



SUPERIOR INDUSTRIAL ENTERPRISES LIMITED

(FORMERLY KNOWN AS SUPERIOR VANASPATI LIMITED)

Regd. Office: 25, Bazar Lane, Bengali Market, New Delhi- 110001

Date: 02nd September, 2022

To
Bombay Stock Exchange Limited,
Listing Department,
Phiroze Jeejeebhoy Towers
Dalal Street, Mumbai- 400001

Ref.: M/s Superior Industrial Enterprises Limited (Scrip Code: 519234)

Dear Sir,

Sub: Compliance under Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015- Annual Report for the Financial Year 2021-22

Pursuant to Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby submit the Annual Report of the Company for the Financial Year 2021-22, along with the Notice of Annual General Meeting (AGM) scheduled to be held on Sunday, September 25, 2022 at 01:00 PM through Video Conferencing/Other Audio Visual Means (VC/OAVM).

The Annual Report is also available on our website at the link:
www.superiorindustrial.in

The aforesaid documents are being dispatched today electronically to those Members whose email IDs are registered with the Company/Depositories.

Kindly acknowledge the receipt.

Thanking You,

Yours Faithfully,

For Superior Industrial Enterprises Limited

Kajal Garg
Company Secretary cum Compliance Officer
M. No.: A64229

Encl.: As above

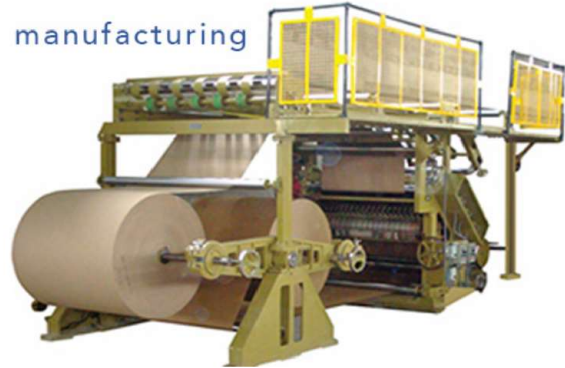
SUPERIOR INDUSTRIAL ENTERPRISES LIMITED

ANNUAL REPORT 2021-2022

Corrugated box



manufacturing



ANNEXURE FORMING PART OF BOARD REPORT

The Annexure referred to in this report and other information which are required to be disclosed are annexed herewith and form the part of this Board Report

| Particulars | Annexure |
|--|-----------------|
| Management Discussion and Analysis Report | Annexure-I |
| Disclosure on Corporate Governance | Annexure-II |
| Certificate on Corporate Governance | Annexure-III |
| Certificate from CEO and CFO- pursuant to Regulation 17(8) of SEBI(Listing Obligation and Disclosure Requirement)Regulation, 2015 | Annexure-IV |
| Managing Director's Certificate under Regulation 34(3) read with part D of Schedule v of SEBI-LODR on compliance with Codes of conduct | Annexure-V |
| Secretarial Audit Report alongwith Annual Secretarial Compliance Report as per the SEBI Circular SEBI CIR/CFD/CMD1/27/2019 dated February 08, 2019 | Annexure-VI |
| Particulars of Employees pursuant to Section 134(3)(q) of the Companies Act, 2013 | Annexure-VII |
| Particulars with respect to conservation of energy, technology absorption and foreign exchange earnings and outgo | Annexure-VIII |
| Statement on declaration by Independent Director | Annexure-IX |

Board of Directors

Mr. Kamal Agarwal – Managing Director

Mr. Krishna Kumar Agarwal – Non Executive Non Independent Director

Ms. Kusum Sharma – Non Executive Independent Director

Mr. Arun Nevatia – Non Executive Independent Director

Key Personnel

Mr. Raushan Kumar Sharma- Chief Financial Officer

Ms. Kajal Garg- Company Secretary and Compliance Officer

Auditors

Statutory Auditors

M/s Bhala & Bhala

Chartered Accountants

(Retiring Auditor)

S. Jain & Co.,

Chartered Accountants

(New Auditor)

Internal Auditors

M/s Gupta Kamal & Company

Cost Auditors

Mahesh Singh & Co,

Cost Accountants

Secretarial Auditor

M/s RSH & Associates

Company Secretaries

Shares Listed at

BSE Limited (SIEL| 519234)

Registrar and Share Transfer Agent

Mass Services Limited

T-34, 2nd Floor, Okhla Industrial Area,

Phase - II, New Delhi - 110020

Ph:- 2638728 1/82/83

Website: www.masserv.com

Registered Office

25, Bazar Lane, Bengali Market,

New Delhi-110001

Email ID: cs@superiorindustrial.in

Website: www.superiorindustrial.in

NOTICE IS HEREBY GIVEN THAT THE THIRTY FIRST (31ST) ANNUAL GENERAL MEETING (AGM) OF THE MEMBERS OF SUPERIOR INDUSTRIAL ENTERPRISES LIMITED WILL BE HELD ON SUNDAY, 25TH SEPTEMBER, 2022 AT 1.00 P.M. (IST) THROUGH VIDEO CONFERENCING (VC) / OTHER AUDIO VISUAL MEANS (OAVM) TO TRANSACT THE FOLLOWING BUSINESS;

ORDINARY BUSINESS:

1. To receive, consider and adopt the:
 - a) Audited Standalone Financial Statements of the company for the financial year ended 31st March, 2022 and the reports of the Board of Directors and the Auditors thereon; and
 - b) Audited Consolidated Financial Statements of the Company for the financial year ended 31st March, 2022 and the reports of the Auditors thereon;
2. To appoint a Director in place of Mr. Krishna Kumar Agarwal (DIN: 06713077) who retire by rotation and being eligible, offer himself for re-appointment.
3. To appoint M/s. S. Jain & Co., Chartered Accountants (ICAI Firm Registration No. 009593N) as Statutory Auditors of the Company on completion of 5 year term of M/s Bhala & Bhala, Chartered Accountants, Delhi (ICAI Firm Registration No. 021008N) the retiring Statutory Auditors and to authorise the Board of Directors of the Company to fix their remuneration.

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

RESOLVED THAT pursuant to the provisions of Section 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, M/s. S. Jain & Co., Chartered Accountants (ICAI Firm Registration No. 009593N), be and are hereby appointed as the Statutory Auditors of the Company, to hold the office from the conclusion of this 31st Annual General Meeting until the conclusion of the 36th Annual General Meeting of the Company to be held in the year 2027 at such remuneration plus applicable taxes and reimbursement of out-of-pocket expenses in connection with the Audit as may be mutually agreed upon between the Board of Directors of the Company and the Auditors.

SPECIAL BUSINESS:

4. Regularisation of Ms. Kusum Sharma (DIN: 09692870) as Director of the Company

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

“Resolved That pursuant to the provisions of Sections 149, 150, 152 read with Schedule IV and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) and Regulation 17 of SEBI (Listing Obligation And Disclosure Requirement) Regulation, 2015, Ms. Kusum Sharma (DIN: 09692870) who was appointed as an Additional Director (Non-executive & Independent on 13th August, 2022 pursuant to the provisions of Section 161(1) of the Companies Act, 2013 and the Articles of Association of the Company and who holds office up to the date of this Annual General

Meeting, who has submitted a declaration that she meets the criteria for independence as provided in Section 149(6) of the Act, be and is hereby appointed as an Independent Director of the Company, to hold office for five (5) consecutive years.”

By order of the Board of Directors

Date: 13-08-2022
Place: New Delhi

Kajal Garg
Company Secretary & Compliance Officer

Important information about the AGM (NOTES)

1. As Pursuant to General Circular Nos. 14/2020, 17/2020, 20/2020 and 02/2021, 19/2021, 21/2021 and 02/2022 dated April 8, 2020, April 13, 2020, May 5, 2020, January 13, 2021, December 08, 2021, December 14, 2021 and May 5 2022 respectively issued by the Ministry of Corporate Affairs ('MCA') (collectively referred to as 'MCA Circulars') and Circular Nos. SEBI/HO/CFD/CMD1/CIR/ P/2020/79, SEBI/HO/CFD/ CMD2/ CIR/P/2021/11 and SEBI/HO/DDHS/P/CIR/2022/0063 dated May 12, 2020, January 15, 2021 and May 13, 2022 respectively issued by the Securities and Exchange Board of India (collectively referred to as 'SEBI Circulars'), holding of the Annual General Meeting ('AGM') through VC/OAVM, without the physical presence of the Members, is permitted. In compliance with the provisions of the Companies Act, 2013 ('the Act'), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Listing Regulations'), MCA Circulars and SEBI Circulars, the AGM of the Company is being held through VC/ OAVM which does not require physical presence of members at a common venue. The proceedings of the AGM will be deemed to be conducted at the Registered Office of the Company which shall be the deemed Venue of the AGM.
2. Since, the AGM is being conducted through VC/OAVM, there is no provision for appointment of proxies. Accordingly, appointment of proxies by the members will not be available.
3. Corporate members intending to attend the AGM through authorised representatives are requested to send a scanned copy of duly certified copy of the board or governing body resolution authorising the representatives to attend and vote at the Annual General Meeting. The said Resolution/Authorization shall be sent to the Scrutinizer by email through its registered email address to cshanda.associates@gmail.com with a copy marked to evoting@nsdl.co.in
4. Members attending the AGM through VC / OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.
5. Explanatory Statement as required under Section 102(1) of the Companies Act, 2013 is annexed.
6. Additional information, pursuant to Regulation 36 (3), of the Listing Regulations, in respect of directors reappointing at the Annual General Meeting and Explanatory Statement as required under Section 102 of the Companies Act, 2013, in respect of special business under item numbers 05 of the Notice is appended hereto and forms part of this Notice.
7. a) The Register of Members and Share Transfer Books of the Company will remain closed from 19th September, 2022 to 25th September, 2022 (both days inclusive).

- b) The remote e-voting period commences on 22nd day, September, 2022 (9:00 AM) and ends on 24th day, September, 2022 (5:00 PM). No e-voting shall be allowed beyond the said date and time. During this period members of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of 18th September, 2022 may cast their vote by remote e-voting.
8. Members holding shares in physical form are requested to intimate immediately to the Registrar & Share Transfer Agent of the Company, **MAS Services Limited**, T-34, 2nd Floor, Okhla Industrial Area, Phase - II, New Delhi - 110020 Ph:- 011-26387281/82/83 Fax:- 011-26387384 quoting registered Folio No. (a) details of their bank account/change in bank account, if any, and (b) change in their address, if any, with pin code number.

In case share are in de-mat form members are requested to update their bank detail with their depository participant.

9. In terms of Section 72 of the Companies Act, 2013 and the applicable provisions, the shareholders of the Company may nominate a person in whose name the shares held by him/them shall vest in the event of his/their death. Shareholders desirous of availing this facility may submit the requisite nomination form.
10. Any member requiring further information on the Accounts at the meeting is requested to send the queries in writing to CFO, atleast one week before the meeting.
11. In respect of the matters pertaining to Bank details, ECS mandates, nomination, power of attorney, change in name/address etc., the members are requested to approach the Company's Registrars and Share Transfer Agent, in respect of shares held in physical form and the respective Depository Participants, in case of shares held in electronic form. In all correspondence with the Company/Registrar and Share Transfer Agent, members are requested to quote their folio numbers or DP ID and Client ID for physical or electronic holdings respectively.
12. The documents referred to in the proposed resolutions are available for inspection at its Registered Office of the Company during normal business hours on any working day except Saturdays, upto the date of meeting.
13. SEBI has mandated the submission of Permanent Account Number (PAN) by every participant in 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 account. Members holding shares in physical form can submit their PAN to the Company/Registrar.
14. Members who hold shares in multiple folios in identical names or joint holding in the same order of names are requested to send the share certificates to the Registrar, for consolidation into a single folio.
15. The information or details required as per Regulation 26(4) and 36(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and secretarial standard on general meetings issued by the institute of Companies Secretaries of India, In respect of Director seeking re-appointment at the ensuing Annual General Meeting is as under:

| | |
|------------------|---------------------------|
| Name of Director | Mr. Krishna Kumar Agarwal |
| DIN | 06713077 |

| | |
|---|--|
| Date of Birth | 01.06.1965 |
| Date of Appointment | 22-11-2013 |
| Qualification | B.Com, CA, LL.B. |
| Expertise in Specific Functional Area and Experience | Mr. Krishna Kumar Agarwal is B.Com, LL.B. and CA and has varied experience in Accounts, Finance and Taxation. He is the member of Audit Committee, Nomination Committee and Stakeholder Committee. |
| Terms and Conditions of re-appointment along with details of remuneration sought to be paid | The Terms and Conditions for appointment will remain the same. (No Remuneration) |
| Directorship in other Companies (excluding Foreign and Section 8 companies) | 1. Superior Fabrics Private Limited 2. Moon Beverages Limited 3. Versatile Datamatics Private Limited 4. Prince IT Solutions Private Limited |
| Membership of Committees in other Public Limited Companies | Refer to Director's Report and Corporate Governance Report forming part of this Annual Report. |
| No. of Shares held in the Company as on 31.03.2022 (Face Value Rs. 10/- per share) | Nil |
| Relationship with other Directors, Manager and Key Managerial Personnel of the Company | NA |

16. In compliance with the MCA Circulars and SEBI Circular dated May 12, 2020, the Annual Report including audited financial statements for the financial year 2022 including notice of 31st AGM is being sent only through electronic mode to those Members who have not registered their e-mail address so far are requested to register their e-mail address for receiving all communication including Annual Report, Notices, Circulars, etc. from the Company electronically.

In case you have not registered your email id with depository or RTA you may register your email id in following manner;

| | |
|-------------------------|--|
| Physical Holding | Send a signed request to Registrar and Transfer Agents of the Company, MAS Services Limited at info@masserv.com providing Folio number, Name of the 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) for registering email address. |
| De-mat Holding | Please contact your Depository Participant (DP) and register your email address as per the process advised by DP. |

Voting through electronic means: In compliance with the provisions of Regulation 44 of the Listing Regulations and Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 Company is offering e-voting facility to its members. Detailed procedure is given in the enclosed letter.

INSTRUCTIONS FOR ATTENDING THE AGM

1. In view of the massive outbreak of the COVID-19 pandemic, social distancing is a norm to be followed and pursuant to the Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020 issued by the Ministry of Corporate Affairs followed by Circular No. 20/2020 dated May 05, 2020 and Circular No. 02/2021 dated January 13, 2021, Circular No. 19/2021 dated 8th December, 2021, Circular No. 21/2021 dated 14th December, 2021, Circular No. 02/2022 dated 5th May, 2022 and all other relevant circulars issued from time to time, physical attendance of the Members to the EGM/AGM venue is not required and general meeting be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing EGM/AGM through VC/OAVM.
2. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this EGM/AGM. However, the Body Corporates are entitled to appoint authorised representatives to attend the EGM/AGM through VC/OAVM and participate thereat and cast their votes through e-voting.
3. The Members can join the EGM/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 EGM/AGM through VC/OAVM will be made available for 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 EGM/AGM without restriction on account of first come first served basis.
4. The attendance of the Members attending the EGM/AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
5. 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 the Circulars issued by the Ministry of Corporate Affairs 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 EGM/AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-Voting system as well as venue voting on the date of the EGM/AGM will be provided by NSDL.
6. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the EGM/AGM has been uploaded on the website of the Company at www.superiorindustrial.in . The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited at www.bseindia.com and the EGM/AGM Notice is also available

on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. www.evoting.nsdl.com.

7. EGM/AGM has been convened through VC/OA VM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 08, 2020 and MCA Circular No. 17/2020 dated April 13, 2020, MCA Circular No. 20/2020 dated May 05, 2020 and MCA Circular No. 2/2021 dated January 13, 2021, MCA Circular No. 19/2021 dated 8th December, 2021, MCA Circular No. 21/2021 dated 14th December, 2021, MCA Circular No. 02/2022 dated 5th May, 2022.

THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING AND JOINING GENERAL MEETING ARE AS UNDER:-

The remote e-voting period begins on 22nd September, 2022 at 9:00 A.M. and ends on 24th September, 2022 at 05:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members/ Beneficial Owners as on the record date (cut-off date) i.e. 18th September, 2022, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being 18th September, 2022.

How do I vote electronically using NSDL e-Voting system?

The way to vote electronically on NSDL e-Voting system consists of “Two Steps” which are mentioned below:

Step 1: Access to NSDL e-Voting system

A) Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode

In terms of SEBI circular 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.

Login method for Individual shareholders holding securities in demat mode is given below:

| Type of shareholders | Login Method |
|---|---|
| Individual Shareholders holding securities in demat mode with NSDL. | <p>If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the “Beneficial Owner” icon under “Login” which is available under “IDeAS” section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on options available against company name or e-Voting service provider – NSDL and you will be re-directed to NSDL e-Voting website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p> <p>If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select “Register Online for IDeAS” Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp</p> <p>Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number held 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 options available against company name or e-Voting service provider - NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p> |
| Individual Shareholders holding securities in demat mode with CDSL | <p>Existing users who have opted for Easi / Easiest, they can login through their 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/loginor www.cdslindia.com and click on New System Myeasi.</p> |

| | |
|--|---|
| | <p>After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of e-Voting service provider i.e. NSDL. Click on NSDL to cast your vote.</p> <p>If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration</p> <p>Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in www.cdslindia.com home page. 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 provided links for the respective ESP i.e. NSDL where the e-Voting is in progress.</p> |
| Individual Shareholders (holding securities in demat mode) login through their depository participants | <p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. Once 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 options available against company name or e-Voting service provider-NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p> |

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in de-mat mode for any technical issues related to login through Depository i.e. NSDL and CDSL.

| Login type | Helpdesk details |
|---|---|
| Individual Shareholders holding securities in de-mat 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 |
| Individual Shareholders holding securities in de-mat mode with CDSL | Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022- 23058738 or 022-23058542-43 |

B) Login Method for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.

How to Log-in to NSDL e-Voting website?

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.

Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.

4. Your User ID details are given below:

| Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical | Your User ID is: |
|--|---|
| a) For Members who hold shares in demat account with NSDL. | 8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****. |
| b) For Members who hold shares in demat account with CDSL. | 16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12***** |
| c) For Members holding shares in Physical Form. | EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001*** |

5. Password details for shareholders other than Individual shareholders are given below:
 - a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
 - b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the ‘initial password’ which was communicated to you. Once you retrieve your ‘initial

password’, you need to enter the ‘initial password’ and the system will force you to change your password.

c) How to retrieve your ‘initial password’?

(1) If your email ID is registered in your demat account or with the company, your ‘initial password’ is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your ‘User ID’ and your ‘initial password’.

(ii) If your email ID is not registered, please follow steps mentioned below in process for those shareholders whose email ids are not registered

6. If you are unable to retrieve or have not received the “Initial password” or have forgotten your password:
 - a. Click on “Forgot User Details/Password?”(If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.
 - b. Physical User Reset Password?” (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
 - c. If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
 - d. Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
7. After entering your password, tick on Agree to “Terms and Conditions” by selecting on the check box.
8. Now, you will have to click on “Login” button.
9. After you click on the “Login” button, Home page of e-Voting will open.

Step 2: Cast your vote electronically and join General Meeting on NSDL e-Voting system.

How to cast your vote electronically and join General Meeting on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see all the companies “EVEN” in which you are holding shares and whose voting cycle and General Meeting is in active status.
2. Select “EVEN” of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on “VC/OAVM” link placed under “Join General Meeting”.
3. Now you are ready for e-Voting as the Voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on “Submit” and also “Confirm” when prompted.
5. Upon confirmation, the message “Vote cast successfully” will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.

7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders:

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to cshanda.associates@gmail.com with a copy marked to evoting@nsdl.co.in.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the “Forgot User Details/Password?” or “Physical User Reset Password?” option available on www.evoting.nsdl.com to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no.: 1800 1020 990 and 1800 22 44 30 or send a request to evoting@nsdl.co.in

Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:

1. In case shares are held in physical mode please send signed request with Folio No., Name of shareholder, scanned copy of any one share certificate (front and back), PAN (self attested scanned copy of PAN card), Aadhar (self attested scanned copy of Aadhar Card) by email to info@masserv.com.
2. In case shares are held in de-mat mode, please update your email id with your depository. If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at **step 1 (A) i.e. Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in de-mat mode.**
3. Alternatively shareholder/members may send a request to evoting@nsdl.co.in for procuring user id and password for e-voting by providing above mentioned documents.
4. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in de-mat mode are allowed to vote through their de-mat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their de-mat account in order to access e-Voting facility.

THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE EGM/AGM ARE AS UNDER:-

1. The procedure for e-Voting on the day of the EGM/AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members/ shareholders, who will be present in the EGM/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 in the EGM/AGM.

3. Members who have voted through Remote e-Voting will be eligible to attend the EGM/AGM. However, they will not be eligible to vote at the EGM/AGM.
4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the EGM/AGM shall be the same person mentioned for Remote e-voting.

INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE EGM/AGM THROUGH VC/OAVM ARE AS UNDER:

1. Member will be provided with a facility to attend the EGM/AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for Access to NSDL e-Voting system. After successful login, you can see link of “VC/OAVM link” placed under “Join General meeting” menu against company name. You are requested to click on VC/OAVM link placed under Join General Meeting menu. The link for VC/OAVM will be available in Shareholder/Member login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.
2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. 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.
5. Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name de-mat account number/folio number, email id, mobile number at cs@superiorindustrial.in. The same will be replied by the company suitably.

General Instructions

- i. A person, whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut-off date only shall be entitled to avail the facility of remote e-voting as well as voting at the AGM through ballot paper.
- ii. CS Lovneet Handa (RSH & Associates, Company Secretaries) Membership No. 9055; COP No. 10753, has been appointed for as the Scrutinizer for providing facility to the members of the Company to scrutinize the voting and remote e-voting process in a fair and transparent manner.
- iii. The Chairman shall, at the AGM, at the end of discussion on the resolutions on which voting is to be held, allow voting with the assistance of scrutinizer, for all those members who are present VC/OAVM at the AGM but have not cast their votes by availing the remote e-voting facility.

- iv. The Scrutinizer shall after the conclusion of voting at the AGM, will first count the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and shall make, not later than three days of the conclusion of the AGM, a consolidated scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.

The results declared alongwith the report of the Scrutinizer shall be placed on the website of the Company <https://superiorindustrial.in> and on the website of NSDL immediately after the declaration of result by the Chairman or a person authorized by him in writing and communicated to the BSE Limited.

EXPLANATORY STATEMENT

(Pursuant to Section 102 of the Companies Act, 2013)

Resolution 3:

M/s. Bhala & Bhala, Chartered Accountants (Firm Registration No. 021008N) were appointed as statutory auditors of the company for five years, In terms of their appointment made at the 26th AGM held on 28.09.2016, they are holding office of the auditors up to the conclusion of the 31st AGM and hence, would retire at the conclusion of the forthcoming 31st AGM.

Accordingly, as per the said requirements of the Act, M/s. S. Jain & Co., Chartered Accountants (Firm Registration No. 009593N) is proposed to be appointed as statutory auditors of the company, for a period of 5 years, commencing from the conclusion of 31st AGM till the conclusion of the 36th AGM. M/s. S. Jain & Co., Chartered Accountants, have consented to the said appointment and confirmed that their appointment, if made, would be within the limits specified under Section 141(3)(g) of the Act. They have further confirmed that they are not disqualified to be appointed as statutory auditors in terms of the provisions of the proviso to Section 139(1), Section 141(2) and Section 141(3) of the Act and the provisions of the Companies (Audit and Auditors) Rules, 2014.

None of the Directors/Key Managerial Personnel of the Company and their relatives are concerned or interested, financially or otherwise in the resolution set out at item No. 3 of the notice.

The Board recommends the Resolution at Item No. 3 to be passed as an Special resolution.

Resolution 4:

Ms. Kusum Sharma was appointed as an Additional Director (Independent and Non- Executive) with effect from 13th August, 2022; in accordance with the provisions of Section 161 of the Companies Act, 2013 read with the Articles of Association. Pursuant to Section 161 of the Companies Act, 2013, the above director holds office up to the date of ensuing Annual General Meeting of the Company. The Board is of the view that the appointment of Ms. Kusum Sharma on the Company's Board is desirable and would be beneficial to the Company and hence it recommends the said resolution No. 4 for approval by the members of the Company.

None of the Directors/ Key Managerial Personnel of the Company/ their relatives except Ms. Kusum Sharma herself, in any way concerned or interested, in the said resolution. The board recommends the said resolution to be passed as Special resolution.

Brief resume of Ms. Kusum Sharma is annexed.

Additional information on Directors being appointed/re-appointed as required under Regulation 36(3) the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard -2 issued by the Institute of Company Secretaries of India:

| | |
|---|---|
| Age | 32 years |
| Date of first appointment on Board | 13-08-2022 |
| Qualification | Post Graduate |
| Brief Resume including experience | More than 5 years of experience in diverse fields like Academic, Consulting, Guidance and in Finance matters. |
| Nature of expertise in specific functional areas | IT, Finance and others |
| Other Directorships along with listed entities from which the person has resigned in the past three years | Director in Appuxey Technologies Private Limited. |
| Chairmanship/Membership of Committees in companies in which position of Director is held | NA |
| Relationship with other Directors, Managers and other Key Managerial Personnel of the Company | NA |
| No. of equity shares held in the Company | NA |
| No. of board meetings attended during the year | NA |
| Terms and conditions of appointment or reappointment including remuneration | Proposed to be appointed as non-executive Independent Director as per the item no. 4 of the Notice convening 31 st Annual General Meeting on 25.09.2022 read with explanatory statement thereto. Sitting Fees for attending the Board meeting will be paid. |

By order of the Board of Directors

Date: 13-08-2022
Place: New Delhi

Kajal Garg
Company Secretary and Compliance Officer

Director's Report

Dear Members,

The Directors hereby present the Thirty First Annual Report on the business performance under each of its strategic pillars along with the Audited Financial Statements for the financial year ended 31st March, 2022.

1. FINANCIAL HIGHLIGHTS

(Rs. in Lakhs)

| Particulars | Standalone | | Consolidated | |
|---|----------------------------------|----------------------------------|----------------------------------|----------------------------------|
| | 31.03.2022 (Amount in Rupees) | 31.03.2021 (Amount in Rupees) | 31.03.2022 (Amount in Rupees) | 31.03.2021 (Amount in Rupees) |
| Revenue from operation | 1035.25 | 719.38 | 3735.03 | 1602.96 |
| Other Income | 8.95 | 9.18 | 9.73 | 9.80 |
| Total Revenue | 1044.20 | 728.56 | 3744.76 | 1612.76 |
| Expenses | 975.98 | 709.46 | 3671.35 | 1647.44 |
| Profit/(loss) before exceptional item, extraordinary item and Tax | 68.22 | 19.10 | 73.41 | (34.67) |
| Exceptional Item | 0 | 0 | 0 | 0 |
| Profit & Loss before Extra-ordinary items and tax | 68.22 | 19.10 | 337.12 | 285.49 |
| Current Tax | 2.07 | 0 | 2.88 | 0.07 |
| MAT Credit Entitlement | 0 | 0 | (0.81) | 0 |
| Deferred Tax | 2.24 | 11.53 | 2.24 | (11.53) |
| Profit/ (Loss) for the period | 63.92 | 30.63 | 332.81 | 296.94 |

2. STATE OF COMPANY AFFAIRS

During the fiscal year ended 31st March 2022 as per standalone financial statement, revenue from operation was Rs. 1035.24 lakhs as compared to Rs. 719.37 lakhs in previous year. The Company continues to take effective steps in broad-basing range of activities. The Company has made a profit of Rs. 63.92 lakhs during the current financial year.

3. GLOBAL HEALTH PANDEMIC FROM COVID-19

The World Health Organization declared a global pandemic of the Novel Coronavirus disease (COVID-19) on February 11, 2020. In enforcing social distancing to contain the spread of the

disease and in keeping with its employee-safety first approach, the Company quickly instituted measures to trace all employees and be assured of their well-being. Proactive preparations were done in our work locations during this transition to ensure our offices are safe. During Fiscal year 2021-22, the impact of COVID pandemic was challenging. The management of your company maintained cautious measures to address the impending adversity to the extent possible to carry out operational and financial stream.

4. CHANGE IN NATURE OF BUSINESS

There was no change in the nature of business of company.

5. SHARE CAPITAL

The Authorized Share Capital of the Company as on 31st March, 2022 is Rs. 15,00,00,000/- and Paid up Share Capital as on 31st March, 2022 is Rs. 13,85,00,000/- and there was no change in the share capital of the company during the year.

6. DIVIDEND

No Dividend was declared during the year.

7. TRANSFER TO STATUTORY RESERVES

During the year under review Rs. 63.92 lacs has been transferred to the general reserves of the Company.

8. NON-ACCEPTANCE OF PUBLIC DEPOSITS

The Company has not invited/accepted any public deposits or any fixed deposits during the financial year 2021-22. Hence, there are no defaults in repayment of amount of principal and interest as on the date of balance sheet.

9. DIRECTORS AND KEY MANAGERIAL PERSONNEL

Independent Directors:

The Independent Directors of the Company hold office for a fixed term of five years and are not liable to retire by rotation. The Independent Directors have submitted their disclosure to the Board that they fulfill all the requirements as to qualify for their appointment as an Independent Director under the provisions of the Companies Act, 2013 as well as SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The policy for regularization of Independent Director is also placed on Website of the company i.e. www.superiorindustrial.in respectively. During the year, one (1) Meeting held in the F.Y. 2021-22 on 14th February, 2022 of the Independent Directors.

During the year under review, Mr. Arun Nevatia and Ms. Divya Mehrotra were Independent Directors of the Company. Later, on 9th June, 2020, Ms. Divya Mehrotra resigned from her position.

Board Evaluation:

Pursuant to the provisions of the Companies Act, 2013 and SEBI (Listing Obligations And Disclosure Requirements) Regulations 2015, the Board has carried out an annual performance evaluation of its own performance, the directors individually as well as the evaluation of the working of its Audit, Nomination & Remuneration, Stakeholders' Relationship Committee and Risk Management Committees.

Key Managerial Personnel:

During the year under review, Ms. Megha Rastogi, Company Secretary and Compliance Officer resigned from her position on 4th October, 2021. Later, Mr. Manish Sinha was appointed as Company Secretary and Compliance Officer of the Company on 13th November, 2021 and he resigned from the position on 12th January, 2022. Ms. Kajal Garg has been appointed as Company Secretary & Compliance Officer of the Company w.e.f., 6th April, 2022. As on date, Mr. Kamal Agarwal, Managing Director, Mr. Raushan Kumar Sharma, Chief Financial Officer, Ms. Kajal Garg, Company Secretary and Compliance Officer are key managerial personnel of the Company.

10. DIRECTORS' RESPONSIBILITY STATEMENT:

In accordance with the provision of Section 134(5) of the Companies Act, 2013 the Board confirms and submits the Director's Responsibility Statement:

- a. In the preparation of the Annual Accounts, the applicable Accounting Standards have been followed along with proper explanation relating to material departures;
- b. The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for the year under review;
- c. The Directors have taken proper & sufficient care of the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for prevention & detecting fraud & other irregularities;
- d. The Directors have prepared the accounts for the year ended 31st March, 2021 on a going concern basis.
- e. The Directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively.
- f. The Directors had devised proper system to ensure compliance with the provision of all applicable laws and that such systems were adequate and operating effectively.

11. INFORMATION PURSUANT TO SECTION 134(3) OF COMPANIES ACT, 2013: SUBSIDIARY COMPANIES - MONITORING FRAMEWORK:

The Company monitors performance of its subsidiary company, inter-alia, by the following means:

- i. The Audit Committee reviews financial statements of the subsidiary companies, along with investments made by them.
- ii. The Board of Directors reviews the Board Meeting minutes and statements of all significant transactions and arrangements, if any, of subsidiary companies.

Pursuant to Section 129(3) of the Companies Act, 2013 and Accounting Standard- 21 issued by the Institute of Chartered Accountants of India, Consolidated Financial Statements presented by the Company include the financial statements of its subsidiary and its Associate Company. Superior Industrial Enterprises Limited is the holding Company of Babri Polypet Private Limited and its associate company is Hindustan Aqua Private Limited.

Further, a separate statement containing the salient features of the financial statements of subsidiary and Associate of the Company in the prescribed form **AOC-1** has been given as **Annexure to the Balance Sheet**.

12. REPORT ON THE PERFORMANCE AND FINANCIAL POSITION OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURE COMPANIES:

Pursuant to Section 134 of the Companies Act, 2013 and Rule 8(1) of the Companies (Accounts) Rules, 2014, the report on performance and financial position of Subsidiary and Associates included in the Consolidated Financial Statements is attached and forms part of this report. Information in this respect can also be referred in form **AOC- 1** which has been disclosed in the Consolidated Financial Statements.

13. DEPOSIT:

Our Company has no unclaimed/ unpaid matured deposit or interest due thereon. Your Company has not accepted any deposits covered under 'Chapter V - Acceptance of Deposits by Companies' under the Companies Act, 2013 during the financial year ended March 31, 2022.

14. DIVIDEND:

Pursuant to the requirements of the regulation 43A of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and keeping in view the future requirements of funds by the Company for its proposed growth and expansion, the Board expresses its inability to recommend any dividend from the available profit during the year under review.

15. MATERIAL CHANGES AND COMMITMENTS AFFECTING FINANCIAL POSITION BETWEEN END OF THE FINANCIAL YEAR AND DATE OF REPORT:

Subsequent to the end of the financial year on March 31, 2022 till date, there has been no material change and/or commitment which may affect the financial position of the Company.

16. RELATED PARTY TRANSACTIONS:

Your Company has formulated a policy on related party transactions which is also available on Company's website. This policy deals with the review and approval of related party transactions. The Board of Directors of the Company had approved the criteria for making the omnibus approval by the Audit Committee within the overall framework of the policy on related party transactions.

17. INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY:

The Directors had laid down internal financial controls to be followed by your Company and such policies and procedures adopted by the Company 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. The Audit Committee evaluates the internal financial control system periodically.

18. MANAGEMENT DISCUSSION AND ANALYSIS:

Management's Discussion & Analysis Report for the year under review, as stipulated under regulation 34(2)(e) of SEBI (Listing Obligation And Disclosure Requirement) Regulation, 2015, is presented as **Annexure-I** forming part of the Director's Report.

19. CORPORATE GOVERNANCE:

Maintaining high standards of Corporate Governance has been fundamental to the business of your Company since its inception. A separate report on Corporate Governance is provided. The Corporate Governance Report for the financial year ended 31st March, 2022 giving the details as required under Regulation 34(3) read with Clause C of Schedule V of SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015 is given separately as **Annexure-II**.

The Corporate Governance Certificate for the financial year ended 31st March, 2022 issued by M/S Vimal Chadha & Associates, Company Secretaries in practice is annexed as **Annexure-III**.

Mr. Kamal Agarwal, Managing Director and Mr. Raushan Kumar Sharma, Chief Financial Officer of the Company, have given their certificate under Regulation 17(8) read with Part B of Schedule II of SEBI (LODR) regarding Annual Financial Statements for the financial year ended 31st March, 2022 which is annexed as **Annexure IV**.

The Managing Director has given certificate under Regulation 34(3) of SEBI-LODR read with Part D of Schedule V of SEBI-LODR regarding compliance with the Code of conducts of the Company for the financial year ended 31st March, 2021 which is attached as **Annexure-V**.

20. SECRETARIAL AUDIT:

The Secretarial Audit was carried out by M/s. RSH & Associates, Company Secretaries for the financial year ended 31st March, 2022. The Report given by the Secretarial Auditors is annexed as **Annexure – VI** and forms an integral part of this Board's Report.

In terms of Section 204 of the Act, read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Audit Committee recommended and the Board of Directors appointed M/s. RSH & Associates, Company Secretaries as the Secretarial Auditors of the Company in relation to the financial year ending 31st March, 2022. The Company has received their written consent that the appointment is in accordance with the applicable provisions of the Act and rules framed thereunder.

Further, M/s Vimal Chadha & Associates, Company Secretaries has provided the Certificate of Annual Secretarial Compliance Report as per the SEBI Circular SEBI CIR/CFD/CMD1/27/2019 dated February 08, 2019 and the report is attached alongwith “**Annexure VI**” forms part of Director's Report. Your Directors state that the applicable secretarial standards pursuant to section 118 of the Companies Act, 2013 as prescribed by the Institute of Company Secretaries of India have been complied for the financial year 2021-22.

21. ANNUAL RETURN

Pursuant to Section 92(3) read with Section 134(3)(a) of the Companies Act, 2013; the Annual Return as on March 31, 2022 is available on the Company's website on <https://www.superiorindustrial.in>.

22. STATUTORY AUDITOR:

As per Section 139 of the Act read with the Companies (Audit and Auditors) Rules, 2014, the Members of the Company in its 26th Annual General Meeting held on 28th September, 2017 approved the appointment of M/s. Bhala & Bhala, Chartered Accountants, as the Statutory Auditors of the Company for an initial term of 5 years i.e. from the conclusion of 26th Annual General Meeting till the conclusion of 31st Annual General Meeting of the Company.

The Board has recommended the appointment of M/s S. Jain & Co., Chartered Accountants having FRN: 009593N as the statutory auditors of the Company for a term of five consecutive years, from the conclusion of 31st Annual General Meeting scheduled till the conclusion of 36th Annual General Meeting to be held in the year 2027 for approval of shareholders of the Company, based on the recommendation of the Audit Committee.

The Report given by M/s. Bhala & Bhala, Chartered Accountants on the financial statements of the Company for the year 31st March, 2022 is part of the Annual Report. There has been no

qualification, reservation or adverse remark or disclaimer in their Report. During the year under review, the Auditors had not reported any matter under Section 143(12) of the Act, therefore no detail is required to be disclosed under Section 134(3)(ca) of the Act.

23. COST AUDITOR:

As per Section 148 of the Companies Act, 2013 read with Rules framed thereunder, M/s Mahesh Singh & Company, Cost Accountants have conducted the cost audit of the accounts maintained by the Company in respect of the various products prescribed under the applicable Cost Audit Rules for the Financial Year ended 31st March, 2022.

24. STATEMENT OF PARTICULARS OF EMPLOYEES:

Disclosures with respect to the remuneration of Directors and employees as required under Section 197 of the Act and Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (Rules) have been appended as Annexure to this report. Details of employee remuneration as required under provisions of Section 197 of the Companies Act, 2013 and Rule 5(2) and 5(3) of the Rules are available at the Registered Office of the Company during working hours, 21 days before the Annual General Meeting and shall be made available to any shareholder on request.

None of the top ten employees drew remuneration of Rs. 1,02,00,000/- or more per annum or Rs. 8,50,000/- or more per month during the financial year 2021-22 under Section 197 of Companies Act, 2013 and Rule 5 (1) Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 has been appended as **Annexure-VII** to this Report.

25. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO:

Particulars with respect to conservation of energy, technology absorption and foreign exchange earnings and outgo as are required under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of Companies (Accounts) Rules, 2014 are given in **Annexure-VIII** to the Directors' Report.

26. LOAN GUARANTEE AND INVESTMENTS:

In terms of Section 186 of the Companies Act, 2013 and Rules framed thereunder, details of the Loans given and Investments made by your Company have been disclosed in the Balance Sheet.

27. BOARD INDEPENDENCE:

Our definition of 'Independence' of Directors is derived from Section 149(6) of the Companies Act, 2013 and Regulation 16 of the Listing Regulations. Based on the confirmation/ disclosures received from the Directors and on evaluation of the relationships disclosed, two Non-Executive Directors were Independent as on 31st March, 2022. Statement on declaration is also annexed as **Annexure-IX**. On 9th June, 2022, Ms. Divya Mehrotra, Non- Executive & Independent Director

has resigned from the Board of the Company. Ms. Kusum Sharma has been appointed as Independent Director of the company w.e.f., 13th August, 2022.

28. DETAILS IN RESPECT OF FRAUDS REPORTED BY AUDITORS OTHER THAN THOSE WHICH ARE REPORTABLE TO THE CENTRAL GOVERNMENT:

The Statutory Auditors, Cost Auditors of the Company have not reported any frauds to the Audit Committee or to the Board of Directors under Section 143(12) of the Companies Act, 2013, including rules made thereunder. None of the Auditor have mentioned any non-compliance in their report.

29. DISCLOSURE ON VIGIL MECHANISM:

The Company has established a vigil mechanism through which directors, employees and business associates may report unethical behavior, malpractices, wrongful conduct, fraud, violation of Company's code of conduct without fear of reprisal. The Company has set up initiative, under which all Directors, employees, business associates have direct access to the Chairman of the Audit committee. Further information on the subject can be referred to in section "Disclosures"- Whistle-Blower Policy/ Vigil Mechanism of the Corporate Governance Report.

30. COMPLIANCE:

The Company has complied and continues to comply with all the applicable regulations, circulars and guidelines issued by the Ministry of Corporate Affairs (MCA), Stock Exchange(s), Securities and Exchange Board of India (SEBI) etc. The Company has complied with all applicable provisions of the Companies Act, 2013, Listing Agreement executed with the Stock Exchange(s), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other applicable rules/regulations/guidelines issued from time to time.

31. SECRETARIAL STANDARDS OF ICSI:

Pursuant to the approval by the Central Government to the Secretarial Standards specified by the Institute of Company Secretaries of India on April 10, 2015, the Secretarial Standards on Meetings of the Board of Directors (SS-1) and General Meetings (SS-2) came into effect from July 01, 2015. Thereafter, Secretarial Standards were revised with effect from October 01, 2017. The Company is in compliance with the Secretarial Standards.

32. GREEN INITIATIVES:

The Annual Report and other shareholder communications are all available in electronic as well as paper format. We would like to take this opportunity to encourage you to consider receiving all shareholder communications electronically, including future notices of meeting.

33. APPRECIATION:

Your Directors record their sincere appreciation of the dedication and commitment of all employees in achieving and sustaining excellence in all areas of business. Your directors thank the shareholders, customers, suppliers and bankers and other stakeholders for their continuous support to the Company.

**For and on behalf of Board
Superior Industrial Enterprises Limited**

**Date: 13-08-2022
Place: New Delhi**

**Kamal Agarwal
Managing Director
DIN: 02644047**

**Krishna Kumar Agarwal
Director
DIN: 06713077**

Form AOC-1

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

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures

Part “A”: Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in lacs.)

(Rs. in lakhs)

| Sl. No. | Particulars | Details |
|----------------|---|-------------------------------|
| 1. | Name of the subsidiaries | Babri Polypet Private Limited |
| 2. | Reporting period for the subsidiary concerned, if different from the holding company's reporting period | NA |
| 3. | Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries | INR |
| 4. | Share capital | 200 |
| 5. | Reserves & surplus | (266.25) |
| 6. | Total assets | 1023.18 |
| 7. | Total Liabilities | 1089.43 |
| 8. | Investments | - |
| 9. | Turnover | 2725.81 |
| 10. | Profit before taxation | 5.19 |
| 11. | Provision for taxation | - |
| 12. | Profit after taxation | 5.19 |
| 13. | Proposed Dividend | - |
| 14. | % of shareholding | 100.00 % |

Notes: The following information shall be furnished at the end of the statement:

- Names of subsidiaries which are yet to commence operations
- Names of subsidiaries which have been liquidated or sold during the year.

Part “B”: Associates and Joint Ventures

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

(Rs. in lakhs)

| SN | Name of associates/Joint Ventures | Hindustan Aqua Private Limited |
|-----------|---|---------------------------------------|
| 1 | Latest audited Balance Sheet Date | 31.03.2022 |
| 2 | Shares of Associate/Joint Ventures held by the company on the year end | |
| 3 | No. of Share | 28,50,000 |
| | Amount of Investment in Associates/Joint Venture | 1,140.00 |
| 4 | Extend of Holding% | 35.96% |
| 5 | Description of how there is significant influence | Joint Venture |
| 6 | Reason why the associate/joint venture is not consolidated | Consolidated |
| 7 | Net worth attributable to shareholding as per latest audited Balance Sheet | 10,850.81 |
| 8 | Profit/Loss for the year | 957.35 |
| 9 | Considered in Consolidation | 344.26 |
| 10 | Not Considered in Consolidation | 613.09 |

1. Names of associates or joint ventures which are yet to commence operations.
2. Names of associates or joint ventures which have been liquidated or sold during the year.

ANNEXURE-I
MANAGEMENT DISCUSSION AND ANALYSIS REPORT

FINANCIAL YEAR OF THE COMPANY: The Financial Year of the Company continues to remain twelve month of financial year starting with 1st April of every financial year.

DISCUSSION OF FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE:

FINANCIAL RESULTS (highlights): Attention of the members is drawn to the notification dated February 16, 2015, issued by the Ministry of Corporate Affairs relating to the Companies (Indian Accounting Standards) Rules, 2015. Pursuant to the said notification, the Company has adopted Indian Accounting Standards (Ind AS) with effect from the year under review. Consequently, the financial statements for the previous year (FY 21-22) have been reinstated as per Ind AS to facilitate a like-to like comparison. Financial results of the Company for the year under review are summarized as below pursuant to Section 129(3) read with Companies (Accounts) Rules, 2014:

| Particulars | Year ended 31-03-2022 | Year ended 31-03-2021 |
|-----------------------------------|-----------------------|-----------------------|
| | (Rs. in Lakhs) | (Rs. in Lakhs) |
| Total Income | 1044.20 | 728.56 |
| Less: Total Expenditure | 975.98 | 709.46 |
| Profit / (Loss) before Tax | 68.22 | 19.10 |
| Less: Current Tax | 2.07 | - |
| Less: Deferred Tax | 2.24 | 11.53 |
| Profit / (Loss) After Tax | 63.92 | 30.63 |

- a. According to the requirements of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, revenue for the year ended 31st March, 2022 was reported inclusive of excise duty. Goods and Services Tax ("GST") has been implemented with effect from 1st July, 2017 which replaces Excise Duty and other input taxes. As per Ind AS 18, the revenue for the year ended 31st March, 2022 is reported net of GST.
- b. There were no material changes and commitments affecting the financial position of the Company which occurred between the end of the financial year to which this financial statement relates on the date of this report.

HINDUSTAN AQUA PRIVATE LIMITED (Rs. in Lakhs)

| SN | Particulars | Year ended 31.03.2022 | Year ended 31.03.2021 |
|----|-----------------------------------|-----------------------|-----------------------|
| 1 | Total Income | 1434.80 | 1770.29 |
| 2 | Less: Total Expenditure | 676.10 | 758.87 |
| 3 | Profit / (Loss) before Tax | 1287.35 | 1115.41 |
| 4 | Less: Current tax | 330 | 290 |
| 5 | Profit / (Loss) After Tax | 957.35 | 825.41 |

BABRI POLYPET PRIVATE LIMITED (Rs. in Lakhs)

| SN | Particulars | Year ended 31.03.2022 | Year ended 31.03.2021 |
|----|-----------------------------------|-----------------------|-----------------------|
| 1 | Total Income | 2725.81 | 900.03 |
| 2 | Less: Total Expenditure | 2721.41 | 954.42 |
| 3 | Profit / (Loss) before Tax | 5.19 | (53.77) |
| 4 | Less: Provision for Income tax | - | 0.07 |
| 5 | Profit / (Loss) After Tax | 5.19 | (53.84) |

OPERATIONS: Your Company continues to take effective steps in broad basing its range of activities.

INDUSTRY STRUCTURE AND DEVELOPMENT: Your Company deals in the business of manufacturing of corrugated boxes, which is used in packaging of bottles of mineral water and soft drinks.

Industrial Relations in plant generally remained cordial during the year under review. Transitioning from 'Industrial Relations' to 'Employee Relations', a more focused approach on increased Employee Engagement.

OPPORTUNITY AND THREATS: Our success as an organization depends on our ability to identify opportunities and leverage them while mitigating the risks that arise while conducting our business. The Company is facing price war from its peers which is leading to decrease in the operating profit margin of the Company. The Company is planning to adopt for cost minimization and cost rationalization techniques in its production to protect its margins which will benefit the Company not in this current economic crisis but in the future period. As the economy is slowly and slowly recovering from its bottoms, Company is also seeing the spurt in demand and the Company is seeing the ray of hope for the times to come.

OUTLOOK, RISK AND CONCERN: Management risks to the business with the overall recessionary phase in the world economy is a continuous challenge for any organization growing in size and enhancing its purpose. The traditional risk factors like client risks, industry segment risks and economic risks are well understood and the means to handle them are also fairly established.

The Company follows a specific, well-defined risk management process that is integrated with operations for identification, categorization and prioritization of operational, financial and strategic business risks. Across the organization, there are teams responsible for the management and mitigation of risks.

FUTURE OUTLOOK: In the current year, your directors are putting up efforts to increase the earning speed and it is hope that the Company will do better in current year as compared to last year.

Further, the Company will continue with its expansions plans by acquisition, investment and other mode of expansion as and when approved by the management of the Company subject to the provisions of the Companies Act, 2013 and other regulatory approvals as applicable.

DISCLOSURE OF ACCOUNTING TREATMENT: In the preparation of financial statements, any treatment different from that prescribed in an Accounting Standard has not been followed.

SEGMENT WISE PERFORMANCE: The Company operates only in one segment.

DECLARATION REGARDING COMPLIANCE BY BOARD MEMBERS AND SENIOR MANAGEMENT PERSONNEL WITH THE COMPANY'S CODE OF CONDUCT

This is to confirm that the Company has adopted a Code of conduct for its employees including the Director. I confirm that the Company has in respect of the Financial Year ended 31st March, 2022, received from the Senior Management team of the Company and the members of the Board, a declaration of Compliance with the code of Conduct as applicable to them.

DISCLOSURE OF ACCOUNTING TREATMENT

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under Section 133 of the Companies Act, 2013 ("the 2013 Act") and the relevant provisions of the 2013 Act, as applicable. The financial statements have been prepared on going concern basis under the historical cost convention on accrual basis. The Company has follows to continue with the period of 1st day of April to 31st day of March, each year as its financial year for the purpose of preparation of financial statements under the provisions of Section 2(41) of the Companies Act, 2013.

HUMAN RESOURCES:

During the year under review, Human Resources (HR) continued its transformation initiatives, in a volatile and uncertain business environment, to cater to the organizational requirements. HR continued its catalyst role and enabled the process of change over to global tools to focus on personnel planning for mid and long term. The Company continued its efforts to foster and drive younger generation towards future leadership.

CAUTIONARY FORWARD LOOKING STATEMENTS:

Statements in the Board's Report and the Management Discussion & Analysis describing the Company's objective, expectations or forecasts may be forward looking within the meaning of applicable laws and regulations. Actual results may differ materially from those expressed in the statement.

The Directors express their gratitude to the various Central and State Government Departments for their continued cooperation extended to the Company. The Directors also thank all customers, dealers, suppliers, banks, members and business partners for the excellent support received from them. The Directors would also like to acknowledge the exceptional contribution and commitment of the employees of the Company during the year under review.

**For and on behalf of Board
Superior Industrial Enterprises Limited**

**Date: 13-08-2022
Place: New Delhi**

**Kamal Agarwal
Managing Director
DIN: 02644047**

**Krishna Kumar Agarwal
Director
DIN: 06713077**

ANNEXURE-II**DISCLOSURE ON CORPORATE GOVERNANCE**

This Corporate Governance Report relating to the year ended 31st March, 2022 has been issued in compliance with the requirement of Regulation 34(3) read with Clause C of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 and forms a part of the Report of Board of Directors to the members of the Company.

PHILOSOPHY ON CODE OF GOVERNANCE

COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE: The Company's philosophy on Corporate Governance aims at tailor made packing solution according to clients requirements and their packing needs. We have a skilled and dedicated team of workers who are proficient in handling large orders and providing timely deliveries irrespective of product size or design.

Owing to the enterprising and managerial skills of the owner, our organization has been able to gain credibility of not only our valuable clients but also of our esteemed suppliers.

The Company's business objective and that of its management and employees is to manufacture and market the Company's products in such a way as to create value that can be sustained over the long term for consumers, shareholders, employees, business partners and the national economy.

The Company has complied with the disclosures of the compliance with corporate governance requirements specified in regulation 17 to 27 and clauses (b) to (i) of sub-regulation (2) of regulation 46 and the details of which produced as in contents of Corporate Governance Report.

BOARD OF DIRECTORS**A. BOARD'S COMPOSITION AND CATEGORY:****Appointments:**

Director: During the year under review, there was no case of appointment or cessation of Director except that Ms. Divya Mehrotra resigned from the office of directorship on 9th June, 2022 and Ms. Kusum Sharma has been appointed as Additional Independent Director of the Company w.e.f., 13th August, 2022.

All Directors have certified that the disqualifications mentioned under Section 164, 167 and 169 of the Companies Act, 2013 do not apply to them. The details of training and familiarization programmes and Annual Board Evaluation process for Directors have been provided under the Corporate Governance Report.

The Policy on Director's appointment and remuneration including criteria for determining qualification, positive attributes, Independence of directors and also remuneration for Key Managerial Personnel and other employees forms part of this Annual Report. The Board composition is in conformity with relevant provisions of Companies Act, 2013 and requirement of Securities and Exchange Board of India (SEBI) guidelines as amended.

The present strength of Board is four Directors comprising one Executive Director viz Managing Director and three Non- Executive Directors. The Non- Executive Directors are eminent

professionals, drawn from amongst person with experience in business, finance, law and corporate management. None of the Directors on the Board is a member on more than 10 Committees and Chairman in more than 5 Committees. Committees include Audit Committee and Stakeholder Relationship Committee and Nomination & Remuneration Committee. The Independent Directors are entitled to sitting fee for every meeting of the Board or Committee attended by them. The details relating to Composition & Category of Directors, Directorships held by them in other Companies and their membership and chairmanship on various Committees of Board of other Companies, as on 31st March, 2022 is as follows:

| CLASSIFICATION OF BOARD | | |
|--|-------------------------|------------------------------------|
| CATEGORY | NO. OF DIRECTORS | % OF TOTAL NO. OF DIRECTORS |
| Executive Directors | 1 | 25% |
| Non-Executive Independent Directors (including Woman Director) | 2 | 50% |
| Other Non-Executive Director | 1 | 25% |
| Total | 4 | 100% |

DISCLOSURE OF RELATIONSHIP OF DIRECTORS INTEREST

None of the Directors have any pecuniary relationship interse.

COMPOSITION AND DIRECTORSHIP (S)/COMMITTEE MEMBERSHIP(S)/CHAIRMANSHIP(S) AS ON 31ST MARCH, 2022

| Name | Date of Joining on the Board | Directorship in other Companies (excluding this present company) | Membership(s) of the Committees of other Companies | Chairmanship of the Committees of other Companies |
|--|-------------------------------------|---|---|--|
| Managing Director: Mr. Kamal Agarwal | 05.08.2014 | - | - | - |
| Non-Executive Director Mr. Krishna Kumar Agarwal | 22.11.2013 | 4 | 2 | 1 |
| Independent Director Mr. Arun Nevatia | 16.10.2020 | - | 0 | - |
| Independent Director | 25.02.2015 | 13 | 0 | 0 |

| | | | | |
|---------------------|------------|---|---|---|
| Ms. Divya Mehrotra* | | | | |
| Ms. Kusum Sharma** | 13.08.2022 | 1 | - | - |

*Resigned on 9th June, 2022

**Appointed on 13th August, 2022

#Foreign Companies, Alternate Directorships and Companies under Section 8 of the Companies Act, 2013 are excluded for the above purpose.

##includes only Audit Committee, Nomination and Stakeholder Relationship Committee. The number of directorships, Committee Membership/Chairmanships of all Directors is with respective limits prescribed under the Companies Act, 2013.

The name of the listed entities wherein the Director holds directorship as on 31st March, 2022 are as follows:

| Name of the Director | Name of the listed entities where the Director holds directorship | Category of Directorship |
|---------------------------|---|--------------------------|
| Mr. Kamal Agarwal | - | - |
| Mr. Krishna Kumar Agarwal | - | - |
| Mr. Arun Nevatia | - | - |
| Ms. Divya Mehrotra | V L S Finance Limited | Non-Executive Director |

BOARD MEETINGS

NUMBER OF BOARD MEETING CONDUCTED DURING THE YEAR UNDER REVIEW: Minimum four pre-scheduled Board Meetings are held every year. The Company had 4 Board Meetings during the financial year under review.

Notice of the Meetings is circulated to the Directors well in advance to facilitate them to plan their schedule and to ensure meaningful participation in the meetings. However, in case of a special and urgent business need, the Board's approval is taken by passing resolutions by circulation, as permitted by law, which is noted and confirmed in the subsequent Board meeting.

The Agenda is circulated atleast 7 days prior to the date of the meeting. The Agenda for the Board and Committee meetings includes detailed notes on the items to be discussed at the meeting to enable the Directors to take an informed decision. During the Financial Year ended 31st March, 2022, Four Board meetings were held on 30th June, 2021, 11th August, 2021, 13th November, 2021 and 14th February, 2022. The maximum gap between any two meetings was less than one hundred and twenty days, as stipulated under Regulation 17 of the Listing Regulations and Secretarial Standards.

BOARD SUPPORT: The Company Secretary is responsible for collation, review and distribution of all papers submitted to the Board and Committees thereof for consideration. The Company Secretary is also responsible for preparation of the Agenda and convening of the Board and Committee meetings. The Company Secretary attends all the meetings of the Board and its

Committees, advises/ assures the Board on Compliance and Governance principles and ensures appropriate recording of minutes of the meetings. The Company sends agenda by e-mail/ by hand delivery as per the convenience of Directors of the Company.

SEPARATE INDEPENDENT DIRECTORS' MEETINGS: The Independent Directors meet at least once in a year without the presence of Executive Directors or Management representatives, to discuss issues and concerns, if any and inter alia discussed:

- the performance of Non-Independent Directors and the Board as a whole
- the quality, quantity and timeliness of flow of information between the Company management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

In addition to these formal meetings, interactions outside the Board meetings also take place between the Independent Directors. For the financial year ended 31st March, 2022 the meeting was held on 14th February, 2022.

DIRECTORS' INDUCTION AND FAMILIARIZATION: Mr. Arun Nevatia and Ms. Divya Mehrotra, Independent Directors, are already familiar with the nature of industry, business model and other aspects of the Company since they have been directors of the Company and they had discussion with senior executives of the Company as well. The provision of an appropriate induction programme for new Directors and ongoing training for existing Directors is a major contributor to the maintenance of high Corporate Governance standards of the Company. The Company Secretary is responsible for ensuring that such induction and training programmes are provided to Directors. The Independent Directors, from time to time request management to provide detailed understanding of any specific project, activity or process of the Company. The management provides such information and training either at the meeting of Board of Directors or otherwise.

The induction process is designed to:

- a. provide an appreciation of the role and responsibilities of the Director;
- b. fully equip Directors to perform their role on the Board effectively; and;
- c. develop understanding of Company's people and its key stakeholder relationships.

Upon appointment, Directors receive a Letter of Appointment setting out in detail, the terms of appointment, duties, responsibilities and expected time commitments.

The details of Director's induction and familiarization are available on the Company's website at https://www.superiorindustrial.in/investors_handbook.html

BOARD MEMBERSHIP CRITERIA: The Board of Directors are collectively responsible for selection of a member on the Board. The Nomination and Remuneration Committee of the Company follows defined criteria for identifying, screening, recruiting and recommending candidates for election as a Director on the Board. The criteria for appointment to the Board include:

- desired age and diversity on the Board;

- size of the Board with optimal balance of skills and experience and balance of Executive and Non-Executive Directors consistent with the requirements of law;
- professional qualifications
- expertise and experience in specific area of business;
- balance of skills and expertise in view of the objectives and activities of the Company;
- avoidance of any present or potential conflict of interest
- availability of time and other commitments for proper performance of duties;
- personal characteristics being in line with the Company's values, such as integrity, honesty, transparency, pioneering mindset.

CONSTITUTION OF COMMITTEES

AUDIT COMMITTEE

The Company's Audit Committee comprises all the three Non-Executive Directors out of which two are Independent Directors. The Audit Committee is headed by Ms. Divya Mehrotra, Chairperson of the Committee.

Audit Committee Composition

Mr. Divya Mehrotra - Chairperson
 Ms. Arun Nevatia - Member
 Mr. Krishna Kumar Agarwal- Member

TERM OF REFERENCE

Term of Reference of Audit Committee cover all the areas mentioned under Section 177 of the Companies Act, 2013 and Regulation 18 read with part C of Schedule II of SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015.

All the members of the Committee have relevant experience in financial matters.

The Audit Committee of the Company is entrusted with the responsibility to supervise the Company's internal controls and financial reporting process and inter alia performs the following functions:

Overseeing the Company's financial reporting process and disclosure of financial information to ensure that the financial statements are correct, sufficient and credible; reviewing and examination with management the quarterly financial results before submission to the Board, the annual financial statements before submission to the Board and the Auditors' Report thereon, management discussion and analysis of financial condition and results of operations, scrutiny of inter-corporate loans and investments made by the Company, reviewing, approving or subsequently modifying any Related Party Transactions in accordance with the Related Party Transaction Policy of the Company, approving the appointment of Chief Financial Officer after assessing the qualifications, experience and background, etc. of the candidate, recommending the appointment, remuneration and terms of appointment of Statutory Auditors of the Company and approval for payment of any other services; reviewing and monitoring the auditor's independence and performance, and effectiveness of audit process; reviewing management letters/ letters of internal control weaknesses issued by the Statutory Auditors; discussing with Statutory Auditors,

before the audit commences, on the nature and scope of audit as well as having post-audit discussion to ascertain area of concern, if any; reviewing with management, Statutory Auditors and Internal Auditor, the adequacy of internal control systems; recommending appointment, remuneration and terms of appointment of Internal Auditor of the Company; reviewing the adequacy of internal audit function and discussing with Internal Auditor any significant finding and reviewing the progress of corrective actions on such issues; evaluating internal financial controls and risk management systems; valuating undertaking or assets of the Company, wherever it is necessary; reviewing the functioning of the Whistle Blowing Mechanism;

The Audit Committee also reviews the functioning of the Code of Business Principles and Whistle Blower Policy of the Company and cases reported thereunder.

The recommendations of audit committee were duly approved and accepted by the Board. The Company Secretary acts as the Secretary to the Committee. The minutes of each Audit Committee meeting are placed and confirmed in the next meeting of the Board.

The Audit Committee met 4 times during the Financial Year ended 31st March, 2022 i.e., on 30th June, 2021, 11th August, 2021, 13th November, 2021 and 14th February, 2022.

NOMINATION AND REMUNERATION COMMITTEE

The Nomination and Remuneration Committee comprises;

Nomination Committee composition

Ms. Divya Mehrotra - Chairperson
Mr. Arun Nevatia - Member
Mr. Krishna Kumar Agarwal – Member

In terms of Section 178 (1) of the Companies Act, 2013 and Regulation 19 of SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015, Nomination and Remuneration Committee was constituted and the Nomination and Remuneration Committee comprise of three Directors; all of whom are Non-Executive Directors and two-third of the Committee members are Independent Directors and Independent Director is acting as the Chairman of the Committee.

TERM OF REFERENCE

The role of Nomination and Remuneration Committee is as follows:

Determine/ recommend the criteria for appointment of Executive, Non-Executive and Independent Directors to the Board; Determine/ recommend the criteria for qualifications, positive attributes and independence of Director; Identify candidates who are qualified to become Directors and who may be appointed in the Management Committee and recommend to the Board their appointment and removal; Formulate criteria and carryout evaluation of each Director's performance and performance of the Board as a whole;

The Nomination and Remuneration Committee met 1 time during the Financial Year ended 31st March, 2022 i.e., on 13th November, 2021.

APPOINTMENT AND TENURE: The Directors of the Company are appointed by members at the General Meetings.

In accordance with the Articles of Association of the Company, all Directors, except the Managing Director and Independent Directors of the Company, step down at the Annual General Meeting each year and, if eligible, offer themselves for re-election. The Managing Director of the Company is appointed for a term of five years as per the requirement of the statute. The Executive Directors on the Board serve in accordance with the terms of their contract of service with the Company.

As regards the appointment and tenure of Independent Directors, following is the policy adopted by the Board:

- The Company has adopted the provisions with respect to appointment and tenure of Independent Directors which are consistent with the Companies Act, 2013 and Listing Agreement.
- The Independent Directors will serve a maximum of two terms of five years each.

The Company would not have any upper age limit of retirement of Independent Directors from the Board and their appointment and tenure will be governed by provisions of the Companies Act, 2013.

BOARD EVALUATION: The participation, attendance and contribution of Independent Directors not only during the proceeding of meeting but also beyond meeting hours were appreciated. The knowledge, experience and advise shared by the Independent Directors from time to time have ensured governance and good conduct, adherence to laws, mitigating risks and growth even during these difficult business environment. The overall outcome from the evaluation was that the Board and its individual directors were performing effectively.

STAKEHOLDERS' RELATIONSHIP COMMITTEE: The Share transfer Committee renamed as the Stakeholders' Relationship Committee at the Board Meetings held to comply with Companies Act, 2013 and Regulation 20 of SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015 is comprised of Mr. Arun Nevatia, Non-Executive Independent Director, Ms. Divya Mehrotra, Non-Executive Independent Director, Mr. Krishna Kumar Agarwal, Non-Executive Director and Ms. Kajal Garg, Company Secretary and Compliance Officer of the Company.

STAKEHOLDER RELATIONSHIP COMMITTEE

Mr. Krishna Kumar Agarwal - Chairman
 Ms. Divya Mehrotra - Member
 Mr. Arun Nevatia - Member

During the Financial year ended 31st March, 2022, the Committee met on 13th November, 2021.

TERM OF REFERENCE: It considers and resolves the grievances of shareholders of the Company with respect to transfer of shares, non-receipt of annual report, non-receipt of declared dividend, etc; ensure expeditious share transfer process in line with the proceedings of the Share Transfer Committee; evaluate performance and service standards of the Registrar and Share Transfer Agent of the Company; provide guidance and make recommendations to improve investor service levels for the investors. The Committee inter alia considers applications for transfer, transmission, split, consolidation of share certificates and cancellation of any share

certificate in compliance with the provisions in this regard. The Committee is authorised to sign, seal or issue any new share certificate as a result of transfer, consolidation, splitting or in lieu of share certificates lost, defaced or destroyed.

The Committee meets at regular intervals to approve the share transfers and other related matters. The Committee also reports to the Board on matters relating to the shareholding pattern, shareholding of major shareholders, insider trading compliances, movement of share prices, redressal of investor complaints, report on scores of SEBI and all compliances under Companies Act, 2013 and SEBI-LODR.

LIMIT ON THE NUMBER OF DIRECTORSHIPS: In compliance with the Listing Regulations, Directors of the Company do not serve as Independent Director in more than seven Listed Companies or in case he/she is serving as a Whole-Time Director in any Listed Company, does not hold such position in more than three Listed Companies.

DIRECTORS' ATTENDANCE RECORD: The following table shows attendance of Directors at the Board and Committee meeting(s) for the year ended 31st March, 2022. Attendance is presented as number of meeting(s) attended, (including meetings attended through electronic mode) out of the number of meeting(s) required to be attended.

| Name | Board Meeting | Audit Committee | Nomination & Remuneration Committee | Stakeholders Relationship Committee | Separate Meeting of Independent Directors on 14.02.2022 | Whether attended AGM of 2021 |
|---------------------------|---------------|-----------------|-------------------------------------|-------------------------------------|---|------------------------------|
| Mr. Kamal Agarwal | 4 of 4 | NA | NA | NA | NA | Yes |
| Mr. Krishna Kumar Agarwal | 4 of 4 | 4 of 4 | 1 of 1 | 1 of 1 | NA | Yes |
| Mr. Arun Nevatia | 4 of 4 | 4 of 4 | 1 of 1 | 1 of 1 | Yes | Yes |
| Ms. Divya Mehrotra | 4 of 4 | 4 of 4 | 1 of 1 | 1 of 1 | Yes | Yes |

Shareholding of Directors and Key Management Personnel

| Name | Designation | No. of Shares held as on 31.03.2022 |
|---------------------------|------------------------------------|-------------------------------------|
| Ms. Divya Mehrotra | Non-Executive Independent Director | Nil |
| Mr. Arun Nevatia | Non-Executive Independent Director | Nil |
| Mr. Kamal Agarwal | Managing Director | Nil |
| Mr. Krishna Kumar Agarwal | Non-Executive Director | Nil |

REMUNERATION TO DIRECTORS (criteria of making payments to non-executive directors)

The Non-executive Independent Directors are entitled to sitting fee for every Board meeting including Committee meeting held on same day and venue. The Managing Director and Non-Executive Non- Independent Director does not receive sitting fee for attending meeting of Board and its Committee. None of the Directors had any pecuniary relationship or transaction with the Company during the year.

On the recommendation of Nomination and Remuneration Committee and mutual discussion with Independent Directors, Company has passed a Board Resolution to approve sitting fee for Independent Directors.

| Total Remuneration paid to Independent Directors during the year ended 31st March, 2022 is hereunder (Amt. in Rs.) | | | |
|--|---|--------------------------|--------------|
| Name of the Director | Period (Board Meeting dates) | Sitting Fees | Total |
| Mr. Arun Nevatia | 30.06.2021; 11.08.2021; 13.11.2021; 14.02.2022 | 11,000/- each meeting | 44,000/- |
| Ms. Divya Mehrotra | 30.06.2021; 11.08.2021; 13.11.2021; 14.02.2022 | 11,000/- each meeting | 44,000/- |

Total salary paid to the Managing Director

| Name of the Director | Period | Remuneration |
|-----------------------------|--|------------------------|
| Mr. Kamal Agarwal | 01 st April, 2021 to 31 st March, 2022 | Rs. 25,000/- per month |

Disclosure on Compliance with Corporate Governance Requirements specified in Listing Regulations: The Company has complied with the requirements of Part C (Corporate Governance Report) of sub-paras (2) to (10) of Schedule V of the Listing Regulations.

The Company has complied with Corporate Governance requirements specified in Regulation 17 to 27 and Clause (b) to (i) of Sub-Regulation (2) of Regulation 46 of the Listing Regulations and necessary disclosures thereof have been made in this Corporate Governance Report.

LEGAL COMPLIANCE REPORTING: The Board of Directors reviews in detail, on a quarterly basis, the report of compliance with respect to all applicable laws and regulations.

COMPLIANCE WITH MANDATORY REQUIREMENTS: The Company has complied with all applicable mandatory requirements of the Listing Regulations as on 31.03.2022. Quarterly Compliance Report on Corporate Governance, in the prescribed format, duly signed by the

compliance officer is submitted regularly with the Stock Exchanges where the shares of the Company are listed.

ADOPTION OF DISCRETIONARY REQUIREMENTS

- 1) **Maintenance of the Chairman's Office:** There is no dedicated Chairman's Office, however the company maintains a office at its factory as well as at its registered office.
- 2) **Shareholders Rights:** Financial results are published every quarter. The same is also uploaded on the Company's website <https://www.superiorindustrial.in/financials.html>
- 3) **Modified opinion(s) in Audit Report:** The Auditors have raised no qualifications on the financial statements of the Company and a declaration in this respect has already been filed with stock Exchange.
- 4) **Reporting of Internal Auditors:** The Internal Auditors of the Company report directly to the Audit Committee.

| <u>DETAILS OF COMPLAINTS RECEIVED FROM SHAREHOLDERS:</u> | |
|---|-----|
| No. of Complaints Remaining unresolved as on 01.04.2021 | Nil |
| No. of Complaints received during the year | 0 |
| No. of Complaints resolved during the year | 0 |
| No. of complaints unresolved as on 31.03.2022 | Nil |

INSIDER TRADING CODE: The Company has in place an Insider Trading Code for compliance with the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015. During the year under review, till 4th October, 2021, Ms. Megha Rastogi, Company Secretary and Compliance Officer was responsible for compliance with Insider Trading Procedures. After her resignation, Mr. Manish Sinha, Company Secretary and Compliance Officer was responsible for the same.

As of now, Ms. Kajal Garg, the current Company Secretary & Compliance Officer of the Company is responsible for compliance with Insider Trading Procedures.

NEW LISTING AGREEMENT: The Securities and Exchange Board of India (SEBI) on September 2, 2015, issued SEBI (Listing Obligation And Disclosure Requirement) Regulation, 2015 with the aim to consolidate and streamline the provisions of the Listing Agreement for different segments of capital markets to ensure better enforceability. The said regulations were effective from December 1, 2015. Accordingly, all listed entities were required to enter into the listing agreement within six months from the effective date. In compliance with **SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2015**, new listing agreement as per revised format with BSE Limited, was executed on 8th February, 2016.

DISCLOSURE ON WEBSITE The following information has been disseminated on the website of the Company at www.superiorindustrial.in;

1. Details of business of the Company

2. Terms and conditions of appointment of Independent Directors
3. Composition of various Committees of Board of Directors
4. Code of Conduct for Board of Directors and Senior Management Personnel
5. Details of establishment of vigil mechanism/Whistle Blower policy
6. Criteria of making payments to Non-Executive Directors
7. Policy on dealing with Related Party Transactions
8. Policy for determining material subsidiaries
9. Details of familiarization programmes imparted to Independent Directors
10. Policy for determination of materiality of events

POLICIES OF THE COMPANY: We seek to promote and follow highest level of ethical standards in all our business transactions guided by our value system. The SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015 mandated the formulation of certain policies. All our corporate governance policies are available on our website, which are reviewed periodically by the Board and updated based on need and new compliance requirement.

| Name of the Policy | Brief Description | Weblink |
|---|---|---|
| WHISTLE BLOWER MECHANISM (POLICY ON VIGIL MECHANISM) | The Company has adopted a Whistle Blower Policy, as part of vigil mechanism to provide appropriate avenues to the Directors and employees to bring to the attention of the management any issue which is perceived to be in violation of or in conflict with the fundamental business principles of the Company. Employees can also send written communications to the Company. The employees are encouraged to voice their concerns by way of whistle blowing and all the employees have been given access to the Audit Committee. The Company Secretary is the designated officer for effective implementation of the policy and dealing with the complaints registered under the policy. All cases registered under the Code of Business Principles and the Whistle Blower Policy of the Company, are reported to the Committee of Executive Directors and are subject to the review of the Audit Committee. | https://www.superiorindustrial.in/investors_handbook.html |
| NOMINATION AND REMUNERATION POLICY | This policy formulates the criteria for determining qualifications, competencies, positive attitudes and independence for the appointment of Director (Executive/Non Executive) and also for | https://www.superiorindustrial.in/investors_handbook.html |

| | | |
|--|---|---|
| | determining remuneration of Directors and Key Managerial Personnel. | |
| POLICY ON MATERIAL SUBSIDIARY | The policy is used to determine subsidiaries and material non listed Indian Subsidiaries of the Company and to provide the governance framework to them. | https://www.superiorindustrial.in/investors_handbook.html |
| POLICY ON DEALING WITH RELATED PARTY TRANSACTIONS | The Policy intends to ensure that proper reporting approval and disclosure processes are in place for all transactions between the Company and Related Parties. | https://www.superiorindustrial.in/investors_handbook.html |
| DOCUMENT PRESERVATION POLICY | This policy attempts to preserve and maintain documents of the Organization. In order to preserve such documents, the Company needs to implement a well considered, well-documented plan to ensure that they remain in good condition over a period of time. | https://www.superiorindustrial.in/investors_handbook.html |
| POLICY ON CRITERIA FOR DETERMINING MATERIALITY OF EVENT | The objective of the Policy is to determine materiality of events or information of the Company and to ensure that such information is adequately disseminated in pursuance with the Regulations and to provide an overall governance framework for such determination of materiality. | https://www.superiorindustrial.in/investors_handbook.html |
| ARCHIVES MANAGEMENT POLICY | The purpose of this policy is to establish the framework needed for effective records management at COMPANY. This policy provides advice to COMPANY employees on the creation and use of records, and sets standards for classifying, managing and storing those records. It therefore provides a framework for the management of information consistent with the Strategic Plan. | https://www.superiorindustrial.in/investors_handbook.html |
| INSIDER TRADING CODE: | The Company has in place an Insider Trading Code for compliance with the Securities And Exchange Board of India (Prohibition of Insider Trading) | https://www.superiorindustrial.in/investors_handbook.html |

| | | |
|--|---|--|
| | Regulations, 2015 for dealing with the Securities of the Company. | |
|--|---|--|

WHISTLE-BLOWER POLICY/ VIGIL MECHANISM: The Company promotes ethical behavior in all its business activities and in line with the best international Governance practices, Company has established a system through which Directors, employees and business associates may report unethical behavior, malpractices, wrongful conduct, fraud, violation of Company's Code of Conduct without fear of reprisal. The Company has set up a Direct initiative, under which all Directors, employees/ business associates have direct access to the Chairman of the Audit Committee, and also to a three-member team established for this purpose.

The Direct team comprises one senior woman member so that women employees of the Company feel free and secure while lodging their complaints under the policy. The Whistle- Blower Protection Policy aims to:

- Allow and encourage stakeholders to bring to the Management notice concerns about unethical behavior,
- malpractice, wrongful conduct, actual or suspected fraud or violation of policies.
- Ensure timely and consistent organizational response.
- Build and strengthen a culture of transparency and trust.
- Provide protection against victimization.

The above mechanism has been appropriately communicated within the Company across all levels and has been displayed on the Company's intranet as well as on the Company's website www.superiorindustrial.in. Web link for the same is https://www.superiorindustrial.in/investors_handbook.html. The Audit Committee periodically reviews the existence and functioning of the mechanism. It reviews the status of complaints received under this policy on a quarterly basis. The Committee has, in its Report, affirmed that no personnel have been denied access to the Audit Committee.

GENERAL SHAREHOLDERS' INFORMATION:

PLEDGE OF SHARES: No pledge has been created over the Equity Shares held by the promoters as on 31st March, 2022.

MEANS OF COMMUNICATION: The Company has promptly reported all material information and taken adequate measures to disseminate pertinent information to the shareholder's, employees and society at large.

QUARTERLY FINANCIAL RESULTS: Quarterly financial results; are circulated to the Bombay Stock Exchange Limited ("BSE"), where the equity shares of the Company are listed. The financial results-quarterly, half yearly and annual results and other statutory information are communicated to the shareholders by way of advertisement in an English newspaper and in a vernacular language newspaper viz., in Financial Express and Metro Media.

The quarterly approved results are displayed on website of Bombay Stock Exchange Limited and on the website of the Company i.e. <https://www.superiorindustrial.in/financials.html>

The Company's website makes online announcement of Board Meetings, results of the meeting, quarterly financial results, and announcements of the date of AGM, Changes in Directors, KPMs and other announcement. The Company's shares are listed on the following Stock Exchanges and the Listing Fees have been paid to the Exchanges for FY 2021-22.

| Name & Address of the Stock Exchanges | Code/Script | ISIN Number for NSDL/CDSL |
|--|-------------|---------------------------|
| BSE Limited (Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai 400001) | 519234 | INE843L01012 |

EXTENSIVE BUSINESS REPORTING LANGUAGE (XBRL): XBRL is a language for electronic communication of business and financial data. It offers major benefits to all those who have to create, transmit, use or analyze such information which aids better analysis and decision making. Ministry of Corporate Affairs ("MCA") vide its circular No. 8/2012 dated May 10, 2012, (as amended on June 29, 2012) had mandated certain companies to file their Annual Accounts vide this mode. The Company has filed its Annual Accounts on MCA through XBRL.

MINISTRY OF CORPORATE AFFAIRS (MCA): The Company has periodically filed all the necessary documents with the MCA.

SEBI COMPLAINTS REDRESS SYSTEM ("SCORES"): A centralized web based complaints redress system which serves as a centralized database of all complaints received, enables uploading of Action Taken Reports ("ATRs") by the concerned companies and online viewing by the investors of actions taken on the complaint and its current status.

ANNUAL REPORT: The Annual Report containing inter alia the Audited Standalone and Consolidated Financial Statements, Directors' Report, Auditors' Report and other important information is circulated to the investors.

Management Discussion and Analysis forms part of the Annual Report. Pursuant to the Green Initiative launched by the MCA, the Company also sends e-copies of the Annual Report to Members whose e-mail ids are registered with the Company.

ADDRESS FOR CORRESPONDENCE: All communication regarding share transactions, changes in address, bank mandates, nomination etc. should be addressed to Registrar and Share Transfer Agents of the Company.

| | |
|---|---|
| Ms. Kajal Garg Company Secretary and Compliance Officer Regd. Office: 25, Bazar Lane, Bengali Market, New Delhi-110001 | Registrar and Transfer Agent MAS Services Limited T-34, 2nd Floor, Okhla Industrial Area, Phase - II, New Delhi - 110020 Ph: 011-26387281/82/83, Fax: 26387384 Email: info@masserv.com Website: www.masserv.com |
|---|---|

Market Information

SHARE TRANSFER SYSTEM: All share transfer and other communications regarding share certificates, change of address etc. should be addressed to Registrar and Transfer Agents. Stakeholders Relationship Committee is authorized to approve transfer of shares in the physical segment. A summary of all the transfers/ transmissions etc. so approved by officers of the Company is placed at every Committee Meeting. All share transfers are completed within statutory time limit from the date of receipt, provided the documents meet the stipulated requirement of statutory provisions in all respects. The Company obtains from a Company Secretary in practice certificate of compliance with the share transfer formalities as required under Regulation 40(9) of the Listing Regulations, and files a copy of the same with the Stock Exchanges.

DEMATERIALISATION OF SHARES AND LIQUIDITY: Trading in equity shares of the Company in dematerialized form became mandatory from May 31, 1999. To facilitate trading in demat form, in India, there are two depositories i.e. National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL). Company has entered into agreement with both these depositories. Shareholders can open their accounts with any of the Depository Participant registered with these depositories. As on March 31, 2022, **89.37 %** shares of the Company were held in dematerialized form. - The equity shares of the Company are frequently traded at Bombay Stock Exchange Ltd.

DEMATERIALIZATION OF SHARES- PROCESS: For convenience of shareholders, the process of getting the shares dematerialized is given hereunder:

- a. Demat account should be opened with a Depository Participant (DP).
- b. Shareholders should submit the Dematerialization Request Form (DRF) along with share certificates in original, to their DP.
- c. DP will process the DRF and will generate a Dematerialization Request Number (DRN).
- d. DP will submit the DRF and original share certificates to the Registrar and Transfer Agents (RTA), which is Mas Services Limited.
- e. RTA will process the DRF and confirm or reject the request to DP/ Depositories.
- f. Upon confirmation of request, the shareholder will get credit of the equivalent number of shares in his demat account maintained with the DP.

The Company's shares are transferable through the depository system. However, shares in the physical form are processed by the Registrar & Transfer Agent and approved by the Shareholders'/investors' Grievance Committee. The share transfer process is reviewed by the said committee. The Company obtains from a Company Secretary in practice half-yearly certificate of compliance with the share transfer formalities as required under Clause 40(9) of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015.

ELECTRONIC VOTING: Pursuant to Section 108 of the Companies Act, 2013, Companies (Management and Administration) Rules, 2014 and as per Listing Regulation, the e-voting facility will be provided to its shareholders, in respect of all shareholders' resolutions, to be passed at General Meetings or through Postal Ballot. The Company shall utilize the service of NSDL to provide e-voting platform, which is in compliance with the conditions specified by the Ministry of Corporate Affairs, Government of India, from time to time and also mention the Internet Link of such e-voting platform in the notice to the shareholders.

NOMINATION FACILITY FOR SHAREHOLDING: As per the provisions of the Companies Act, 2013, facility for making nomination is available for Members in respect of shares held by them. Members holding shares in physical form may obtain nomination form, from the Share Department of the Company or download the same from the Company's website. Members holding shares in dematerialized form should contact their Depository Participants (DP) in this regard.

PERMANENT ACCOUNT NUMBER (PAN): Members who hold shares in physical form are advised that SEBI has made it mandatory that a copy of the PAN card of the transferee/s, members, surviving joint holders / legal heirs be furnished to the Company while obtaining the services of transfer, transposition, transmission and issue of duplicate share certificates. The break-up of equity shares held in Physical and De-materialized form as on March 31, 2022, is given below:

| Particulars | No. of Shares | Percentage |
|-----------------------|-----------------|----------------|
| Physical Segment | 1471611 | 10.63% |
| De-mat Segment | | |
| NSDL | 5644607 | 40.75% |
| CDSL | 6733782 | 48.62% |
| Total | 13850000 | 100.00% |

MARKET PRICE DATA

No such records available.

OUTSTANDING GDRS/ ADRS/ WARRANTS OR ANY CONVERTIBLE INSTRUMENTS, CONVERSION DATE AND LIKELY IMPACT ON EQUITY

Outstanding GDRs/ ADRs/ Warrants or any Convertible instruments, conversion date and likely impact on equity are not applicable on the Company.

PLANT LOCATIONS

Plot No.17, South side of GT Road, BSR Industrial Area, Ghaziabad, U.P. – 201009

DISCLOSURES AND INFORMATION

The Company has complied with the requirements of Stock Exchange/SEBI/ statutory authorities on all matters relating to Capital Market. No strictures being imposed by SEBI or Stock Exchanges during the year.

The Board of Directors receives from time to time, disclosures relating to financial and commercial transactions from Key Managerial Personnel of the Company, where they and/or their relatives

have personal interest. The particulars of transactions between the Company and its related parties are as per the Accounting Standard set out in the Audited financial reports.

MATERIAL CONTRACTS/TRANSACTIONS CONCERNING DIRECTOR'S INTEREST: There has been no transaction of material, financial and commercial nature that may have a potential conflict with the interest of your Company during the period under review.

DETAILS REGARDING SENIOR MANAGERMENTS' MATERIAL FINANCIAL AND COMMERCIAL TRANSACTIONS: There has been no transaction of material, financial and commercial nature having personal interest of the senior management that may have a potential conflict with the interest of the Company at large during the period under review.

DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE NIL. No presentations were made to institutional investors and analysts during the year. There have been no public issues, right issues or other public offering during the year.

DISTRIBUTION OF SHAREHOLDING AS ON MARCH 31, 2022

Details of distribution of shareholding of the equity shares of the Company by size and by ownership class on March 31, 2022 is given below:

| S. No. | Category | No. of Shareholders | No. of Shares Held | % of Shareholding |
|--------|---|---------------------|--------------------|-------------------|
| 1. | Promoter Company | 5 | 5177739 | 37.38 |
| 2. | Promoter Individual/HUF | 6 | 1352797 | 9.77 |
| 3. | Promoter (NBFC) | 0 | NIL | NIL |
| 4. | Directors | NIL | NIL | NIL |
| 5. | Directors relative | NIL | NIL | NIL |
| 6. | Mutual fund | NIL | NIL | NIL |
| 7. | Foreign institutional investors | NIL | NIL | NIL |
| 8. | Financial institutions | NIL | NIL | NIL |
| 9. | Central govt./state govt. | NIL | NIL | NIL |
| 10. | NRI | NIL | NIL | NIL |
| 11. | Banks | NIL | NIL | NIL |
| 12. | Resident Individuals: | | | |
| | holding nominal share capital upto Rs. 2 lakh | 3679 | 1749095 | 12.63 |
| | holding nominal share capital in excess of Rs. 2 lakh | 24 | 3799877 | 27.44 |
| 13. | Overseas Body Corporate | NIL | NIL | NIL |
| 14. | Trust | NIL | NIL | NIL |
| 15. | Others | | | |
| | NBFC | 2 | 26350 | 0.19 |
| | Other | 20 | 1744142 | 12.59 |

| | | | | |
|--|--------------|-------------|-----------------|---------------|
| | TOTAL | 3736 | 13850000 | 100.00 |
|--|--------------|-------------|-----------------|---------------|

Top Ten Shareholders as on 31st March, 2022

| Sr. No. | Name of the shareholders | No. of Shares | Percentage of Capital |
|---------|--------------------------------|----------------|-----------------------|
| 1. | HAL Offshore Ltd | 2586434 | 18.67 |
| 2. | Jay Polychem (India) Ltd | 1500000 | 10.83 |
| 3. | Moon Beverages Ltd | 1466305 | 10.59 |
| 4. | Hindustan Aqua Private Limited | 1000000 | 7.22 |
| 5. | Mr. Sanjeev Agrawal | 669036 | 4.83 |
| 6. | Mrs. Deepti Agrawal | 518942 | 3.75 |
| 7. | Mr. Neeraj Singal | 450000 | 3.25 |
| 8. | Mr. Brij Bhushan Singal | 450000 | 3.25 |
| 9. | Ms. Ritu Singal | 450000 | 3.25 |
| 10. | Brij Bhushan Singal HUF | 450000 | 3.25 |
| | Total | 9540717 | 68.89 |

CALENDAR OF FINANCIAL YEAR ENDED 31ST MARCH, 2022

The meetings of Board of Directors for approval of quarterly financial results during the Financial Year ended 31st March, 2022 were held on the following date:

| | |
|--|---|
| First Quarter Results | 11 th August, 2021 |
| Second Quarter and Half yearly Results | 13 th November, 2021 |
| Third Quarter Results | 14 th February, 2022 |
| Fourth Quarter and Annual Results | 30 th May, 2022 |
| Book Closure date | 19-09-2022 to 25-09-2022 |
| Cut Off date | 18-09-2022 |
| E-voting | 22-09-2022 from 9.00 AM to 24-09-2022 to 5.00 PM |
| Scrutinizer for E Voting | CS Lovneet Handa (RSH & Associates, Company Secretaries) Membership No. 9055; COP No. 10753 |

AGM for Financial Year 2021-22

| | |
|-------------|---|
| Date & Time | 25-09-2022; Sunday; 1:00 PM onwards |
| Venue | Video Conferencing (through RTA-Mas Services Limited) |

General Body Meeting

| Date/ Year | Venue | Date & Time | Special Resolution Passed |
|----------------------------------|--|------------------------|--|
| 26 th September, 2021 | Through VC/ OAVM | 26-09-2021 12:30 PM | 1. Ratify remuneration of Mahesh Singh & Co., Cost Auditor 2. Regularisation of Mr. Aun Nevatia (DIN:00021590) as Director of the Company |
| 29 th September, 2020 | Through VC/ OAVM | 29-09-2020 11:00 AM | 1. Re-appointment of Ms. Divya Mehrotra as an Independent Director of the Company. 2. Ratify remuneration of Mahesh Singh & Co., Cost Auditor |
| 30 th September, 2019 | Aggarwal Farm House, A-5, Bhati Mines Road, Near Dera Crossing, Fatehpur (Chattarpur), Delhi- 110074 | 30-09-2019 10:00 AM | Ratify remuneration of Mahesh Singh & Co., Cost Auditor |

During the period, no Extra-Ordinary General Meetings of the Company was held.

**For and on behalf of Board
Superior Industrial Enterprises Limited**

**Date: 13-08-2022
Place: New Delhi**

**Kamal Agarwal
Managing Director
DIN: 02644047**

**Krishna Kumar Agarwal
Director
DIN: 06713077**

Annexure-III**CERTIFICATE ON CORPORATE GOVERNANCE**

To,
The Members
Superior Industrial Enterprises Limited
25, Bazar Lane, Bengali Market,
New Delhi-110001

We have examined the compliance of conditions of Corporate Governance by Superior Industrial Enterprises Limited for the year ended March 31, 2022, as stipulated under Regulations 17 to 27, clauses (b) to (i) of sub regulation (2) of Regulation 46 and para C, D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations”) for the financial year ended March 31, 2022.

The compliance of conditions of Corporate Governance is the responsibility of the management of the Company. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, and the representations made by the Directors and the Management and considering the relaxations granted by the Ministry of Corporate Affairs and Securities and Exchange Board of India warranted due to the outbreak of the COVID-19 pandemic, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above-mentioned Listing Regulations for the year ended March 31, 2022.

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

For Vimal Chadha & Associates
Company Secretaries in Practice

(Vimal Chadha)
Proprietor
M.No.: F5758, COP No 18669
UDIN No.- F005758D000807383
Peer Review No.: 1889/2022

Place: New Delhi
Dated: 13.08.2022

Annexure-IV**CEO AND CFO CERTIFICATION**

To

**The Board of Directors
Superior Industrial Enterprises Limited
25, Bazar Lane, Bengali Market
New Delhi- 110001**

In accordance with Regulation 17(8) read with Regulation 33 of SEBI(Listing Obligation And Disclosure Requirement)Regulation, 2015, We hereby certify that:

- A. We have reviewed financial statements and the cash flow statement for the year and that to the best of our knowledge and belief:
 - 1. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - 2. these statements together present a true and fair view of the listed entity's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- B. There are, to the best of our knowledge and belief, no transactions entered into by the listed entity during the year which are fraudulent, illegal or violative of the listed entity's code of conduct.
- C. We accept responsibility for establishing and maintaining internal controls for financial reporting and that we they have evaluated the effectiveness of internal control systems of the listed entity pertaining to financial reporting and we have disclosed to the auditors and the audit committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- D. We have indicated to the auditors and the Audit committee;
 - i. significant changes in internal control over financial reporting during the year;
 - ii. significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - iii. instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the listed entity's internal control system over financial reporting.

**For and on behalf of Board
Superior Industrial Enterprises Limited**

**Date: 13-08-2022
Place: New Delhi**

**Kamal Agarwal
Managing Director
DIN: 02644047**

**Krishna Kumar Agarwal
Director
DIN: 06713077**

Annexure-V

ANNUAL CERTIFICATE UNDER REGULATION 34(3) READ WITH PART D OF SCHEDULE V OF SEBI (LISTING OBLIGATION AND DISCLOSURE REQUIREMENT) REGULATION, 2015

DECLARATION

To,

**The Members
Superior Industrial Enterprises Limited
Add:-25, Bazar Lane, Bengali Market
New Delhi- 110 001**

In accordance with Regulation 34(3) read with Part D of Schedule V of SEBI (Listing Obligation And Disclosure Requirement) Regulation, 2015, I hereby confirm that, all the directors and Senior Management personnel of the Company have affirmed compliance with the respective code of conducts, as applicable to them, for the financial year ended March 31, 2022.

By and on behalf of Board of Directors

**Kamal Agarwal
Managing Director
DIN: 02644047
D-402, Saraswati Apptts
I P Ext, Patpar Ganj
Delhi-110092**

Dated: 13-08-2022

Annexure-VI

Form No. MR-3
SECRETARIAL AUDIT REPORT
FOR THE 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 of Managerial Personnel)
Rules, 2014]

To,
 The Members,
 Superior Industrial Enterprises Limited
 25 Bazar Lane, Bengali Market
 New Delhi-110001

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **M/s Superior Industrial Enterprises Limited** (Hereinafter called the **Company**). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my Opinion thereon.

Based on our verification of **Superior Industrial Enterprises Limited's** books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the company has, during the audit period covering the financial year ended on **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:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by **M/s Superior Industrial Enterprises Limited ("the Company")** for the financial year ended on **31st March, 2022** according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws Framed there under
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial borrowings
- (v) 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; **Applicable**
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992; **Applicable**
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements)

Regulations, 2009; **Applicable**

- (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; **Not Applicable**
- (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **Not Applicable**
- (f) 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; **Not Applicable**
- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **Not Applicable** and
- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; **Not Applicable**
- (i) The Securities and Exchange Board of India (Listing Obligations & Disclosure requirement) Regulations, 2015; **Applicable**

(vi) Other laws applicable to the Company include:

- A. Factories Act, 1948
- B. The Environment (Protection) Act, 1986 and allied Environment Laws
- C. Contract Labour Act, 1971 and Rules made thereunder

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

- I. Secretarial Standards issued by The Institute of Company Secretaries of India.
- II. The Listing Agreement entered into by the Company with Bombay Stock Exchange,

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

We further report that

a) Composition of Board & Various Committees

1. Composition of Board of Directors:

As per Section 149 of the Companies Act, 2013 and rules made thereunder and Regulation 17 of the SEBI (LODR) Regulations, 2015, the Board of Directors shall have an optimum combination of executive and non-executive directors with at least one woman director and not less than fifty percent of the board of directors shall comprise of non-executive directors; Further pursuant to the provisions of Section 203 of Companies Act 2013 read with Rule 8 of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 the Listed Company shall have prescribed Key Managerial Personnel in the Board. The composition of Directors and Key Managerial Personnel of the company and changes during the year under audit is annexed herewith and marked as **Annexure-1**.

2. Composition of Audit Committee:

As per Section 177 of the Companies Act, 2013 and rules made thereunder and Regulation 18 of the of the SEBI (LODR) Regulations, 2015, Every listed entity shall constitute an Audit Committee with minimum three directors as members and at least two-thirds of the members of audit committee shall be independent directors. The Constitution of the Audit Committee is annexed herewith and marked as **Annexure-2**.

3. Composition of Nomination & Remuneration Committee:

As per Section 178 of the Companies Act, 2013 and rules made thereunder and Regulation 19 of the of the SEBI (LODR) Regulations, 2015, the company being a listed entity shall constitute a Nomination & Remuneration Committee comprise of at least three directors, all directors of the committee shall be non-executive directors and at least two-thirds of the directors shall be independent directors. The Constitution of the committee is annexed herewith and marked as **Annexure-3**.

4. Composition of Stakeholder Relationship Committee:

As per Section 178 of the Companies Act, 2013 read with Regulation 20 of SEBI (LODR) Regulations, 2015, the company having more than 1000 security holders shall constitute Stakeholder Relationship Committee and the chairperson of this committee shall be a non-executive director. The Constitution of the committee is annexed herewith and marked as **Annexure-4**.

Adequate notice is given to all directors'/committee members to schedule the Board Meetings and Committee Meetings, agenda and detailed notes on agenda were sent at least seven days in advance. Further the company has conducted meetings on shorter notice for which the intimation has been sent to all the directors'/committee members in sufficient and reasonable time possible, 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.

- b)** Adequate notice is given to all directors' /committee members to schedule the Board Meetings and Committee Meetings, agenda and detailed notes on agenda were sent at least seven days in advance.
- c)** Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.
- d)** The Company has appointed **M/s Gupta Kamal & Company**, Chartered Accountants (FRN: 029821N) as the Internal Auditor of the Company as Internal Auditor for the Financial year ending 31st March, 2022 pursuant to **Section 138** of Companies Act, 2013 and rules made thereunder.
- e)** The Company is operating in industry of manufacturing of Paper and Paper Products (Corrugated Boxes) and as per the provisions of Section 148, the company was required to appoint Cost Auditor and in compliance with the same, the company has appointed **M/s Mahesh Singh & Co.**, Cost Auditor of the Company for the year 2021-22 in the Board Meeting dated 30th June, 2021 per the provisions of Section 148 of the Companies Act, 2013 and rules made thereunder and ratified their remuneration in the 30th Annual General Meeting (AGM) held on 26th September, 2021.
- f)** During the year, the Company has appointed **M/s Loveneet Handa & Associates** as Secretarial Auditor of the Company for the Financial Year ended 31st March, 2022 as per the provisions of the Section 204 of the Companies Act, 2013 and rules made thereunder.

M/s Loveneet Handa & Associates has resigned from the said position and showed his inability to issue secretarial audit report for the Financial Year ended 31st March, 2022.

To fill the vacancy, M/s RSH & Associates, Company Secretaries, have been appointed as Secretarial Auditor of the Company.

g) Investments: The company's Investment details are annexed with this report and marked as **ANNEXURE-5**.

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

We further report that during the audit period the company has not come up with any of the following:

- (i) Public/Right/Preferential issue of shares/debentures/sweat equity, etc.
- (ii) Redemption/ buy-back of securities
- (iii) Major decisions taken by the members in pursuance to Section 180 of the Companies Act, 2013
- (iv) Merger/amalgamation/ reconstruction, etc.
- (v) Foreign technical collaborations

**For RSH and Associates
Company Secretaries**

**Loveneet Handa
Membership No: 9055
COP: 10753
UDIN: F009055D000794829
Peer Review Certificate No.: 1719/2022**

**Date: 13.08.2022
Place: Delhi**

ANNEXURE-1**THE COMPOSITION OF BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONNEL AS ON 1ST APRIL, 2021**

| S. NO. | NAME OF DIRECTOR/KEY MANAGERIAL PERSONNEL | DIN / PAN | DESIGNATION | DATE OF APPOINTMENT |
|---------------|--|------------------|--|----------------------------|
| 1. | Mr. Kamal Agarwal | 02644047 | Executive Director Managing Director | 05/08/2014 |
| 2. | Mr. Krishna Kumar Agarwal | 06713077 | Non-Executive Non-Independent Director | 22/11/2013 |
| 3. | Ms. Divya Mehrotra | 00006494 | Non-Executive Independent Director, | 25/02/2015 |
| 4. | Mr. Arun Nevatia | 00021590 | Non- Executive Independent Director | 16/10/2020 |
| 5. | Mr. Raushan Kumar Sharma | BTBPS2289A | Chief Financial Officer | 06/06/2016 |
| 6. | Ms. Megha Rastogi | ARXPR5906Q | Company Secretary and Compliance Officer | 11/02/2019 |

CHANGES IN THE BOARD COMPOSITION AND KEY MANAGERIAL PERSONNEL BY THE WAY OF APPOINTMENT/RESIGNATION DURING THE FINANCIAL YEAR

| S. NO. | NAME OF DIRECTOR/KEY MANAGERIAL PERSONNEL | DIN / PAN | KIND OF CHANGE | DESIGNATION | DATE OF CHANGE |
|---------------|--|------------------|------------------------|--|-----------------------|
| 1. | Mr. Arun Nevatia | 00021590 | Regularisation u/s 152 | Director | 26.09.2021 |
| 2. | Ms. Megha Rastogi | ARXPR5906Q | Resignation u/s 203 | Company Secretary and Compliance Officer | 04.10.2021 |
| 3. | Mr. Manish Sinha | DATPS4210L | Appointment u/s 203 | Company Secretary and Compliance Officer | 13.11.2021 |
| 4. | Mr. Manish Sinha | DATPS4210L | Resignation u/s 203 | Company Secretary and | 12.01.2022 |

| | | | | | |
|--|--|--|--|--------------------|--|
| | | | | Compliance Officer | |
|--|--|--|--|--------------------|--|

Compliance in Respect of Composition of Board:

As on 31st March, 2022, the Company has 4 (Four) Directors out of which 1 (One) is Executive Director and 3 (Three) are Non-Executive Director. The Company has 2 (Two) Independent Director in the Company, hence the Company has complied with the provisions of Section 149 of the Companies Act, 2013.

In Annual General Meeting held on 26.09.2021, Mr. Arun Nevatia who has been appointed as an Additional Independent Director on 16th October, 2020 is regularized as Director of the Company.

Compliance in Respect of Company Secretary and Chief Financial Officer:

The Company has a Company Secretary (CS) and Chief Financial Officer (CFO) in the beginning of the financial year. During the year, Ms. Megha Rastogi has resigned from the post of Company Secretary w.e.f. 04.10.2021 and such vacancy was filled by appointment of Mr. Manish Sinha w.e.f. 13.11.2021. Further Mr. Manish Sinha has resigned from the such post w.e.f. 12.01.2022.

Consequently, the Company has no Company Secretary at the end of the financial year and as per Section 203(4) the company need to fill the vacancy so arised within a period of Six (6) Months and the same was complied by appointing Ms. Kajal Garg w.e.f. 06.04.2022. Hence, the company has complied with the provisions of Section 203 of the Companies Act, 2013.

Compliance in Respect of Retirement by rotation and subsequent re-appointment

In the Annual General Meeting held on 26th September, 2021, Mr. Krishna Kumar Agarwal who is retiring by rotation as per Section 152(6) and other applicable provisions, if any, of the Companies Act, 2013 has been re-appointed.

THE COMPOSITION OF BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONNEL AS 31ST MARCH, 2022

| S. NO. | NAME OF DIRECTOR/KEY MANAGERIAL PERSONNEL | DIN/PAN | DESIGNATION | DATE OF APPOINTMENT |
|---------------|--|----------------|--|----------------------------|
| 1. | Mr. Kamal Agarwal | 02644047 | Executive Director Managing Director | 05/08/2014 |
| 2. | Mr. Krishna Kumar Agarwal | 06713077 | Non-Executive Non-Independent Director | 22/11/2013 |
| 3. | Ms. Divya Mehrotra | 00006494 | Non-Executive Independent | 25/02/2015 |

| | | | | |
|----|--------------------------|------------|-------------------------------------|------------|
| | | | Director, | |
| 4. | Mr. Arun Nevatia | 00021590 | Non- Executive Independent Director | 16/10/2020 |
| 5. | Mr. Raushan Kumar Sharma | BTBPS2289A | Chief Financial Officer | 06/06/2016 |

ANNEXURE-2**AUDIT COMMITTEE CONSTITUTION AS ON 1ST APRIL, 2021**

| S. NO. | NAME | DIN | DESIGNATION IN COMPANY | DESIGNATION IN COMMITTEE |
|--------|---------------------------|----------|---|--------------------------|
| 1. | Ms. Divya Mehrotra | 00006494 | Non-Executive Independent Director | Chairperson |
| 2. | Mr. Krishna Kumar Agarwal | 06713077 | Non-Executive Non- Independent Director | Member |
| 3. | Mr. Arun Nevatia | 00021590 | Non-Executive Independent Director | Member |

AUDIT COMMITTEE COMPOSITION AS ON 31ST MARCH, 2022

| S. NO. | NAME | DIN | DESIGNATION IN COMPANY | DESIGNATION IN COMMITTEE |
|--------|---------------------------|----------|---|--------------------------|
| 1. | Ms. Divya Mehrotra | 00006494 | Non-Executive Independent Director | Chairperson |
| 2. | Mr. Krishna Kumar Agarwal | 06713077 | Non-Executive Non- Independent Director | Member |
| 3. | Mr. Arun Nevatia | 00021590 | Non-Executive Independent Director | Member |

As on 31st March, 2022, the Company has properly constituted Audit Committee in accordance with Section 177 of the Companies Act, 2013 and rules made thereunder and Regulation 18 of the of the SEBI (LODR) Regulations, 2015,

ANNEXURE-3**NOMINATION & REMUNERATION COMMITTEE AS ON 1ST APRIL, 2021**

| S. NO. | NAME | DIN | DESIGNATION IN COMPANY | DESIGNATION IN COMMITTEE |
|--------|---------------------------|----------|---|--------------------------|
| 1. | Ms. Divya Mehrotra | 00006494 | Non-Executive Independent Director | Chairperson |
| 2. | Mr. Krishna Kumar Agarwal | 06713077 | Non-Executive Non- Independent Director | Member |
| 3. | Mr. Arun Nevatia | 00021590 | Non-Executive Independent Director | Member |

NOMINATION AND REMUNERATION COMMITTEE COMPOSITION AS ON 31ST MARCH, 2022

| S. NO. | NAME | DIN | DESIGNATION IN COMPANY | DESIGNATION IN COMMITTEE |
|--------|---------------------------|----------|---|--------------------------|
| 1. | Ms. Divya Mehrotra | 00006494 | Non-Executive Independent Director | Chairperson |
| 2. | Mr. Krishna Kumar Agarwal | 06713077 | Non-Executive Non- Independent Director | Member |
| 3. | Mr. Arun Nevatia | 00021590 | Non-Executive Independent Director | Member |

At the closure of the financial year, the Company has proper composition of Nomination and Remuneration Committee as per Section 178 of the Companies Act, 2013 and Regulation 19 of SEBI (LODR) Regulations, 2015.

ANNEXURE-4

STAKEHOLDER RELATIONSHIP COMMITTEE AS ON 1ST APRIL, 2021

| S. NO. | NAME | DIN | DESIGNATION IN COMPANY | DESIGNATION IN COMMITTEE |
|--------|---------------------------|----------|---|--------------------------|
| 1. | Mr. Krishna Kumar Agarwal | 06713077 | Non-Executive Non- Independent Director | Chairperson |
| 2. | Ms. Divya Mehrotra | 00006494 | Non-Executive Independent Director | Member |
| 3. | Mr. Arun Nevatia | 00021590 | Non-Executive Independent Director | Member |

STAKEHOLDER RELATIONSHIP COMMITTEE COMPOSITION AS ON 31ST MARCH, 2022

| S. NO. | NAME | DIN | DESIGNATION IN COMPANY | DESIGNATION IN COMMITTEE |
|--------|---------------------------|----------|---|--------------------------|
| 1. | Mr. Krishna Kumar Agarwal | 06713077 | Non-Executive Non- Independent Director | Chairperson |
| 2. | Ms. Divya Mehrotra | 00006494 | Non-Executive Independent Director | Member |
| 3. | Mr. Arun Nevatia | 00021590 | Non-Executive Independent Director | Member |

At the closure of the financial year, the Company has complied with the composition of the Stakeholders Relationship Committee was as per the regulations and acts.

ANNEXURE-5

INVESTMENTS OF THE COMPANY AS PER THE FINANCIALS OF THE COMPANY

| S. NO. | COMPANY NAME | SHARES HELD | % CAPITAL | OF | RELATIONSHIP |
|---------------|--------------------------------------|--------------------|------------------|-----------|---------------------|
| 1. | M/s Babri Polypet Private Limited | 10,20,000 | 51% | | Subsidiary Company |
| 2. | M/s A.J. Shrink Wrap Private Limited | 2,65,000 | 19.69% | | - |
| 3. | M/s Hindustan Aqua Private Limited | 28,50,000 | 36% | | Associate Company |
| 4. | M/s Moon Beverages Limited | 3,16,000 | 11.52% | | - |
| 5. | M/s Metbrass Plassim India Limited | 3,00,000 | 16.93% | | - |

ANNEXURE TO THE SECRETARIAL AUDIT REPORT

To,

The Members,

Superior Industrial Enterprises Limited

25, Bazaar Lane, Bengali Market, New Delhi-110001

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

1. Maintenance of Secretarial record is responsibility of the Management of the Company. My responsibility is to express an opinion on the Secretarial records based on our Audits.
2. I have followed the audit practice and process as were appropriate to obtain reasonable assurance about correctness of the contents of the Secretarial records. The verification done on the test basis to ensure that correct facts are reflected in Secretarial records. I believe that process and practices, I followed provide a reasonable basis for our opinion.
3. Where ever required, I have obtained the Management Representation about compliance of the Laws, rules and regulations and happening of events etc.
4. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
5. The Compliance of the provisions of the Corporate and other applicable Laws, rules, regulations and standards is responsibility of Management. Our examination was limited to verification of procedure on the test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor efficacy or effectiveness with which the management has conducted the affairs of the Company.

**For RSH and Associates
Company Secretaries**

**Loveneet Handa
Membership No: 9055
COP: 10753
UDIN: F009055D000794829
Peer Review Certificate No.: 1719/2022**

**Date: 13.08.2022
Place: Delhi**

SECRETARIAL COMPLAINT REPORT OF SUPERIOR INDUSTRIAL ENTERPRISES LIMITED FOR THE YEAR ENDED 31ST MARCH, 2022

(Pursuant to SEBI CIR/CFD/CMD1/27/2019 dated February 08, 2019)

We have examined:-

- a) All the documents and records made available to us and explanation provided by **Superior Industrial Enterprises Limited**, (CIN : L15142DL1991PLC046469) ("the listed Entity")
- b) The filings/submission made by the listed entity to the stock exchanges,
- c) Website of the listed entity,
- d) Any other document/filing, as may be relevant, which has been relied upon to make this certification,

for the year ended 31st March, 2022 ("Review Period") in respect of compliance with the provision of:

- (a) The securities and Exchange Board of India Act, 1992 ("SEBI Act") and the Regulations, circulars, guidelines issued there-under; and
- (b) The Securities Contracts (Regulation) Act, 1956, ("SCRA"), rules made there under and the regulations, circulars, guidelines issued there-under by the Securities and Exchange Board of India ("SEBI")

The Specific Regulations, whose provisions and the circulars/guidelines issued there-under have been examined, include:-

- a) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirement) Regulations, 2015;
- b) Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 - **Not Applicable during the review Period**
- c) Securities and Exchange Board of India (Substantial Acquisition of shares and Takeovers) Regulations, 2011- **During the year under review, the Company has received declarations from the promoters as required under regulation regarding shareholding of Company securities and the Company has not received any communication for substantial acquisition of shares and takeovers of the Company.**
- d) Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018, **Not Applicable during the review Period**
- e) Securities and Exchange Board of India (Share Based Employee Benefits) Regulation, 2014: - **Not Applicable during the review Period.**
- f) Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 - **Not Applicable during the review Period.**
- g) Securities and Exchange Board of India (Issue and Listing of Non-convertible and Redeemable Preference Shares) Regulations, 2013; - **Not Applicable during the review period.**
- h) Securities and Exchange Board of India (Prohibition of Insider Trading Regulations, 2015 - **During the year under review - the company has received declaration from the Promoters, Directors and Senior Management Personnel as required under regulation regarding the holding of the Company securities and there was no trading in the securities of the company by Promoters, Directors and Senior Management Personnel.**

And circulars/guidelines issued there-under;

And based on the above examination, we hereby report that, during the Review Period:

- a) The listed entity has complied with the provisions of the above regulations and circulars/guideline issued there-under, except in respect of matters specified below:-

| Sl. No. | Compliance Requirement (Regulations/circulars/guide lines including specific clause) | Deviations | Observations/Remarks of the Practicing company Secretary |
|---------|--|------------|--|
| | N. A. | | |

- b) The listed entity has maintained proper records under the provision of the above regulations and circulars/ guidelines issued there – under insofar as it appears from our examination of those records.
- c) The following are the details of actions taken against the listed entity/ its promoters/ directors/ material subsidiaries either by SEBI or by stock Exchange (including under the Standard Operating Procedure issued by SEBI through various circulars) under the aforesaid Acts/ regulations and circulars / guidelines issued there-under:

| S. No. | Action taken by | Details of Violation | Detail of action taken | Observations/remarks of the practicing company secretary |
|--------|-----------------|----------------------|------------------------|--|
| | SEBI | | | |

- e) The listed entity has taken the following actions to comply with the observations made in previous reports;

| Sl. No. | Observations of the Practicing Company Secretary in the previous Report | Observations made in the secretarial compliance report for the year ended....(The years are to be mentioned) | Actions taken by the listed entity, if any | Comments of the Practicing Company Secretary on the actions taken by the listed entity |
|---------|---|--|--|--|
| | N.A. | N.A. | N.A. | N.A. |

**For Vimal Chadha & Associates
Company Secretaries**

**Dated: 12.05.2022
Place: New Delhi**

**CS Vimal Chadha
Practicing Company Secretary
COP. No.: 18669, M No. F5758
UDIN No. F005758D000311734**

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
Superior Industrial Enterprises Limited
25, Bazar Lane, Bengali Market,
New Delhi-110001

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **Superior Industrial Enterprises Limited, having CIN L15142DL1991PLC046469** and having registered office at 25, Bazar Lane, Bengali Market, New Delhi-110001 (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.

| S. No. | Name of Director | DIN | Date of Appointment in Company |
|---------------|---------------------------|------------|---------------------------------------|
| 1. | Ms. Divya Mehrotra | 00006494 | 25.02.2015 |
| 2. | Mr. Arun Nevatia | 00021590 | 16.10.2020 |
| 3. | Mr. Kamal Agarwal | 02644047 | 05.08.2014 |
| 4. | Mr. Krishna Kumar Agarwal | 06713077 | 22.11.2013 |

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

(Vimal Chadha)
 Membership No.: F5758, COP 18669
 UDIN: F005758D000807427

Date: 13.08.2022
 Place: New Delhi

ANNEXURE-VII**PARTICULARS OF EMPLOYEES PURSUANT TO SECTION 134(3)(q) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014**

| SN | Requirement of Rule 5(1) | Details |
|----|---|--|
| 1 | the ratio of remuneration of each director to the median remuneration of each employees of the Company for the financial year; | Mr. Arun Nevatia-NA Ms. Divya Mehrotra-NA Mr. Krishna Kumar Agarwal-NA Mr. Kamal Agarwal-1:3.33 |
| 2 | The percentage increase in the remuneration of each director, chief Financial Officer, Chief Executive Officer, Company Secretary or manager, if any, in the financial year; | Mr. Arun Nevatia-NA Ms. Divya Mehrotra-NA Mr. Krishna Kumar Agarwal-NA Mr. Kamal Agarwal-1:3.33 Mr. Raushan Kumar Sharma-NA Ms. Megha Rastogi-NA Mr. Manish Sinha-NA |
| 3 | The percentage increase in the median remuneration of employees in the financial year; No. of permanent employees on the rolls of the Company. | NA |
| 4 | No. of permanent employees on the rolls of the Company | 39 No. of employees as on 31.03.2022 |
| 5 | Average percentile increase already made in the salaries of employees of the Company other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional | Salary increase of non-managerial personnel- NA Salary increase of managerial personnel- NA |

| | | |
|---|--|---|
| | circumstances for increase in managerial remuneration. | There are no exceptional circumstances to increase the managerial personnel. Management person have availed of leave encashment during the year. |
| 6 | The Key parameters for any variable component of remuneration availed by the directors | There are no variable component in the Managing Director's Remuneration. |
| 7 | Affirmation that remuneration is as per the policy of the Company | Remuneration paid during the year ended 31.03.2021 is as per the remuneration policy of the Company. |

For and on behalf of Board
Superior Industrial Enterprises Limited

Date: 13-08-2022
Place: New Delhi

Kamal Agarwal
Managing Director
DIN: 02644047

Krishna Kumar Agarwal
Director
DIN: 06713077

ANNEXURE-VIII**INFORMATION UNDER SECTION 134(3) (M) OF THE COMPANIES ACT, 2013
READ WITH RULE 8(3) OF COMPANIES (ACCOUNTS) RULES, 2014****A. CONSERVATION OF ENERGY**

THE STEPS TAKEN OR IMPACT ON CONSERVATION OF ENERGY: During the year significant savings have been made through energy usage optimization programs at manufacturing units. All manufacturing facilities have improved the specific energy consumption in major area of manufacturing. Energy management continues to be a focus area in operation throughout the year.

THE STEPS TAKEN BY THE COMPANY FOR UTILISING ALTERNATE SOURCE OF ENERGY: Lower cost fuels and energy sources which improve specific energy consumption are alternatively used in manufacturing process.

CAPITAL INVESTMENT ON ENERGY CONSERVATION EQUIPMENTS: During the current financial year, the Company has not incurred any capital expenditure on the energy conservation equipment. However, the proposals are being evaluated on the subject.

B. TECHNOLOGY ABSORPTION:-

The Company has not imported any technology during the last three years. Hence, the particulars with respect to efforts made towards technology absorption and benefits derived etc. are not applicable to the Company.

RESEARCH & DEVELOPMENT ACTIVITIES:- The Company has not incurred any expenditure or generated revenue in Research & Development activities.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO:-

Foreign Exchange earning: NIL

Foreign Exchange Outgo- NIL

ANNEXURE-IX**STATEMENT ON DECLARATION BY INDEPENDENT DIRECTORS**

The Independent Directors of the Company have given declaration that they undertake that they shall seek prior approval of the Board if and when they have any such relationship / transactions, whether material or non-material. If they fail to do so they shall cease to be an Independent Director from the date of entering in to such relationship / transactions.

Further, they do hereby declare and confirm that the information furnished in the declaration under Section 149 of the Companies Act, 2013 is true and correct to the best of their knowledge and they shall take responsibility for its correctness and shall be liable for fine if any imposed on the Company, its directors, if the same found wrong or incorrect in future.

They further undertake to intimate immediately upon changes, if any, to the Company for updating of the same.

For and on behalf of Board
Superior Industrial Enterprises Limited

Date: 13-08-2022
Place: New Delhi

Kamal Agarwal
Managing Director
DIN: 02644047

Krishna Kumar Agarwal
Director
DIN: 06713077

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF SUPERIOR INDUSTRIAL ENTERPRISES LIMITED**

**REPORT ON THE AUDIT OF THE STANDALONE Ind AS FINANCIAL STATEMENTS FOR THE YEAR
ENDED 31ST MARCH, 2022**

Opinion

- A. We have audited the accompanying Standalone Ind AS Financial Statements of **Superior Industrial Enterprises Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows and notes to the standalone financial statements for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the Standalone Ind AS Financial Statements").
- B. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone 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, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

Emphasis on Matter

We draw attention to Note No.4 of the Standalone Financial Statements, which explains about the fair valuation of the investments as on reporting date on the basis of the previous financial year audited financial statement of those companies where the company held its investments. Our opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Standalone Ind AS Financial Statements of the current period. These matters were addressed in the context of our audit of the Standalone Ind AS Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined that there are no matter which is required to be described as key audit matter to be communicated in our report.

Other Information

- A. The Company's Management and Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Company's Annual Report, but does not include the Standalone Ind AS Financial Statements and our auditor's report thereon. The Company's annual report is expected to be made available to us after the date of this auditor's report.

Our opinion on the standalone Ind AS Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

- B. In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone Ind AS Financial Statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is no material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

When we read the Company's annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take necessary actions, as applicable under the relevant laws and regulations.

Management's and Board of Directors' Responsibility for the Standalone Ind AS Financial Statements

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

Auditor's Responsibilities for the Audit of the Standalone Ind AS Financial Statements

- A. Our objectives are to obtain reasonable assurance about whether the Standalone 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 Standalone Ind AS Financial Statements.
- B. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
- i) Identify and assess the risks of material misstatement of the standalone 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.

- ii) Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
 - iii) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
 - iv) Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Standalone Ind AS 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.
 - v) Evaluate the overall presentation, structure and content of the Standalone Ind AS Financial Statements, including the disclosures, and whether the Standalone Ind AS Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.
- C. Materiality is the magnitude of misstatements in the Standalone Ind AS Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Standalone Ind AS Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Standalone Ind AS Financial Statements.
- D. 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.
- E. 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.
- F. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Standalone 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

- A. As required by Section 143(3) of the Act, based on our audit we report that:
- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

- c. The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
- d. In our opinion, the aforesaid standalone Ind AS financial statements comply with the Ind AS specified under Section 133 of the Act.
- e. On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is 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 over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in “**Annexure A**”. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company’s internal financial controls over financial reporting.
- g. With respect to the other matters to be included in the Auditor’s Report in accordance with the requirements of section 197(16) of the Act, as amended:

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

- B. With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:

- i) The Company has disclosed the impact of pending litigations on its financial position in its Standalone Ind AS Financial Statements.
- ii) The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses
- iii) There 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 have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, with the understanding, whether recorded in writing or otherwise, that the Intermediary shall:

directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever (“Ultimate Beneficiaries”) by or on behalf of the Company, or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

b) the management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the Company shall directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever (“Ultimate Beneficiaries”) by or on behalf of the Funding Party or

provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries; and

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

2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of Section 143(11) 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.

For Bhala & Bhala
Chartered Accountants
FRN 021008N

Ashish Bhala
(Partner)
M. NO. 508902

PLACE: New Delhi
DATE: May 30, 2022
UDIN: 22508902AMTIXP7808

ANNEXURE “A” TO THE INDEPENDENT AUDITOR’S REPORT OF EVEN DATE ON THE STANDALONE Ind AS FINANCIAL STATEMENTS OF SUPERIOR INDUSTRIAL ENTERPRISES LIMITED

(Referred to in paragraph (II 1F) under ‘Report on other Legal and Regulatory Requirements’ of our report of even date)

REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (I) OF SUB-SECTION 3 OF SECTION 143 OF THE COMPANIES ACT, 2013 (“THE ACT”)

We have audited the internal financial controls over financial reporting of **Superior Industrial Enterprises Limited** (“the Company”) as of March 31, 2022 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

MANAGEMENT’S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

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

AUDITORS’ RESPONSIBILITY

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness.

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

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

MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

A company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control over financial reporting includes those policies and procedures that (1) pertain to the

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

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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

OPINION

In our opinion and to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial Controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 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 Bhala & Bhala
Chartered Accountants
FRN 021008N

Ashish Bhala
(Partner)
M. NO. 508902

PLACE: New Delhi
DATE: May 30, 2022
UDIN: 22508902AMTIXP7808

ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT

The Annexure "B" referred to in paragraph (II) 2 of our report of even date to the members of **Superior Industrial Enterprises Limited** on the Standalone Ind AS Financial Statements for the year ended 31st March, 2022.

(i). (a) (A) The Company has maintained proper records showing full particulars including quantitative details and situation of Property, Plant & Equipment.

(B) The Company has maintained proper records showing full particulars of Intangible assets

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has a regular programme of physical verification of its Property, plant and equipment by which all Property, plant and equipment are verified in a phased manner over a period of time. In accordance with this programme, certain Property, plant and equipment were verified during the year. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties (other than immovable properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the standalone financial statements are held in the name of the Company

(d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not revalued its Property, plant and equipment or Intangible assets or both during the year.

(e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings initiated or pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.

(ii) (a) The inventory has been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable and procedures and coverage as followed by management were appropriate. No discrepancies were noticed on verification between the physical stocks and the book records that were 10% or more in the aggregate for each class of inventory.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has been sanctioned working capital limits less than five crore rupees, in aggregate, from banks on the basis of security of fixed deposits. However, the quarterly returns or statements filed by the Company with such banks are in agreement with the books of account of the Company.

(iii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any investments, provided guarantee or security or granted any advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties during the year. Accordingly, paragraph 3(iii) of the Order is not applicable to the Company.

(iv) According to the information and explanations given to us and on the basis of our examination of the records, the Company has not given any loans, or provided any guarantee or security as specified under Section 185 of the Companies Act, 2013 and the Company has not provided any guarantee or security as specified under Section 186 of the Companies Act, 2013. Further, the Company has complied with the provisions of Section 186 of the Companies Act, 2013 in relation to loans given and investments made.

(v) The Company has not accepted any deposits or amounts which are deemed to be deposits during the year and therefore, the provision of the clause 3(v) of the Order is not applicable to the Company.

(vi) On the basis of records produced to us we are of the opinion that prima facie cost records and accounts prescribed by the Central Government under sub section (1) of section 148 of the Companies Act 2013 in respect of products of the company covered under the rules under said section have been made and maintained. We have not, however, made a detailed examination of the same.

(vii) According to the information and explanations given to us, in respect of statutory dues:

- (a) The Company is generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income Tax , Sales Tax , Service Tax, Goods and Service Tax (GST), Custom Duty, Excise Duty, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities.
- (b) There is no undisputed amount payable in respect of Provident Fund, Employee's State Insurance, Income Tax, Sales Tax, Value Added Tax, Goods and Service Tax(GST), Custom Duty, Excise Duty, Cess and other material statutory dues in arrears as at March 31, 2022 for the period of more than six months from the date they become payable.
- (c) According to the records and information and explanation given to us and the records examined by us of the Company, there were no dues in respect of Sales Tax, Service Tax, Goods & Service Tax (GST), Duty of Customs, Duty of Excise, Value Added Tax, Cess and other statutory dues which have not been deposited on account of disputes.

(viii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income-tax Act, 1961 as income during the year.

(ix) a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company did not have any loans or borrowings from any lender during the year. Accordingly, clause 3(ix)(a) of the Order is not applicable

b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been declared a wilful defaulter by any bank or financial institution or government or government authority.

c) According to the information and explanations given to us by the management, the Company has not obtained any term loans. Accordingly, clause 3(ix)(c) of the Order is not applicable.

d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds have been raised on short-term basis by the Company. Accordingly, clause 3(ix)(d) of the Order is not applicable .

e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries as defined under the Companies Act, 2013. Accordingly, clause 3(ix)(e) of the Order is not applicable.

f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries as defined under the Companies Act, 2013. Accordingly, clause 3(ix)(f) of the Order is not applicable.

(x) a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments). Accordingly, clause 3(x)(a) of the Order is not applicable.

b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, clause 3(x)(b) of the Order is not applicable

(xi) a) Based on examination of the books and records of the Company and according to the information and explanations given to us, considering the principles of materiality outlined in Standards on Auditing, we report that no fraud by the Company or on the Company has been noticed or reported during the course of the audit.

b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Companies Act, 2013 has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government

c) We have taken into consideration the whistle blower complaints received by the Company during the year while determining the nature, timing and extent of our audit procedures.

(xii) According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, clause 3(xii) of the Order is not applicable.

(xiii) In our opinion and according to the information and explanations given to us, the transactions with related parties are in compliance with Sections 177 and 188 of the Companies Act, 2013, where applicable, and the details of the related party transactions have been disclosed in the standalone financial statements as required by the applicable Indian Accounting Standards.

(xiv) a) Based on information and explanations provided to us and our audit procedures, in our opinion, the Company has an internal audit system commensurate with the size and nature of its business.

b) We have considered the internal audit reports of the Company issued till date for the period under audit.

(xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Companies Act, 2013 are not applicable to the Company.

(xvi) a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(a) of the Order is not applicable.

b) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(b) of the Order is not applicable

c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the Order is not applicable.

(d) According to the information and explanations provided to us during the course of audit, the Group does not have any CIC. Accordingly, the requirements of clause 3(xvi)(d) are not applicable.

(xvii) The Company has not incurred cash losses in the current and in the immediately preceding financial year

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

(xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the 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 the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

(xx) In our opinion and according to the information and explanations given to us, there is no unspent amount under sub-section (5) of Section 135 of the Companies Act, 2013 pursuant to any project. Accordingly, clauses 3(xx)(a) and 3(xx)(b) of the Order are not applicable.

For Bhala & Bhala
Chartered Accountants
FRN 021008N

Ashish Bhala
(Partner)
M. NO. 508902

PLACE: New Delhi
DATE: May 30, 2022
UDIN: 22508902AMTIXP7808

Superior Industrial Enterprises Limited
Balance Sheet as at 31st March, 2022
CIN L15142DL1991PLC046469

Amount in Lakhs

| Particulars | Notes | As at 31 March 2022 | As at 31 March 2021 |
|--|-------|------------------------|------------------------|
| I ASSETS | | | |
| 1 Non-current assets | | | |
| (a) Property, plant and equipment | 3 | 185.11 | 175.15 |
| (b) Capital work-in-progress | 3 | - | - |
| (c) Financial Assets | | | |
| i) Investments | 4 | 4,120.58 | 4,009.75 |
| ii) Others | 5 | 2.95 | 2.95 |
| (d) Deferred tax assets(net) | 39 | 11.20 | 13.71 |
| | | 4,319.84 | 4,201.56 |
| 2 Current Assets | | | |
| (a) Inventories | 6 | 231.37 | 193.46 |
| (b) Financial Assets | | | |
| i) Trade receivables | 7 | 157.76 | 220.06 |
| ii) Cash and cash equivalents | 8 | 0.91 | 4.73 |
| iii) Bank balances other than (iii) above | 9 | 173.68 | 146.20 |
| iv) Loans | 10 | 23.16 | 21.72 |
| (c) Current Tax Assets (Net) | 11 | 2.71 | 1.12 |
| (d) Other current assets | 12 | 4.60 | 3.58 |
| | | 594.19 | 590.87 |
| | | 4,914.03 | 4,792.43 |
| II EQUITY AND LIABILITIES | | | |
| 1 Equity | | | |
| (a) Equity Share capital | 13 | 1,385.00 | 1,385.00 |
| (b) Other equity | 14 | 3,125.46 | 2,949.92 |
| | | 4,510.46 | 4,334.92 |
| LIABILITIES | | | |
| 1 Non-Current Liabilities | | | |
| (a) Provisions | 15 | 9.31 | 7.25 |
| (b) Other non current liabilities | 16 | 9.30 | 9.30 |
| | | 18.61 | 16.55 |
| 2 Current liabilities | | | |
| (a) Financial liabilities | | | |
| i) Borrowings | 17 | 107.42 | 100.85 |
| ii) Trade payables | | | |
| Total outstanding dues of micro enterprises and small enterprises | 18 | 180.22 | 4.37 |
| Total outstanding dues of creditors other than micro enterprises and small enterprises | | 71.22 | 315.49 |
| iii) Other financial liabilities | 19 | 7.81 | 8.59 |
| (b) Other current liabilities | 20 | 9.85 | 5.78 |
| (c) Provisions | 15 | 6.37 | 5.88 |
| (d) Current Tax Liabilities | | 2.07 | - |
| | | 384.96 | 440.96 |
| | | 4,914.03 | 4,792.43 |

Summary of Significant accounting policies

(1-2)

The accompanying notes are an integral part of the financial statements

(3-54)

As per our report of even date

For Bhala & Bhala

Chartered Accountants

Firm Registration No: 021008N

Ashish Bhala

Partner

Membership No.: 508902

Place : New Delhi

Date: 30.05.2022

UDIN : 22508902AMTIXP7808

For Superior Industrial Enterprises Ltd.

Krishna Kumar Agarwal

Director

DIN 06713077

Kamal Agrawal

Managing Director

DIN 02644047

Raushan Kumar Sharma

CFO

Kajal Garg

Company Secretary

Superior Industrial Enterprises Limited
Statement of changes in equity for the year ended 31st March ,2022
CIN L15142DL1991PLC046469

A. Equity Share Capital

| Balance at 1 April 2020 | Changes in equity share capital due to prior period errors | Restated balance as at 1 April 2020 | Changes in equity share capital during the year | Balance at 31 March 2021 |
|-------------------------|--|-------------------------------------|---|--------------------------|
| 1,385.00 | - | 1,385.00 | - | 1,385.00 |
| Balance at 1 April 2021 | Changes in equity share capital due to prior period errors | Restated balance as at 1 April 2021 | Changes in equity share capital during the year | Balance at 31 March 2022 |
| 1,385.00 | - | 1,385.00 | - | 1,385.00 |

B. Other Equity

| Particular | Reserve and Surplus | | | Items of Other Comprehensive Income |
|--|---------------------|-----------------|-------------------|-------------------------------------|
| | Security Premium | General Reserve | Retained Earnings | Other Comprehensive Income |
| Balance at 1st April 2020 | 1,995.00 | - | (184.00) | 800.02 |
| Changes in accounting policy/prior period errors | - | - | - | - |
| Profit for the year | - | - | 30.63 | - |
| Other Comprehensive income | - | - | - | 308.27 |
| Total Comprehensive income for the year | 1,995.00 | - | (153.38) | 1,108.29 |
| Transaction with owners in capacity as owners | | | | |
| Adjustment pertaining to shareholder | - | - | - | - |
| Other changes | - | - | - | - |
| Balance at 31 March 2021 | 1,995.00 | - | (153.38) | 1,108.29 |
| Balance at 1st April 2021 | 1,995.00 | - | (153.38) | 1,108.29 |
| Changes in accounting policy/prior period errors | - | - | - | - |
| Profit for the year | - | - | 63.92 | - |
| Other Comprehensive income | - | - | - | 111.63 |
| Total Comprehensive income for the year | 1,995.00 | - | (89.46) | 1,219.92 |
| Transaction with owners in capacity as owners | | | | |
| Adjustment pertaining to shareholder | - | - | - | - |
| Other changes | - | - | - | - |
| Balance at 31 March 2022 | 1,995.00 | - | (89.46) | 1,219.92 |

Summary of Significant accounting policies

The accompanying notes are an integral part of the financial statements

As per our report of even date

For Bhala & Bhala

Chartered Accountants

Firm Registration No: 021008N

For Superior Industrial Enterprises Ltd.

Ashish Bhala

Partner

Membership No.: 508902

Krishna Kumar Agarwal

Director

DIN 06713077

Place : New Delhi

Date: 30.05.2022

UDIN : 22508902AMTIXP7808

Raushan Kumar Sharma

CFO

Superior Industrial Enterprise Limited
Statement of Cash flows for the year ended 31st March ,2022

Amount in Lakhs

| Particulars | Note | As At 31st March 2022 | As At 31st March 2021 |
|--|------|-----------------------|-----------------------|
| Operating Activity | | | |
| Net profit before tax | | 68.22 | 19.10 |
| Adjustments for non-cash items:- | | | |
| - Depreciation | | 17.43 | 23.94 |
| - Preliminary Expenses Written off | | | |
| Interest Expense | | 9.08 | 9.35 |
| Interest Income | | (8.48) | (8.59) |
| Operating profit before working capital changes | | 86.25 | 43.79 |
| Decrease / (increase) in trade receivable | | 62.30 | (86.88) |
| Decrease / (increase) in Inventories | | (37.91) | (54.72) |
| Increase / (Decrease) in current liabilities | | (64.64) | 110.36 |
| Increase / (Decrease) in other current liabilities | | 3.13 | 0.66 |
| Decrease / (increase) in loan & Others | | (1.44) | (16.32) |
| Decrease / (increase) in Other Current Assets | | (2.62) | 10.55 |
| Cash flow from Operating Activities before tax paid | | 45.08 | 7.45 |
| Less: Tax Paid | | | |
| Cash generated from & Used in Operating Activities after tax paid | | 45.08 | 7.45 |
| Investing Activity | | | |
| Sale of Fixed Asset / (Purchase of Assets) | | (27.40) | (6.80) |
| Decrease / (increase) in Fixed Deposit Maturity 12 Month 0 Days | | (27.48) | (7.79) |
| Interest income | | 8.48 | 8.59 |
| Capital WIP | | - | - |
| Cash flow from Investing Activities | | (46.40) | (5.99) |
| Financing Activity | | | |
| Interest expense | | (9.08) | (9.35) |
| Short Term Borrowings | | 6.57 | (8.59) |
| Cash flow from Financing Activities | | (2.51) | (17.94) |
| Net (Decrease) / Increase in cash and cash Equivalents | | (3.83) | (16.49) |
| Cash and cash equivalents at the beginning | | 4.73 | 21.22 |
| Cash and cash equivalents at the closing | | 0.91 | 4.73 |
| Cash and cash equivalents at the Close | | 0.91 | 4.73 |

Summary of Significant accounting policies

The accompanying notes are an integral part of the financial statements

As per our report of even date
For Bhala & Bhala
Chartered Accountants
Firm Registration No: 021008N

For Superior Industrial Enterprises Ltd.

Ashish Bhala
Partner
Membership No.: 508902

Krishna Kumar Agarwal
Director
DIN 06713077

Kamal Agrawal
Managing Director
DIN 02644047

Place : New Delhi
Date: 30.05.2022
UDIN : 22508902AMTIXP7808

Raushan Kumar Sharma
CFO

Kajal Garg
Company Secretary

Superior Industrial Enterprises Limited
Statement of profit and loss for the year ended 31st March,2022

Amount in Lakhs

| Particulars | Note no. | Year ended 31 March 2022 | Year ended 31 March 2021 |
|---|-----------------------|--|-----------------------------|
| Income | | | |
| I Revenue from operations | 21 | 1,035.25 | 719.38 |
| II Other income | 22 | 8.95 | 9.18 |
| III Total income (I +II) | | 1,044.20 | 728.56 |
| IV Expenses | | | |
| Cost of materials consumed | 23 | 755.06 | 502.47 |
| Changes in inventories of finished goods, work in progress and stock-in-trade | 24 | (9.78) | (9.80) |
| Employee benefit expense | 25 | 126.69 | 110.58 |
| Finance cost | 26 | 9.21 | 10.47 |
| Depreciation and amortisation expense | 27 | 17.43 | 23.94 |
| Other expense | 28 | 77.36 | 71.81 |
| Total expenses (IV) | | 975.98 | 709.46 |
| V Profit/ (loss) before exceptional items and tax (III-IV) | | 68.22 | 19.10 |
| VI Exceptional items | 29 | - | - |
| VII Profit/ (loss) before tax (V-VI) | | 68.22 | 19.10 |
| VIII Tax expense | | | |
| a) Current tax | | 2.07 | - |
| b) Deferred tax | 39 | 2.24 | 11.53 |
| IX Profit/ (loss) for the year (VII-VIII) | | 63.92 | 30.63 |
| X Other comprehensive income | | | |
| -Items that will not be reclassified to profit or loss | | | |
| Fair valuation of investments through OCI | | 110.84 | 306.93 |
| Re-measurement gains/ (losses) on defined benefit plans | | 1.08 | 1.06 |
| -Income tax relating to Items that will not be reclassified to profit or loss | | | |
| Fair valuation of investments through OCI | | - | - |
| Re-measurement gains/ (losses) on defined benefit plans | | 0.28 | 0.28 |
| XI Total comprehensive income for the year (IX+X) | | 175.55 | 338.89 |
| (Profit/ loss + other comprehensive income) | | | |
| XII Earnings per equity share (for continuing operations) | | | |
| a) Basic | | 0.46 | 0.22 |
| b) Diluted | | 0.46 | 0.22 |
| Summary of Significant accounting policies | (1-2) | | |
| The accompanying notes are an integral part of the financial statements | (3-54) | | |
| As per our report of even date | | | |
| For Bhala & Bhala | | For Superior Industrial Enterprises Ltd. | |
| Chartered Accountants | | | |
| Firm Registration No: 021008N | | | |
| Ashish Bhala | Krishna Kumar Agarwal | Kamal Agrawal | |
| Partner | Director | Managing Director | |
| Membership No.: 508902 | DIN 06713077 | DIN 02644047 | |
| Place : New Delhi | Raushan Kumar Sharma | Kajal Garg | |
| Date: 30.05.2022 | CFO | Company Secretary | |
| UDIN : 22508902AMTIXP7808 | | | |

Superior Industrial Enterprises Limited
Notes to Standalone Financial Statements for the year ended March 31, 2022

Background

1 The Superior Industrial Enterprises Limited was incorporated on 25.11.1991 with a name "Superior Udyog Limited" with an objective to deal in all kinds of vanaspati and refined oils. It was incorporated in the national capital territory of Delhi. The name of Superior Udyog Limited was changed to Superior Vanaspati Limited on 06.02.1992 and further changed to Superior Industrial Enterprises Limited on 18.12.2003. The company is listed on Bombay stock Exchange Limited.

2 BASIS OF PREPARATION, MEASUREMENT AND SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of Preparation and Measurement

a) Compliance with Indian Accounting Standard

The Standalone Ind AS financial statements ("financial statements") of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) and other relevant provisions of the Act.

All amounts disclosed in the financial statements and notes have been rounded off to the nearest lakhs as per the requirement of Schedule III, unless otherwise stated.

b) Basis of Measurement

The standalone financial statements have been prepared on accrual and going concern basis. The accounting policies are applied consistently to all the periods presented in the standalone financial statements

c) Others

Financial Statements has been prepared on a going concern basis in accordance with the applicable accounting standards prescribed in the Companies (Indian Accounting Standards) Rules, 2015 issued by the Central Government.

d) Current versus Non-Current Classification

The Company presents assets and liabilities in the Financial Statement based on current/ non-current classification.

An asset is treated as current when it is:

- Expected to be realized or intended to be sold or consumed in normal operating cycle
- Expected to be realized within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle
- 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.

2.2 Key Accounting Estimates and Judgements

The preparation of standalone financial statements requires management to make judgments, estimates and assumptions in the application of accounting policies that affect the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Continuous evaluation is done on the estimation and judgments based on historical experience and other factors, including expectations of future events that are believed to be reasonable. Revisions to accounting estimates are recognised prospectively.

Information about critical judgments in applying accounting policies, as well as estimates and assumptions that have the most significant effect to the carrying amounts of assets and liabilities within the next financial year, are included in the following notes:

- a Measurement of defined benefit obligations - Note 34
- b Recognition of deferred tax assets -Note 39

2.3 Amendments to Schedule III of the Companies Act, 2013

Ministry of Corporate Affairs (MCA) issued notifications dated 24th March, 2021 to amend Schedule III of the Companies Act, 2013 to enhance the disclosures required to be made by the Company in its financial statements. These amendments are applicable to the Company for the financial year starting 1st April, 2021 and applied to the standalone financial statements:

- a Certain additional disclosures in the standalone Statement of Changes in Equity such as changes in equity share capital due to prior period errors and restated balances at the beginning of the current reporting period.
- b Additional disclosure for shareholding of promoter
- c Additional disclosure for ageing schedule of trade receivables, trade payables, capital work-in-progress
- d Security Deposits have been shown under Other Financial Assets.

2.4 Recent Accounting Developments

Ministry of Corporate Affairs (MCA), vide notification dated 23rd March, 2022, has made the following amendments to Ind AS which are effective 1st April, 2022:

- Ind AS 109: Annual Improvements to Ind AS (2021)
- Ind AS 103: Reference to Conceptual Framework
- Ind AS 37: Onerous Contracts - Costs of Fulfilling a Contract
- Ind AS 16: Proceeds before intended use

Based on preliminary assessment, the Company does not expect these amendments to have any significant impact on its standalone financial statements.

2.5 Summary of significant accounting policies

a) Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable, after deduction of any trade discounts, volume rebates and any taxes or duties collected on behalf of the government which are levied on sales such as sales tax, value added tax, etc.

Sale of goods

Revenue from sale of goods is recognised when significant risks and rewards of ownership in the goods are transferred to the buyer with the Company losing effective control or the right to managerial involvement thereon.

The Company recognizes revenues on the sale of products, net of returns, sales incentives/rebate, amounts collected on behalf of third parties (such as sales tax) and payments or other consideration given to the customer that has impacted the pricing of the transaction. No element of financing is deemed present as the sales are made with normal credit days consistent with market practice. Discount are clubbed in the revenue.

Interest Income

Interest income from debt instrument is recognised using the effective interest rate (EIR) method. EIR is the rate which exactly discounts the estimated future cash receipts over the expected life of the financial instrument to the gross carrying amount of the financial asset. When calculating the EIR the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayments, extensions, call and similar options) but does not consider the expected credit losses.

Sale of Scrap

Revenue from sale of scrap is recognised when significant risks and rewards of ownership in the goods are transferred to the buyer with the Company losing effective control or the right to managerial involvement thereon.

b) Income Tax

Income tax expense for the year comprises of current tax and deferred tax. Income tax is recognized in the Statement of Profit and Loss except to the extent that it relates to an item which is recognised in other comprehensive income or directly in equity, in which case the tax is recognized in 'Other comprehensive income' or directly in equity, respectively.

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

Current Tax

Calculation of current tax is based on tax rates applicable for respective years on the basis of tax law enacted and substantively enacted at the end of the reporting period. The Company establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities. Current is payable on taxable profit, which differs from profit and loss in financial statements. Current tax is charged to Statement of Profit and Loss. Provision for current tax is made after taking in to consideration benefits admissible under Income Tax Act, 1961.

Deferred Tax

Deferred income taxes are calculated without discounting using the Balance Sheet method on temporary differences between carrying amounts of assets and liabilities and there tax base using the tax laws that have been enacted or substantively enacted by the reporting date. However deferred tax is not provided on the initial recognition of assets and liabilities unless the related transaction is business combination or affects tax or accounting profit. Tax losses available to the carried forward and other income tax credit available to the entity are assesse for recognition as deferred tax assets.

Deferred tax liabilities are always provided for in full. Deferred tax assets are recognized to the extent that it is probable that they will be able to utilize against future taxable income.

Deferred tax asset are recognised to the extent that is probable that the underlying tax loss or deductible temporary differences will be utilized against future taxable income. This is assessed based on Company's forecast of future operating income at each reporting date.

Deferred tax assets and liabilities are offset where the entity has a right and intention to set off current tax assets and liabilities from the same taxation authority.

Minimum Alternative Tax(MAT)

Minimum alternate tax credit entitlement paid in accordance with tax laws, which gives rise to future economic benefit in form of adjustment to future tax liability, is considered as an asset to the extent management estimate its recovery in future years.

c) Leases

The determination of whether an arrangement is (or contains) a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains, a lease if fulfillment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement.

For arrangements entered into prior to April 1, 2016, the Company has determined whether the arrangement contain lease on the basis of facts and circumstances existing on the date of transition.

Finance Lease

Leases of property, plant and equipment where the Company, as lessee, has substantially all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalized at the lease's inception at the fair value of the leased property or, if lower, the present value of the minimum lease payments. The corresponding rental obligations, net of finance charges, are included in borrowings or other financial liabilities as appropriate. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to the Statement of Profit and 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. Contingent rentals are recognized as expenses in the periods in which they are incurred.

Operating Lease

As a lessee

Leases in which a significant portion of the risks and rewards of ownership are not transferred to the Company as lessee are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to the Statement of Profit and Loss on a straight-line basis over the period of the lease unless the payments are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases.

d) Impairment of Non-Financial Assets

Assessment for impairment is done at each Balance Sheet date as to whether there is any indication that a non-financial asset may be impaired. Indefinite-life intangibles are subject to a review for impairment annually or more frequently if events or circumstances indicate that it is necessary.

For the purpose of assessing impairment, the smallest identifiable group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows from other assets or group of assets is considered as a cash generating unit. Goodwill acquired in a business combination is, from the acquisition date, allocated to each of the Company's cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the acquire are assigned to those units.

If any indication of impairment exists, an estimate of the recoverable amount of the individual asset/cash generating unit is made. Asset/cash generating unit whose carrying value exceeds their recoverable amount are written down to the recoverable amount by recognizing the impairment loss as an expense in the Statement of Profit and Loss. The impairment loss is allocated first to reduce the carrying amount of any goodwill (if any) allocated to the cash generating unit and then to the other assets of the unit pro rata based on the carrying amount of each asset in the unit. Recoverable amount is higher of an asset's or cash generating unit's fair value less cost of disposal and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset or cash generating unit and from its disposal at the end of its useful life. Assessment is also done at each Balance Sheet date as to whether there is any indication that an impairment loss recognized for an asset in prior accounting periods may no longer exist or may have decreased. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the assets carrying amount does not exceed the carrying amount that would have been determined, net of depreciation and amortization, if no impairment loss had been recognized. An impairment loss recognized for goodwill is not reversed in subsequent periods.

e) Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes 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. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.

f) Trade Receivables

Trade receivables are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment.

g) Inventories

(i) Raw materials, packaging materials and stores and spare parts are valued at the lower of cost and net realizable value. Cost includes purchase price, taxes (excluding levies or taxes subsequently recoverable by the enterprise from the concerned revenue authorities), freight inwards and other expenditure incurred in bringing such inventories to their present location and condition. However, these items are considered to be realizable at cost if finished products in which they will be used are expected to be sold at or above cost. FIFO method is used for inventory valuation.

h) Investments and Other Financial Assets

(i) Classification

The Company classifies its financial assets in the following measurement 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.
- Investment in equity of subsidiaries, joint ventures and associates are accounted and carried at cost less impairment in accordance with Ind AS 27.

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

For assets measured at fair value, gains and losses will either be recorded in Statement of Profit and Loss or other comprehensive income. For investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments, this will depend on whether the Company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income.

The Company reclassifies debt investments when and only when its business model for managing those assets changes.

(ii) Initial Measurement

At initial recognition, the Company measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs 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 profit or loss.

(iii) 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

• **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 a debt investment that is subsequently measured at amortized cost and is not part of a hedging relationship is recognised in Statement of Profit and Loss when the asset is derecognized or impaired. Interest income from these financial assets is included in finance income using the effective interest rate method.

• **Fair value through other comprehensive income (FVOCI):** Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at FVOCI. Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognized in profit and loss. When the financial asset is derecognized, the cumulative gain or loss previously recognized in OCI is reclassified from equity to profit or loss and recognized in other gains/ (losses). Interest income from these financial assets is included in other income using the effective interest rate method. At present no financial assets fulfill this condition.

• **Fair value through profit or loss (FVTPL):** Assets that do not meet the criteria for amortized cost or FVOCI are measured at FVTPL. A gain or loss on a debt investment that is subsequently measured at fair value through profit or loss and is not part of a hedging relationship is recognized in the Statement of Profit and Loss and presented net 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

All equity investments in scope of Ind AS 109, are measured at fair value. At Equity instruments which are held for trading are classified as at FVTPL. For all other equity instruments, the Company may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The Company makes such election on an instrument by instrument basis. The classification is made on initial recognition and is irrevocable.

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 the Statement of Profit and Loss, even on sale of investment. Dividends from such investments are recognized in the Statement of Profit and Loss as other income when the Company's right to receive payments is established.

Changes in the fair value of financial assets at fair value through profit or loss are recognized in other gain/ (losses) in the Statement of Profit and Loss. Impairment losses (and reversal of impairment losses) on equity investments measured at FVOCI are not reported separately from other changes in fair value.

Investments in subsidiaries

Investments are carried at cost less accumulated impairment losses, if any. Where an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount. On disposal of investments, the difference between net disposal proceeds and the carrying amounts are recognized in the Statement of Profit and Loss.

(iv) **Impairment of Financial Assets**

For all financial assets with contractual cash flows other than trade receivable, ECLs are measured at an amount equal to the 12-month ECL, unless there has been a significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL. The amount of ECLs (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognised as an impairment gain or loss in the Statement of Profit and Loss.

(v) **De recognition of Financial Assets**

A financial asset is derecognized only when:

- The Company has transferred the rights to receive cash flows from the financial asset or
- retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the entity has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognized.

Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognized if the Company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

i) **Financial Liabilities**

Initial recognition and measurement

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction

Subsequent measurement

Financial liabilities at amortized cost

After initial measurement, such financial liabilities are subsequently measured at amortized cost using the effective interest rate (EIR) method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance costs in the profit or loss.

Trade and other payables

These amounts represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid within the operating cycle of the business. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortized cost using the effective interest method.

Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortized cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the Statement of Profit and Loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan.

Borrowings are removed from the Balance Sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in the Statement of Profit and Loss as other gains/(losses).

Where the terms of a financial liability are renegotiated and the entity issues equity instruments to a creditor to extinguish all or part of the liability (debt for equity swap), a gain or loss is recognised in the Statement of Profit and Loss, which is measured as the difference between the carrying amount of the financial liability and the fair value of the equity instruments issued.

Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period. Where there is a breach of a material provision of a long-term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the entity does not classify the liability as current, if the lender agreed, after the reporting period and before the approval of the financial statements for issue, not to demand payment as a consequence of the breach.

Derecognition

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the statement of profit or loss.

j) **Offsetting financial instruments**

Financial assets and liabilities are offset and the net amount is reported in the Balance Sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

k) Property plant and equipment

Freehold land is carried at historical cost. Other property, plant and equipment are stated at historical cost of acquisition net of recoverable taxes (wherever applicable), less accumulated depreciation and amortization, if any. Cost comprises the purchase price, any cost attributable to bringing the assets to its working condition for its intended use and initial estimate of costs of dismantling and removing the item and restoring the site if any.

Where cost of a part of the asset is significant to the total cost of the assets and useful lives of the part is different from the remaining asset, then useful life of the part is determined separately and accounted as separate component.

Subsequent costs are included in the asset's carrying amount or recognised 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 a separate asset is derecognized when replaced. All other repairs and maintenance are charged to the Statement of Profit and Loss during the reporting period in which they are incurred.

An asset's carrying amount is written down to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

An item of property, plant and equipment and any significant part initially recognised is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the Statement of Profit or Loss when the asset is derecognized.

Transition to Ind AS

The Company has elected to continue with the carrying value for all of its PPE recognized in the financial statements as on April 1, 2016 to Ind AS, measured as per the Previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments as per Ind AS 101. "First-time Adoption of Indian Accounting Standards". Refer note 38 for the first time adoption impact.

l) Intangible Assets

An intangible asset is recognised when it is probable that the future economic benefits attributable to the asset will flow to the enterprise and where its cost can be reliably measured. Intangible assets are stated at cost of acquisition less accumulated amortization and impairment losses, if any. Cost comprises the purchase price and any cost attributable to bringing the assets to its working condition for its intended use.

Cost of internally generated asset comprises of all expenditure that can be directly attributed, or allocated on a reasonable and consistent basis, to create, produce and make assets ready for its intended use.

Losses arising from retirement of, and gains or losses on disposals of intangible assets are determined as the difference between net disposal proceeds with carrying amount of assets and recognised as income or expenses in the Statement of Profit and Loss.

Transition to Ind AS

The Company has elected to continue with the carrying value for all of its intangible assets recognized in the financial statements as on April 1, 2016 to Ind AS, measured as per the Previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments as per Ind AS 101. "First-time Adoption of Indian Accounting Standards". Refer note 39 for the first time adoption impact.

m) Capital Work in progress/ Intangible under development

Capital Work in progress/ intangible under development represents expenditure incurred in respect of capital projects/ intangible assets under development and are carried at cost. Cost includes related acquisition expenses, development cost, borrowing cost (wherever applicable) and other direct expenditures.

n) Depreciation and Amortization

Depreciation on fixed assets has been provided on straight line method in accordance with the provisions of Part C of Schedule II of the Companies Act. Intangible assets comprising of computer software are amortized over a period of five years.

Depreciation and amortization on addition to fixed assets is provided on pro rata basis from the date of assets are ready to use. Depreciation and amortization on sale/deduction from fixed assets is provided for upto the date of sale, deduction, discardment as the case may be.

The residual values, useful lives and methods of depreciation of property, plant and equipment and intangible assets are reviewed at each financial year end and adjusted prospectively, if appropriate.

All assets costing Rs. 5,000 or below are depreciated/ amortized by a one-time depreciation/amortization charge in the year of purchase.

o) Borrowing Costs

Borrowing cost includes interest calculated using the effective interest rate method and amortization of ancillary cost incurred in connection with the arrangement of borrowings. General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

All Other borrowing costs are expensed in the period in which they are incurred.

p) Provisions and Contingent Liabilities

A Provision is recognised 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 reliably estimated. Provisions are not recognised for future operating losses.

Provisions are measured at the present value of the management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at 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 recognised as interest expense.

Contingent liabilities are possible obligations that arise from past events and whose existence will only be confirmed by the occurrence or non-occurrence of one or more future events not wholly within the control of the Company. Where it is not probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is disclosed as a contingent liability, unless the probability of outflow of economic benefits is remote. Contingent liabilities are disclosed on the basis of judgment of the management/ independent experts. These are reviewed at each Balance Sheet date and are adjusted to reflect the current management estimate.

q) Employee Benefits :**(i) Short-term obligations**

Short term benefits comprises of employee cost such as 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 recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled.

(ii) Long-term obligations

Gratuity obligations

The Company provides for the retirement benefit in the form of Gratuity. The liability or asset recognised in the Balance Sheet in respect of defined benefit gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method. The present value of the defined benefit obligation denominated in INR is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation. The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the Statement of Profit and Loss. Remeasurement of gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the

Leave encashment

The liabilities for accumulated absents are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted using the market yields at the end of the reporting period that have terms approximating to the terms of the related obligation. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognised in the Statement of Profit and Loss.

The obligations are presented as current liabilities in the Balance Sheet if the entity does not have an unconditional right to defer settlement for at least twelve months after the reporting period, regardless of when the actual settlement is expected to occur.

Provident Fund

All the employees of the Company are entitled to receive benefits under Provident Fund, which is defined contribution plan. Both the employee and the employer make monthly contributions to the plan at a predetermined rate as per the provisions of The Employees Provident Fund and miscellaneous Provisions Act, 1952. These contributions are made to the fund administered and managed by the Government of India.

Employee state Insurance

Employees whose wages/salary is within the prescribed limit in accordance with the Employee State Insurance Act, 1948, are covered under this scheme. These contributions are made to the fund administered and managed by the Government of India. The Company's contributions to these schemes are expensed off in the Statement of Profit and Loss. The Company has no further obligations under the plan beyond its monthly contributions.

r) Contributed equity

Equity shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

s) Earnings Per Share

Basic earnings per equity share is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity Shares outstanding during the financial year. The weighted average number of equity shares outstanding during the period, are adjusted for events of bonus issued to existing shareholders.

For the purpose calculating diluted earnings per share, the net profit or loss attributable to equity shareholders and the weighted average number of shares outstanding are adjusted for the effects of all dilutive potential equity shares, if any.

t) Segment Reporting

In line with the provisions of Ind AS 108 Operating Segments, and on the basis of the review of operations by the Chief Operating Decision Maker(CODM), the operations of the Company fall under Manufacturing of Oral Care products, which is considered to be the only reportable segment.

u) Measurement of fair values

A number of the accounting policies and disclosures require measurement of fair values, for both financial and non-financial assets and liabilities. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The finance team regularly reviews significant unobservable inputs and valuation adjustments. If third party information, is used to measure fair values, then the finance team assesses the evidence obtained from the third parties to support the conclusion that these valuations meet the requirements of Ind AS, including the level in the fair value hierarchy in which the valuations should be classified.

v) Exceptional Items

An item of income or expense which its size, type or incidence requires disclosure in order to improve an understanding of the performance of the Company is treated as an exceptional item and the same is disclosed in the notes to accounts.

w) Applicable standards issued but not yet effective

The amendment to Ind AS 7 requires the entities to provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes, suggesting inclusion of a reconciliation between the opening and closing balances in the Balance Sheet for liabilities arising from financing activities, to meet the disclosure requirement.

x) Critical estimates and judgments

The preparation of financial statements requires the use of accounting estimates which, by definition, will seldom equal the actual results. Management also needs to exercise judgment in applying the Company's accounting policies

This note provides an overview of the areas that involved a higher degree of judgment or complexity, and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed. Detailed information about each of these estimates and judgments is included in relevant notes together with information about the basis of calculation for each affected line item in the financial statements.

The areas involving critical estimates and judgments are:

i. Useful life of property, plant and Equipment

The estimated useful life of property, plant and equipment is based on a number of factors including the effects of obsolescence, demand, competition and other economic factors (such as the stability of the industry and known technological advances) and the level of maintenance expenditures required to obtain the expected future cash flows from the asset.

The Company reviews, at the end of each reporting date, the useful life of property, plant and equipment and changes, if any, are adjusted prospectively, if appropriate.

ii. Recoverable amount of property, plant and equipment

The recoverable amount of plant and equipment is based on estimates and assumptions regarding in particular the expected market outlook and future cash flows. Any changes in these assumptions may have a material impact on the measurement of the recoverable amount and could result in impairment.

iii. Estimation of defined benefit obligation

Employee benefit obligations are measured on the basis of actuarial assumptions which include mortality and withdrawal rates as well as assumptions concerning future developments in discount rates, the rate of salary increases and the inflation rate. The Company considers that the assumptions used to measure its obligations are appropriate and documented. However, any changes in these assumptions may have a material impact on the resulting calculations.

iv. Estimation of Deferred tax assets for carry forward losses and current tax Expenses

The Company review carrying amount of deferred tax assets and Liabilities at the end of each reporting period.

v. Impairment of Trade Receivables

The Company review carrying amount of Trade receivable at the end of each reporting period and provide for Expected Credit Loss based on estimate.

vi. Fair Value Measurement

Management uses valuation techniques in measuring the fair value of financial instrument where active market codes are not available. Details of assumption used are given in the notes regarding financial assets and liabilities. In applying the valuation techniques management makes maximum use of market inputs and uses estimates and assumptions that are, as far as possible, consistent with observable data that market participant would use in pricing the instrument where application data is not observable, management uses its best estimate about the assumption that market participant would make. These estimates may vary from actual prices that would be achieved in an arm's length transaction at the reporting date.

Estimates and judgments are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and that are believed to be reasonable under the circumstances.

Superior Industrial Enterprises Limited
Notes to Standalone Financial Statements for the year ended March 31, 2022

3 Property, Plant and Equipment

Amount in Lakhs

| Particulars | GROSS BLOCK (AT COST) | | | | ACCUMULATED DEPRECIATION & AMORTIZATION | | | | NET BLOCK | NET BLOCK |
|-------------------------------|-------------------------|--------------|---------------------------|-------------------------|---|---|---------------------------|-------------------------|-------------------------|-------------------------|
| | As at April 01, 2021 | Additions | Disposals/ adjustments | As at March 31, 2022 | As at April 01, 2021 | Depreciation & amortization for the year | Disposals/ adjustments | As at March 31, 2022 | As at March 31, 2022 | As at March 31, 2021 |
| Own assets: | | | | | | | | | | |
| <u>Tangible assets</u> | | | | | | | | | | |
| Freehold Land | 33.07 | - | - | 33.07 | - | - | - | - | 33.07 | 33.07 |
| Factory Building | 47.39 | - | - | 47.39 | 7.65 | 2.37 | - | 10.02 | 37.37 | 39.73 |
| Office Building | 1.67 | - | - | 1.67 | 0.45 | 0.09 | - | 0.54 | 1.14 | 1.23 |
| Plant & Machinery | 184.21 | 27.40 | - | 211.61 | 110.19 | 12.03 | - | 122.22 | 89.39 | 74.02 |
| Tools & Dies | 0.08 | - | - | 0.08 | - | - | - | - | 0.08 | 0.08 |
| Electronic Equipment | 29.64 | - | - | 29.64 | 6.44 | 2.87 | - | 9.31 | 20.33 | 23.20 |
| Furniture & fixture | 0.64 | - | - | 0.64 | 0.26 | 0.07 | - | 0.33 | 0.31 | 0.38 |
| Office Equipment | 0.53 | - | - | 0.53 | 0.50 | - | - | 0.50 | 0.03 | 0.03 |
| Vehicle | 19.86 | - | - | 19.86 | 16.49 | - | - | 16.49 | 3.37 | 3.37 |
| Computer | 0.66 | - | - | 0.66 | 0.63 | - | - | 0.63 | 0.04 | 0.04 |
| Total Tangible assets | 317.75 | 27.40 | - | 345.14 | 142.60 | 17.43 | - | 160.03 | 185.11 | 175.15 |
| Add: Capital work-in-progress | - | - | - | - | - | - | - | - | - | - |
| | 317.75 | 27.40 | - | 345.14 | 142.60 | 17.43 | - | 160.03 | 185.11 | 175.15 |

4 Non Current Investments

| Particulars | Number of shares as at | | Face value (in Rs) | Proportion of the ownership interest | | Amount | |
|---|------------------------|---------------|-----------------------|---|---------------|------------------------|------------------------|
| | 31 March 2022 | 31 March 2021 | | 31 March 2022 | 31 March 2021 | As at 31 March 2022 | As at 31 March 2021 |
| Investment at cost(Un-quoted) | | | | | | | |
| Investment in subsidiaries in equity instruments | | | | | | | |
| (i) Babri Polypet Private Limited | 1,020,000 | 1,020,000 | 10 | 51% | 51% | 102.00 | 102.00 |
| Investment in associates in equity instruments | | | | | | | |
| (i) Hindustan Aqua Ltd. | 2,850,000 | 2,850,000 | 10 | 36% | 36% | 1,140.00 | 1,140.00 |
| Investment at fair value(Un-quoted) | | | | | | | |
| (i) A.J. Shrink Wrap Private Limited | 265,000 | 265,000 | 10 | 19.69% | 19.69% | 54.07 | 47.12 |
| (ii) Moon Beverages Ltd. | 316,000 | 316,000 | 10 | 11.52% | 11.52% | 2,312.78 | 2,224.09 |
| (iii) Metbrass Plassim India Ltd. | 300,000 | 300,000 | 10 | 16.93% | 16.93% | 511.73 | 496.53 |
| Total | | | | | | 4,120.58 | 4,009.75 |
| Aggregate amount of unquoted investments | | | | | | 4,120.58 | 4,009.75 |
| Cost of Investments | | | | | | 475.10 | 475.10 |

Notes:

- a) Unquoted Investments are valued on the basis of the previous financial year audited financial statements of those companies.
b) The movement in fair value of investments carried / designated at fair value through OCI is as follows:

| | As at 31 st March 2022 | As at 31 st March 2021 |
|---|------------------------|------------------------|
| Balance at the beginning of the year | 2,767.75 | 2,460.82 |
| Net gain / (loss) on fair valuation of investments carried at fair value through other comprehensive income | 110.84 | 306.93 |
| Balance at the end of the year | <u>2,878.59</u> | <u>2,767.75</u> |

Superior Industrial Enterprises Limited

Notes to Standalone Financial Statements for the year ended March 31, 2022

Amount in Lakhs

5 Other Financial Assets

| Particulars | As at 31 March, 2022 | As at 31 March, 2021 |
|---------------------------------------|-------------------------|-------------------------|
| Security Deposit | | |
| '-Secured & considered good | - | - |
| '-Unsecured & considered good | 2.95 | 2.95 |
| '-significant increase in credit risk | - | - |
| '-credit impaired | - | - |
| Total | 2.95 | 2.95 |

6 Inventories

| Particulars | As at 31 March, 2022 | As at 31 March, 2021 |
|-----------------|-------------------------|-------------------------|
| Finished Goods | 68.07 | 50.33 |
| Work in Process | 12.79 | 20.34 |
| Scrap (Wastage) | 0.45 | 0.87 |
| Raw Material | 150.05 | 121.92 |
| Total | 231.37 | 193.46 |

Inventories consists of a) Finished goods, sub-assemblies and components, b) Work-in-progress, c) Scrap and d) Raw materials. Inventories are carried at lower of cost and net realisable value. The cost of raw materials, sub-assemblies and components is determined on a weighted average basis. Cost of finished goods produced or purchased includes direct material and labour cost and a proportion of manufacturing overheads.

Amount in Lakhs

7 Trade Receivables

| Particulars | As at 31 March, 2022 | As at 31 March, 2021 |
|--|-------------------------|-------------------------|
| Trade Receivables considered good-secured | - | - |
| Trade Receivables considered good-unsecured | | |
| -Receivable from related party* | 8.27 | 6.23 |
| -Receivable from other | 149.49 | 213.83 |
| Less : allowance for expected credit loss | - | - |
| Trade Receivables which have significant increase in credit risk | - | - |
| Trade Receivables credit impaired | - | - |
| Less : allowance for credit impairment | - | - |
| Total | 157.76 | 220.06 |

Ageing for trade receivables -current outstanding as at March 31, 2022 is as follows:

| Particulars | Outstanding for following periods from due date of payments | | | | | Total |
|--|---|-----------------|-----------|-----------|-------------------|---------------|
| | Less than 6 months | 6 Months-1 Year | 1-2 years | 2-3 years | More than 3 years | |
| Undisputed trade receivables-considered good | 157.76 | - | - | - | - | 157.76 |
| Undisputed trade receivables-considered doubtful | - | - | - | - | - | - |
| Disputed trade receivables-considered good | - | - | - | - | - | - |
| Disputed trade receivables-considered doubtful | - | - | - | - | - | - |
| Total | 157.76 | - | - | - | - | 157.76 |
| Less: allowance for doubtful trade receivables | | | | | | - |
| Trade Receivables | | | | | | 157.76 |

Ageing for trade receivables -current outstanding as at March 31, 2021 is as follows:

| Particulars | Outstanding for following periods from due date of payments | | | | | Total |
|--|---|-----------------|-----------|-----------|-------------------|---------------|
| | Less than 6 months | 6 Months-1 Year | 1-2 years | 2-3 years | More than 3 years | |
| Undisputed trade receivables-considered good | 220.06 | - | - | - | - | 220.06 |
| Undisputed trade receivables-considered doubtful | - | - | - | - | - | - |
| Disputed trade receivables-considered good | - | - | - | - | - | - |
| Disputed trade receivables-considered doubtful | - | - | - | - | - | - |
| Total | 220.06 | - | - | - | - | 220.06 |
| Less: allowance for doubtful trade receivables | | | | | | - |
| Trade Receivables | | | | | | 220.06 |

There are no unbilled receivables as at 31st March, 2022 and 31st March, 2021.

There are no debts due by directors or other officers of the Company or any of them either severally or jointly with any other person or debts due by firms or private companies respectively in which any director is a partner or a director or a member.

8 Cash and cash equivalents

| Particulars | As at 31 March, 2022 | As at 31 March, 2021 |
|-------------------|-------------------------|-------------------------|
| Balance with bank | | |
| - current account | 0.83 | 0.83 |
| Cash on hand | 0.08 | 3.91 |
| Total | 0.91 | 4.73 |

9 Bank Balance other than Cash and cash equivalents

| Particulars | As at 31 March, 2022 | As at 31 March, 2021 |
|---|-------------------------|-------------------------|
| - term deposits with maturity of more than 3 months but less than 12 months | 173.68 | 146.20 |
| Total | 173.68 | 146.20 |

10 Current Loans

| Particulars | As at 31 March, 2022 | As at 31 March, 2021 |
|---|-------------------------|-------------------------|
| Loans receivable considered good- secured | - | - |
| Loans receivable considered good- unsecured | | |
| - advances to employees | 0.36 | 0.07 |
| - advances to related parties | 3.96 | 3.80 |
| - advances to others | 18.85 | 17.85 |
| Loans receivable which have significant increase in credit risk | - | - |
| Loans receivable -credit impaired | - | - |
| Total | 23.16 | 21.72 |

The Company has not given any advances to directors or other officers of the Company or any of them either severally or jointly with any other persons or advances to firms or private companies respectively in which any director is a partner or a director or a member.

Superior Industrial Enterprises Limited
Notes to Standalone Financial Statements for the year ended March 31, 2022

Amount in Lakhs

11 Current Tax Asset(Net)

| Particulars | As at 31 March, 2022 | As at 31 March, 2021 |
|------------------------------------|-------------------------|-------------------------|
| Advance Payment of Tax / TDS / TCS | 2.71 | 1.12 |
| Total | 2.71 | 1.12 |

12 Other current assets

| Particulars | As at 31 March, 2022 | As at 31 March, 2021 |
|---------------------|-------------------------|-------------------------|
| Prepaid expense | 0.22 | 0.18 |
| Advance to Supplier | 4.38 | 0.03 |
| GST Recoverable | - | 3.36 |
| Total | 4.60 | 3.58 |

Superior Industrial Enterprises Limited
Notes to Standalone Financial Statements for the year ended March 31, 2022

Amount in Lakhs

13 Equity Share Capital

| | As at 31 March, 2022 | As at 31 March, 2021 |
|--|-------------------------|-------------------------|
| a) Authorised shares (15,000,000 Equity shares of Rs.10/- each) (15,000,000 Equity shares March 31, 2022 : Rs. 10/- each) (15,000,000 Equity shares March 31, 2021 : Rs. 10/- each) | 1,500.00 | 1,500.00 |
| b) Issued, subscribed & fully paid up shares 1,38,50,000 Equity shares of Rs.10/- each; 1,38,50,000 Equity shares March 31, 2022 : Rs. 10/- each; 1,38,50,000 Equity shares March 31, 2021 : Rs. 10/- each | 1,385.00 | 1,385.00 |
| Total | 1,385.00 | 1,385.00 |

c) Reconciliation of number of shares

| Particulars | As at 31 March, 2022 | | As at 31 March, 2021 | |
|-------------------------------------|-------------------------|-----------------|-------------------------|-----------------|
| | No. of Shares | Amount in Rs | No. of Shares | Amount in Rs |
| At the beginning of the year | 13,850,000 | 1,385.00 | 13,850,000 | 1,385.00 |
| Add : Shares issued during the year | - | - | - | - |
| At the end of the year | 13,850,000 | 1,385.00 | 13,850,000 | 1,385.00 |

d) Terms / rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs.10/- per share referred to herein as equity share. Each holder of equity shares is entitled to one vote per share held. Equity Shares include 95,00,000 (95,00,000) Shares of Rs.10/- each issued as fully paid during the year 2012-13 at premium of Rs. 21/- 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 except in the case where interim dividend is distributed. During the year ended March 31, 2022 no dividend has been declared by the Company.

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

e) No shares have been issued for consideration other than cash in last 5 years from the reporting date.

f) Detail of shareholders holding more than 5% shares in the Company

| | As at March 31, 2022 | | As at March 31, 2021 | |
|------------------------------------|----------------------|--------------|----------------------|--------------|
| | No. of Shares | % of holding | No. of Shares | % of holding |
| M/S HAL Offshore Ltd. | 2,586,434 | 18.67% | 2,586,434 | 18.67% |
| M/s Jay Polychem (India) Pvt. Ltd. | 1,500,000 | 10.83% | 1,500,000 | 10.83% |
| M/s Moon Beverages Ltd. | 1,466,305 | 10.59% | 1,466,305 | 10.59% |
| M/S Hindustan Aqua P Ltd. | 1,000,000 | 7.22% | 1,000,000 | 7.22% |
| | 6,552,739 | | 6,552,739 | |

g) Disclosure of Shareholding of Promoters

Disclosure of Shareholding of Promoters as at 31st March, 2022 is as follows:

| Promoter Name | As at March 31, 2022 | | As at March 31, 2021 | | % change during the year |
|-------------------------------------|----------------------|-------------------|----------------------|-------------------|-----------------------------|
| | No. of Shares | % of total shares | No. of Shares | % of total shares | |
| Ashok Saxena | 20,000 | 0.14% | 20,000 | 0.14% | - |
| Rashmi Kant Mittal | 20,000 | 0.14% | 20,000 | 0.14% | - |
| Prabha Rani Agarwal | 50,000 | 0.36% | 50,000 | 0.36% | - |
| Deepti Agarwal | 518,942 | 3.75% | 518,942 | 3.75% | - |
| Sanjeev Agarwal | 669,036 | 4.83% | 669,036 | 4.83% | - |
| Anant Agarwal | 74,819 | 0.54% | 74,819 | 0.54% | - |
| Saptrishi Finance Private Limited | 35,000 | 0.25% | 35,000 | 0.25% | - |
| Fortune Industrial resource Limited | 90,000 | 0.65% | 90,000 | 0.65% | - |
| HAL Offshore Limited | 2,586,434 | 18.67% | 2,586,434 | 18.67% | - |
| Hindustan Aqua Private Limited | 1,000,000 | 7.22% | 1,000,000 | 7.22% | - |
| Moon Beverages Limited | 1,466,305 | 10.59% | 1,466,305 | 10.59% | - |
| Total | 6,530,536 | 47.15% | 6,530,536 | 47.15% | |

Superior Industrial Enterprises Limited
Notes to Standalone Financial Statements for the year ended March 31, 2022

Amount in Lakhs

14 Other Equity

| Particulars | Year ended March 31, 2022 | Year ended March 31, 2021 |
|----------------------------|------------------------------|------------------------------|
| Securities Premium | 1,995.00 | 1,995.00 |
| Retained Earnings | (89.46) | (153.38) |
| Other Comprehensive Income | 1,219.92 | 1,108.29 |
| Total | 3,125.46 | 2,949.92 |

a) Securities Premium

| Particulars | Year ended March 31, 2022 | Year ended March 31, 2021 |
|---|------------------------------|------------------------------|
| Opening balance | 1,995.00 | 1,995.00 |
| Less : Other changes - Share Issue Expenses | - | - |
| Closing balance (A) | 1,995.00 | 1,995.00 |

b) Retained Earnings

| Particulars | Year ended March 31, 2022 | Year ended March 31, 2021 |
|--|------------------------------|------------------------------|
| Opening balance | (153.38) | (184.00) |
| Add: Profit for the year transferred from the Statement of Profit and Loss | 63.92 | 30.63 |
| Closing balance (B) | (89.46) | (153.38) |

c) Other Comprehensive Income

| Particulars | Year ended March 31, 2022 | Year ended March 31, 2021 |
|--|------------------------------|------------------------------|
| Opening balance | 1,108.29 | 800.02 |
| Add: Profit for the year transferred from the Statement of Profit and Loss | 111.63 | 308.27 |
| Closing balance (C) | 1,219.92 | 1,108.29 |
| Total reserves and surplus (A+B+C) | 3,125.46 | 2,949.92 |

Nature and purpose of reserves

(a) Securities Premium

Securities premium represents amount of premium received on issue of Share Capital net of expense incurred on issue of shares. This amount is utilised in accordance with the provisions of the Companies Act, 2013.

(b) Retained Earnings

Retained earnings represent profits and items of Statement of profit & loss recognised directly in retained earnings earned by the Company less dividend distributions and transfer to and from other reserves.

(c) Other Comprehensive Income

The Company elected to recognise changes in the fair value of certain investment in equity instruments through other comprehensive income. This reserves represents cumulative gains and losses arising on the revaluation of equity instruments measured at fair value through other comprehensive income. When the asset is derecognized, amounts in the reserve are subsequently transferred to retained earnings and not to standalone statement of profit and loss. Dividends on such investments are recognized as profit or loss unless the dividend clearly represents a recovery of part of the cost of the investment.

Superior Industrial Enterprises Limited
Notes to Standalone Financial Statements for the year ended March 31, 2022

Amount in Lakhs

15 Provisions

| Particulars | Non current | | Current | |
|--|-------------------------|-------------------------|-------------------------|-------------------------|
| | As at 31 March, 2022 | As at 31 March, 2021 | As at 31 March, 2022 | As at 31 March, 2021 |
| Provision for Employee Benefits - Gratuity | 8.81 | 6.78 | 4.78 | 4.36 |
| Provision for Employee Benefits - Leave Encashment | 0.50 | 0.47 | 1.59 | 1.52 |
| Total | 9.31 | 7.25 | 6.37 | 5.88 |

16 Other Non Current Liabilities

| Particulars | As at 31 March, 2022 | As at 31 March, 2021 |
|----------------|-------------------------|-------------------------|
| Other Payables | 9.30 | 9.30 |
| Total | 9.30 | 9.30 |

17 Current Borrowings

| Particulars | As at 31 March, 2022 | As at 31 March, 2021 |
|--|-------------------------|-------------------------|
| Overdraft from Punjab National Bank (Secured against Bank fixed deposits) | 107.42 | 100.85 |
| Total | 107.42 | 100.85 |

Superior Industrial Enterprises Limited
Notes to Standalone Financial Statements for the year ended March 31, 2022

Amount in Lakhs

18 Trade Payables

| Particulars | As at 31 March, 2022 | As at 31 March, 2021 |
|--|-------------------------|-------------------------|
| Total outstanding dues of micro enterprises and small enterprises | 180.22 | 4.37 |
| Total outstanding dues of creditors other than micro enterprises and small enterprises | 71.22 | 315.49 |
| Total | 251.44 | 319.86 |

Ageing for current trade payables outstanding as at March 31, 2022 is as follows:

| Particulars | Outstanding for following periods from due date of payments | | | | |
|-----------------------|---|-----------|-----------|-------------------|--------|
| | Less than 1 Year | 1-2 Years | 2-3 years | More Than 3 years | Total |
| MSME | 180.22 | - | - | - | 180.22 |
| Others | 71.22 | - | - | - | 71.22 |
| Disputed Dues- MSME | - | - | - | - | - |
| Disputed Dues- Others | - | - | - | - | - |
| | 251.44 | - | - | - | 251.44 |

*MSME as per the Micro, Small and Medium Enterprises Development Act, 2006

Ageing for current trade payables outstanding as at March 31, 2021 is as follows:

| Particulars | Outstanding for following periods from due date of payments | | | | |
|-----------------------|---|-----------|-----------|-------------------|--------|
| | Less than 1 Year | 1-2 Years | 2-3 years | More Than 3 years | Total |
| MSME | 4.37 | - | - | - | 4.37 |
| Others | 315.49 | - | - | - | 315.49 |
| Disputed Dues- MSME | - | - | - | - | - |
| Disputed Dues- Others | - | - | - | - | - |
| | 319.86 | - | - | - | 319.86 |

19 Other current financial liabilities

| Particulars | As at 31 March, 2022 | As at 31 March, 2021 |
|--------------------------------|-------------------------|-------------------------|
| Employee's related Liabilities | 7.81 | 8.59 |
| Total | 7.81 | 8.59 |

20 Other current liabilities

| Particulars | As at 31 March, 2022 | As at 31 March, 2021 |
|-------------------|-------------------------|-------------------------|
| Statutory dues | 1.20 | 0.81 |
| Audit Fee Payable | 2.29 | 2.00 |
| GST Payable | 4.33 | - |
| Expenses payable | 2.04 | 2.97 |
| Total | 9.85 | 5.78 |

Superior Industrial Enterprises Limited

Notes to Standalone Financial Statements for the year ended March 31, 2022

Amount in Lakhs

21 Revenue from operations

| Particulars | Year ended 31 March 2022 | Year ended 31 March 2021 |
|--------------------------------|-----------------------------|-----------------------------|
| Revenue from operations | | |
| - Domestic Manufacturing Sales | 1,035.25 | 719.38 |
| Total | 1,035.25 | 719.38 |

22 Other Income

| Particulars | Year ended 31 March 2022 | Year ended 31 March 2021 |
|--------------------------------------|-----------------------------|-----------------------------|
| Interest income on fixed deposits | 8.30 | 8.42 |
| Interest income on loan | 0.17 | 0.17 |
| Prior Period Interest Income on loan | - | 0.17 |
| Other discounts | 0.24 | 0.27 |
| Other income | 0.24 | 0.06 |
| Reversal of Leave Encashment | - | 0.09 |
| Total | 8.95 | 9.18 |

23 Cost of materials consumed

| Particulars | Year ended 31 March 2022 | Year ended 31 March 2021 |
|---------------------------------------|-----------------------------|-----------------------------|
| Cost of Raw Materials Consumed | | |
| Stock at the beginning of the year | 121.92 | 77.00 |
| Add: Purchases | 779.70 | 544.28 |
| Add: Job Work | 3.49 | 3.10 |
| | 905.12 | 624.39 |
| Less: Stock at the end of the year | 150.05 | 121.92 |
| | 755.06 | 502.47 |
| Total | 755.06 | 502.47 |

24 Changes in inventories of finished goods, work in progress and stock-in-trade

| Particulars | Year ended 31 March 2022 | Year ended 31 March 2021 |
|------------------------------|-----------------------------|-----------------------------|
| Finished goods | | |
| At the beginning of the year | 50.33 | 42.53 |
| Less: At the end of the year | 68.07 | 50.33 |
| | (17.75) | (7.80) |
| Work-in-progress | | |
| At the beginning of the year | 20.34 | 18.62 |
| Less: At the end of the year | 12.79 | 20.34 |
| | 7.55 | (1.73) |
| Scrap (Wastage) | | |
| At the beginning of the year | 0.87 | 0.59 |
| Less: At the end of the year | 0.45 | 0.87 |
| | 0.41 | (0.28) |
| Total | (9.78) | (9.80) |

Superior Industrial Enterprises Limited
Notes to Standalone Financial Statements for the year ended March 31, 2022

| | | Amount in Lakhs | |
|----|--|-------------------------------------|-------------------------------------|
| 25 | Employee Benefits Expense | | |
| | Particulars | Year ended 31 March 2022 | Year ended 31 March 2021 |
| | Salaries to Executive | 13.18 | 9.72 |
| | Wages Expenses | 99.92 | 91.26 |
| | Bonus & Gratuity | 6.51 | 4.39 |
| | Leave encashment | 0.10 | - |
| | Provident Fund(net of subsidy) | 2.03 | 1.74 |
| | Employees State Insurance | 1.13 | 1.10 |
| | Welfare Expenses | 3.82 | 2.36 |
| | Total | 126.69 | 110.58 |
| 26 | Finance Costs | | |
| | Particulars | Year ended 31 March 2022 | Year ended 31 March 2021 |
| | Interest expense | 9.08 | 9.35 |
| | Bank Charges/processing fees | 0.14 | 1.12 |
| | Total | 9.21 | 10.47 |
| 27 | Depreciation and Amortization Expense | | |
| | Particulars | Year ended 31 March 2022 | Year ended 31 March 2021 |
| | Depreciation/ amortization of assets | 17.43 | 23.94 |
| | Total | 17.43 | 23.94 |

Superior Industrial Enterprises Limited

Notes to Standalone Financial Statements for the year ended March 31, 2022

| | | Amount in Lakhs | |
|-------------------------------------|--------------------------|-----------------------------|-----------------------------|
| 28 | Other expenses | | |
| Particulars | | Year ended 31 March 2022 | Year ended 31 March 2021 |
| Advertisement Expenses | | 0.17 | 0.18 |
| Audit Fee | | 1.40 | 2.10 |
| Power and Fuel | | 20.73 | 16.55 |
| Repair & Maintenance of | | | |
| (a) Building | | 0.58 | 2.00 |
| (b) Plant & Machinery | | 13.41 | 9.53 |
| (c) Car | | 0.30 | 0.43 |
| Freight Charges | | 22.67 | 17.27 |
| Consumable Exp. | | 5.17 | 4.82 |
| Fees & Taxes | | 4.07 | 4.07 |
| Directors Sitting Fee | | 0.88 | 0.66 |
| House Tax Expenses | | 0.94 | 5.98 |
| Loading & Unloading Charges (Crane) | | 0.02 | 0.00 |
| Office Maintenance | | 0.29 | 1.24 |
| Insurance Expenses | | 1.01 | 0.75 |
| Interest on Payment Statutory Dues | | 0.00 | 0.04 |
| Legal & Professional Charges | | 3.40 | 3.27 |
| Printing & Stationery | | 0.02 | 0.02 |
| Service Tax Demand | | - | 0.84 |
| Telephone Expenses | | 0.43 | 0.29 |
| Travelling & Conveyance Exp. | | 1.82 | 1.37 |
| Miscellaneous | | 0.07 | 0.40 |
| Total | | 77.36 | 71.81 |
| 29 | Exceptional items | | |
| Particulars | | Year ended 31 March 2022 | Year ended 31 March 2021 |
| Other | | - | - |
| Total | | - | - |

Superior Industrial Enterprises Limited
Notes to Standalone Financial Statements for the year ended March 31, 2022

(Amount in Lakhs)

30 Contingent Liability

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|---|-------------------------|-------------------------|
| (a) Claims against the Company / disputed liabilities not acknowledged as debts | - | - |
| (b) Guarantees | - | - |
| (c) Other money for which Company is Contingently liable | - | - |

31 Capital Commitments

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|--|-------------------------|-------------------------|
| Estimated amount of contracts remaining to be executed on capital account and not provided for | - | - |

32 Segment Reporting

The Company is engaged manufacturing of Corrugated Boxes which is its single segment. Information reported to and evaluated regularly by the Chief Operational Decision Maker (CODM) for the purpose of resource allocation and assessing performance focuses on business as a whole. The CODM reviews the Company's performance on the analysis profit before tax at overall level. Accordingly, There is no other separate reportable segmental as defined by Ind AS 108 "Segment Reporting".

33 Profit per share (EPS)

| Particulars | | Year ended 31 March 2022 | Year ended 31 March 2021 |
|---|-----------|-----------------------------|-----------------------------|
| Calculation of loss for basic/diluted EPS | | | |
| Net Profit attributable to equity shareholders | in Lakhs | 63.92 | 30.63 |
| Profit after tax (before other comprehensive income) | | | |
| Nominal value of equity share (Rs.) | per share | 10 | 10 |
| No of shares as at end of the year | No. | 13,850,000 | 13,850,000 |
| No. of weighted average equity shares | No. | 13,850,000 | 13,850,000 |
| Basic Earning/(Loss) per share | per share | 0.46 | 0.22 |
| Number of equity shares for Dilutive EPS | No. | 13,850,000 | 13,850,000 |
| Dilutive Earning/(Loss) per share | per share | 0.46 | 0.22 |

34 Employee benefit obligations

The Company has classified various employee benefits as under:

a) Defined contribution plans

- i.) Employees Provident fund
- ii.) Employee State Insurance Scheme

The Company has recognised the following amounts in the Statement of Profit and Loss for the year: (Refer Note- 25)

| (Amount in Lakhs) | | |
|--|---------|---------|
| Particulars | 2021-22 | 2020-21 |
| Contribution to Provident Fund * | 2.03 | 1.74 |
| Contribution to Employee State Insurance Scheme* | 1.13 | 1.10 |
| | 3.16 | 2.84 |

*Company has availed the benefit of Rs 23,047/- during the year under Aatmanirbhar Bharat Rojgar Yojana (ABRY) as proposed by the Central Government from 1.10.2021. The same has been shown net off under the head Provident Fund.

b) Defined benefit plans

- i.) Gratuity
- ii.) Leave encashment

Gratuity is payable to eligible employees as per the Company's policy and The Payment of Gratuity Act, 1972. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit (PUC) method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligations.

Provision for leave benefits is made by the Company on the basis of actuarial valuation using the Projected Unit Credit (PUC) method

Liability with respect to the gratuity and leave encashment is determined based on an actuarial valuation done by an independent actuary at the year end and is charged to Statement of Profit and Loss.

Actuarial gains and losses comprise experience adjustments and the effects of changes in actuarial assumptions and are recognized immediately in the Statement of Profit and Loss as income or expense.

Other disclosures required under Indian Accounting Standards 19 "Employee benefits" are given below:

Principal Actuarial Assumptions at the Balance Sheet date

| Particulars | March 31, 2022 | March 31, 2021 |
|---|------------------------|------------------------|
| Discount Rate (per annum) | 6.98% | 6.53% |
| Rate of increase in Compensation Levels | 5.00% | 5.00% |
| Retirement age | 60 Years | 58 Years |
| Mortality Table | 100% of IALM (2012-14) | 100% of IALM (2012-14) |
| Average withdrawal rate | Withdrawal Rate | Withdrawal Rate |
| a) Upto 30 Years | 3% | 3% |
| b) From 31 to 44 Years | 3% | 3% |
| c) Above 44 Years | 3% | 3% |

The discount rate has been assumed at 6.98% p.a. (Previous year 6.53% p.a.) based upon the market yields available on Government bonds at the accounting date for remaining life of employees. The estimates of future salary increase, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market on long term basis.

I) Changes in the present value of obligation

| Particulars | Year ended March 31, 2022 | | Year ended March 31, 2021 | |
|---|---------------------------|---------------------|---------------------------|---------------------|
| | Leave Encashment | Gratuity (Unfunded) | Leave Encashment | Gratuity (Unfunded) |
| Present Value of Obligation as at the beginning of the year | 2.00 | 11.13 | 2.08 | 9.14 |
| Acquisition Adjustment | - | - | - | - |
| Interest Cost | 0.13 | 0.73 | 0.14 | 0.61 |
| Current Service Cost | 0.62 | 2.80 | 0.58 | 2.45 |
| Contribution by Plan Participants | - | - | - | - |
| Benefit Paid | - | - | - | - |
| Actuarial (Gains)/Loss | (0.66) | (1.08) | (0.81) | (1.06) |
| Present Value of Obligation as at the end of the year | 2.09 | 13.58 | 2.00 | 11.13 |
| Current | 1.59 | 4.78 | 1.52 | 4.36 |
| Non Current | 0.50 | 8.81 | 0.47 | 6.78 |
| Total | 2.09 | 13.58 | 2.00 | 11.13 |

II) Changes in the Fair value of Plan Assets

| Particulars | Year ended March 31, 2022 | | Year ended March 31, 2021 | |
|---|---------------------------|---------------------|---------------------------|---------------------|
| | Leave Encashment | Gratuity (Unfunded) | Leave Encashment | Gratuity (Unfunded) |
| Present Value of Plan Asset as at the beginning of the year | - | - | - | - |
| Acquisition Adjustment | - | - | - | - |
| Expected Return on Plan Assets | - | - | - | - |
| Actuarial Gain/(Loss) | - | - | - | - |
| Fund transfer from others company | - | - | - | - |
| Employers Contribution | - | - | - | - |
| Employees Contribution | - | - | - | - |
| Benefit Paid | - | - | - | - |
| Fair Value of Plan Assets as at the end of the year | - | - | - | - |

(Amount in Lakhs)

III) Reconciliation of the Present Value of Defined Benefit Obligation and the Fair Value of Assets

| Particulars | Year ended March 31, 2022 | | Year ended March 31, 2021 | |
|--|---------------------------|---------------------|---------------------------|---------------------|
| | Leave Encashment | Gratuity (Unfunded) | Leave Encashment | Gratuity (Unfunded) |
| Present Value of Funded Obligation as at the end of the year | - | - | - | - |
| Fair Value of Plan Assets as at the end of the year | - | - | - | - |
| Funded (Asset)/Liability recognised in the Balance Sheet | - | - | - | - |
| Present Value of Unfunded Obligation as at the end of the year | 2.09 | 13.58 | 2.00 | 11.13 |
| Unfunded Net Liability Recognised in the Balance Sheet | 2.09 | 13.58 | 2.00 | 11.13 |

IV) Expenses recognised in the Profit and Loss Account

| Particulars | Year ended March 31, 2022 | | Year ended March 31, 2021 | |
|--|---------------------------|---------------------|---------------------------|---------------------|
| | Leave Encashment | Gratuity (Unfunded) | Leave Encashment | Gratuity (Unfunded) |
| Current Service Cost | 0.62 | 2.80 | 0.58 | 2.45 |
| Past Service Cost | - | - | - | - |
| Acquisition Adjustment | - | - | - | - |
| Interest Cost | 0.13 | 0.73 | 0.14 | 0.61 |
| Expected Return on Plan Assets | - | - | - | - |
| Curtailment Cost/(Credit) | - | - | - | - |
| Settlement Cost/(Credit) | - | - | - | - |
| Benefit Paid | - | - | - | - |
| Remeasurement | - | - | - | - |
| Net actuarial (Gains)/Loss | - | - | - | - |
| Employees Contribution | - | - | - | - |
| Total Expenses recognised in the Profit and Loss Account | 0.75 | 3.52 | 0.72 | 3.05 |

V) Other Comprehensive Income (OCI)

| Particulars | Year ended March 31, 2022 | | Year ended March 31, 2021 | |
|---|---------------------------|---------------------|---------------------------|---------------------|
| | Leave Encashment | Gratuity (Unfunded) | Leave Encashment | Gratuity (Unfunded) |
| Net cumulative unrecognized actuarial gain/(loss) opening | - | - | - | - |
| Actuarial gain / (loss) for the year on PBO | 0.66 | 1.08 | 0.81 | 1.06 |
| Actuarial gain / (loss) for the year on Asset | - | - | - | - |
| Unrecognized actuarial gain/(loss) at the end of the year | 0.66 | 1.08 | 0.81 | 1.06 |

VI) Experience Adjustment:

| Particulars | Year ended March 31, 2022 | | Year ended March 31, 2021 | |
|--|---------------------------|---------------------|---------------------------|---------------------|
| | Leave Encashment | Gratuity (Unfunded) | Leave Encashment | Gratuity (Unfunded) |
| On Plan Liability | - | - | - | - |
| On Plan Assets | - | - | - | - |
| Expected Employer Contribution for the next year | - | - | - | - |

VII) Maturity Profile of Defined Benefit Obligation

| Year | Year ended March 31, 2022 | | Year ended March 31, 2021 | |
|----------------|---------------------------|---------------------|---------------------------|---------------------|
| | Leave Encashment | Gratuity (Unfunded) | Leave Encashment | Gratuity (Unfunded) |
| 0 to 1 Year | 1.70 | 5.08 | 1.62 | 4.62 |
| 1 to 2 Year | 0.36 | 0.24 | 0.33 | 0.16 |
| 2 to 3 Year | 0.11 | 0.36 | 0.10 | 0.20 |
| 3 to 4 Year | 0.03 | 1.64 | 0.03 | 0.29 |
| 4 to 5 Year | 0.01 | 0.72 | 0.01 | 1.52 |
| 5 Year onwards | 0.004 | 19.68 | 0.00 | 14.56 |

VIII) Sensitivity Analysis of the Defined Benefit Obligation:-

| Particulars | Year ended March 31, 2022 | | Year ended March 31, 2021 | |
|--|---------------------------|---------------------|---------------------------|---------------------|
| | Leave Encashment | Gratuity (Unfunded) | Leave Encashment | Gratuity (Unfunded) |
| Impact of change in discount rate | | | | |
| Present Value of obligation at the end of the year | 2.09 | 13.58 | 2.00 | 11.13 |
| a) Impact due to increase of 0.5% | 2.09 | 13.12 | 1.99 | 10.76 |
| b) Impact due to decrease of 0.5% | 2.10 | 14.08 | 2.00 | 11.53 |
| Impact of change in Salary rate | | | | |
| Present Value of obligation at the end of the year | 2.09 | 13.58 | 2.00 | 11.13 |
| a) Impact due to increase of 1% | 2.11 | 14.63 | 2.01 | 11.97 |
| b) Impact due to decrease of 1% | 2.08 | 12.68 | 1.98 | 10.41 |
| Impact of change in Withdrawal rate | | | | |
| Present Value of obligation at the end of the year | 2.09 | 13.58 | 2.00 | 11.13 |
| a) Impact due to increase of 2% | 2.06 | 13.67 | 1.96 | 11.09 |
| b) Impact due to decrease of 2% | 2.13 | 13.39 | 2.03 | 11.11 |

Description of Risk Exposures :

The base liability is calculated at discount rate of 6.98% per annum and salary inflation rate of 5.00% per annum for all future years.

Liabilities are very sensitive to salary escalation rate, discount rate & withdrawal rate.

Liabilities are very less sensitive due to change in mortality assumptions. Hence, sensitivities due to change in mortality are ignored.

Superior Industrial Enterprises Limited
Notes to Standalone Financial Statements for the year ended March 31, 2022

35 Fair valuation measurements

1 The fair value hierarchy is based on inputs to valuation techniques that are used to measure fair value that are either observable or unobservable and consists of the following three levels

Level 1 - Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 - Inputs are other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 - Inputs are not based on observable market data (unobservable inputs). Fair values are determined in whole or in part using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

(Amount in Lakhs)

| | Particulars | Level of Hierarchy | As at 31 March 2022 | | | As at 31 March 2021 | | |
|---|--|--------------------|---------------------|-----------------|----------------|---------------------|-----------------|----------------|
| | | | FVTPL | FVTOCI | Amortized cost | FVTPL | FVTOCI | Amortized cost |
| | <u>Financial assets</u> | | | | | | | |
| 1 | Investment in equity instruments | 3 | - | ##### ### | - | - | 4,009.75 | - |
| 2 | Loans | 3 | - | - | 23.16 | - | - | 21.72 |
| 3 | Security Deposit | 3 | - | - | 2.95 | - | - | 2.95 |
| 4 | Trade receivables | 3 | - | - | 157.76 | - | - | 220.06 |
| 5 | Other financial assets | 3 | - | - | - | - | - | - |
| 6 | Cash & Cash Equivalents | 3 | - | - | 0.91 | - | - | 4.73 |
| 7 | Bank balances other than cash & cash equivalents | 3 | - | - | 173.68 | - | - | 146.20 |
| | Total Financial Assets | | - | 4,120.58 | 358.46 | - | 4,009.75 | 395.67 |
| | <u>Financial Liability</u> | | | | | | | |
| 1 | Borrowings including current maturities | 3 | - | - | 107.42 | - | - | 100.85 |
| 2 | Trade & Other Payables | 3 | - | - | 251.44 | - | - | 319.86 |
| 3 | Other financial Liabilities | 3 | - | - | 7.81 | - | - | 8.59 |
| | Total Financial Liabilities | | - | - | 366.67 | - | - | 429.31 |

a) Fair valuation of financial assets and liabilities with short term maturities is considered as approximate to respective carrying amount due to the short term maturities of these instruments.

b) Fair value of non-current financial assets and liabilities has not been disclosed as there is no significant differences between carrying value and fair value

Superior Industrial Enterprises Limited
Notes to Standalone Financial Statements for the year ended March 31, 2022

36 FINANCIAL RISK MANAGEMENT

Risk management objectives and policies

The Company is exposed to various risks in relation to financial instruments. The Company's financial assets and liabilities by category are summarised in Note 35. The main types of risks are interest rate risk, credit risk and liquidity risk.

The Company's risk management is coordinated by its board of directors, and focuses on actively securing the Company's short to medium-term cash flows by minimising the exposure to volatile financial markets.

The Company does not actively engage in the trading of financial assets for speculative purposes nor does it write options. The most significant financial risks to which the Company is exposed to, are described below:

1 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 is not exposed to significant interest rate risk because funds are borrowed at fixed interest rates. The borrowings of the Company are principally denominated in rupees and fixed rates of interest.

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|--|-------------------------|-------------------------|
| Fixed-rate borrowings including current maturities | | |
| - Vehicle loan | - | - |
| Floating-rate borrowings | - | - |
| Total Borrowings(gross of transaction cost) | - | - |

2 CREDIT RISK

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivable from the customers and from its financing activities, including deposit with banks and other financial instruments.

Credit risk management

For Bank and Financial Institutions, only high rated banks/ institutions are accepted.

For other counter parties, the company periodically assesses the financial reliability of customers, taking into account the financial condition, current economic trends, and analysis of historical bad debts and ageing of account receivables. Individual risk limits are set accordingly. The Company continuously monitors defaults of customers and other counterparties and incorporates this information into its credit risk controls. The Company's policy is to deal only with creditworthy counterparties only.

The Company considers the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis throughout each reporting period. To assess whether there is a significant increase in credit risk the company compares the risk of default occurring on the asset as at the reporting date with the risk of default as at the date of initial recognition. The company considers reasonable and supportive forward-looking information.

In respect of trade and other receivables, the Company follows simplified approach does not require the group to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition. However, the Company records full credit loss on the receivables for which the Company had filled litigation.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument.

For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

The 12-month ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months after the reporting date.

Reconciliation of Loss Allowance Provision - Trade Receivables

| Particulars | Amount |
|---------------------------------|--------|
| Loss allowance on 1 April 2021 | Nil |
| Changes in loss allowance | |
| Loss allowance on 31 March 2022 | Nil |

The credit risk for cash and cash equivalents and other financial instruments is considered negligible and no impairment has been recorded by the Company.

Significant estimates and judgments**Impairment of financial assets**

The impairment provisions for financial assets disclosed above are based on assumptions about risk of default and expected loss rates. The Company uses judgment in making these assumptions and selecting the inputs to the impairment calculation, based on the Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

3 LIQUIDITY RISK

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

The Company's is responsible for managing the short term and long term liquidity requirements. Short term liquidity situation is reviewed daily. Longer term liquidity position is reviewed on a regular basis by the Board of Directors and appropriate decisions are taken according to the situation.

Exposure to liquidity risk

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted, and include contractual interest payments :

| (Amount in Lakhs) | | | | | |
|---|---------------|--------------|-------------|---------------|---------------|
| March 31, 2021 | | | | | |
| | Upto 1 year | 1 to 3 years | 3 to 5 year | Above 5 years | Total |
| Borrowings including current maturities | 100.85 | - | - | - | 100.85 |
| Trade payables | 319.86 | - | - | - | 319.86 |
| Other financial liabilities | 8.59 | - | - | - | 8.59 |
| Total | 429.31 | - | - | - | 429.31 |
| March 31, 2022 | | | | | |
| No transactions to report against the following disclosure requirements as notified by MCA pursuant to amended in Schedule III: | Upto 1 year | 1 to 3 years | 3 to 5 year | Above 5 years | Total |
| Borrowings including current maturities | 107.42 | - | - | - | 107.42 |
| Trade payables | 251.44 | - | - | - | 251.44 |
| Other financial liabilities | 7.81 | - | - | - | 7.81 |
| Total | 366.67 | - | - | - | 366.67 |

37 Capital Management

For the purposes of Company capital management, Capital includes equity attributable to the equity holders of the Company and all other equity reserves including security premium. The primary objective of the Company capital management is to ensure that it maintains an efficient capital structure and maximize shareholder value. The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders or issue new shares. The Company is not subject to any externally imposed capital requirements. No changes were made in the objectives, policies or processes for managing capital during the year ended March 31, 2022.

| Particular | As at March 31, 2022 | As at March 31, 2021 |
|----------------------|-------------------------|-------------------------|
| Equity Share capital | 1,385.00 | 1,385.00 |
| Equity Reserve* | 1,905.54 | 1,841.62 |

* Comprises of retained earning and security premium.

Superior Industrial Enterprises Limited
Notes to Standalone Financial Statements for the year ended March 31, 2022

38 Related party disclosures

(a) Names of related parties and description of relationship:

| Relationships | Name of Related Party |
|--------------------|---------------------------------|
| Subsidiary Company | M/s. Babri Polypet Private Ltd. |
| Associate Company | M/s. Hindustan Aqua Ltd. |

(b) Key Managerial Personnels (KMP) of the Company

| Name of Key Managerial Personnel | Category |
|----------------------------------|---|
| Mrs. Divya Mehrotra | Independent Director |
| Mr. Arun Nevetia | Independent Director |
| Mr. Kamal Agarwal | Managing Director |
| Mrs. Renu Agarwal | Wife of Managing Director |
| Mr. Krishna Kumar Agarwal | Non Executive Director |
| Ms. Megha Rastogi | Company Secretary till 04.10.2021 |
| Mr. Manish Sinha | Company Secretary from 13.11.2021 to 12.01.2022 |
| Mr. Raushan Kumar Sharma | Chief Financial Officer |

(c) Key Management Personnel Compensation

(Amount in Lakhs)

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|-------------------------------|-------------------------|-------------------------|
| Short- term employee benefits | | |
| Mrs. Renu Agarwal | 6.05 | 6.00 |
| Ms. Megha Rastogi | 1.85 | 2.80 |
| Mr. Manish Sinha | 0.30 | - |
| Mr. Raushan Kumar Sharma | 7.82 | 7.20 |
| Remuneration to Directors | 3.22 | 3.00 |
| Post- employment benefits | - | - |
| Long- term employee benefits | - | - |
| Director's Sitting fees | 0.88 | 0.66 |
| Total Compensation | 20.11 | 19.66 |

(d) Transactions with related parties

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|-----------------------------------|-------------------------|-------------------------|
| Sale of Material | | |
| M/s Babri Polypet Private Limited | 46.59 | 15.72 |

(e) Loans and advances to/ from Related Parties

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|-----------------------------------|-------------------------|-------------------------|
| Loans/ Advances taken | | |
| M/s Babri Polypet Private Limited | - | 0.85 |
| Loans/ Advance repaid | | |
| M/s Babri Polypet Private Limited | - | 0.38 |

Closing Balances

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|------------------------------------|-------------------------|-------------------------|
| Trade Receivable | | |
| M/s. Babri Polypet Private Limited | 8.27 | 6.23 |

(g) Terms and Conditions

- All outstanding balances were unsecured and recoverable/repayable on demand.
- The sales to and purchase from related parties are made on terms equivalent to those that prevail in Arm's Length Transaction. Outstanding balances at the year end are unsecured and Interest free. There has been no guarantee provided or received for any related party receivable and payable.

Superior Industrial Enterprises Limited
Notes to Standalone Financial Statements for the year ended March 31, 2022

39 Income Tax Expense

(a) Income Tax Expense (Amount in Lakhs)

| Particulars | | As at 31 March 2022 | As at 31 March 2021 |
|-------------|--|------------------------|------------------------|
| i. | Current Tax | | |
| | Current income tax charge for the year | 2.07 | - |
| | Adjustments in respect of current income tax of previous years | - | - |
| | | 2.07 | - |
| ii. | Deferred tax | | |
| | Deferred tax on the profit/ (loss) for the year | 2.24 | 11.53 |
| | | 2.24 | 11.53 |
| | Income tax expense reported in the Statement of Profit and Loss | 4.31 | 11.53 |
| | OCI Section | | |
| | Tax relating to items that will not be reclassified to Profit & Loss | 0.28 | 0.28 |
| | Income Tax Charged to OCI | 0.28 | 0.28 |

(b) Reconciliation of tax expense and the accounting profit multiplied by the tax rate.

| Particulars | As at 31 March 2022 | As at 31 March 2021 |
|---|------------------------|------------------------|
| Accounting profit before income tax (A) | 68.22 | 19.10 |
| Income tax rate applicable (B) | 0.26 | 0.26 |
| Income tax expense (A*B) | 17.74 | 4.97 |

Tax effects of the items that are not deductible (taxable) while calculating taxable income :

Tax on expenses not tax deductible

| | | |
|---|--------------|-------------|
| Effect of Non- deductible expenses | - | - |
| Effect of creation of DTA | - | - |
| Deferred tax asset not recognized in absence of reasonable certainty of realization | - | - |
| Others | - | - |
| Income tax expense/(Reversal) | 17.74 | 4.97 |

(c) Deferred tax balances

The balance comprises temporary differences attributable to:

| Particulars | As at 31 March 2022 | As at 31 March 2021 |
|--|------------------------|------------------------|
| Deferred tax asset on account of: | | |
| Depreciation difference | 5.49 | 8.12 |
| Provision for Gratuity | 3.53 | 2.89 |
| Provision for leave encashment | 0.54 | 0.52 |
| MAT Credit entitlement | 1.91 | 1.91 |
| OCI | (0.28) | 0.28 |
| Net Deferred Tax Asset /(Liability) | 11.20 | 13.71 |

Superior Industrial Enterprises Limited
Notes to Standalone Financial Statements for the year ended March 31, 2022

(Amount in Lakhs)

40 Leases

Operating lease

During the year no lease charges have been charged to the profit and loss account and also Nil charges in previous financial year.

41 Auditor's Remunerations*

| | Year ended on 31 March 2022 | Year ended on 31 March 2021 |
|-----------------|--------------------------------|--------------------------------|
| Statutory Audit | 1.40 | 1.40 |

*excluding applicable taxes

42 Suppliers registered under Micro, Small and Medium Enterprises Development Act, 2006 (MSMED)

The Company has certain dues to suppliers (trade and capital) registered under Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act').

There are micro and small enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at 31 March 2022. The information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED) has been determined to the extent such parties have been identified on the basis of information available with the Company. The disclosures pursuant to the said MSMED Act are as follows:

| Particulars | As at 31st March 2022 | As at 31st March 2021 |
|---|--------------------------|-----------------------|
| Principal amount due and remaining unpaid to any supplier at the end of the each accounting year | 180.22 | 4.37 |
| The amount of interest paid by the buyer in term of section 16 of the Micro, Small & Medium Enterprises Development Act, 2006 (27 of 2006), alongwith the amount of the payment made to the supplier beyond the appointed day during each accounting year. | - | - |
| The amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small & Medium Enterprises Development Act, 2006. | - | - |
| The amount of interest accrued and remaining unpaid at the end of the accounting year, and | - | - |
| The amount of further interest remaining due and payable in succeeding year, untill such interest when the interest dues above are actually paid to the small enterprises, for the purpose of disallowances on account of deductible expenditure under section 23 of the Micro, Small & Medium Enterprises Development Act, 2006. | - | - |

43 Foreign Exchange Transactions

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|--|-------------------------|-------------------------|
| a) Unhedged foreign currency exposure | | |
| (i) unhedged foreign currency exposure relating to financial instruments. | NIL | NIL |
| (ii) unhedged foreign currency exposure relating to non financial instruments: | NIL | NIL |
| b) Earnings in foreign Exchange | | |
| (i) export of goods calculated on FOB basis | NIL | NIL |
| (ii) Interest | NIL | NIL |
| (iii) Other Income | NIL | NIL |

44 The company is not meeting the eligibility criteria as prescribed in section 135 of Companies Act 2013 for spending on Corporate Social Responsibility and hence no such expenditure has been incurred during the year.

45 Employee Benefits

Code on Social Security, 2020

The Indian Parliament has approved the Code on Social Security, 2020 which subsumes the Provident Fund and the Gratuity Act and rules there under. The Ministry of Labour and Employment has also released draft rules thereunder on 13 November 2020, and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Company will evaluate the rules, assess the impact, if any, and account for the same once the rules are notified and become effective.

46 Details of Loan given during the year covered under Section 186(4) of the Companies Act, 2013:

Nil

47 The financials statements has been approved by the Board on 30 th May, 2022.

48 Events after reporting date

There have been no events after the reporting date that require adjustment/ disclosure in these financial statements.

49 The Company has a process whereby periodically all long term contracts (including derivative contracts) are assessed for material foreseeable losses. At the year end, the Company has reviewed and there are no long term contracts for which there are any material foreseeable losses. The Company has ensured that adequate provision as required under any law/accounting standards for material foreseeable losses on derivative contracts has been made in the books of accounts.

Additional regulatory information as per amendment in Schedule III as effective from 1.4.2021

50 Ratio

| S No. | Particular | Numerator | Denominator | Current Year | Previous Year |
|-------|---------------------------------------|---|---|--------------|---------------|
| a) | Current Ratio(in times) | Total Current assets | Total Current Liabilities | 1.54 | 1.34 |
| b) | Debt Equity ratio(in times) | Total debt | Total equity | 0.02 | 0.02 |
| c) | Debt Service Coverage Ratio(in times) | Earning for Debt Service = Net Profit after taxes + Non-cash operating expenses + Interest + Other non-cash adjustments | Debt service = Interest and lease payments + Principal repayments | 9.03 | 5.92 |

| | | | | |
|---|---|--|--------|--------|
| d) Return on Equity Ratio(in %) | Profit for the year less Preference dividend (if any) | Average total equity | 0.01 | 0.01 |
| e) Inventory Turnover Ratio(in times) | Cost of Goods sold or Sales | Average Inventory | 12.75 | 10.82 |
| f) Trade Receivables Turnover Ratio(in times) | Revenue from operations | Average trade receivables | 5.48 | 4.07 |
| g) Trade Payables Turnover Ratio(in times) | Net Credit Purchases | Average trade payable | 2.73 | 2.04 |
| h) Net Capital Turnover Ratio(in times) | Revenue from operations | Average working capital (i.e. Total current assets less Total current liabilities) | 4.95 | 4.80 |
| i) Net Profit Ratio(in %) | Profit for the year | Revenue from operations | 0.07 | 0.03 |
| j) Return on Capital Employed (in %) | Profit before tax and finance costs | Capital employed = Net worth + Lease liabilities + Deferred tax liabilities | 1.72 | 0.68 |
| k) Return on Investment (in %) | Current Year Value of investment- Previous Year value of investment | Cost of Investment | 23.33% | 64.60% |

51 Disclosure in Relation to Undisclosed Income

During the year, the Company has not surrendered or disclosed any income 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). Accordingly, there are no transaction which are not recorded in the books of accounts.

52 Disclosure of transactions with struck off companies

The Company did not have any material transactions with companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of Companies Act, 1956 during the financial year.

53 No transactions to report against the following disclosure requirements as notified by MCA pursuant to amended in Schedule III:

- a) Crypto Currency or Virtual Currency
- b) Registration of charges or satisfaction with Registrar of Companies
- c) Benami Property held under Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder
- d) Title deeds of immovable property not held in the name of company
- e) Relating to borrowed funds:
 - i Wilful defaulter
 - ii Utilisation of borrowed funds & share premium
 - iii Borrowings obtained on the basis of security of current assets
 - iv Discrepancy in utilisation of borrowings
 - v Current maturity of long term borrowings

54 Previous period figures have been re-grouped / re-classified to conform to below requirements of the amended Schedule III to the Companies Act, 2013 effective 1st April 2021:

- i) Security deposits regrouped under 'Other financial assets' (Note 5) which were earlier part of 'Loans'.

As per our report of even date
For Bhalia & Bhalia
Chartered Accountants
Firm Registration No: 021008N

For Superior Industrial Enterprises Ltd.

Ashish Bhalia
(Partner)
Membership No.: 508902

Krishna Kumar Agarwal
Director
DIN 06713077

Kamal Agrawal
Managing Director
DIN 02644047

Place : New Delhi
Date: 30.05.2022
UDIN : 22508902AMTIXP7808

Raushan Kumar Sharma
CFO

Kajal Garg
Company Secretary

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF SUPERIOR INDUSTRIAL ENTERPRISES LIMITED

Report on the Audit of the Consolidated Financial Statements FOR THE YEAR ENDED 31ST MARCH, 2022

Opinion

We have audited the accompanying consolidated financial statements of **Superior Industrial Enterprises Limited** ("the Holding Company"), and its subsidiary Babri Polypet Private Limited & its associate Hindustan Aqua Private Limited (the Holding Company and its subsidiary & associate together referred to as 'the Group') which comprise the Consolidated Balance Sheet as at March 31, 2022, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors on separate financial statements of the subsidiaries and associates referred to in Other Matter section below, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the consolidated state of affairs (consolidated financial position) of the Company as at March 31, 2022, the consolidated profit (consolidated financial performance including other comprehensive income), changes in consolidated equity and its consolidated cash flows for the year ended on that date.

Basis for Opinion

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

Qualified Opinion

The company's interest in its Associate company is derived from the financial statements as at 31st March 2022, which are not compliant or drawn under applicable Ind AS to the associate company. Management has not been able to get those financial statements compliant with applicable Ind AS, which constitutes a departure from the Accounting Standards prescribed under Sec 133 of the Companies Act, and the rules thereunder.

Emphasis on Matter

We draw attention to Note No.4 of the Consolidated Financial Statements, which explains about the fair valuation of the investments as on reporting date on the basis of the previous financial year audited financial statement of those companies where the company held its investments.

Our opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined that there are no key audit matters to be communicated in our report.

Other Information

The Holding Company's Management and Board of Directors is responsible for the other information. The other information comprises the information included in the Holding Company's Annual Report, but does not include the financial statements and our auditor's report thereon. The Holding Company's annual report is expected to be made available to us after the date of this auditor's report.

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

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information, compare with the financial statements of the subsidiaries and associates audited by other auditors, to the extent it relates to these entities and, in doing so, place reliance on the work of other auditors and consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. Other information so far as it relates to the subsidiaries and associates, is traced from their financial statements audited by the other auditors.

If, based on the work we have performed, we conclude that there is no material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's and Board of Director's Responsibilities for the Consolidated Financial Statements

The Holding Company's Management and Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these consolidated financial statements that give a true and fair view of the consolidated state of affairs (consolidated financial position), consolidated profit & loss (consolidated financial performance including other comprehensive income), consolidated changes in equity and consolidated cash flows of the Group in accordance with the Ind AS and other accounting

principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets 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 consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. These financials statement have been used for the purpose of preparation of the consolidated financial statement by the Management and Board of Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, Management and Board of Directors of the companies included in the Group are responsible for assessing the ability of each company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective company Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors of the Companies included in the Group are responsible for overseeing the financial reporting process each company.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

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

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

- a) Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control
- b) Obtain an understanding of internal controls 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 Holding company has adequate internal financial controls system in place and the operating effectiveness of such controls.

- c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management and Board of Directors.
- d) Conclude on the appropriateness of Management and Board of Directors use of the going concern basis of accounting in preparation of consolidated financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the appropriateness of this assumption. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- e) Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- f) Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group and its associates to express an opinion on the Consolidated Financial Statements. We are responsible for the direction, supervision and performance of the audit of the financial information of such entities or business activities included in the Consolidated Financial Statements of which we are the independent auditors. For the other entities or business activities included in the Consolidated Financial Statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

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

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

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

Other Matters

We did not audit the financial Statements of a subsidiary company, whose financial statements reflect total assets of Rs 1023.19 Lakhs as at March 31, 2022 and Rs 954.10 Lakhs for the year ended March 31, 2021, total revenue of Rs 2726.60 lakhs and total net profit of Rs 5.19 Lakhs for the year ended 31st March 2022 and Rs 900.64 Lakhs and loss of Rs 53.85 Lakhs for the year ended 31st March 2021 respectively and net cash outflow of Rs 1.60 Lakhs for the year ended 31st March 2022, as considered in the consolidated financial statements, in respect of an associate whose net profit is Rs 730.78 Lakhs and whose financial statement have not been audited by us. These financial statements have been audited by other auditors, whose reports have been furnished to us by the management and our opinion on the consolidated financial statement in so far as it relates to the amounts and disclosures included in respect of these subsidiary and associates companies, is based solely on the report of such auditors and the procedures performed by us are as stated in paragraph above.

Our opinion on the Consolidated Financial Statements above, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matter with respect to our reliance on the work done and the reports of the other auditors

Report on Other Legal and Regulatory Requirements

- A As required by Section 143(3) of the Act, based on our audit and on the consideration of the reports of other auditors on separate financial statements of subsidiary and associate companies incorporated in India, referred in the Other Matters paragraph above we report, to the extent applicable that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
 - b) In our opinion, proper books of account as required by law have been kept by so far as it appears from our examination of those books.
 - c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including Other Comprehensive Income, Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
 - d) In our opinion, the aforesaid consolidated financial statements comply with the Ind AS specified under Section 133 of the Act
 - e) On the basis of the written representations received from the directors of the Holding Company as on March 31, 2022 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies and associate companies incorporated in India, none of the directors is 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 over financial reporting of the Holding Company and its subsidiary and associates, and the operating effectiveness of such controls, refer to our separate Report in “Annexure A”, which is based on the

audit reports of the Holding, & subsidiary company and its associate company incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting

- B With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
- i) The group has no pending litigations which has impact on its consolidated financial statements.
 - ii) The group did not have any long term contracts and had no derivative contracts outstanding as at 31st March 2022.
 - iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company and its subsidiary companies
 - iv) a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Holding Company or its subsidiary companies, whether recorded in writing or otherwise, that the Intermediary shall:
 - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Holding Company or its subsidiary companies incorporated in India or
 - provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
 - b) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Holding Company or its subsidiary companies, whether recorded in writing or otherwise, that the Holding Company or its subsidiary companies incorporated in India shall:
 - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Holding Company or its subsidiary companies incorporated in India or
 - provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
 - c) Based on such audit procedures as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub clause (iv)(a) and (iv)(b) contain any material mis-statement

- C) 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:

In our opinion and to the best of our information and according to the explanations given to us, Holding Company and its subsidiary company has paid remuneration to their respective directors during the year is in accordance with the provisions of section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) of the Act which are required to be commented upon by us.

- D) According to the information and explanations given to us, in respect of the following companies incorporated in India and included in the consolidated financial statements, the CARO report relating to them has not been provided to us till the date of this audit report:

| Name of the entity | CIN | Relation |
|-------------------------------|-----------------------|------------|
| Babri Polypet Private Limited | U25200DL2014PTC273049 | Subsidiary |

For **Bhala & Bhala**
Chartered Accountants
FRN 021008N

Ashish Bhala
(Partner)
M. NO. 508902

PLACE : NEW DELHI
DATE : May 30, 2022
UDIN : 22508902AMTJKQ2182

ANNEXURE “A” TO THE INDEPENDENT AUDITOR’S REPORT OF EVEN DATE ON THE CONSOLIDATED FINANCIAL STATEMENTS OF SUPERIOR INDUSTRIAL ENTERPRISES LIMITED

(Referred to in paragraph (II 1F) under ‘Report on other Legal and Regulatory Requirements’ of our report of even date)

REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (I) OF SUB-SECTION 3 OF SECTION 143 OF THE COMPANIES ACT, 2013 (“THE ACT”)

In conjunction with our audit of the consolidated financial statements of **Superior Industrial Enterprises Limited** (the “Holding Company”) & its subsidiary company & its associates (the Holding company and its subsidiary and associate together referred to as “the Group”) as at the and for the year ended 31st March, 2022

MANAGEMENT’S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

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

AUDITORS’ RESPONSIBILITY

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness.

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

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors of the subsidiary companies and associate companies, which are companies incorporated in India, in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Holding Company and its subsidiaries internal financial controls system over financial reporting.

MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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

OPINION

In our opinion, to the best of our information and according to the explanations given to us and based on the consideration of other auditors referred to in the Other Matters paragraph below the Holding Company, its subsidiary company and its associates company, have in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, based on "the internal control over financial reporting criteria established by the respective Companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India"

OTHER MATTERS

Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting in so far as it relates to 1 subsidiary companies and 1 associate companies, which are companies incorporated in India, is based solely on the corresponding reports of the auditors of such companies incorporated in India. Our opinion is not modified in respect of the above matters.

For **Bhala & Bhala**
Chartered Accountants
FRN 021008N

Ashish Bhala
(Partner)
M. NO. 508902

PLACE : NEW DELHI
DATE : May 30, 2022
UDIN : 22508902AMTJKQ2182

Superior Industrial Enterprises Limited
Consolidated Balance Sheet as at 31st March, 2022
CIN L15142DL1991PLC046469

| (Amount in Lakhs) | | | |
|--|-------|---------------------|---------------------|
| Particulars | Notes | As at 31 March 2022 | As at 31 March 2021 |
| I ASSETS | | | |
| 1 Non-current assets | | | |
| (a) Property, plant and equipment | 3 | 647.01 | 678.82 |
| (b) Capital work-in-progress | 3 | - | - |
| (c) Financial Assets | | | |
| i) Investments | 4 | 6,699.25 | 6,324.72 |
| ii) Others | 5 | 17.10 | 18.09 |
| (d) Deferred Tax Assets (net) | 39 | 14.85 | 16.56 |
| (e) Other non-current assets | | - | - |
| | | 7,378.22 | 7,038.20 |
| 2 Current Assets | | | |
| (a) Inventories | 6 | 422.72 | 374.35 |
| (b) Financial Assets | | | |
| i) Investments | | - | - |
| ii) Trade receivables | 7 | 458.81 | 388.53 |
| iii) Cash and cash equivalents | 8 | 5.98 | 8.21 |
| iv) Bank balances other than (iii) above | 9 | 175.21 | 147.65 |
| v) Loans | 10 | 23.63 | 21.72 |
| (c) Current Tax Assets (Net) | 11 | 11.43 | 4.10 |
| (d) Other current assets | 12 | 31.62 | 72.51 |
| | | 1,128.40 | 1,017.07 |
| | | 8,507.62 | 8,055.27 |
| II EQUITY AND LIABILITIES | | | |
| 1 Equity | | | |
| (a) Equity Share capital | 13 | 1,385.00 | 1,385.00 |
| (b) Other equity | 14 | 5,541.13 | 5,228.45 |
| (c) Non Controlling Interest | 14 | 96.75 | (35.01) |
| | | 7,022.88 | 6,578.44 |
| LIABILITIES | | | |
| 1 Non-Current Liabilities | | | |
| (a) Financial liabilities | | | |
| i) Borrowings | 15 | 613.51 | 590.15 |
| (b) Provisions | 16 | 9.31 | 7.25 |
| (c) Other non current liabilities | 17 | 9.30 | 9.30 |
| | | 632.12 | 606.70 |
| 2 Current liabilities | | | |
| (a) Financial liabilities | | | |
| i) Borrowings | 18 | 541.56 | 458.17 |
| ii) Trade payables | 19 | | |
| Total outstanding dues of micro enterprises and small enterprises | | 193.33 | 12.03 |
| Total outstanding dues of creditors other than micro enterprises and small enterprises | | 70.10 | 317.07 |
| iii) Other financial liabilities | 20 | 10.83 | 8.59 |
| (b) Other current liabilities | 21 | 28.37 | 68.38 |
| (c) Provisions | 16 | 6.37 | 5.88 |
| (d) Current Tax Liabilities | | 2.07 | - |
| | | 852.63 | 870.13 |
| | | 8,507.62 | 8,055.27 |

Summary of Significant accounting policies (1-2)
The accompanying notes are an integral part of the financial statements (3-56)

As per our report of even date
For Bhalal & Bhalal
Chartered Accountants
Firm Registration No: 021008N

For Superior Industrial Enterprises Ltd.

Ashish Bhalal
Partner
Membership No.: 508902

Krishna Kumar Agarwal
Director
DIN 06713077
Kamal Agrawal
Managing Director
DIN 02644047

Place : New Delhi
Date: 30.05.2022
UDIN : 22508902AMTJKQ2182

Raushan Kumar Sharma
CFO
Kajal Garg
Company Secretary

Superior Industrial Enterprises Limited
Consolidated Statement of changes in equity for the year ended 31st March ,2022
CIN L15142DL1991PLC046469

A. Equity Share Capital

| Balance at 1 April 2020 | Changes in equity share capital due to prior period errors | Restated balance as at 1 April 2020 | Changes in equity share capital during the year | Balance at 31 March 2021 |
|-------------------------|--|-------------------------------------|---|--------------------------|
| 1,385.00 | - | 1,385.00 | - | 1,385.00 |
| Balance at 1 April 2021 | Changes in equity share capital due to prior period errors | Restated balance as at 1 April 2021 | Changes in equity share capital during the year | Balance at 31 March 2022 |
| 1,385.00 | - | 1,385.00 | - | 1,385.00 |

B. Other Equity

| Particular | Reserve and Surplus | | | Items of Other Comprehensive Income |
|--|---------------------|-----------------|-------------------|-------------------------------------|
| | Security Premium | General Reserve | Retained Earnings | Other Comprehensive Income |
| Balance at 1st April 2020 | 1,995.00 | - | 1,801.83 | 800.02 |
| Changes in accounting policy/prior period errors | - | - | - | - |
| Profit for the year | - | - | 323.33 | - |
| Other Comprehensive income | - | - | - | 308.27 |
| Non Controlling Interest | - | - | - | - |
| Total Comprehensive income for the year | 1,995.00 | - | 2,125.16 | 1,108.29 |
| Transaction with owners in capacity as owners | | | | |
| Adjustment pertaining to shareholder | - | - | - | - |
| Other changes | - | - | - | - |
| Balance at 31 March 2021 | 1,995.00 | - | 2,125.16 | 1,108.29 |
| Balance at 1st April 2021 | 1,995.00 | - | 2,125.16 | 1,108.29 |
| Changes in accounting policy/prior period errors | - | - | - | - |
| Profit for the year | - | - | 201.05 | - |
| Other Comprehensive income | - | - | - | 111.63 |
| Non Controlling Interest | - | - | - | - |
| Total Comprehensive income for the year | 1,995.00 | - | 2,326.21 | 1,219.92 |
| Transaction with owners in capacity as owners | | | | |
| Adjustment pertaining to shareholder | - | - | - | - |
| Other changes | - | - | - | - |
| Balance at 31 March 2022 | 1,995.00 | - | 2,326.21 | 1,219.92 |

Summary of Significant accounting policies (1-2)
The accompanying notes are an integral part of the financial statements (3-56)

As per our report of even date
For Bhala & Bhala
Chartered Accountants
Firm Registration No: 021008N

For Superior Industrial Enterprises Ltd.

Ashish Bhala
Partner
Membership No.: 508902

Krishna Kumar Agarwal
Director
DIN 06713077

Kamal Agrawal
Managing Director
DIN 02644047

Place : New Delhi
Date: 30.05.2022
UDIN : 22508902AMTJKQ2182

Raushan Kumar Sharma
CFO

Kajal Garg
Company Secretary

Superior Industrial Enterprise Limited
Consolidated Statement of Cash flows for the year ended 31st March , 2022

(Amount in Lakhs)

| Particulars | Note | As At 31st March 2022 | As At 31st March 2021 |
|--|------|--------------------------|--------------------------|
| Operating Activity | | | |
| Net profit before tax | | 73.41 | (34.67) |
| Adjustments for non-cash items:- | | | |
| - Depreciation | | 61.67 | 64.53 |
| Interest Expense | | 95.42 | 79.24 |
| Interest Income | | (9.26) | (9.39) |
| Operating profit before working capital changes | | 221.25 | 99.71 |
| Decrease / (increase) in trade receivable | | (70.28) | 43.98 |
| Decrease / (increase) in Inventories | | (48.36) | (7.42) |
| Increase / (Decrease) in current liabilities | | (102.96) | 123.32 |
| Increase / (Decrease) in other current liabilities | | 3.13 | 29.22 |
| Decrease / (increase) in loan & Others | | (1.91) | (16.32) |
| Decrease / (increase) in Other Current Assets | | 33.56 | (19.72) |
| Cash flow from Operating Activities before tax paid | | 34.43 | 252.77 |
| Less: Tax Paid | | 0.81 | 0.07 |
| Cash generated from & Used in Operating Activities after tax paid | | 33.62 | 252.69 |
| Investing Activity | | | |
| Sale of Fixed Asset / (Purchase of Assets) | | (29.87) | (84.22) |
| Other Financial Assets | | 1.00 | (1.83) |
| Decrease / (increase) in Fixed Deposit Maturity 12 Month 0 Days | | (27.56) | (7.88) |
| Interest income | | 9.26 | 9.39 |
| Cash flow from Investing Activities | | (47.17) | (84.54) |
| Financing Activity | | | |
| Interest expense | | (95.42) | (79.24) |
| Short Term Borrowings | | 106.75 | (109.29) |
| Cash flow from Financing Activities | | 11.32 | (188.53) |
| Net (Decrease) / Increase in cash and cash Equivalents | | (2.23) | (20.38) |
| Cash and cash equivalents at the beginning | | 8.21 | 28.58 |
| Cash and cash equivalents at the closing | | 5.98 | 8.21 |
| Cash and cash equivalents at the Close | | 5.98 | 8.21 |

Summary of Significant accounting policies (1-2)
The accompanying notes are an integral part of the financial statements (3-56)

As per our report of even date
For Bhala & Bhala
Chartered Accountants
Firm Registration No: 021008N

For Superior Industrial Enterprises Ltd.

Ashish Bhala
Partner
Membership No.: 508902

Krishna Kumar Agarwal
Director
DIN 06713077
Kamal Agrawal
Managing Director
DIN 02644047

Place : New Delhi
Date: 30.05.2022
UDIN : 22508902AMTJKQ2182

Raushan Kumar Sharma
CFO
Kajal Garg
Company Secretary

Superior Industrial Enterprises Limited
Consolidated Statement of profit and loss for the year ended 31st March,2022

(Amount in Lakhs)

| Particulars | Note No. | Year ended 31 March 2022 | Year ended 31 March 2021 |
|--|----------|-----------------------------|-----------------------------|
| Income | | | |
| I Revenue from Operations | 22 | 3,735.03 | 1,602.96 |
| II Other Income | 23 | 9.74 | 9.80 |
| III Total income (I +II) | | 3,744.76 | 1,612.76 |
| IV Expenses | | | |
| Cost of materials consumed | 24 | 2,963.24 | 1,161.25 |
| Changes in inventories of finished goods, work in progress and stock-in-trade | 25 | 33.90 | (33.21) |
| Purchase of stock in trade | | 1.51 | 1.65 |
| Employee benefit expense | 26 | 194.34 | 176.56 |
| Finance cost | 27 | 95.42 | 79.24 |
| Depreciation and amortisation expense | 28 | 61.67 | 64.53 |
| Other expense | 29 | 321.26 | 197.42 |
| Total expenses (IV) | | 3,671.35 | 1,647.44 |
| V Profit/ (loss) before exceptional items and tax (III-IV) | | 73.41 | (34.67) |
| VI Exceptional items | 30 | - | - |
| VII Profit/ (loss) before tax (V-VI) | | 73.41 | (34.67) |
| VIII Share of net Profit/(Loss) of Associates | | 263.70 | 320.16 |
| IX Profit/ (loss) before tax (VII+VIII) | | 337.12 | 285.49 |
| X Tax expense | | | |
| a) Current tax | | 2.88 | 0.07 |
| b) MAT credit Entitlement | | (0.81) | - |
| c) Deferred tax | | 2.24 | (11.53) |
| IX Profit/ (loss) for the year (VII-VIII) | | 332.81 | 296.94 |
| X Other comprehensive income | | | |
| <u>-Items that will not be reclassified to profit or loss</u> | | | |
| Fair valuation of investments through OCI | | 110.84 | 306.93 |
| Re-measurement gains/ (losses) on defined benefit plans | | 1.08 | 1.06 |
| <u>-Income tax relating to Items that will not be reclassified to profit or loss</u> | | | |
| Fair valuation of investments through OCI | | | |
| Re-measurement gains/ (losses) on defined benefit plans | | 0.28 | 0.28 |
| XI Total comprehensive income for the year (XIII+XIV) | | 444.44 | 605.21 |
| (Profit/ loss + other comprehensive income) | | | |
| Net profit attributable to: | | | |
| Owners of the Company | | 201.05 | 323.33 |
| Non-controlling interest | | 131.76 | (26.39) |
| Other Comprehensive Income attributable to: | | | |
| Owners of the Company | | 111.63 | 308.27 |
| Non-controlling interest | | - | - |
| Total Comprehensive Income attributable to: | | | |
| Owners of the Company | | 312.68 | 631.59 |
| Non-controlling interest | | 131.76 | (26.39) |
| XII Earnings per equity share (for continuing operations) | | | |
| a) Basic | | 1.45 | 2.33 |
| b) Diluted | | 1.45 | 2.33 |

Summary of Significant accounting policies (1-2)
The accompanying notes are an integral part of the financial statements (3-56)

As per our report of even date
For Bhala & Bhala
Chartered Accountants
Firm Registration No: 021008N

For Superior Industrial Enterprises Ltd.

Ashish Bhala
Partner
Membership No.: 508902

Krishna Kumar Agarwal
Director
DIN 06713077

Kamal Agrawal
Managing Director
DIN 02644047

Place : New Delhi
Date: 30.05.2022
UDIN : 22508902AMTJKQZ182

Raushan Kumar Sharma
CFO

Kajal Garg
Company Secretary

Superior Industrial Enterprises Limited
Notes to Consolidated Financial Statements for the year ended March 31, 2022

Background

1 The Superior Industrial Enterprises Limited was incorporated on 25.11.1991 with a name "Superior Udyog Limited" with an objective to deal in all kinds of vanaspati and refined oils. It was incorporated in the national capital territory of Delhi. The name of Superior Udyog Limited was changed to Superior Vanaspati Limited on 06.02.1992 and further changed to Superior Industrial Enterprises Limited on 18.12.2003. The company is listed on Bombay stock Exchange Limited.

2 BASIS OF PREPARATION, MEASUREMENT AND SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of Preparation and Measurement

a) Compliance with Indian Accounting Standard

The Consolidated Ind AS financial statements ("financial statements") of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) and other relevant provisions of the Act.

All amounts disclosed in the financial statements and notes have been rounded off to the nearest lakhs as per the requirement of Schedule III, unless otherwise stated.

b) Basis of Consolidation

The Company consolidates all entities which are controlled by it.

The Company establishes control when; it has power over the entity, is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect the entity's returns by using its power over relevant activities of the entity.

Entities controlled by the Company are consolidated from the date control commences until the date control ceases.

The financial statements of the Group companies are consolidated on a line-by-line basis and all inter-company transactions, balances, income and expenses are eliminated in full on consolidation.

Changes in the Company's interests in subsidiaries that do not result in a loss of control are accounted for as equity transactions. The carrying amount of the Company's interests and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognised directly in equity and attributed to shareholders of the Company.

Assets and liabilities of entities with functional currency other than the functional currency of the Company have been translated using exchange rates prevailing on the balance sheet date. Statement of profit and loss of such entities has been translated using weighted average exchange rates. Translation adjustments have been reported as foreign currency translation reserve in the statement of changes in equity. When a foreign operation is disposed off in its entirety or partially such that control, significant influence or joint control is lost, the cumulative amount of exchange differences related to that foreign operation recognised in OCI is reclassified to statement of profit and loss as part of the gain or loss on disposal.

c) Others

Financial Statements has been prepared on a going concern basis in accordance with the applicable accounting standards prescribed in the Companies (Indian Accounting Standards) Rules, 2015 issued by the Central Government.

d) Current versus Non-Current Classification

The Company presents assets and liabilities in the Financial Statement based on current/ non-current classification.

An asset is treated as current when it is:

- Expected to be realized or intended to be sold or consumed in normal operating cycle
- Expected to be realized within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle
- 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.

2.2 Key Accounting Estimates and Judgements

The preparation of consolidated financial statements requires management to make judgments, estimates and assumptions in the application of accounting policies that affect the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Continuous evaluation is done on the estimation and judgments based on historical experience and other factors, including expectations of future events that are believed to be reasonable. Revisions to accounting estimates are recognised prospectively.

Information about critical judgments in applying accounting policies, as well as estimates and assumptions that have the most significant effect to the carrying amounts of assets and liabilities within the next financial year, are included in the following notes:

- a Measurement of defined benefit obligations - Note 34
- b Recognition of deferred tax assets -Note 39

2.3 Amendments to Schedule III of the Companies Act, 2013

Ministry of Corporate Affairs (MCA) issued notifications dated 24th March, 2021 to amend Schedule III of the Companies Act, 2013 to enhance the disclosures required to be made by the Company in its financial statements. These amendments are applicable to the Company for the financial year starting 1st April, 2021 and applied to the consolidated financial statements:

- a Certain additional disclosures in the Consolidated Statement of Changes in Equity such as changes in equity share capital due to prior period errors and restated balances at the beginning of the current reporting period.
- b Additional disclosure for shareholding of promoter
- c Additional disclosure for ageing schedule of trade receivables, trade payables, capital work-in-progress
- d Security Deposits have been shown under Other Financial Assets.

2.4 Recent Accounting Developments

Ministry of Corporate Affairs (MCA), vide notification dated 23rd March, 2022, has made the following amendments to Ind AS which are effective 1st April, 2022:

Ind AS 109: Annual Improvements to Ind AS (2021)

Ind AS 103: Reference to Conceptual Framework

Ind AS 37: Onerous Contracts - Costs of Fulfilling a Contract

Ind AS 16: Proceeds before intended use

Based on preliminary assessment, the Company does not expect these amendments to have any significant impact on its consolidated financial statements.

2.5 Summary of significant accounting policies

a) Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable, after deduction of any trade discounts, volume rebates and any taxes or duties collected on behalf of the government which are levied on sales such as sales tax, value added tax, etc.

Sale of goods

Revenue from sale of goods is recognised when significant risks and rewards of ownership in the goods are transferred to the buyer with the Company losing effective control or the right to managerial involvement thereon.

The Company recognizes revenues on the sale of products, net of returns, sales incentives/rebate, amounts collected on behalf of third parties (such as sales tax) and payments or other consideration given to the customer that has impacted the pricing of the transaction. No element of financing is deemed present as the sales are made with normal credit days consistent with market practice. Discount are clubbed in the revenue.

Interest income

Interest income from debt instrument is recognised using the effective interest rate (EIR) method. EIR is the rate which exactly discounts the estimated future cash receipts over the expected life of the financial instrument to the gross carrying amount of the financial asset. When calculating the EIR the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayments, extensions, call and similar options) but does not consider the expected credit losses.

Sale of Scrap

Revenue from sale of scrap is recognised when significant risks and rewards of ownership in the goods are transferred to the buyer with the Company losing effective control or the right to managerial involvement thereon.

b) Income Tax

Income tax expense for the year comprises of current tax and deferred tax. Income tax is recognized in the Statement of Profit and Loss except to the extent that it relates to an item which is recognised in other comprehensive income or directly in equity, in which case the tax is recognized in 'Other comprehensive income' or directly in equity, respectively.

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

Current Tax

Calculation of current tax is based on tax rates applicable for respective years on the basis of tax law enacted and substantively enacted at the end of the reporting period. The Company establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities. Current is payable on taxable profit, which differs from profit and loss in financial statements. Current tax is charged to Statement of Profit and Loss. Provision for current tax is made after taking into consideration benefits admissible under Income Tax Act, 1961.

Deferred Tax

Deferred income taxes are calculated without discounting using the Balance Sheet method on temporary differences between carrying amounts of assets and liabilities and their tax base using the tax laws that have been enacted or substantively enacted by the reporting date. However deferred tax is not provided on the initial recognition of assets and liabilities unless the related transaction is business combination or affects tax or accounting profit. Tax losses available to be carried forward and other income tax credit available to the entity are assessed for recognition as deferred tax assets.

Deferred tax liabilities are always provided for in full. Deferred tax assets are recognized to the extent that it is probable that they will be able to utilize against future taxable income.

Deferred tax asset are recognised to the extent that it is probable that the underlying tax loss or deductible temporary differences will be utilized against future taxable income. This is assessed based on Company's forecast of future operating income at each reporting date.

Deferred tax assets and liabilities are offset where the entity has a right and intention to set off current tax assets and liabilities from the same taxation authority.

Minimum Alternative Tax(MAT)

Minimum alternate tax credit entitlement paid in accordance with tax laws, which gives rise to future economic benefit in form of adjustment to future tax liability, is considered as an asset to the extent management estimate its recovery in future years.

c) Leases

The determination of whether an arrangement is (or contains) a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains, a lease if fulfillment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement.

For arrangements entered into prior to April 1, 2016, the Company has determined whether the arrangement contain lease on the basis of facts and circumstances existing on the date of transition.

Finance Lease

Leases of property, plant and equipment where the Company, as lessee, has substantially all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalized at the lease's inception at the fair value of the leased property or, if lower, the present value of the minimum lease payments. The corresponding rental obligations, net of finance charges, are included in borrowings or other financial liabilities as appropriate. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to the Statement of Profit and 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. Contingent rentals are recognized as expenses in the periods in which they are incurred.

**Operating Lease
As a lessee**

Leases in which a significant portion of the risks and rewards of ownership are not transferred to the Company as lessee are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to the Statement of Profit and Loss on a straight-line basis over the period of the lease unless the payments are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases.

d) Impairment of Non-Financial Assets

Assessment for impairment is done at each Balance Sheet date as to whether there is any indication that a non-financial asset may be impaired. Indefinite-life intangibles are subject to a review for impairment annually or more frequently if events or circumstances indicate that it is necessary.

For the purpose of assessing impairment, the smallest identifiable group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows from other assets or group of assets is considered as a cash generating unit. Goodwill acquired in a business combination is, from the acquisition date, allocated to each of the Company's cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the acquire are assigned to those units.

If any indication of impairment exists, an estimate of the recoverable amount of the individual asset/cash generating unit is made. Asset/cash generating unit whose carrying value exceeds their recoverable amount are written down to the recoverable amount by recognizing the impairment loss as an expense in the Statement of Profit and Loss. The impairment loss is allocated first to reduce the carrying amount of any goodwill (if any) allocated to the cash generating unit and then to the other assets of the unit pro rata based on the carrying amount of each asset in the unit. Recoverable amount is higher of an asset's or cash generating unit's fair value less cost of disposal and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset or cash generating unit and from its disposal at the end of its useful life. Assessment is also done at each Balance Sheet date as to whether there is any indication that an impairment loss recognized for an asset in prior accounting periods may no longer exist or may have decreased. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the assets carrying amount does not exceed the carrying amount that would have been determined, net of depreciation and amortization, if no impairment loss had been recognized. An impairment loss recognized for goodwill is not reversed in subsequent

e) Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes 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. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.

f) Trade Receivables

Trade receivables are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment.

g) Inventories

(i) Raw materials, packaging materials and stores and spare parts are valued at the lower of cost and net realizable value. Cost includes purchase price, taxes (excluding levies or taxes subsequently recoverable by the enterprise from the concerned revenue authorities), freight inwards and other expenditure incurred in bringing such inventories to their present location and condition. However, these items are considered to be realizable at cost if finished products in which they will be used are expected to be sold at or above cost. FIFO method is used for inventory valuation.

h) Investments and Other Financial Assets

(i) Classification

The Company classifies its financial assets in the following measurement 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.
- Investment in equity of subsidiaries, joint ventures and associates are accounted and carried at cost less impairment in accordance with Ind AS 27.

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

For assets measured at fair value, gains and losses will either be recorded in Statement of Profit and Loss or other comprehensive income. For investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments, this will depend on whether the Company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income.

The Company reclassifies debt investments when and only when its business model for managing those assets changes.

(ii) Initial Measurement

At initial recognition, the Company measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs 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 profit or loss.

(iii) 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

• **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 a debt investment that is subsequently measured at amortized cost and is not part of a hedging relationship is recognised in Statement of Profit and Loss when the asset is derecognized or impaired. Interest income from these financial assets is included in finance income using the effective interest rate method.

• **Fair value through other comprehensive income (FVOCI):** Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at FVOCI. Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognized in profit and loss. When the financial asset is derecognized, the cumulative gain or loss previously recognized in OCI is reclassified from equity to profit or loss and recognized in other gains/ (losses). Interest income from these financial assets is included in other income using the effective interest rate method. At present no financial assets fulfill this condition.

• **Fair value through profit or loss (FVTPL):** Assets that do not meet the criteria for amortized cost or FVOCI are measured at FVTPL. A gain or loss on a debt investment that is subsequently measured at fair value through profit or loss and is not part of a hedging relationship is recognized in the Statement of Profit and Loss and presented net 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

All equity investments in scope of Ind AS 109, are measured at fair value. At Equity instruments which are held for trading are classified as at FVTPL. For all other equity instruments, the Company may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The Company makes such election on an instrument by instrument basis. The classification is made on initial recognition and is irrevocable.

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 the Statement of Profit and Loss, even on sale of investment. Dividends from such investments are recognized in the Statement of Profit and Loss as other income when the Company's right to receive payments is established.

Changes in the fair value of financial assets at fair value through profit or loss are recognized in other gain/ (losses) in the Statement of Profit and Loss. Impairment losses (and reversal of impairment losses) on equity investments measured at FVOCI are not reported separately from other changes in fair value.

Investments in subsidiaries

Investments are carried at cost less accumulated impairment losses, if any. Where an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount. On disposal of investments, the difference between net disposal proceeds and the carrying amounts are recognized in the Statement of Profit and Loss.

(iv) Impairment of Financial Assets

For all financial assets with contractual cash flows other than trade receivable, ECLs are measured at an amount equal to the 12-month ECL, unless there has been a significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL. The amount of ECLs (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognised as an impairment gain or loss in the Statement of Profit and Loss.

(v) De recognition of Financial Assets

A financial asset is derecognized only when:

- The Company has transferred the rights to receive cash flows from the financial asset or
- retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the entity has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognized.

Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognized if the Company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

i) Financial Liabilities

Initial recognition and measurement

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction

Subsequent measurement

Financial liabilities at amortized cost

After initial measurement, such financial liabilities are subsequently measured at amortized cost using the effective interest rate (EIR) method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance costs in the profit or loss.

Trade and other payables

These amounts represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid within the operating cycle of the business. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortized cost using the effective interest method.

Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortized cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the Statement of Profit and Loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan.

Borrowings are removed from the Balance Sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in the Statement of Profit and Loss as other gains/(losses).

Where the terms of a financial liability are renegotiated and the entity issues equity instruments to a creditor to extinguish all or part of the liability (debt for equity swap), a gain or loss is recognised in the Statement of Profit and Loss, which is measured as the difference between the carrying amount of the financial liability and the fair value of the equity instruments issued.

Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period. Where there is a breach of a material provision of a long-term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the entity does not classify the liability as current, if the lender agreed, after the reporting period and before the approval of the financial statements for issue, not to demand payment as a consequence of the breach.

Derecognition

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the statement of profit or loss.

j) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the Balance Sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

k) Property plant and equipment

Freehold land is carried at historical cost. Other property, plant and equipment are stated at historical cost of acquisition net of recoverable taxes (wherever applicable), less accumulated depreciation and amortization, if any. Cost comprises the purchase price, any cost attributable to bringing the assets to its working condition for its intended use and initial estimate of costs of dismantling and removing the item and restoring the site if any.

Where cost of a part of the asset is significant to the total cost of the assets and useful lives of the part is different from the remaining asset, then useful life of the part is determined separately and accounted as separate component.

Subsequent costs are included in the asset's carrying amount or recognised 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 a separate asset is derecognized when replaced. All other repairs and maintenance are charged to the Statement of Profit and Loss during the reporting period in which they are incurred.

An asset's carrying amount is written down to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

An item of property, plant and equipment and any significant part initially recognised is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the Statement of Profit or Loss when the asset is derecognized.

Transition to Ind AS

The Company has elected to continue with the carrying value for all of its PPE recognized in the financial statements as on April 1, 2016 to Ind AS, measured as per the Previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments as per Ind AS 101. "First-time Adoption of Indian Accounting Standards". Refer note 38 for the first time adoption impact.

l) Intangible Assets

An intangible asset is recognised when it is probable that the future economic benefits attributable to the asset will flow to the enterprise and where its cost can be reliably measured. Intangible assets are stated at cost of acquisition less accumulated amortization and impairment losses, if any. Cost comprises the purchase price and any cost attributable to bringing the assets to its working condition for its intended use.

Cost of Internally generated asset comprises of all expenditure that can be directly attributed, or allocated on a reasonable and consistent basis, to create, produce and make assets ready for its intended use.

Losses arising from retirement of, and gains or losses on disposals of intangible assets are determined as the difference between net disposal proceeds with carrying amount of assets and recognised as income or expenses in the Statement of Profit and Loss.

Transition to Ind AS

The Company has elected to continue with the carrying value for all of its intangible assets recognized in the financial statements as on April 1, 2016 to Ind AS, measured as per the Previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments as per Ind AS 101. "First-time Adoption of Indian Accounting Standards". Refer note 39 for the first time adoption impact.

m) Capital Work in progress/ Intangible under development

Capital Work in progress/ Intangible under development represents expenditure incurred in respect of capital projects/ intangible assets under development and are carried at cost. Cost includes related acquisition expenses, development cost, borrowing cost (wherever applicable) and other direct expenditures.

n) Depreciation and Amortization

Depreciation on fixed assets has been provided on straight line method in accordance with the provisions of Part C of Schedule II of the Companies Act. Intangible assets comprising of computer software are amortized over a period of five years.

Depreciation and amortization on addition to fixed assets is provided on pro rata basis from the date of assets are ready to use. Depreciation and amortization on sale/deduction from fixed assets is provided for upto the date of sale, deduction, discardment as the case may be.

The residual values, useful lives and methods of depreciation of property, plant and equipment and intangible assets are reviewed at each financial year end and adjusted prospectively, if appropriate.

All assets costing Rs. 5,000 or below are depreciated/ amortized by a one-time depreciation/amortization charge in the year of purchase.

o) Borrowing Costs

Borrowing cost includes interest calculated using the effective interest rate method and amortization of ancillary cost incurred in connection with the arrangement of borrowings. General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

All Other borrowing costs are expensed in the period in which they are incurred.

p) Provisions and Contingent Liabilities

A Provision is recognised 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 reliably estimated. Provisions are not recognised for future operating losses.

Provisions are measured at the present value of the management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at 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 recognised as interest expense.

Contingent liabilities are possible obligations that arise from past events and whose existence will only be confirmed by the occurrence or non-occurrence of one or more future events not wholly within the control of the Company. Where it is not probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is disclosed as a contingent liability, unless the probability of outflow of economic benefits is remote. Contingent liabilities are disclosed on the basis of judgment of the management/ independent experts. These are reviewed at each Balance Sheet date and are adjusted to reflect the current management estimate.

q) Employee Benefits :**(i) Short-term obligations**

Short term benefits comprises of employee cost such as 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 recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled.

(ii) Long-term obligations**Gratuity obligations**

The Company provides for the retirement benefit in the form of Gratuity. The liability or asset recognised in the Balance Sheet in respect of defined benefit gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method. The present value of the defined benefit obligation denominated in INR is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation. The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the Statement of Profit and Loss. Remeasurement of gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the

Leave encashment

The liabilities for accumulated absents are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted using the market yields at the end of the reporting period that have terms approximating to the terms of the related obligation. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognised in the Statement of Profit and Loss.

The obligations are presented as current liabilities in the Balance Sheet if the entity does not have an unconditional right to defer settlement for at least twelve months after the reporting period, regardless of when the actual settlement is expected to occur.

Provident Fund

All the employees of the Company are entitled to receive benefits under Provident Fund, which is defined contribution plan. Both the employee and the employer make monthly contributions to the plan at a predetermined rate as per the provisions of The Employees Provident Fund and miscellaneous Provisions Act, 1952. These contributions are made to the fund administered and managed by the Government of India.

Employee state Insurance

Employees whose wages/salary is within the prescribed limit in accordance with the Employee State Insurance Act, 1948, are covered under this scheme. These contributions are made to the fund administered and managed by the Government of India. The Company's contributions to these schemes are expensed off in the Statement of Profit and Loss. The Company has no further obligations under the plan beyond its monthly contributions.

r) Contributed equity

Equity shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

s) Earnings Per Share

Basic earnings per equity share is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity Shares outstanding during the financial year. The weighted average number of equity shares outstanding during the period, are adjusted for events of bonus issued to existing shareholders.

For the purpose calculating diluted earnings per share, the net profit or loss attributable to equity shareholders and the weighted average number of shares outstanding are adjusted for the effects of all dilutive potential equity shares, if any.

t) Segment Reporting

In line with the provisions of Ind AS 108 Operating Segments, and on the basis of the review of operations by the Chief Operating Decision Maker(CODM), the operations of the Company fall under Manufacturing of Oral Care products, which is considered to be the only reportable segment.

u) Measurement of fair values

A number of the accounting policies and disclosures require measurement of fair values, for both financial and non-financial assets and liabilities. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The finance team regularly reviews significant unobservable inputs and valuation adjustments. If third party information, is used to measure fair values, then the finance team assesses the evidence obtained from the third parties to support the conclusion that these valuations meet the requirements of Ind AS, including the level in the fair value hierarchy in which the valuations should be classified.

v) Exceptional Items

An item of income or expense which its size, type or incidence requires disclosure in order to improve an understanding of the performance of the Company is treated as an exceptional item and the same is disclosed in the notes to accounts.

w) Applicable standards issued but not yet effective

The amendment to Ind AS 7 requires the entities to provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes, suggesting inclusion of a reconciliation between the opening and closing balances in the Balance Sheet for liabilities arising from financing activities, to meet the disclosure requirement.

x) Critical estimates and judgments

The preparation of financial statements requires the use of accounting estimates which, by definition, will seldom equal the actual results. Management also needs to exercise judgment in applying the Company's accounting policies

This note provides an overview of the areas that involved a higher degree of judgment or complexity, and of items which are more likely to be materially different from the carrying amounts in the balance sheet. The areas involving critical estimates and judgments are:

i. Useful life of property, plant and Equipment

The estimated useful life of property, plant and equipment is based on a number of factors including the effects of obsolescence, demand, competition and other economic factors (such as the stability of the industry and known technological advances) and the level of maintenance expenditures required to obtain the expected future cash flows from the asset.

The Company reviews, at the end of each reporting date, the useful life of property, plant and equipment and changes, if any, are adjusted prospectively, if appropriate.

ii. Recoverable amount of property, plant and equipment

The recoverable amount of plant and equipment is based on estimates and assumptions regarding in particular the expected market outlook and future cash flows. Any changes in these assumptions may have a material impact on the measurement of the recoverable amount and could result in impairment.

iii. Estimation of defined benefit obligation

Employee benefit obligations are measured on the basis of actuarial assumptions which include mortality and withdrawal rates as well as assumptions concerning future developments in discount rates, the rate of salary increases and the inflation rate. The Company considers that the assumptions used to measure its obligations are appropriate and documented. However, any changes in these assumptions may have a material impact on the resulting calculations.

iv. Estimation of Deferred tax assets for carry forward losses and current tax Expenses

The Company review carrying amount of deferred tax assets and Liabilities at the end of each reporting period.

v. Impairment of Trade Receivables

The Company review carrying amount of Trade receivable at the end of each reporting period and provide for Expected Credit Loss based on estimate.

vi. Fair Value Measurement

Management uses valuation techniques in measuring the fair value of financial instrument where active market codes are not available. Details of assumption used are given in the notes regarding financial assets and liabilities. In applying the valuation techniques management makes maximum use of market inputs and uses estimates and assumptions that are, as far as possible, consistent with observable data that market participant would use in pricing the instrument where application data is not observable, management uses its best estimate about the assumption that market participant would make. These estimates may vary from actual prices that would be achieved in an arm's length transaction at the reporting date.

Estimates and judgments are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and that are believed to be reasonable under the circumstances.

Superior Industrial Enterprises Limited
Notes to Consolidated Financial Statements for the year ended March 31, 2022

3 Property, Plant and Equipment

(Amount in Lakhs)

| Particulars | GROSS BLOCK (AT COST) | | | | ACCUMULATED DEPRECIATION & AMORTIZATION | | | | NET BLOCK | NET BLOCK |
|-------------------------------|-------------------------|--------------|---------------------------|-------------------------|---|--|---------------------------|-------------------------|-------------------------|-------------------------|
| | As at April 01, 2021 | Additions | Disposals/ adjustments | As at March 31, 2022 | As at April 01, 2021 | Depreciation & amortization for the year | Disposals/ adjustments | As at March 31, 2022 | As at March 31, 2022 | As at March 31, 2021 |
| Own assets: | | | | | | | | | | |
| Tangible assets | | | | | | | | | | |
| Freehold Land | 136.21 | - | - | 136.21 | - | - | - | - | 136.21 | 136.21 |
| Factory Building | 155.42 | - | - | 155.42 | 49.54 | 8.65 | - | 58.19 | 97.23 | 105.88 |
| Office Building | 1.67 | - | - | 1.67 | 0.45 | 0.09 | - | 0.54 | 1.14 | 1.23 |
| Plant & Machinery | 712.69 | 29.87 | - | 742.56 | 304.54 | 49.88 | - | 354.42 | 388.14 | 408.15 |
| Tools & Dies | 0.08 | - | - | 0.08 | - | - | - | - | 0.08 | 0.08 |
| Electronic Equipment | 29.64 | - | - | 29.64 | 6.44 | 2.87 | - | 9.31 | 20.33 | 23.20 |
| Furniture & fixture | 0.64 | - | - | 0.64 | 0.26 | 0.07 | - | 0.33 | 0.31 | 0.38 |
| Office Equipment | 0.97 | - | - | 0.97 | 0.75 | 0.09 | - | 0.84 | 0.13 | 0.22 |
| Vehicle | 19.86 | - | - | 19.86 | 16.49 | - | - | 16.49 | 3.37 | 3.37 |
| Computer | 1.49 | - | - | 1.49 | 1.39 | 0.02 | - | 1.41 | 0.08 | 0.10 |
| Total Tangible assets | 1,058.68 | 29.87 | - | 1,088.54 | 379.86 | 61.67 | - | 441.53 | 647.01 | 678.82 |
| Add: Capital work-in-progress | - | - | - | - | - | - | - | - | - | - |
| | 1,058.68 | 29.87 | - | 1,088.54 | 379.86 | 61.67 | - | 441.53 | 647.01 | 678.82 |

(Amount in Lakhs)

4 Non Current Investments

| Particulars | Number of shares as at | | Face value (in Rs) | Proportion of the ownership interest | | Amount | |
|---|------------------------|---------------|-----------------------|--------------------------------------|---------------|------------------------|------------------------|
| | 31 March 2022 | 31 March 2021 | | 31 March 2022 | 31 March 2021 | As at 31 March 2022 | As at 31 March 2021 |
| Investment at cost(Un-quoted) | | | | | | | |
| Investment at associates in equity instruments | | | | | | | |
| (i) Hindustan Aqua Ltd. | 2,850,000 | 2,850,000 | 10 | 36% | 36% | 3,820.67 | 3,556.97 |
| Investment at fair value(Un-quoted) | | | | | | | |
| (i) A. J. Shrink Wrap Private Limited | 265,000 | 265,000 | 10 | 20% | 20% | 54.07 | 47.12 |
| (ii) Moon Beverages Ltd. | 316,000 | 316,000 | 10 | 12% | 12% | 2,312.78 | 2,224.09 |
| (iii) Metbrass Plassim India Ltd. | 300,000 | 300,000 | 10 | 17% | 17% | 511.73 | 496.53 |
| Total | | | | | | 6,699.25 | 6,324.72 |
| Aggregate amount of unquoted investments | | | | | | 6,699.25 | 6,324.72 |
| Cost of Investments | | | | | | 373.10 | 373.10 |

Notes:

- a) Unquoted Investments are valued on the basis of the previous financial year audited consolidated financial statements of those companies.
b) The movement in fair value of investments carried / designated at fair value through OCI is as follows:

| | As at 31 st March 2022 | As at 31 st March 2021 |
|---|------------------------|------------------------|
| Balance at the beginning of the year | 2,767.75 | 2,460.82 |
| Net gain / (loss) on fair valuation of investments carried at fair value through other comprehensive income | 110.84 | 306.93 |
| Balance at the end of the year | <u>2,878.59</u> | <u>2,767.75</u> |

Superior Industrial Enterprises Limited

Notes to Consolidated Financial Statements for the year ended March 31, 2022

(Amount in Lakhs)

5 Other Financial Assets

| Particulars | As at 31 March, 2022 | As at 31 March, 2021 |
|---------------------------------------|-------------------------|-------------------------|
| Security Deposit | | |
| '-Secured & considered good | - | - |
| '-Unsecured & considered good | 17.10 | 18.09 |
| '-significant increase in credit risk | - | - |
| '-credit impaired | - | - |
| Total | 17.10 | 18.09 |

Security deposit consist of the escrow amount of Rs 50000/- with Leap India Pvt. Ltd of subsidiary company

6 Inventories

| Particulars | As at 31 March, 2022 | As at 31 March, 2021 |
|------------------|-------------------------|-------------------------|
| Finished Goods | 133.69 | 159.62 |
| Work in Process | 12.79 | 20.34 |
| Stores & Spares | 4.50 | 6.00 |
| Packing Material | 10.53 | 6.83 |
| Scrap (Wastage) | 0.45 | 0.87 |
| Raw Material | 260.76 | 180.69 |
| Total | 422.72 | 374.35 |

Inventories consists of a) Finished goods, sub-assemblies and components, b) Work-in-progress, c) Stores & spares d) Packing Material e) Scrap and f) Raw materials. Inventories are carried at lower of cost and net realisable value. The cost of raw materials, sub-assemblies and components is determined on a weighted average basis. Cost of finished goods produced or purchased includes direct material and labour cost and a proportion of manufacturing overheads.

(Amount in Lakhs)

7 Trade receivables

| Particulars | As at 31 March, 2022 | As at 31 March, 2021 |
|--|-------------------------|-------------------------|
| Trade Receivables considered good-secured | | |
| Trade Receivables considered good-unsecured | | |
| -Receivable from related party* | - | - |
| -Receivable from other | 458.81 | 388.53 |
| Less : allowance for expected credit loss | - | - |
| Trade Receivables which have significant increase in credit risk | - | - |
| Trade Receivables credit impaired | - | - |
| Less : allowance for credit impairment | - | - |
| Total | 458.81 | 388.53 |

Ageing for trade receivables - non-current outstanding as at March 31, 2022 is as follows:

| Particulars | Outstanding for following periods from due date of payments | | | | | Total |
|--|---|-----------------|-----------|-----------|-------------------|---------------|
| | Less than 6 months | 6 Months-1 Year | 1-2 years | 2-3 years | More than 3 years | |
| Undisputed trade receivables-considered good | 458.81 | - | - | - | - | 458.81 |
| Undisputed trade receivables-considered doubtful | - | - | - | - | - | - |
| Disputed trade receivables-considered good | - | - | - | - | - | - |
| Disputed trade receivables-considered doubtful | - | - | - | - | - | - |
| Total | 458.81 | - | - | - | - | 458.81 |
| Less: allowance for doubtful trade receivables | | | | | | - |
| Trade Receivables | | | | | | 458.81 |

Ageing for trade receivables - non-current outstanding as at March 31, 2021 is as follows:

| Particulars | Outstanding for following periods from due date of payments | | | | | Total |
|--|---|-----------------|-----------|-----------|-------------------|---------------|
| | Less than 6 months | 6 Months-1 Year | 1-2 years | 2-3 years | More than 3 years | |
| Undisputed trade receivables-considered good | 377.93 | 10.60 | - | - | - | 388.53 |
| Undisputed trade receivables-considered doubtful | - | - | - | - | - | - |
| Disputed trade receivables-considered good | - | - | - | - | - | - |
| Disputed trade receivables-considered doubtful | - | - | - | - | - | - |
| Total | 377.93 | 10.60 | - | - | - | 388.53 |
| Less: allowance for doubtful trade receivables | | | | | | - |
| Trade Receivables | | | | | | 388.53 |

There are no unbilled receivables as at 31st March, 2022 and 31st March, 2021.

There are no debts due by directors or other officers of the Company or any of them either severally or jointly with any other person or debts due by firms or private companies respectively in which any director is a partner or a director or a member.

8 Cash and cash equivalents

| Particulars | As at 31 March, 2022 | As at 31 March, 2021 |
|-------------------|-------------------------|-------------------------|
| Balance with bank | | |
| - current account | 1.42 | 1.58 |
| Cash on hand | 4.56 | 6.62 |
| Total | 5.98 | 8.21 |

9 Bank Balance other than Cash and cash equivalents

| Particulars | As at 31 March, 2022 | As at 31 March, 2021 |
|---|-------------------------|-------------------------|
| Term deposits with maturity of more than 3 months but less than 12 months | 173.68 | 146.20 |
| Margin money deposited* | 1.53 | 1.45 |
| Total | 175.21 | 147.65 |

* Margin money held with banks against security with sales tax office

10 Current Loans

| Particulars | As at 31 March, 2022 | As at 31 March, 2021 |
|---|-------------------------|-------------------------|
| Loans receivable considered good- secured | | |
| Loans receivable considered good- unsecured | | |
| - advances to employees | 0.83 | 0.07 |
| - advances to related parties | 3.96 | 3.80 |
| - advances to others | 18.85 | 17.85 |
| Loans receivable which have significant increase in credit risk | - | - |
| Loans receivable -credit impaired | - | - |
| Total | 23.63 | 21.72 |

The Company has not given any advances to directors or other officers of the Company or any of them either severally or jointly with any other persons or advances to firms or private companies respectively in which any director is a partner or a director or a member.

Superior Industrial Enterprises Limited

Notes to Consolidated Financial Statements for the year ended March 31, 2022

(Amount in Lakhs)

11 Current Tax Asset(Net)

| Particulars | As at 31 March, 2022 | As at 31 March, 2021 |
|------------------------------------|-------------------------|-------------------------|
| Advance Payment of Tax / TDS / TCS | 11.43 | 4.10 |
| Total | 11.43 | 4.10 |

12 Other current assets

| Particulars | As at 31 March, 2022 | As at 31 March, 2021 |
|---------------------|-------------------------|-------------------------|
| Prepaid expense | 0.86 | 0.18 |
| Advance to Supplier | 30.75 | 14.85 |
| GST recoverable | - | 25.23 |
| Others | - | 32.24 |
| Total | 31.62 | 72.51 |

(Amount in Lakhs)

13 Equity Share Capital

| Particulars | As at | As at |
|---|-----------------|-----------------|
| | 31 March, 2022 | 31 March, 2021 |
| a) Authorised shares | | |
| (15,000,000 Equity shares of Rs.10/- each) | 1,500.00 | 1,500.00 |
| (15,000,000 Equity shares March 31, 2022 : Rs. 10/- each) | | |
| (15,000,000 Equity shares March 31, 2021 : Rs. 10/- each) | | |
| b) Issued, subscribed & fully paid up shares | | |
| 1,38,50,000 Equity shares of Rs.10/- each; | 1,385.00 | 1,385.00 |
| 1,38,50,000 Equity shares March 31, 2022 : Rs. 10/- each; | | |
| 1,38,50,000 Equity shares March 31, 2021 : Rs. 10/- each | | |
| Total | 1,385.00 | 1,385.00 |

c) Reconciliation of number of shares

| Particulars | As at | As at | As at | As at |
|-------------------------------------|-------------------|-----------------|-------------------|-----------------|
| | 31 March, 2022 | 31 March, 2022 | 31 March, 2021 | 31 March, 2021 |
| | No. of Shares | Amount in Rs | No. of Shares | Amount in Rs |
| At the beginning of the year | 13,850,000 | 1,385.00 | 13,850,000 | 1,385.00 |
| Add : Shares issued during the year | - | - | - | - |
| At the end of the year | 13,850,000 | 1,385.00 | 13,850,000 | 1,385.00 |

d) Terms / rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs.10/- per share referred to herein as equity share. Each holder of equity shares is entitled to one vote per share held. Equity Shares include 95,00,000 (95,00,000) Shares of Rs.10/- each issued as fully paid during the year 2012-13 at premium of Rs. 21/- 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 except in the case where interim dividend is distributed. During the year ended March 31, 2022 no dividend has been declared by the Company.

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

No shares have been issued for consideration other than cash in last 5 years from the reporting date.

f) Detail of shareholders holding more than 5% shares in the Company

| Particular | As at March 31, 2022 | | As at March 31, 2021 | |
|------------------------------------|----------------------|--------------|----------------------|--------------|
| | No. of Shares | % of holding | No. of Shares | % of holding |
| M/S HAL Offshore Ltd. | 2,586,434 | 18.67% | 2,586,434 | 18.67% |
| M/s Jay Polychem (India) Pvt. Ltd. | 1,500,000 | 10.83% | 1,500,000 | 10.83% |
| M/s Moon Beverages Ltd. | 1,466,305 | 10.59% | 1,466,305 | 10.59% |
| M/S Hindustan Aqua Ltd. | 1,000,000 | 7.22% | 1,000,000 | 7.22% |
| Total | 6,552,739 | | 6,552,739 | |

g) Disclosure of Shareholding of Promoters

Disclosure of Shareholding of Promoters as at 31st March, 2022 and 31st March, 2021 is as follows:

| Promoter Name | As at March 31, 2022 | | As at March 31, 2021 | | % change during the year |
|-------------------------------------|----------------------|-------------------|----------------------|-------------------|--------------------------|
| | No. of Shares | % of total shares | No. of Shares | % of total shares | |
| Ashok Saxena | 20,000 | 0.14% | 20,000 | 0.14% | - |
| Rashmi Kant Mittal | 20,000 | 0.14% | 20,000 | 0.14% | - |
| Prabha Rani Agarwal | 50,000 | 0.36% | 50,000 | 0.36% | - |
| Deepti Agarwal | 518,942 | 3.75% | 518,942 | 3.75% | - |
| Sanjeev Agarwal | 669,036 | 4.83% | 669,036 | 4.83% | - |
| Anant Agarwal | 74,819 | 0.54% | 74,819 | 0.54% | - |
| Saptrishi Finance Private Limited | 35,000 | 0.25% | 35,000 | 0.25% | - |
| Fortune Industrial resource Limited | 90,000 | 0.65% | 90,000 | 0.65% | - |
| HAL Offshore Limited | 2,586,434 | 18.67% | 2,586,434 | 18.67% | - |
| Hindustan Aqua Private Limited | 1,000,000 | 7.22% | 1,000,000 | 7.22% | - |
| Moon Beverages Limited | 1,466,305 | 10.59% | 1,466,305 | 10.59% | - |
| Total | 6,530,536 | 47.15% | 6,530,536 | 47.15% | |

(Amount in Lakhs)

14 Other Equity & Non Controlling Interest

| Particulars | Year ended March 31, 2022 | Year ended March 31, 2021 |
|------------------------------|------------------------------|------------------------------|
| Securities Premium | 1,995.00 | 1,995.00 |
| Retained Earnings | 2,326.21 | 2,125.16 |
| Other Comprehensive Income | 1,219.92 | 1,108.29 |
| Total of Other Equity (A) | 5,541.13 | 5,228.45 |
| Non Controlling Interest (B) | 96.75 | (35.01) |
| Total(A+B) | 5,637.88 | 5,193.44 |

| Particulars | Year ended March 31, 2022 | Year ended March 31, 2021 |
|--|------------------------------|------------------------------|
| a) Securities Premium | | |
| Opening balance | 1,995.00 | 1,995.00 |
| Less : Other changes | - | - |
| Closing balance (A) | 1,995.00 | 1,995.00 |
| b) Retained Earnings | | |
| Opening balance | 2,125.16 | 1,801.83 |
| Add: Profit for the year transferred from the Statement of Profit and Loss | 201.05 | 323.33 |
| Closing balance (B) | 2,326.21 | 2,125.16 |
| c) Other Comprehensive Income | | |
| Opening balance | 1,108.29 | 800.02 |
| Add: Profit for the year transferred from the Statement of Profit and Loss | 111.63 | 308.27 |
| Closing balance (C) | 1,219.92 | 1,108.29 |
| d) Non- Controlling Interest | | |
| Opening balance | (35.01) | (8.62) |
| Add: During the year | 131.76 | (26.39) |
| Closing balance (D) | 96.75 | (35.01) |

Nature and purpose of reserves

(a)Securities Premium

Securities premium represents amount of premium received on issue of Share Capital net of expense incurred on issue of shares. This amount is utilised in accordance with the provisions of the Companies Act, 2013.

(b)Retained Earnings

Retained earnings represent profits and items of Statement of profit & loss recognised directly in retained earnings earned by the Company less dividend distributions and transfer to and from other reserves.

(c)Other Comprehensive Income

The Company elected to recognise changes in the fair value of certain investment in equity instruments through other comprehensive income. This reserves represents cumulative gains and losses arising on the revaluation of equity instruments measured at fair value through other comprehensive income. When the asset is derecognized, amounts in the reserve are subsequently transferred to retained earnings and not to statement of profit and loss. Dividends on such investments are recognized as profit or loss unless the dividend clearly represents a recovery of part of the cost of the investment.

(d) Non Controlling Interest

The Company attribute the profit or loss and each component of other comprehensive income and total comprehensive income to the owners of the parent and to the non-controlling interests.

(Amount in Lakhs)

15 Non Current Borrowings

| Particular | As at | As at |
|---|----------------|----------------|
| | 31 March, 2022 | 31 March, 2021 |
| Secured | | |
| - from Banks | 68.14 | 55.97 |
| Unsecured | - | - |
| Loans and advances | - | - |
| Loans and advances from directors | 274.98 | 269.22 |
| Loans and advances from bodies corporate | 270.40 | 264.96 |
| | 613.51 | 590.15 |
| Amount disclosed under the head Other current financial liabilities | - | - |
| Net Amount | 613.51 | 590.15 |
| Total | 613.51 | 590.15 |

Secured borrowings

Term loan from Punjab National Bank, is secured against hypothecation of Plant & Machinery and mortgage of immovable properties of the Company (both present & future) and personal guarantee of the directors of the Company.

From Punjab National Bank (for term loan of Rs. 77,50,000.00)

At the rate of 7.50% p.a. (Previous year 7.50% p.a.) Repayable in 48 monthly Installments of Rs. 215277.77 each starting from June 2021.

From Punjab National Bank (for term loan of Rs. 38,00,000.00)

At the rate of 7.65% p.a. (Previous year NIL) Repayable in 36 monthly Installments of Rs. 105555.55 each starting from November 2023.

16 Provisions

| Particular | Non Current | | Current | |
|--|----------------|----------------|----------------|----------------|
| | As at | As at | As at | As at |
| | 31 March, 2022 | 31 March, 2021 | 31 March, 2022 | 31 March, 2021 |
| Provision for Employee Benefits - Gratuity | 8.81 | 6.78 | 4.78 | 4.36 |
| Provision for Employee Benefits - Leave Encashment | 0.50 | 0.47 | 1.59 | 1.52 |
| Total | 9.31 | 7.25 | 6.37 | 5.88 |

(Amount in Lakhs)

17 Other Non Current Liabilities

| Particulars | As at 31 March, 2022 | As at 31 March, 2021 |
|----------------|-------------------------|-------------------------|
| Other Payables | 9.30 | 9.30 |
| Total | 9.30 | 9.30 |

18 Current borrowings

| Particulars | As at 31 March, 2022 | As at 31 March, 2021 |
|--------------------------------------|-------------------------|-------------------------|
| Overdraft from Punjab National Bank* | 107.42 | 100.85 |
| Working capital loan ** | 408.31 | 357.32 |
| Current maturities of long term debt | 25.83 | - |
| Total | 541.56 | 458.17 |

* Overdraft from Punjab & National bank is secured against Fixed Deposit

**Working capital loan from Punjab National Bank, is secured against equitable mortgage of land and property and hypothecation of plant & machinery, current assets (present & future) and personal guarantee of one director of the company.

19 Trade Payables

| Particulars | As at 31 March, 2022 | As at 31 March, 2021 |
|--|-------------------------|-------------------------|
| Total outstanding dues of micro enterprises and small enterprises | 193.33 | 12.03 |
| Total outstanding dues of creditors other than micro enterprises and small enterprises | 70.10 | 317.07 |
| Total | 263.43 | 329.10 |

Ageing for current trade payables outstanding as at March 31, 2022 is as

| Particulars | Outstanding for following periods from due date of payments | | | | |
|-----------------------|---|-----------|-----------|-------------------|---------------|
| | Less than 1 Year | 1-2 Years | 2-3 years | More Than 3 years | Total |
| MSME | 193.33 | - | - | - | 193.33 |
| Others | 70.10 | - | - | - | 70.10 |
| Disputed Dues- MSME | - | - | - | - | - |
| Disputed Dues- Others | - | - | - | - | - |
| Total | 263.43 | - | - | - | 263.43 |

*MSME as per the Micro, Small and Medium Enterprises Development Act, 2006

Ageing for current trade payables outstanding as at March 31, 2021 is as

| Particulars | Outstanding for following periods from due date of payments | | | | |
|-----------------------|---|-----------|-----------|-------------------|---------------|
| | Less than 1 Year | 1-2 Years | 2-3 years | More Than 3 years | Total |
| MSME | 12.03 | - | - | - | 12.03 |
| Others | 317.07 | - | - | - | 317.07 |
| Disputed Dues- MSME | - | - | - | - | - |
| Disputed Dues- Others | - | - | - | - | - |
| Total | 329.10 | - | - | - | 329.10 |

20 Other current financial liabilities

| Particulars | As at 31 March, 2022 | As at 31 March, 2021 |
|--------------------------------|-------------------------|-------------------------|
| Employee's related Liabilities | 10.83 | 8.59 |
| Total | 10.83 | 8.59 |

21 Other current liabilities

| Particulars | As at 31 March, 2022 | As at 31 March, 2021 |
|--|-------------------------|-------------------------|
| Statutory dues | 5.99 | 0.81 |
| Audit Fee Payable | 2.29 | 2.00 |
| GST Payable | 4.33 | - |
| Expenses payable | 15.75 | 2.97 |
| Advances from customers | - | 35.32 |
| Term Loan with Bank | - | 26.34 |
| Interest accrued and due on borrowings | - | 0.94 |
| Total | 28.37 | 68.38 |

Notes to Consolidated Financial Statements for the year ended March 31, 2022

(Amount in Lakhs)

22 Revenue from operations

| Particular | Year ended 31 March 2022 | Year ended 31 March 2021 |
|--------------------------------|-----------------------------|-----------------------------|
| Revenue from operations | | |
| - Domestic Manufacturing Sales | 1,009.21 | 1,602.41 |
| - Pet Preform | 2,722.25 | - |
| Trading | 1.51 | - |
| Other Operating revenue | - | 0.55 |
| Scrap sales | 2.05 | - |
| Total | 3,735.03 | 1,602.96 |

23 Other income

| Particular | Year ended 31 March 2022 | Year ended 31 March 2021 |
|-----------------------------------|-----------------------------|-----------------------------|
| Interest income on fixed deposits | 8.30 | 9.04 |
| Interest income on loan | 0.96 | 0.35 |
| Other discounts | 0.24 | 0.27 |
| Other income | 0.24 | 0.06 |
| Reversal of Leave Encashment | - | 0.09 |
| Total | 9.74 | 9.80 |

24 Cost of materials consumed

| Particular | Year ended 31 March 2022 | Year ended 31 March 2021 |
|---------------------------------------|-----------------------------|-----------------------------|
| Cost of Raw Materials Consumed | | |
| Stock at the beginning of the year | 121.92 | 162.71 |
| Add: Purchases | 2,987.88 | 1,176.13 |
| Add: Job Work | 3.49 | 3.10 |
| | 3,113.29 | 1,341.94 |
| Less: Stock at the end of the year | 150.05 | 180.69 |
| Total | 2,963.24 | 1,161.25 |

25 Changes in inventories of finished goods, work in progress and stock-in-trade

| Particular | Year ended 31 March 2022 | Year ended 31 March 2021 |
|------------------------------|-----------------------------|-----------------------------|
| Finished goods | | |
| At the beginning of the year | 159.62 | 128.41 |
| Less: At the end of the year | 133.69 | 159.62 |
| | 25.93 | (31.21) |
| Work-in-progress | | |
| At the beginning of the year | 20.34 | 18.62 |
| Less: At the end of the year | 12.79 | 20.34 |
| | 7.55 | (1.73) |
| Scrap (Wastage) | | |
| At the beginning of the year | 0.87 | 0.59 |
| Less: At the end of the year | 0.45 | 0.87 |
| | 0.41 | (0.28) |
| Total | 33.90 | (33.21) |

Superior Industrial Enterprises Limited
Notes to Consolidated Financial Statements for the year ended March 31, 2022

(Amount in Lakhs)

26 Employee Benefits Expense

| Particular | Year ended 31 March 2022 | Year ended 31 March 2021 |
|--------------------------------|-----------------------------|-----------------------------|
| Salaries to Executive | 20.38 | 70.08 |
| Wages Expenses | 159.12 | 96.04 |
| Bonus & Gratuity | 6.51 | 4.39 |
| Leave encashment | 0.10 | - |
| Provident Fund(net of subsidy) | 2.03 | 1.74 |
| Employees State Insurance | 1.13 | 1.10 |
| Welfare Expenses | 5.07 | 3.21 |
| Total | 194.34 | 176.56 |

27 Finance Costs

| Particular | Year ended 31 March 2022 | Year ended 31 March 2021 |
|----------------------------------|-----------------------------|-----------------------------|
| Interest expense | 56.23 | 35.74 |
| Interest on Unsecured Borrowings | 38.00 | 39.09 |
| Bank Charges/processing fees | 1.19 | 4.42 |
| Total | 95.42 | 79.24 |

28 Depreciation and Amortization Expense

| Particular | Year ended 31 March 2022 | Year ended 31 March 2021 |
|--------------------------------------|-----------------------------|-----------------------------|
| Depreciation/ amortization of assets | 61.67 | 64.53 |
| Total | 61.67 | 64.53 |

Notes to Consolidated Financial Statements for the year ended March 31, 2022

(Amount in Lakhs)

29 Other expenses

| Particular | Year ended 31 March 2022 | Year ended 31 March 2021 |
|------------------------------------|-----------------------------|-----------------------------|
| Advertisement Expenses | 0.17 | 0.18 |
| Audit Fee | 2.15 | 2.85 |
| Power and Fuel | 145.95 | 106.39 |
| Rent | 5.56 | 4.62 |
| Testing | 2.00 | 4.17 |
| Packing Material | 67.85 | - |
| Repair & Maintenance of | | |
| (a) Building | 0.58 | 2.00 |
| (b) Plant & Machinery | 18.00 | 12.30 |
| (c) Car | 0.30 | 0.43 |
| Freight Charges | 22.67 | 17.27 |
| Consumable Exp. | 28.95 | 4.82 |
| Fees & Taxes | 5.13 | 4.49 |
| Directors Sitting Fee | 0.88 | 0.66 |
| House Tax Expenses | 0.94 | 5.98 |
| Loading & Unloading Charges | 0.02 | 14.76 |
| Office Maintenance | 3.37 | 1.24 |
| Insurance Expenses | 3.05 | 3.12 |
| Interest on Payment Statutory Dues | 0.001 | 0.04 |
| Legal & Professional Charges | 8.45 | 6.00 |
| Printing & Stationery | 0.21 | 0.26 |
| Service Tax Demand | - | 0.84 |
| Telephone Expenses | 0.88 | 0.87 |
| Travelling & Conveyance Exp. | 2.43 | 2.13 |
| Miscellaneous | 1.73 | 2.00 |
| Total | 321.26 | 197.42 |

30 Exceptional items

| Particular | Year ended 31 March 2022 | Year ended 31 March 2021 |
|--------------|-----------------------------|-----------------------------|
| Other | - | - |
| Total | - | - |

Superior Industrial Enterprises Limited

Notes to Consolidated Financial Statements for the year ended March 31, 2022

(Amount in Lakhs)

31 Contingent Liability

| Particular | As at March 31, 2022 | As at March 31, 2021 |
|---|-------------------------|-------------------------|
| (a) Claims against the Company / disputed liabilities not acknowledged as debts | - | - |
| (b) Guarantees | - | - |
| (c) Other money for which Company is Contingently liable | - | - |

32 Capital Commitments

| Particular | As at March 31, 2022 | As at March 31, 2021 |
|--|-------------------------|-------------------------|
| Estimated amount of contracts remaining to be executed on capital account and not provided for | - | - |

33 Segment Reporting

The Company is engaged manufacturing of Corrugated Boxes which is its single segment. Information reported to and evaluated regularly by the Chief Operational Decision Maker (CODM) for the purpose of resource allocation and assessing performance focuses on business as a whole. The CODM reviews the Company's performance on the analysis profit before tax at overall level. Accordingly, There is no other separate reportable segmental as defined by Ind AS 108 "Segment Reporting".

34 Profit per share (EPS)

| Particulars | | Year ended 31 March 2022 | Year ended 31 March 2021 |
|---|-----------|-----------------------------|-----------------------------|
| Calculation of loss for basic/diluted EPS | | | |
| Net Profit attributable to equity shareholders | in Lakhs | 201.05 | 323.33 |
| Profit after tax (before other comprehensive income) | | | |
| Nominal value of equity share (Rs.) | per share | 10 | 10 |
| No of shares as at end of the year | No. | 13,850,000 | 13,850,000 |
| No. of weighted average equity shares | No. | 13,850,000 | 13,850,000 |
| Basic Earning/(Loss) per share | per share | 1.45 | 2.33 |
| Number of equity shares for Dilutive EPS | No. | 13,850,000 | 13,850,000 |
| Dilutive Earning/(Loss) per share | per share | 1.45 | 2.33 |

35 Employee benefit obligations

The Company has classified various employee benefits as under:

- a) Defined contribution plans
 - i.) Employees Provident fund
 - ii.) Employee State Insurance Scheme

The Company has recognised the following amounts in the Statement of Profit and Loss for the year: (Refer Note- 26)

| (Rs in Lakhs) | | |
|--|---------|---------|
| Particulars | 2021-22 | 2020-21 |
| Contribution to Provident Fund * | 2.03 | 1.74 |
| Contribution to Employee State Insurance Scheme" | 1.13 | 1.10 |
| | 3.16 | 2.84 |

*Company has availed the benefit of Rs 23,047/- during the year under Aatmanirbhar Bharat Rojgar Yojana (ABRY) as proposed by the Central Government from 1.10.2021. The same has been shown net off under the head Provident Fund.

b Defined benefit plans

- i.) Gratuity
- ii.) Leave encashment

Gratuity is payable to eligible employees as per the Company's policy and The Payment of Gratuity Act, 1972. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit (PUC) method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligations.

Provision for leave benefits is made by the Company on the basis of actuarial valuation using the Projected Unit Credit (PUC) method

Liability with respect to the gratuity and leave encashment is determined based on an actuarial valuation done by an independent actuary at the year end and is charged to Statement of Profit and Loss.

Actuarial gains and losses comprise experience adjustments and the effects of changes in actuarial assumptions and are recognized immediately in the Statement of Profit and Loss as income or expense.

Other disclosures required under Indian Accounting Standards 19 "Employee benefits" are given below:

Principal Actuarial Assumptions at the Balance Sheet date

| (Amount in Lakhs) | | |
|---|------------------------|------------------------|
| Particulars | March 31, 2022 | March 31, 2021 |
| Discount Rate (per annum) | 6.98% | 6.53% |
| Rate of increase in Compensation Levels | 5.00% | 5.00% |
| Retirement age | 60 Years | 58 Years |
| Mortality Table | 100% of IALM (2012-14) | 100% of IALM (2012-14) |
| Average withdrawal rate | Withdrawal Rate | Withdrawal Rate |
| a) Upto 30 Years | 3% | 3% |
| b) From 31 to 44 Years | 3% | 3% |
| c) Above 44 Years | 3% | 3% |

The discount rate has been assumed at 6.98% p.a. (Previous year 6.53% p.a.) based upon the market yields available on Government bonds at the accounting date for remaining life of employees. The estimates of future salary increase, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market on long term basis.

I) Changes in the present value of obligation

| Particulars | Year ended March 31, 2022 | | Year ended March 31, 2021 | |
|---|---------------------------|---------------------|---------------------------|---------------------|
| | Leave Encashment | Gratuity (Unfunded) | Leave Encashment | Gratuity (Unfunded) |
| Present Value of Obligation as at the beginning of the year | 2.00 | 11.13 | 2.08 | 9.14 |
| Acquisition Adjustment | - | - | - | - |
| Interest Cost | 0.13 | 0.73 | 0.14 | 0.61 |
| Current Service Cost | 0.62 | 2.80 | 0.58 | 2.45 |
| Contribution by Plan Participants | - | - | - | - |
| Benefit Paid | - | - | - | - |
| Actuarial (Gains)/Loss | (0.66) | (1.08) | (0.81) | (1.06) |
| Present Value of Obligation as at the end of the year | 2.09 | 13.58 | 2.00 | 11.13 |
| Current | 1.59 | 4.78 | 1.52 | 4.36 |
| Non Current | 0.50 | 8.81 | 0.47 | 6.78 |
| Total | 2.09 | 13.58 | 2.00 | 11.13 |

II) Changes in the Fair value of Plan Assets

| Particulars | Year ended March 31, 2022 | | Year ended March 31, 2021 | |
|---|---------------------------|---------------------|---------------------------|---------------------|
| | Leave Encashment | Gratuity (Unfunded) | Leave Encashment | Gratuity (Unfunded) |
| Present Value of Plan Asset as at the beginning of the year | - | - | - | - |
| Acquisition Adjustment | - | - | - | - |
| Expected Return on Plan Assets | - | - | - | - |
| Actuarial Gain/ (Loss) | - | - | - | - |
| Fund transfer from others company | - | - | - | - |
| Employers Contribution | - | - | - | - |
| Employees Contribution | - | - | - | - |
| Benefit Paid | - | - | - | - |
| Fair Value of Plan Assets as at the end of the year | - | - | - | - |

(Amount in Lakhs)

III) Reconciliation of the Present Value of Defined Benefit Obligation and the Fair Value of Assets

| Particulars | Year ended March 31, 2022 | | Year ended March 31, 2021 | |
|--|---------------------------|---------------------|---------------------------|---------------------|
| | Leave Encashment | Gratuity (Unfunded) | Leave Encashment | Gratuity (Unfunded) |
| Present Value of Funded Obligation as at the end of the year | - | - | - | - |
| Fair Value of Plan Assets as at the end of the year | - | - | - | - |
| Funded (Asset)/Liability recognised in the Balance Sheet | - | - | - | - |
| Present Value of Unfunded Obligation as at the end of the year | 2.09 | 13.58 | 2.00 | 11.13 |
| Unfunded Net Liability Recognised in the Balance Sheet | 2.09 | 13.58 | 2.00 | 11.13 |

IV) Expenses recognised in the Profit and Loss Account

| Particulars | Year ended March 31, 2022 | | Year ended March 31, 2021 | |
|--|---------------------------|---------------------|---------------------------|---------------------|
| | Leave Encashment | Gratuity (Unfunded) | Leave Encashment | Gratuity (Unfunded) |
| Current Service Cost | 0.62 | 2.80 | 0.58 | 2.45 |
| Past Service Cost | - | - | - | - |
| Acquisition Adjustment | - | - | - | - |
| Interest Cost | 0.13 | 0.73 | 0.14 | 0.61 |
| Expected Return on Plan Assets | - | - | - | - |
| Curtailment Cost/(Credit) | - | - | - | - |
| Settlement Cost/(Credit) | - | - | - | - |
| Benefit Paid | - | - | - | - |
| Remeasurement | - | - | - | - |
| Net actuarial (Gains)/Loss | - | - | - | - |
| Employees Contribution | - | - | - | - |
| Total Expenses recognised in the Profit and Loss Account | 0.75 | 3.52 | 0.72 | 3.05 |

V) Other Comprehensive Income (OCI)

| Particulars | Year ended March 31, 2022 | | Year ended March 31, 2021 | |
|---|---------------------------|---------------------|---------------------------|---------------------|
| | Leave Encashment | Gratuity (Unfunded) | Leave Encashment | Gratuity (Unfunded) |
| Net cumulative unrecognized actuarial gain/(loss) opening | - | - | - | - |
| Actuarial gain / (loss) for the year on PBO | 0.66 | 1.08 | 0.81 | 1.06 |
| Actuarial gain / (loss) for the year on Asset | - | - | - | - |
| Unrecognized actuarial gain/(loss) at the end of the year | 0.66 | 1.08 | 0.81 | 1.06 |

VI) Experience Adjustment:

| Particulars | Year ended March 31, 2022 | | Year ended March 31, 2021 | |
|--|---------------------------|---------------------|---------------------------|---------------------|
| | Leave Encashment | Gratuity (Unfunded) | Leave Encashment | Gratuity (Unfunded) |
| On Plan Liability | - | - | - | - |
| On Plan Assets | - | - | - | - |
| Expected Employer Contribution for the next year | - | - | - | - |

VII) Maturity Profile of Defined Benefit Obligation

| Year | Year ended March 31, 2022 | | Year ended March 31, 2021 | |
|----------------|---------------------------|---------------------|---------------------------|---------------------|
| | Leave Encashment | Gratuity (Unfunded) | Leave Encashment | Gratuity (Unfunded) |
| 0 to 1 Year | 1.70 | 5.08 | 1.62 | 4.62 |
| 1 to 2 Year | 0.36 | 0.24 | 0.33 | 0.16 |
| 2 to 3 Year | 0.11 | 0.36 | 0.10 | 0.20 |
| 3 to 4 Year | 0.03 | 1.64 | 0.03 | 0.29 |
| 4 to 5 Year | 0.01 | 0.72 | 0.01 | 1.52 |
| 5 Year onwards | 0.004 | 19.68 | 0.00 | 14.56 |

VIII) Sensitivity Analysis of the Defined Benefit Obligation

| Particulars | Year ended March 31, 2022 | | Year ended March 31, 2021 | |
|--|---------------------------|---------------------|---------------------------|---------------------|
| | Leave Encashment | Gratuity (Unfunded) | Leave Encashment | Gratuity (Unfunded) |
| Impact of change in discount rate | | | | |
| Present Value of obligation at the end of the year | 2.09 | 13.58 | 2.00 | 11.13 |
| a) Impact due to increase of 0.5% | 2.09 | 13.12 | 1.99 | 10.76 |
| b) Impact due to decrease of 0.5% | 2.10 | 14.08 | 2.00 | 11.53 |
| Impact of change in Salary rate | | | | |
| Present Value of obligation at the end of the year | 2.09 | 13.58 | 2.00 | 11.13 |
| a) Impact due to increase of 1% | 2.11 | 14.63 | 2.01 | 11.97 |
| b) Impact due to decrease of 1% | 2.08 | 12.68 | 1.98 | 10.41 |
| Impact of change in Withdrawal rate | | | | |
| Present Value of obligation at the end of the year | 2.09 | 13.58 | 2.00 | 11.13 |
| a) Impact due to increase of 2% | 2.06 | 13.67 | 1.96 | 11.09 |
| b) Impact due to decrease of 2% | 2.13 | 13.39 | 2.03 | 11.11 |

Description of Risk Exposures :

The base liability is calculated at discount rate of 6.98% per annum and salary inflation rate of 5.00% per annum for all future years.

Liabilities are very sensitive to salary escalation rate, discount rate & withdrawal rate.

Liabilities are very less sensitive due to change in mortality assumptions. Hence, sensitivities due to change in mortality are ignored.

36 Fair valuation measurements

1 The fair value hierarchy is based on inputs to valuation techniques that are used to measure fair value that are either observable or unobservable and consists of the following three levels

Level 1 - Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 - Inputs are other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 - Inputs are not based on observable market data (unobservable inputs). Fair values are determined in whole or in part using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

(Amount in Lakhs)

| S.No. | Particulars | Level of Hierarchy | As at 31 March 2022 | | | As at 31 March 2021 | | |
|-------|--|--------------------|---------------------|-----------------|-----------------|---------------------|-----------------|-----------------|
| | | | FVTPL | FVTOCI | Amortized cost | FVTPL | FVTOCI | Amortized cost |
| | <u>Financial assets</u> | | | | | | | |
| 1 | Investment in equity instruments | 3 | - | 6,699.25 | - | - | 6,324.72 | - |
| 2 | Loans | | - | - | 23.63 | - | - | 21.72 |
| 3 | Security Deposit | 3 | - | - | 17.10 | - | - | 18.09 |
| 4 | Trade receivables | 3 | - | - | 458.81 | - | - | 388.53 |
| 5 | Cash & Cash Equivalents | 3 | - | - | 5.98 | - | - | 8.21 |
| 6 | Bank balances other than cash & cash equivalents | 3 | - | - | 175.21 | - | - | 147.65 |
| | Total Financial Assets | | - | 6,699.25 | 680.73 | - | 6,324.72 | 584.20 |
| | <u>Financial Liability</u> | | | | | | | |
| 1 | Borrowings including current maturities | 3 | - | - | 1,155.07 | - | - | 1,048.33 |
| 2 | Trade & Other Payables | 3 | - | - | 263.43 | - | - | 329.10 |
| 3 | Other financial Liabilities | 3 | - | - | 10.83 | - | - | 8.59 |
| | Total Financial Liabilities | | - | - | 1,429.34 | - | - | 1,386.02 |

a) Fair valuation of financial assets and liabilities with short term maturities is considered as approximate to respective carrying amount due to the short term maturities of these instruments.

b) Fair value of non-current financial assets and liabilities has not been disclosed as there is no significant differences between carrying value and fair value

Superior Industrial Enterprises Limited
Notes to Consolidated Financial Statements for the year ended March 31, 2022

37 FINANCIAL RISK MANAGEMENT

Risk management objectives and policies

The Company is exposed to various risks in relation to financial instruments. The Company's financial assets and liabilities by category are summarised in Note 35. The main types of risks are interest rate risk, credit risk and liquidity risk.

The Company's risk management is coordinated by its board of directors, and focuses on actively securing the Company's short to medium-term cash flows by minimising the exposure to volatile financial markets.

The Company does not actively engage in the trading of financial assets for speculative purposes nor does it write options. The most significant financial risks to which the Company is exposed to, are described below:

1 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 is not exposed to significant interest rate risk because funds are borrowed at fixed interest rates. The borrowings of the Company are principally denominated in rupees and fixed rates of interest.

| Particulars | (Amount in Lakhs) | |
|--|-------------------------|-------------------------|
| | As at March 31, 2022 | As at March 31, 2021 |
| Fixed-rate borrowings including current maturities | | |
| - from bank | 93.97 | 55.97 |
| - working capital loan | 408.31 | 357.32 |
| Floating-rate borrowings | - | - |
| Total Borrowings(gross of transaction cost) | 502.28 | 413.29 |

2 CREDIT RISK

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivable from the customers and from its financing activities, including deposit with banks and other financial instruments.

Credit risk management

For Bank and Financial Institutions, only high rated banks/ institutions are accepted.

For other counter parties, the company periodically assesses the financial reliability of customers, taking into account the financial condition, current economic trends, and analysis of historical bad debts and ageing of account receivables. Individual risk limits are set accordingly. The Company continuously monitors defaults of customers and other counterparties and incorporates this information into its credit risk controls. The Company's policy is to deal only with creditworthy counterparties only.

The Company considers the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis throughout each reporting period. To assess whether there is a significant increase in credit risk the company compares the risk of default occurring on the asset as at the reporting date with the risk of default as at the date of initial recognition. The company considers reasonable and supportive forward-looking information.

In respect of trade and other receivables, the Company follows simplified approach does not require the group to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition. However, the Company records full credit loss on the receivables for which the Company had filled litigation.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument.

For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

The 12-month ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months after the reporting date.

Reconciliation of Loss Allowance Provision - Trade Receivables

| Particulars | Amount |
|---------------------------------|--------|
| Loss allowance on 1 April 2021 | Nil |
| Changes in loss allowance | |
| Loss allowance on 31 March 2022 | Nil |

The credit risk for cash and cash equivalents and other financial instruments is considered negligible and no impairment has been recorded by the Company.

Significant estimates and judgments**Impairment of financial assets**

The impairment provisions for financial assets disclosed above are based on assumptions about risk of default and expected loss rates.

The Company uses judgment in making these assumptions and selecting the inputs to the impairment calculation, based on the Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

3 LIQUIDITY RISK

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

The Company's is responsible for managing the short term and long term liquidity requirements. Short term liquidity situation is reviewed daily. Longer term liquidity position is reviewed on a regular basis by the Board of Directors and appropriate decisions are taken according to the situation.

Exposure to liquidity risk

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted, and include contractual interest payments :

| (Amount in Lakhs) | | | | | |
|---|-----------------|--------------|-------------|---------------|-----------------|
| March 31, 2022 | | | | | |
| | Upto 1 year | 1 to 3 years | 3 to 5 year | Above 5 years | Total |
| Borrowings including current maturities | 1,155.07 | - | - | - | 1,155.07 |
| Trade payables | 263.43 | - | - | - | 263.43 |
| Other financial liabilities | 10.83 | - | - | - | 10.83 |
| Total | 1,429.34 | - | - | - | 1,429.34 |
| March 31, 2021 | | | | | |
| No transactions to report against the following disclosure requirements as notified by MCA pursuant to amended in Schedule III: | Upto 1 year | 1 to 3 years | 3 to 5 year | Above 5 years | Total |
| Borrowings including current maturities | 1,048.33 | - | - | - | 1,048.33 |
| Trade payables | 329.10 | - | - | - | 329.10 |
| Other financial liabilities | 8.59 | - | - | - | 8.59 |
| Total | 1,386.02 | - | - | - | 1,386.02 |

38 Capital Management

For the purposes of Company capital management, Capital includes equity attributable to the equity holders of the Company and all other equity reserves including security premium. The primary objective of the Company capital management is to ensure that it maintains an efficient capital structure and maximize shareholder value. The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders or issue new shares. The Company is not subject to any externally imposed capital requirements. No changes were made in the objectives, policies or processes for managing capital during the year ended March 31, 2022.

| (Amount in Lakhs) | | |
|----------------------|-------------------------|-------------------------|
| Particular | As at March 31, 2022 | As at March 31, 2021 |
| Equity Share capital | 1,385.00 | 1,385.00 |
| Equity Reserve* | 4,321.21 | 4,120.16 |

* Comprises of retained earning and security premium.

39 Related party disclosures

(a) Names of related parties and description of relationship:

| Relationships | Name of Related Party |
|--------------------|---------------------------------|
| Subsidiary Company | M/s. Babri Polypet Private Ltd. |
| Associate Company | M/s. Hindustan Aqua P Ltd. |

(b) Key Managerial Personnels (KMP) of the Company

| Name of Key Managerial Personnel | Category |
|----------------------------------|---|
| Mrs. Divya Mehrotra | Independent Director |
| Mr. Arun Nevetia | Independent Director |
| Mr. Kamal Agarwal | Managing Director |
| Mrs. Renu Agarwal | Wife of Managing Director |
| Mr. Krishna Kumar Agarwal | Non Executive Director |
| Ms. Megha Rastogi | Company Secretary till 04.10.2021 |
| Mr. Manish Sinha | Company Secretary from 13.11.2021 to 12.01.2022 |
| Mr. Raushan Kumar Sharma | Chief Financial Officer |

(c) Key Management Personnel Compensation

(Amount in Lakhs)

| Particulars | As at | As at |
|-------------------------------|----------------|----------------|
| | March 31, 2022 | March 31, 2021 |
| Short- term employee benefits | | |
| Mrs. Renu Agarwal | 6.05 | 6.00 |
| Ms. Megha Rastogi | 1.85 | 2.80 |
| Mr. Manish Sinha | 0.30 | - |
| Mr. Raushan Kumar Sharma | 7.82 | 7.20 |
| Remuneration to Directors | 10.42 | 10.20 |
| Post- employment benefits | - | - |
| Long- term employee benefits | - | - |
| Director's Sitting fees | 0.88 | 0.66 |
| Total Compensation | 27.31 | 26.86 |

(d) Terms and Conditions

- All outstanding balances were unsecured and recoverable/repayable on demand.
- The sales to and purchase from related parties are made on terms equivalent to those that prevail in Arm's Length Transaction. Outstanding balances at the year end are unsecured and Interest free. There has been no guarantee provided or received for any related party receivable and payable.

Superior Industrial Enterprises Limited
Notes to Consolidated Financial Statements for the year ended March 31, 2022

40 Income Tax Expense

(a) Income Tax Expense

| | | (Amount in Lakhs) | |
|--|--|------------------------|------------------------|
| | | As at 31 March 2022 | As at 31 March 2021 |
| i. Current Tax | | | |
| Current income tax charge for the year | | 2.88 | 0.07 |
| Adjustments in respect of current income tax of previous years | | - | - |
| | | <u>2.88</u> | <u>0.07</u> |
| ii. MAT Credit Entitlement | | (0.81) | - |
| | | <u>(0.81)</u> | <u>-</u> |
| iii. Deferred tax | | | |
| Deferred tax on the profit/ (loss) for the year | | 2.24 | (11.53) |
| | | <u>2.24</u> | <u>(11.53)</u> |
| Income tax expense reported in the Statement of Profit and Loss | | <u>4.31</u> | <u>(11.45)</u> |
| OCI Section | | | |
| Tax relating to items that will not be reclassified to Profit & Loss | | 0.28 | 0.28 |
| Income Tax Charged to OCI | | <u>0.28</u> | <u>0.28</u> |

(b) Reconciliation of tax expense and the accounting profit multiplied by the tax rate.

| Particular | As at 31 March 2022 | As at 31 March 2021 |
|--|------------------------|------------------------|
| Accounting profit before income tax (A) | 337.12 | 285.49 |
| Income tax rate applicable (B) | 0.26 | 0.26 |
| Income tax expense (A*B) | <u>87.65</u> | <u>74.23</u> |
| Tax effects of the items that are not deductible (taxable) while calculating taxable income : | | |
| <i>Tax on expenses not tax deductible</i> | | |
| Effect of Non- deductible expenses | - | - |
| Effect of creation of DTA | - | - |
| Deferred tax asset not recognized in absence of reasonable certainty of realization | - | - |
| Others | - | - |
| Income tax expense/(Reversal) | <u>87.65</u> | <u>74.23</u> |

(c) Deferred tax balances

The balance comprises temporary differences attributable to:

| | As at 31 March 2022 | As at 31 March 2021 |
|--|------------------------|------------------------|
| Deferred tax asset on account of: | | |
| Depreciation difference | 5.49 | 8.12 |
| Provision for Gratuity | 3.53 | 2.89 |
| Provision for leave encashment | 0.54 | 0.52 |
| MAT Credit entitlement | 5.57 | 4.76 |
| OCI | (0.28) | 0.28 |
| Net Deferred Tax Asset /(Liability) | <u>14.85</u> | <u>16.56</u> |

Superior Industrial Enterprises Limited
Notes to Consolidated Financial Statements for the year ended March 31, 2022

(Amount in Lakhs)

41 Leases

Operating lease

During the year subsidiary company has paid Rs 5.55 lakhs and Rs 4.62 Lakhs in previous financial year.

42 Auditor's Remunerations*

Statutory Audit

| Year ended on 31 March 2022 | Year ended on 31 March 2021 |
|--------------------------------|--------------------------------|
| 1.40 | 1.40 |

*excluding applicable taxes

43 Suppliers registered under Micro, Small and Medium Enterprises Development Act, 2006 (MSMED)

The Company has certain dues to suppliers (trade and capital) registered under Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act').

There are micro and small enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at 31 March 2022. The information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED) has been determined to the extent such parties have been identified on the basis of information available with the Company. The disclosures pursuant to the said MSMED Act are as follows:

| Particulars | As at 31st March 2022 | As at 31st March 2021 |
|---|--------------------------|--------------------------|
| Principal amount due and remaining unpaid to any supplier at the end of the each accounting year | 193.33 | 12.03 |
| The amount of interest paid by the buyer in term of section 16 of the Micro, Small & Medium Enterprises Development Act, 2006 (27 of 2006), alongwith the amount of the payment made to the supplier beyond the appointed day during each accounting year. | - | - |
| The amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small & Medium Enterprises Development Act, 2006. | - | - |
| The amount of interest accrued and remaining unpaid at the end of the accounting year, and | - | - |
| The amount of further interest remaining due and payable in succeeding year, untill such interest when the interest dues above are actually paid to the small enterprises, for the purpose of disallowances on account of deductible expenditure under section 23 of the Micro, Small & Medium Enterprises Development Act, 2006. | - | - |

44 Foreign Exchange Transactions

a) Unhedged foreign currency exposure

- (i) unhedged foreign currency exposure relating to financial instruments.
(ii) unhedged foreign currency exposure relating to non financial instruments:

| As at March 31, 2022 | As at March 31, 2021 |
|-------------------------|-------------------------|
| NIL | NIL |
| NIL | NIL |

b) Earnings in foreign Exchange

- (i) export of goods calculated on FOB basis
(ii) Interest
(iii) Other Income

| | |
|-----|-----|
| NIL | NIL |
| NIL | NIL |
| NIL | NIL |

c) Remittance in foreign currency

| | |
|-----|-------|
| NIL | 86.04 |
|-----|-------|

d) Value of Imports (C.I.F.) Value in respect of
- Plant & Machinery

| | |
|-----|-------|
| NIL | 86.04 |
|-----|-------|

45 Consumption of Imported and Indigenous Raw Materials, Stores & Spare Parts etc :

| | As at March 31, 2022 | | As at March 31, 2021 | |
|----------------------------------|----------------------|------|----------------------|------|
| 1. Raw material (Indigenous) | 2,234.21 | 100% | 835.64 | 100% |
| 2. Stores & spares (Indigenous) | 23.78 | 100% | 15.19 | 100% |
| 3. Packing material (Indigenous) | 67.85 | 100% | 24.40 | 100% |

46 The company is not meeting the eligibility criteria as prescribed in section 135 of Companies Act 2013 for spending on Corporate Social Responsibility and hence no such expenditure has been incurred during the year.

47 Employee Benefits

Code on Social Security, 2020

The Indian Parliament has approved the Code on Social Security, 2020 which subsumes the Provident Fund and the Gratuity Act and rules there under. The Ministry of Labour and Employment has also released draft rules thereunder on 13 November 2020, and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Company will evaluate the rules, assess the impact, if any, and account for the same once the rules are notified and become effective.

48 Details of Loan given during the year covered under Section 186(4) of the Companies Act, 2013:

Nil

49 The financials statements has been approved by the Board on 30 th May, 2022.

50 Events after reporting date

There have been no events after the reporting date that require adjustment/ disclosure in these financial statements.

51 The Company has a process whereby periodically all long term contracts (including derivative contracts) are assessed for material foreseeable losses. At the year end, the Company has reviewed and there are no long term contracts for which there are any material foreseeable losses. The Company has ensured that adequate provision as required under any law/accounting standards for material foreseeable losses on derivative contracts has been made in the books of accounts.

(Amount in Lakhs)

52 Statement of net assets, profit and loss and other comprehensive income attributable to owners and non-controlling interests

| Name of the Entity (% of Voting Power) | Net Assets (Total Assets- Total Liabilities) | | Share in Profit & Loss | | Other Comprehensive Income | | Total Comprehensive Income | |
|---|---|------------|---|----------|--------------------------------|--------|---|----------|
| | As % of Consolidated net Assets | Amount | As % of Consolidated net profit & loss | Amount | As % of Consolidated OCI | Amount | As % of Consolidated Total Comprehensive Income | Amount |
| Parent | | | | | | | | |
| Superior Industrial Enterprises Limited | 54.57% | 4,510.46 | 19.21% | 63.92 | 100% | 111.63 | 39.50% | 175.55 |
| Domestic Subsidiary Company | | | | | | | | |
| Babri Polypet Private Limited (51%) | -0.80% | (66.26) | 1.56% | 5.19 | - | - | 1.17% | 5.19 |
| Domestic Associate | | | | | | | | |
| Hindustan Aqua Private Limited (36%) | 46.23% | 3,820.67 | 79.24% | 263.70 | - | - | 59.33% | 263.70 |
| Total (A) | 100% | 8,264.88 | 100% | 332.81 | 100% | 111.63 | 100% | 444.44 |
| a) Adjustments arising out of consolidation | | (1,145.25) | | - | | - | | - |
| b) Non Controlling Interest in subsidiary | | (96.75) | | (131.76) | | - | | (131.76) |
| Total (B) | | (1,242.00) | | (131.76) | | - | | (131.76) |
| Total (A-B) | | 7,022.88 | | 201.05 | | 111.63 | | 312.68 |

Additional regulatory information as per amendment in Schedule III as effective from 1.4.2021**53 Disclosure in Relation to Undisclosed Income**

During the year, the Company has not surrendered or disclosed any income 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). Accordingly, there are no transaction which are not recorded in the books of accounts.

54 Disclosure of transactions with struck off companies

The Company did not have any material transactions with companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of Companies Act, 1956 during the financial year.

55 No transactions to report against the following disclosure requirements as notified by MCA pursuant to amended in Schedule III:

- Crypto Currency or Virtual Currency
- Registration of charges or satisfaction with Registrar of Companies
- Benami Property held under Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder
Title deeds of immovable property not held in the name of company
- Relating to borrowed funds:
 - Willful defaulter
 - Utilisation of borrowed funds & share premium
 - Borrowings obtained on the basis of security of current assets
 - Discrepancy in utilisation of borrowings
 - Current maturity of long term borrowings

56 Previous period figures have been re-grouped / re-classified to conform to below requirements of the amended Schedule III to the Companies Act, 2013 effective 1st April 2021:

- Security deposits regrouped under 'Other financial assets' (Note 5) which were earlier part of 'Loans'.

As per our report of even date
For Bhala & Bhala
Chartered Accountants
Firm Registration No: 021008N

For Superior Industrial Enterprises Ltd.

Ashish Bhala
(Partner)
Membership No.: 508902

Krishna Kumar Agarwal
Director
DIN 06713077

Kamal Agrawal
Managing Director
DIN 02644047

Place : New Delhi
Date: 30.05.2022
UDIN : 22508902AMTJKQ2182

Raushan Kumar Sharma
CFO

Kajal Gang
Company Secretary

Intentionally Left Blank