00,000) equity shares of Rs.10/- each	700.00	700.00
	700.00	700.00
Issued, subscribed and paid-up:		
43,43,891 equity shares of Rs.10 each fully paid-up.	434.39	434.39

a) Reconciliation of shares outstanding at the beginning and at the end of the reporting year

Particulars	No. of Shares
As at April 01, 2020	42,59,050
Conversion of share warrants to Equity Shares	1,05,370
No. of Shares bought back	-20,529
As at March 31, 2021	43,43,891
Alloted / cancelled during the year	NIL
As at March 31, 2022	43,43,891

b) Terms / rights attached to equity shares

The Company has only one class of equity shares having par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. The company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

As at March 31, 2022, the total number of shares issued, Subscribed and Paid up is 43,43,891/- (March 31,2021: 43,43,891/-).

During the year ended March 31, 2022, the amount of dividend (if any) proposed by board of directors is subject to approval of shareholders at annual general meeting.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.



No shares were allotted as fully paid bonus shares during the 5 years immediately preceding 31.03.2022. During the 5 years immediately preceding 31st March 2022, 20529 equity shares were bought back and no shares were allotted for non-cash consideration during the 5 years immediately preceding 31.03.2022.

c) Details of shareholders holding more than 5% shares in the Company are as under:-

Name of equity share holders	2021-22		2020-21	
	No. of shares	% of holding	Number of shares held	% of holding
Equity shares of Rs. 10/- each fully paid				
V SURESH	4,51,307	10.39%	4,37,667	10.08%
VARSHAA GOAL	3,18,400	7.33%	3,18,400	7.33%
PUSHPA S JAIN	4,09,030	9.42%	3,54,953	8.33%
DIPESH SURESH JAIN	3,37,850	7.78%	3,37,850	7.78%

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

d) Details of share held by promoters are as under:-

Shares held by promoters at the end of the year		As at 31.03.2022			As at 31.03.2021		
S No.	Promoter Name	No. of shares	% of Total shares	% Change during the year	No. of shares	% of Total shares	% Change during the year
1	V SURESH	4,51,307	10.39	0.31	4,37,667	10.08	0.68
2	PUSHPA S JAIN	4,09,030	9.42	1.25	3,54,953	8.17	0.04
3	DIPESH SURESH JAIN	3,37,850	7.78	0.00	3,37,850	7.78	1.85
4	VARSHAA GOAL	3,18,400	7.33	0.00	3,18,400	7.33	0.03
5	ARUN V SHAH	1,78,050	4.10	0.00	1,78,050	4.10	0.02
6	V M GOAL	1,36,500	3.14	0.00	1,36,500	3.14	0.00
7	LATA A SHAH	89,500	2.06	0.00	89,500	2.06	0.00
8	MADHU J SHAH	66,000	1.52	0.00	66,000	1.52	0.00
9	KAVITA JAIN	47,298	1.09	0.63	20,000	0.46	0.00
10	JITENDRA V SHAH	38,000	0.87	0.00	38,000	0.87	0.00
11	SONIYA .	30,000	0.69	0.00	30,000	0.69	0.00
12	VEERCHAND D SHAH HUF	-	-	-	-	-	-
13	RADHAKRISHNAN K C JT1 : SEETHALAKSHMI**	300	0.01	(0.69)	30,300	0.70	0.00

**** Note:** As on 31.03.2022 Mr. Radhakrishnan K C Jt1 Seethalakshmi is not a promoter. They were reclassified as public during the financial year 2021-2022.



14 Other equity

Rs. in Lakhs

Particulars	31st March 2022	31st March 2021
Reserves and Surplus		
(i) General reserve	210.00	210.00
(ii) Securities premium	777.77	777.77
(iii) Retained Earnings		
Balance as at the beginning of the year	14,181.72	8,058.31
Add: Increase/ (Decrease)	2,894.25	6,123.41
Balance as at the end of the year	17,075.97	14,181.72
(iv) Capital Redemption Reserve	2.05	2.05
Total Other equity	18,065.79	15,171.54

Nature and purpose of the reserve:

General Reserve:

General reserve is created out of profits transferred from retained earnings. General Reserve is created by a transfer from one component of equity to another and is not an item of other comprehensive income. It is a free reserve eligible for distribution to shareholders subject to the provisions of The Companies Act, 2013.

Securities Premium:

Securities premium represents the amount collected from shareholders in excess of face value towards issue of share capital. Securities Premium can be utilized in accordance with The Companies Act 2013.

Capital Redemption Reserve:

Capital Redemption Reserve is created as required by section 69 of Companies Act 2013 on account of buy-back of shares. The Capital redemption reserve may be applied by the company, in paying up unissued shares of the company to be issued to members of the company as fully paid bonus shares.

15 Non-Current Financial Liabilities - Lease Liabilities

Rs. in Lakhs

Particulars	31st March 2022	31st March 2021
Long term lease obligations	84.23	92.93
	84.23	92.93

Particulars	Year ending 31-03-2022	Year ending 31-03-2021
Opening net carrying balance	106.91	114.46
Accretion of Interest	13.35	14.45
Payments	(23.51)	(22.00)
Total Lease Obligation	96.75	106.91
Short Term Lease Obligation	12.52	13.98
Long Term Lease Obligation	84.23	92.93

The rate used for discounting is 13%.



16 Current Financial Liabilities

Rs. in Lakhs

Particulars	31st March 2022	31st March 2021
Short term lease obligations	12.52	13.98
	12.52	13.98

17 Trade Payables

Rs. in Lakhs

Particulars	31st March 2022	31st March 2021
Dues to Micro Enterprises and Small Enterprises	-	-
Dues to other than Micro, Small & Medium Enterprises	165.17	608.84
	165.17	608.84

Disclosure requirement as required under Micro, Small and Medium Enterprises Development Act, 2006 is as follows

PARTICULARS	2021-22	2020-21
(i) Principal amount and the interest due thereon remaining unpaid to each supplier at the end of each accounting year.	NIL	NIL
(ii) Interest paid by the Company in terms of section 16 of Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year.	NIL	NIL
(iii) Interest due and payable for the year of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small and Medium Enterprises Development Act, 2006.	NIL	NIL
(iv) Interest accrued and remaining unpaid at the end of each accounting year:	NIL	NIL
(v) Interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise	NIL	NIL

Trade Payables Ageing Schedule as on 31.3.2022

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 years	Total
MSME	-	-	-	-	-
Others	164.37	0.60	0.20	-	165.17
Disputed Dues - MSME	-	-	-	-	-
Disputed Dues - Others	-	-	-	-	-



Trade Payables Ageing Schedule as on 31.3.2021

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 years	Total
MSME	-	-	-	-	-
Others	608.34	0.50	-	-	608.84
Disputed Dues - MSME	-	-	-	-	-
Disputed Dues - Others	-	-	-	-	-

18 Other Current Financial Liabilities

Rs. in Lakhs

Particulars	31st March 2022	31st March 2021
Security Deposits Received	18.83	30.48
Unclaimed Dividend	42.45	43.86
Outstanding expenses	207.26	155.75
	268.54	230.09

19 Other Current liabilities

Rs. in Lakhs

Particulars	31st March 2022	31st March 2021
Advance from customers	4.57	10.35
Income tax deducted at source payable	25.49	12.53
Provident fund payable	3.91	3.82
State insurance payable	0.53	0.53
Insurance claim	1.20	-
	35.70	27.23

20 Short Term Provisions

Rs. in Lakhs

Particulars	31st March 2022	31st March 2021
Provision for employee benefits		
Leave Encashment	3.13	63.16
Gratuity	15.14	250.35
Bonus	17.14	55.22
Director's commission	227.10	559.64
	262.51	928.37

21 Current Tax liabilities / (Assets)

Rs. in Lakhs

Particulars	31st March 2022	31st March 2021
Provision for Income tax	1,957.84	1,079.43
Advance tax and TDS	(2,250.00)	(950.00)
	(292.16)	129.43

**22 Revenue from operations**

Rs. in Lakhs

Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
Sale of products		
i) Camphor	20,123.22	13,307.81
ii) Dipentine	1,312.05	1,147.38
iii) Others	3,646.76	3,953.38
Other operating revenues		
Scrap sales	23.63	2.48
	25,105.66	18,411.05

Sale of products is net of sales commission of Rs.30.45 lakhs for FY 2021-2022.

23 Other income

Rs. in Lakhs

Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
Interest Income		
Interest on bank deposits	187.08	231.62
Interest from Others	-	-
Interest income from financial assets measured at amortized cost	1.10	0.96
Net gain on account of foreign exchange fluctuation	38.11	16.75
Profit on sale of Property, plant and equipment (net)	4.83	0.75
Other Non-Operating Income	15.10	1.25
	246.22	251.33



24 Cost of raw materials and components consumed

Rs. in Lakhs

Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
a. Raw materials		
Opening stock	2,088.71	983.56
Purchases Made:		
Imported :		
-Oleo Pine Resin	-	-
-Alpha Pinene	2,371.86	1,622.34
-Gum Rosin	941.13	398.80
-Gum Turpentine	12,734.82	7,081.27
-Other Raw Materials	1.27	0.94
Indigenous :		
Other Materials	2,190.25	843.72
Closing stock	3,049.15	2,088.71
Cost of Raw materials	17,278.89	8,841.92
b. Finished goods and work in progress (Increase) / Decrease in Inventories		
Opening Stock		
a. Manufactured Goods	1,243.39	312.93
b. Work in progress	1,153.75	699.51
Subtotal - (A)	2,397.13	1,012.44
Closing Stock		
a. Manufactured Goods	512.38	1,243.39
b. Work in progress	820.25	1,153.75
Subtotal - (B)	1,332.63	2,397.13
Change in Work in Progress and Finished goods (A-B)	1,064.50	(1,384.69)

25 Employee benefits expense

Rs. in Lakhs

Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
Salaries, wages and bonus	874.13	1,763.90
Contribution to provident and other funds	32.49	32.09
Staff welfare expenses	24.25	27.90
	930.87	1,823.89

26 Finance Costs

Rs. in Lakhs

Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
Interest expense	13.41	18.80
Other borrowing costs- Commission on Buyers' credit and other charges	3.49	12.29
Interest expenses on Income Tax	68.77	-
	85.67	31.09



27 Depreciation and Amortisation Expenses

Rs. in Lakhs

Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
Depreciation of Property, plant and equipment	211.79	120.34
Depreciation on Investment Property	3.82	-
Depreciation on ROU Assets	15.66	15.66
Amortisation of intangible assets	-	-
	231.27	136.00

28 Other expenses

Rs. in Lakhs

Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
Consumption of stores and spares	49.49	59.28
Power and fuel	680.49	423.52
Donation and contribution	2.15	2.84
Rent	2.53	3.51
Repairs and maintenance		
- Building	15.13	5.71
- Plant and machinery	109.05	36.36
- Others	17.22	12.35
Insurance	21.55	15.02
Travelling expenses	8.35	4.19
Communication expenses	3.44	3.12
Rates and taxes	24.43	48.09
Carraige outward	196.57	113.22
Sales promotion and selling expenses	89.90	82.70
Legal and professional charges	100.71	33.85
Payment to auditors*	7.08	7.00
Printing and stationery	3.44	2.81
Corporate Social Responsibility expenditure	105.68	66.30
Miscellaneous expenses	62.37	79.87
	1,499.58	999.74

* Payment to Auditors

Rs. in Lakhs

Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
Statutory Audit Fees	4.00	4.00
Tax Audit fees	1.00	1.00
Limited Review	1.00	1.00
Others	1.08	1.00
Total	7.08	7.00



29 Current Tax

Rs. in Lakhs

Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
Income Tax Expenses		
(a) Income Tax Expense		
Current Tax	1,080.00	1,986.00
Sub-Total (A)	1,080.00	1,986.00
Deferred Tax		
Decrease /(Increase) in deferred tax assets	20.97	65.76
(Decrease) /Increase in deferred tax liabilities	5.44	(58.34)
Sub-Total (B)	26.41	7.42
(A)+(B)	1,106.41	1,993.42
Add/(Less) -Tax Expense relating to previous year	86.68	(48.08)
Less - Tax Expense in OCI	-	-
Income Tax Expense	1,193.09	1,945.34
Profit before Income Tax Expense	4,261.10	8,214.43
Tax at Indian Tax Rate of (25.17%)	1,072.52	2,067.57
Deduction under Scientific and Research Expenditure Sec 35(2AB)	-	-
Income Tax impact of difference between Book Depreciation and Depreciation under Tax Laws	(25.20)	(19.09)
Expenses not allowed under the Income Tax Act, 1961	52.06	-
Incomes not chargeable to Tax	(19.38)	(62.48)
Current Tax	1,080.00	1,986.00
Deferred Tax	26.41	7.42
Income Tax Expense	1,106.42	1,993.42
Effective Rate of Tax	25.97%	24.27%

30 Earnings per share (EPS)

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders by the weighted average number of Equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit attributable to equity holders by the weighted average number of Equity shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares.

The following reflects the income and share data used in the basic and diluted EPS computations:

Basic Earnings per Share

Particulars	Year Ended 31-03-2022	Year Ended 31-03-2021
Profit for the year (Rs. In lakhs)	3,068.01	6,269.09
Weighted average number of Equity shares for EPS	43,43,891	43,52,625
Basic Earnings per Share Rs.	70.63	144.03

**Diluted Earnings per Share**

Particulars	31st March 2022	31st March 2021
Profit for the year (Rs. In lakhs)	3,068.01	6,269.09
Weighted average number of Equity shares for EPS	43,43,891	43,60,419
Diluted earnings per share Rs.	70.63	143.77

31 Capital management

The Company's objective of capital management is to maximise the return to its shareholders through optimal mix of debt and equity.

The Company determines the amount of capital required on the basis of annual and long-term operating plans. The funding requirements are currently met through equity. The Company monitors the capital structure on an ongoing basis.

The following table summarises the capital of the Company:

Rs. in Lakhs

Sl. No.	Particulars	As at 31 March 2022	As at 31 March 2021
1	Equity	18,500.18	15,605.93
2	Debt	-	-
3	Cash and cash equivalents	2,190.47	5,589.08
4	Net debt (2-3)	-	-
5	Total capital (Equity + Net debt)	18,500.18	15,605.93
	Net debt to Capital ratio	-	-

32 Financial risk management

The company is exposed to risks in the form of Market Risk, Liquidity Risk and Credit Risk. The risk management activities of the company are monitored by the board of directors. The nature and extent of risks have been disclosed in this note.

a. Market Risk:

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 three types of risk: currency risk, interest rate risk and other price risk.

i) Currency Risk:

If a Company has receivable and payables denominated in currency other than INR it exposes the company to currency risk. As on 31st March 2022, the Company is not exposure to any material currency risks.

ii) 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 has no significant exposure to interest rate risk as it had repaid all its borrowings during the year.

**iii) Equity Price Risk:**

The Company does not have any exposure to equity price risk as it is not holding any investment in securities in the nature of equity instruments.

b. Liquidity Risk:

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. The objective of liquidity risk management is to maintain sufficient liquidity and ensure that funds are available for use as per requirements. The company has obtained fund and non-fund based working capital limits from various bankers which is used to manage the liquidity position and meet obligations on time.

Maturity Analysis of Non-Derivative Financial Liabilities:

Rs. in Lakhs

Particulars	Upto 1 Year	1 to 5 years	More than 5 Years	Total
31 March 2022				
Trade Payables	165.17	-	-	165.17
Lease obligation	12.52	84.23	-	96.75
Other financial liabilities	268.54	-	-	268.54
31 March 2021				-
Trade Payables	608.84	-	-	608.84
Lease obligation	13.98	92.93	-	106.91
Other financial liabilities	230.09	-	-	230.09

Credit Risk:

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The management evaluates the credit risk of individual financial assets at each reporting date. An expected credit loss is recognized if the credit risk has increased significantly since the initial recognition of the financial instrument. In general, the company assumes that there has been a significant increase in credit risk since initial recognition if the amounts are 30 days past due from the initial or extended due date. However, in specific cases the credit risk is not assessed to be significant even if the asset is due beyond a period of 30 days depending on the credit history of the customer with the company and business relation with the customer. A default on a financial asset is when the counter party fails to make contractual payments within 1 year from the date they fall due from the initial or extended due date. The definition of default is adopted given the industry in which the entity operates.

Credit categorization and Exposure:

Grade	Description	Extent of loss recognized
A	High Quality Asset, the risk of default is negligible or nil	12 month expected Credit Loss
B	Standard Asset, the risk of default is low and the counterparty has sufficient financial strength to meet the obligations	12 month expected Credit Loss
C	Low Quality Asset, the risk of default is considerable and there has been a significant increase in the credit risk since initial recognition	Life Time Expected Credit Losses
D	Possibility of recovery is negligible and the asset is written off	Asset is written off



Rs. in Lakhs

Grade	As at 31st March 2022					As at 31st March 2021				
	Loans and Advances	Trade Receivables	Cash and Cash Equivalents	Other Bank Balances	Other Financial Assets	Loans and Advances	Trade Receivables	Cash and Cash Equivalents	Other Bank Balances	Other Financial Assets
A	43.31	2,371.31	2,190.47	470.59	18.52	51.42	1,126.01	5,589.08	677.85	104.44

33 Fair values

The fair value of the financial assets and financial liabilities is the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. During the year 2021-22, the company did not have any financial instrument that was measured at fair value on recurring basis.

i) Fair value measurement hierarchy is as follows:

a) Level 1 item of fair valuation is based on market price quotation at each reporting date

b) Level 2 item of fair valuation is based on significant observable input like PV of future cash flows, MTM valuation, etc.

c) Level 3 item of fair valuation is based upon significant unobservable inputs where valuation is done by independent value

ii) The carrying amounts of trade receivables, trade payables, cash and cash equivalents and other current financial assets and are considered to be the same as their fair values, due to their short-term nature.

iii) The fair values of financial assets and liabilities measured at amortized cost are approximate their carrying amount.

iv) For financial assets and liabilities that are measured at fair value, the carrying amounts are equal to the fair values.

34 Related party transactions

(a) Name of related Parties and related party relationship

Name of the related party	Nature of relationship
Shri. Suresh V Shah	Managing Director*
Shri. Arun V Shah	Whole Time Director*
Shri. Dipesh S. Jain	Managing Director*
Shri. KC. Radhakrishnan	CFO- Upto 30th April, 2021*
Shri Surendra Kumar Shah	CFO -W.E.F-01st May,2021*
Shri.J.R. Vishnu varthan	Company Secretary *
Smt. Pushpa S Jain	Director
M/s. Suresh Industries	Firm in which directors have significant influence
Kavitha Jain	Wife of Managing Director

* Key Managerial Personnel (KMP)-



(b) Transactions with Related Parties

(Rs. in lakh)

S. No	Name	Nature of Relation	Nature of Transaction	Total Amount		Amount Outstanding as at year end	
				2021-22	2020-21	31 Mar 2022	31 Mar 2021
1	Suresh Shah	Managing Director	Remuneration Including Contribution to Provident Fund and other perquisites #	201.14	579.80	0.48	5.60
2	Dipesh Jain	Managing Director	Remuneration Including Contribution to Provident Fund and other perquisites #	143.72	335.11	0.48	4.80
3	Arun V Shah	Whole Time Director	Remuneration Including Contribution to Provident Fund and other perquisites #	99.64	241.29	0.48	3.40
4	KC. Radhakrishnan	CFO- Upto 30th April, 2021*	Remuneration Including Contribution to Provident Fund and other perquisites	4.00	81.36	-	4.00
6	Surendra Kumar Shah	CFO-W.E.F-01st May,2021*	Remuneration Including Contribution to Provident Fund and other perquisites	33.00	-	1.00	-
7	J.R.Vishnu varthan	Company Secretary	Remuneration Including Contribution to Provident Fund and other perquisites	10.75	-	0.64	-
8	Pushpa S.Jain	Director	Sitting Fees	0.18	0.20	0.03	-
9	Kavitha Jain	Wife of Managing Director	Remuneration Including Contribution to Provident Fund and other perquisites	13.46	7.18	0.61	0.76
10	Suresh Industries	Firm in which directors have significant influence	Sales	1,189.09	1,123.65	(37.06)	(41.34)
11	Suresh Shah	Managing Director	Dividend Paid	17.51	4.38		
12	Dipesh Jain	Managing Director	Dividend Paid	13.51	3.38		



S. No	Name	Nature of Relation	Nature of Transaction	Total Amount		Amount Outstanding as at year end	
				2021-22	2020-21	31 Mar 2022	31 Mar 2021
13	Arun V Shah	Whole Time Director	Dividend Paid	7.12	1.78		
14	KC.Radhakrishnan	CFO- Upto 30th April, 2021*	Dividend Paid	0.01	0.30		
15	Pushpa S.Jain	Director	Dividend Paid	15.40	3.55		
16	Kavitha Jain	Wife of Managing Director	Dividend Paid	0.80	0.20		
17	Suresh Shah	Managing Director	Share warrant Application money received/(refunded)	-	(0.24)	-	-
18	Dipesh Jain	Managing Director	Share warrant Application money received/(refunded)	-	213.50	-	-
19	Suresh Shah	Managing Director	Share warrants converted to Equity Shares	-	94.57	-	-
20	Dipesh Jain	Managing Director	Share warrants converted to Equity Shares	-	284.76	-	-

Figures in the bracket represent repayment of loan / debit balance

# Remuneration Includes	FY 2021-2022		
Names	Suresh Shah	Dipesh Jain	Arun Shah
Short Term Employee Benefits - excl. Commission	87.59	75.59	54.22
Commission - FY-2021-22	113.55	68.13	45.42
Total	201.14	143.72	99.64

# Remuneration Includes	FY 2020-2021		
Names	Suresh Shah	Dipesh Jain	Arun Shah
Short Term Employee Benefits - excl. Commission	64.51	52.09	37.80
Commission - FY-2020-21	279.82	167.89	111.93
Commission - FY-2019-20	127.66	69.76	44.96
Long Term Employee Benefits	107.80	45.37	46.60
Total	579.79	335.11	241.29


35 Gratuity & Leave Encashment

The following table sets forth the status of unavailed leave and Gratuity plan of the Company and of the amounts recognised in the Balance Sheet and statement of Profit and Loss.

Sr No	Particulars	Gratuity		Leave Encashment	
		2021-2022	2020-21	2021-2022	2020-21
i	Discount Rate (Per Annum)	7.12%	6.27%	7.12%	6.23%
ii	Salary Escalation	7.00%	7.00%	7.00%	7.00%

Changes in present value of obligation

Sr No	Particulars	Gratuity		Leave Encashment	
		2021-2022	2020-21	2021-22	2020-21
i	Present Value of obligations as at the beginning of the year	71.35	100.46	9.44	11.13
ii	Interest Cost	4.47	6.68	0.59	0.74
iii	Current Service Cost	10.51	11.43	4.35	3.86
iv	Past Service Cost - (non vested benefits)	-	-	-	-
v	Past Service Cost - (vested benefits)	-	-	-	-
vi	Benefits and Charges Paid	(4.79)	(27.95)	-	-
vii	Actuarial gain/(loss) on plan assets		-	-	-
	(a) Due to change in financial assumptions	(5.11)	2.36	(1.87)	0.38
	(b) Due to change in demographic assumptions		-		-
	(c) Due to Experience Variance	(12.27)	(21.63)	10.50	(6.67)
viii	Present Value of obligations as at the end of the year	64.16	71.35	23.01	9.44

Changes in fair value of plan assets

Sr No	Particulars	Gratuity		Leave Encashment	
		2021-2022	2020-21	2021-2022	2020-21
i	Fair Value of Plan Assets at the beginning of the year	62.04	85.61	18.67	17.52
ii	Expected return on plan assets	4.14	4.38	1.21	1.15
iii	Contributions less charges		-		
iv	Benefits and Charges Paid	(4.79)	(27.95)		
v	Actuarial gain/(loss) on plan assets				
vi	Fair Value of Plan Assets at the end of the year	61.40	62.04	19.88	18.67



Sensitivity Analysis

Following table shows the sensitivity results on liability due to change in assumptions:

Item	Gratuity		
	March 31, 2022	Impact (Absolute)	Impact %
Base Liability	64,15,979		
Increase discount Rate by 0.50%	61,42,679	(2,73,300)	(4.26%)
Decrease discount Rate by 0.50%	67,09,233	2,93,254	4.57%
Increase Salary Inflation by 1.00%	70,19,066	6,03,087	9.40%
Decrease Salary Inflation by 1.00%	58,82,415	(5,33,564)	(8.32%)
Increase Withdrawal Rate by 2.00%	63,57,563	(58,416)	(0.91%)
Decrease Withdrawal Rate by 2.00%	64,74,407	58,428	0.91%

Item	Leave Encashment		
	March 31, 2022	Impact (Absolute)	Impact %
Base Liability	23,01,381		
Increase discount Rate by 0.50%	22,02,105	(99,276)	(4.31%)
Decrease discount Rate by 0.50%	24,08,311	1,06,930	4.65%
Increase Salary Inflation by 1.00%	25,16,438	2,15,057	9.34%
Decrease Salary Inflation by 1.00%	21,12,110	(1,89,271)	(8.22%)
Increase Withdrawal Rate by 2.00%	23,12,686	11,305	(0.49%)
Decrease Withdrawal Rate by 2.00%	22,86,179	(15,202)	0.66%

36 Contingent Liability and Capital Commitments

Rs. in Lakhs

Particulars	As at 31 Mar 2022	As at 31 Mar 2021
Goods and Service Tax	34.59	34.59

Capital commitments as of the balance sheet date - Nil (Nil)

37 Segment Reporting

The Board of Directors of the Company has been identified as the Chief Operating Decision Maker ("CODM"). The Directors evaluate the Company performance and allocate resources based on the analysis of various performance indicators of the Company as a single unit. Therefore there is no reportable segment for the Company. The entire revenue from operations is derived from India. All non-current assets are situated within India.

38 Details of Corporate Social Responsibility

Rs. in Lakhs

Particulars	Year ending 31-March-2022	Year ending 31-March-2021
a) Gross amount required to be spent during the year	105.68	66.30



b) Amount spent during the year on on-going projects ended on March 31, 2022	In cash	Yet to be paid in Cash	Total
i) Construction / acquisition of any asset	-	-	-
ii) On purposes other than (i) above	-	105.68	105.68
Total	-	105.68	105.68

c) Amount spent during the year on other than on-going projects ended on March 31, 2022*	In cash	Yet to be paid in Cash	Total
i) Construction / acquisition of any asset	-	-	-
ii) On purposes other than (i) above	-	-	-
Total	-	-	-

d) Amount spent during the year on on-going projects ended on March 31, 2021	In cash	Yet to be paid in Cash	Total
i) Construction / acquisition of any asset	-	-	-
ii) On purposes other than (i) above	-	63.30	63.30
Total	-	63.30	63.30

e) Amount spent during the year on other than on-going projects ended on March 31, 2021*	In cash	Yet to be paid in Cash	Total
i) Construction / acquisition of any asset	-	-	-
ii) On purposes other than (i) above	3.00	-	3.00
Total	3.00	-	3.00

Nature of CSR activities include promoting education and healthcare for the needy.

There was no shortfall between the amount required to be spent and amount actually spent in respect of FY 2021-22 and FY 2020-21.

* Above includes Rs. 105.68 lakhs of Corporate Social Responsibility expense related to ongoing projects as at March 31, 2022 (March 31, 2021: Rs. 63.30 lakhs). The same was transferred to a special account designated as "Unspent Corporate Social Responsibility Account for FY22" ("UCSRA – FY22") of the Company within 30 days from end of financial year.

39 Other Regulatory Information

- (i) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- (ii) The Company did not have any transactions with companies struck off under section 248 of Companies Act, 2013 or section 560 of Companies Act, 1956.
- (iii) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- (iv) The Company have not traded or invested in Crypto currency or Virtual Currency during the financial year.
- (v) The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
 - (a) 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
 - (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries



- (vi) The Company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
- (a) 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
 - (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries
- (vii) The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.

40. RATIOS

RATIOS	Numerator	Denominator	2021-2022	2020-2021	% Change
Current Ratio (Times)	Current assets	Current liabilities	14.00	6.85	104.42
Debt-Equity Ratio (Times)	Gross total borrowings	Equity share capital + Other equity	-	-	-
Debt Service Coverage Ratio (Times)	Net operating Income	Interest paid + Principal repayments for borrowings	-	-	-
Return on Equity Ratio (%)	Profit / (loss) after tax	Average Total Equity	17.99%	50.40%	(64.31)
Inventory turnover ratio (Times)	Cost of goods sold	Average Inventory	3.61	1.97	83.26
Trade Receivables turnover ratio (Times)	Revenue from Operations	Average Trade Receivable	14.36	16.34	(12.15)
Trade payables turnover ratio (Times)	Net credit Purchases	Average Trade Payable	82.75	47.94	72.61
Net capital turnover ratio (times)	Revenue from Operations	Working Capital	2.59	1.62	59.70
Net profit ratio(%)	Profit / (loss) after tax	Revenue from operations	12.22%	34.05%	(64.11)
Return on Capital employed (%)	Profit before tax, Finance Costs and Other Income	Total Assets- Current Liabilities	22%	51%	(56.71)
Return on investment (%)	Investment Income	Average Investment	5%	6%	(19.75)

Ratio	Reason for change
(i) Current Ratio and Net capital turnover ratio	Investment of internal accruals into fixed deposits
(ii) Return on equity, Return on capital employed and Net profit Ratio	Increase in raw material prices and decrease in sales prices adversely impacting profitability
(iii) Inventory turnover ratio, Trade payable turnover ratio	Increase in raw material prices

- 41 Previous Years' figures have been regrouped and rearranged, wherever necessary, to conform to current year classification and rounded off to the nearest lakh rupee.



KANCHI KARPOORAM LIMITED

CIN: L30006TN1992PLC022109
An ISO 9001 : 2008 Certified Company
29th Annual Report 2021-2022





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