

# **GEM SPINNERS INDIA LIMITED**

## **THIRTY-THIRD ANNUAL REPORT**

**2022 - 2023**

**BOARD OF DIRECTORS**

Mr. R. Veeramani – Managing Director  
 Mr. S. Gopal – Director  
 Mr. P.P. Doddanavar – Independent Director  
 Mrs. Poorana Juliet – Independent Director  
 Mrs. A.Vani - Company Secretary  
 Mr. G. Senthilvel – Chief Financial Officer

**AUDIT COMMITTEE**

Mr. P.P. Doddanavar – Chairman  
 Mr. S.Gopal – Member  
 Mrs. Poorana Juliet – Member

**REGISTERED OFFICE & MILLS**

14, Mangalam Village, Madhuranthagam Taluk,  
 Kancheepuram District, Tamil Nadu – 603 107.

**CORPORATE OFFICE**

78, Cathedral Road, Chennai - 600 086.

**WEBSITE :**

www.gemspin.com

E-mail Id – [accounts@gemspin.com](mailto:accounts@gemspin.com)

[gemspinnersindialimited@gmail.com](mailto:gemspinnersindialimited@gmail.com)

CIN – L17111TN1990PLC019791

**STATUTORY AUDITORS**

M/s.Vivekanandan Associates  
 Chartered Accountants  
 4/22, First Cross Street,  
 Raghavan Colony, Ashoknagar,  
 Chennai – 600 083

**SECRETARIAL AUDITORS**

M/s. Lakshmmi Subramanian & Associates  
 Practising Company Secretaries,  
 M.N.O. Complex, 81, Greams Road,  
 Chennai – 600 006.

**BANKERS**

Lakshmi Vilas Bank / DBS

**STOCK EXCHANGE**

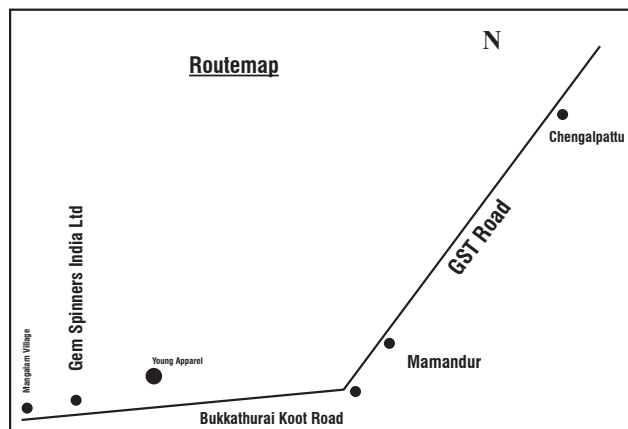
BSE Limited

**DATE AND TIME OF THE MEETING**

21ST SEPTEMBER 2023

**VENUE OF THE MEETING**

14, Mangalam Village, Madhuranthagam Taluk,  
 Kancheepuram District, Tamil Nadu – 603 107.



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**NOTICE TO SHAREHOLDERS**

Notice is hereby given that the Thirty Third Annual General Meeting of the Shareholders of the Company will be held on Thursday, the 21st September 2023 at the Registered Office of the Company at No.14 Mangalam Village, Madhuranthagam Taluk, Kancheepuram District, Tamilnadu – 603 107 at 10.30 a.m to transact the following business.

**ORDINARY BUSINESS**

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2023 and the Profit and Loss Account for the year ended on that date together with the Reports of Board of Directors and Auditors thereon.
2. To appoint a Director in the place of Mr. R. Veeramani (DIN: 00032895) who retires by rotation and being eligible, offers himself for re-appointment.
3. To consider and, if thought fit, to pass with or without modification, the following Resolution as an Ordinary Resolution:

To Appoint M/s. Vivekanandan Associates, Chartered Accountants as the Statutory Auditors of the Company and to authorise Board of Directors of the Company to fix their remuneration:

“RESOLVED THAT pursuant to the provisions of Section 139(2) and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 as amended from time to time (“Act”), M/s. Vivekanandan Associates, Chartered Accountants (Firm Registration No. 05268S) be and is hereby appointed as Auditors of the Company for a term of 5 (five) years to hold office from the conclusion of this 33rd Annual General meeting until the conclusion of the 38th Annual General Meeting at such remuneration plus applicable taxes and reimbursement of out-of-pocket expenses in connection with the Audit as may be decided by the Board of Directors of the Company.”

By Order of the Board

Place : Chennai - 86

A. Vani

Date : 14-08-2023

Company Secretary

Registered Office

14, Mangalam Village, Madhuranthagam Taluk,  
Kancheepuram District, Tamil Nadu – 603 107.

CIN – L17111TN1990PLC019791

Website - www.gemspin.com

E-mail Id – accounts@gemspin.com

Phone: +91-44-28115190

**NOTES**

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THIS ANNUAL GENERAL MEETING MAY APPOINT A PROXY TO ATTEND AND VOTE ON HIS BEHALF. SUCH A PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES, IN ORDER TO BE EFFECTIVE, MUST BE RECEIVED AT THE REGISTERED/ CORPORATE OFFICE OF THE COMPANY NOT LESS THAN FORTY-EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
2. The Register of Members and Share Transfer Books of the Company will remain closed from 15th September 2023 to 21st September 2023 (both days inclusive) for the purpose of AGM.
3. The Register of Directors and Key Managerial Personnel and their shareholding maintained under Section 170 of the Act and the Register of Contracts or arrangements in which the Directors are interested, maintained under Section 189 of the Act will be available for inspection by the members at the AGM.
4. We urge the members to support our commitments to monumental protection by choosing to receive their shareholding communication through mail. You can do this by updating your email address with your Depository Participant.
5. Members may also note that the Notice of the 33rd Annual General Meeting and the Annual Report 2022-2023 will be available on the Company’s Website, www.gemspin.com
6. Pursuant to the provisions of Sections 107 and 108, read with the Companies (Management and Administration) Rules, 2014, the Company is pleased to offer the option of E-Voting facility to all the members of the Company. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating e-voting. The Members who wish to attend Annual General Meeting can vote at the Meeting. The Company has appointed Mrs. Lakshmmi Subramanian of M/s Lakshmmi Subramanian & Associates, Practicing Company Secretaries, Chennai as Scrutinizer.

The procedure and instructions for e-voting are as under:

- i) Open your web browser during the voting period and log on to the e-voting website www.evotingindia.com.
- ii) Now click on “Shareholders” to cast your votes.
- iii) Now, select the “Company Name” from the drop down menu and click on “SUBMIT”.
- (iv) Now, fill up the following details in the appropriate boxes:

User ID	For Members holding shares in Demat Form:- a) For NSDL:- 8 Character DP ID followed by 8 digits Client ID
	b) For CDSL:- 16 digits beneficiary ID
	For Members holding shares in Physical Form:- • Folio Number registered with the Company
PAN*	Enter your 10 digit alpha-numeric PAN issued by the Income Tax Department
DOB#	Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format.
Dividend Bank Details#	Enter the Dividend Bank Details as recorded in your demat account or in the company records for the said demat account or folio.

\*Members who have not updated their PAN with the Company/ Depository Participant are requested to use the first two letters of their name and the sequence number (Sequence number has been provided as Serial number in the address label and / or in the e-mail sent to Members) in the PAN field. In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name.

Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.

# Please enter any one of the details in order to login. In case both the details are not recorded with the depository and company please enter the Member id / folio number in the Dividend Bank details field.

v) After entering these details appropriately, click on "SUBMIT" tab.

vi) Members holding shares in Physical form will then reach directly to the voting screen.

vii) Members holding shares in Demat form will now reach Password Change menu wherein they are required to mandatorily change their login password in the new password field. The new password has to be minimum eight characters consisting of at least one upper case (A-Z), one lower case (a-z), one numeric value (0-9) and a special character. Kindly note that this password is also to be used by the Dematholders for voting for resolution of any other Company on which they are eligible to vote, provided that Company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

viii) You can also update your mobile number and e-mail ID in the user profile details of the folio which may be used for sending communication(s) regarding CDSL e-voting system in future. The same may be used in case the Member forgets the password and the same needs to be reset.

ix) If you are holding shares in Demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and casted your vote earlier for EVSN of any company, then your existing login id and password are to be used.

x) For Members holding shares in physical form, the password and default number can be used only for e-voting on the resolutions contained in this Notice.

xi) On the voting page, you will see Resolution Description and against the same the option "YES/NO" for voting. Enter the number of shares (which represents number of votes) under YES/NO or alternatively you may partially enter any number in YES and partially in NO, but the total number in YES and NO taken together should not exceed your total shareholding.

xii) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.

xiii) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.

xiv) Institutional members (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. together with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer through e-mail at [secretarial@gemspin.com](mailto:secretarial@gemspin.com) with a copy marked to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).

xv) In case you have any queries or issues regarding e-voting, please contact [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).

xvi) The e-voting period commences on 18-09-2023 from 9.00 AM onwards and ends on 20-09-2023 at 5.00 PM

xvii) During this period members holding shares in physical or dematerialized form as on the Cut-off date (record date) i.e. 14-09-2023 may cast their vote electronically. The e-voting module shall be displayed by CDSL for voting thereafter.

xviii) The voting rights of the members shall be in proportion to their shares of the paid up equity share capital of the Company.

8. Members holding shares in electronic mode may please note that the dividend payable to them would be paid through Electronic Clearing Services (ECS) at the available RBI locations. The dividend would be credited to their bank account as per the mandate given by the members to their Depository Participants (DPs). In absence of availability of ECS facility, the dividend will be paid through warrants and the bank details as furnished by the respective Depositories to the Company will be printed on their dividend warrants as per the applicable regulations.

9. In respect of shares held in physical form, members desirous of receiving dividends by way of direct credit to their bank account through ECS may authorize the Company with their ECS mandate. The Shareholders desirous of obtaining the ECS mandate may download the form from the website of the Company at [www.gemspin.com](http://www.gemspin.com) or may write to the Company Secretary at the Registered Office of the Company.

10. Members holding shares in physical form are requested to notify change of address immediately to the Share Transfer Agent of the Company, M/s.Cameo Corporate Services Ltd, Subramanian Building, No.1 Club House Road, Chennai 600 002 for the purpose of mailing Dividend Warrants etc. As per SEBI Circular, members holding shares in physical form and in case of transfer of shares means, the Transfer Deed should contain PAN of both Transferor and Transferee.

11. The Shares of the Company have been activated for dematerialisation with Central Depository Services (India) Ltd (CDSL) vide ISIN INE165F01020. Members wishing to dematerialise their shares may approach any Depository Participant. (DP).

12. Kindly mention your Folio Number/PAN No./Client ID/DPID Number (in case of shares held in electronic form) in all your correspondence to Share Transfer Agents and in the case of electronic form to the Depository Participant in order to reply to your queries promptly.

13. Members seeking any information or clarification with regard to the accounts are requested to write to the Company atleast ten days in advance of the meeting so as to enable the Company to keep the information ready.

14. Members who hold shares in demat form are requested to notify any change in their particulars like change in address, bank particulars etc. to their respective Depository Participants.
15. The Ministry of Corporate Affairs vide its circular dated 21st April 2011 allowed the companies to send notices, annual reports and other documents by means of e-mail to the members of the Company. Hence members, who have not registered their e-mail addresses, are requested to register their e-mail addresses with the Company/ Registrar.
14. Pursuant to provisions of Section 72 of the Companies Act, 2013, Members can avail of the facility of nomination in respect of shares held by them in physical form. Members desiring to avail this facility may send their nomination in the prescribed Form SH-13 duly filled in to the Company's Registrar and Share Transfer Agent: Cameo Corporate Services Limited, 'Subramanian Building', No.1, Club House Road, Chennai - 600 002. Members holding shares in electronic form may contact their respective Depository Participant for availing this facility.
15. Corporate Members intending to send their authorized representatives to attend the meeting are requested to send a certified copy of the Board Resolution authorizing their representatives to attend and vote on their behalf at the Meeting.
16. Members are requested to bring their Attendance Slip along with their copy of the Annual Report to the Meeting.

**AS PER REGULATION 36(3) OF SEBI (LODR) 2015 AND AS PER CLAUSES OF SS 2 ADDITIONAL INFORMATION ABOUT THE DIRECTOR FOR THE ITEM NO.2&4.**

Name of the Director	SRI.R.VEERAMANI
DIN	00032895
Age	81
Qualification	B.Sc., B.L
Experience	52
Expertise in specific functional area	Lawyer turned Technocrat entered into the stone industries in 1971. He is in business of Mining, Textiles, Sugar, Hotel and IT Industry
Date of first Appointment in the Board	Appointed as Managing Director of the Company for a period of 3 years with effect from 1.10.2022
Shareholding in the Company	14961666
Relationship with other Directors and KMP	NIL
No. of Meetings attended during the year	4
Other directorship / Membership / Chairman of committee of other board.	1.Gem Sugars Ltd 2.Ferro Magnets & Allied Products Ltd 3.Gem Granites Pvt Ltd 4.Imperial Granites Pvt Ltd 5.Gem Holiday Resorts Ltd 6.Gem Stone Beach Resorts Pvt Ltd 7.Veeramani Minerals Private Ltd 8.Veeramani Natural Stones Private Ltd 9.Stone Wonders (India) Ltd 10.Celia Leather Private Ltd 11.Get MINERALS & Coal Private Ltd 12.CAPEXIL

Chairman / Member of the Committee of the Board of Directors of the Company	1. Stakeholders' Relationship Committee
Chairman / Member of the Committee of Directors of other Public Limited Companies in which he / she is a Director	Nil

**DIRECTORS' REPORT**

Dear Shareholders,

Your Directors have pleasure in presenting the 33rd Annual Report of our Company along with the Audited Balance Sheet and the Statement of Profit and Loss Account for the year ended March 31st, 2023.

**1) FINANCIAL RESULTS**

Rs. in Lakhs

Particulars	2022-23	2021-22
<b>SALES</b>		
Export	0.00	0.00
Operating Profit	(57.73)	(47.30)
Less: Financial Charges	-	-
Gross Profit	(57.73)	(47.30)
Less : Depreciation	15.59	17.60
Profit/(Loss) before Tax	(69.32)	(64.90)
Net (Loss) / Profit	(69.32)	(64.90)

**2) STATE OF COMPANY'S AFFAIRS**

The Company has suspended the operation due to market volatility. Your directors are exploring all the possibilities of recommencing the production subject to viability.

**3) SHARE CAPITAL**

The paid up Equity Share Capital of the Company as on March 31, 2023 was Rs. 30.68 Crores. No additions and alterations to the capital were made during the financial year 2022-23.

**4) DIVIDEND**

Your Directors regret for the non-declaration of dividend owing to non-operation of the unit.

**5) TRANSFER TO GENERAL RESERVE**

Since there is no operation, the Company does not transferred any funds to the General Reserve.

**6) MATERIAL CHANGES AND COMMITMENTS OF THE COMPANY**

There are no material changes and commitments affecting the financial position of the company which have occurred between the end of the financial year of the company to which the financial statements relate and the date of report.

**7) PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS**

There has been no loan, guarantees or investments given or made by the company under section 186 of the Companies Act, 2013 during the financial year.

**8) SUBSIDIARIES, ASSOCIATES AND JOINT VENTURE COMPANIES**

The company doesn't have any subsidiaries, associates and joint venture companies.

**9) DEPOSITS FROM PUBLIC**

The Company has not accepted any deposits from public and as such, no amount on account of principal or interest on deposits from public was outstanding as on date of the balance sheet.

**10) DIRECTORS AND KEY MANAGERIAL PERSONNEL****Board Composition**

The Board consists of the one Executive Director, one Non-Executive Director and Two Non-Executive Independent Directors.

Independent Directors are appointed for a term of five years and are not liable to retire by rotation.

**Retirement by rotation**

Pursuant to Section 152 of the Companies Act, 2013, Mr. R. Veeramani I who retires by rotation at the forthcoming AGM and is eligible for re-appointment.

**Key Managerial Personnel**

Pursuant to the provisions of Section 203 of the Companies Act, 2013 the Key Managerial Personnel of the Company are Mr.R.Veeramani, Managing Director, Mrs. A.Vani, Company Secretary and Mr.G.Senthilvel, Chief Financial Officer.

**Declaration of Independent Directors**

As per the Companies Act, 2013, your company had appointed two independent directors and they have declared that they meet the criteria of independence in terms of Section 149(6) of the Companies Act, 2013 and that there is no change in their status of independence.

**Policy of Director's Appointment and Remuneration**

The Company's policy on directors' appointment and remuneration and other matters provided in Section 178(3) of the Act has been disclosed in the Corporate Governance report, which forms part of the Board's Report.

**Information U/S 197(12) of the Companies Act, 2013**

The information required u/s 197(12) of the Act read with rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is NIL

**Training Of Independent Directors**

To familiarize the strategy, operations and functions of our Company, the executive directors make presentations/orientation programme to non – executive independent directors about the company's strategy, operations, product and service offerings, markets, organization structure, finance, human resources, production facilities and quality and risk management. The appointment letters of Independent Directors has been placed on the Company's website at [www.gemspin.com](http://www.gemspin.com).

**11) MEETING OF INDEPENDENT DIRECTORS**

The Independent Directors of the Company had met during the year on 13th February 2023 to review the performance of non- Independent Directors and the Board as a whole, review the performance of the

Chairperson of the Company and had accessed the quality, quantity and timeliness of flow of information between the company management and the Board.

**12) DIRECTORS' RESPONSIBILITY STATEMENT**

Your Directors state that:

- in the preparation of the annual accounts for the year ended March 31, 2023, the applicable accounting standards read with requirements set out under Schedule III to the Act, have been followed and there are no material departures from the same;
- the Directors have selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2023 and of the profit of the Company for the year ended on that date;
- the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- the Directors have prepared the annual accounts on a 'going concern' basis;
- the Directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and
- the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

**13) BOARD MEETINGS:**

During the year, four board meetings were held. Dates of the Board meetings and details of Directors' attendance at the meetings are furnished in the Corporate Governance report.

**14) RISK MANAGEMENT POLICY**

The risk management is overseen by the audit committee of the company on a continuous basis, therefore constituting a Risk Management Committee does not arise. Major risks, if any, identified by the business and functions are systematically addressed through mitigating action on a continuous basis.

**15) RELATED PARTY TRANSACTIONS**

As per the requirements of the Companies Act, 2013 and SEBI (LODR) Regulations 2015, your Company has formulated a Policy on Related Party Transactions which is also available on Company's website at [www.gemspin.com](http://www.gemspin.com).

The Policy intends to ensure that proper reporting approval and disclosure processes are in place for all transactions between the Company and Related Parties. This Policy specifically deals with the review and approval of Material Related Party Transactions keeping in mind the potential or actual conflicts of interest that may arise because of entering into these transactions.

There were no contract / arrangement / transactions entered in to during the year ended March 31, 2023.

**16) CODE OF CONDUCT FOR DIRECTORS AND SENIOR MANAGEMENT**

The Directors and Members of Senior Management have affirmed compliance with the Code of Conduct for Directors and Senior Management of the Company. A declaration to this effect has been signed by Mr.G.Senthilvel, Chief Financial Officer.

### 17) ENERGY CONSERVATION, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE, ETC

The information as required to be disclosed on conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014, is annexed herewith as "Annexure - I" to this Report.

### 18) EXTRACT OF ANNUAL RETURN

The extract of Annual Return of the Company is annexed herewith as "Annexure-II" to this report

### 19) CORPORATE GOVERNANCE REPORT, MANAGEMENT DISCUSSION & ANALYSIS REPORT AND OTHER INFORMATION REQUIRED UNDER THE COMPANIES ACT, 2013 AND SEBI (LODR) REGULATIONS 2015.

As per the provisions of the SEBI(LODR) Regulations, 2015, Management Discussion & Analysis Report (Annexure II) and Corporate Governance Report with Auditors' Certificate thereon (Annexure – III) are attached and form part of this report.

### 20) CORPORATE SOCIAL RESPONSIBILITY (CSR):

Your company is not having Net profits of more than 5 Crore rupees, in the Year 2022-23 and therefore Constituting of a CSR committee in accordance with the provisions of section 135 of the Act does not arise.

### 21) PARTICULARS OF EMPLOYEES:

According to Section 197(12) of the Companies Act, 2013 read with rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, none of the directors are drawing remuneration and thereby the said section is not applicable and hence not furnished.

### 22) REPORTING OF FRAUDS BY AUDITORS

During the year under review, neither the Statutory Auditors nor the Secretarial Auditor has reported to the Audit Committee under Section 143 (12) of the Companies Act, 2013, any instances of fraud committed against the Company by its officers or employees, the details of which would need to be mentioned in the Board's Report.

### 23) STATUTORY AUDITORS

As M/s. K. Arunkumar & Associates, Chartered Accountants has not met with SEBI requirements, the Board on its meeting held on 30th May 2023 appointed M/s.Vivekanandan & Associates, Chennai, Chartered Accountants as Statutory Auditors of the Company.

### 24) INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has a proper and adequate internal control system to ensure that all assets are safeguarded and protected against loss from unauthorized use or disposition and that all transactions are authorized, recorded and reported correctly.

The internal control is supplemented by an extensive programme of internal audit, review by management and documented policies, guidelines and procedures. The internal control is designed to ensure that financial and other records are reliable for preparing financial statements and other data for maintaining accountability of assets.

### 25) SECRETARIAL AUDITOR

As required under Section 204 of the Companies Act, 2013 and Rules there under the Board has appointed Lakshmmi Subramanian & Associates, Practising Company Secretaries as Secretarial Auditor of the company to conduct Secretarial Audit for the financial year 2022-23. The Secretarial Audit Report for the financial year ended March 31, 2023 is annexed herewith marked as Annexure – "IV" to this Report.

COMMENT ON SECRETARIAL AUDITOR'S REPORT - The Board of Directors has taken adequate measures to regularize the qualification stated in their report.

### 26) DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS

There are no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status of the Company.

### 27) DISCLOSURE UNDER THE SEXUAL HARASMENT OF WOMAN AT WORKPLACE (PREVENTION, PROHIBITION AND REDESSAL) ACT, 2013

The company has in place an anti-sexual Harassment Policy as required under prevention of Sexual Harassment of Woman at workplace (Prohibition, Prevention and Redressal) Act 2013 and constituted an Internal Complaints Committee (ICC). Your Directors further states that during the year under review, there were no cases filed pursuant to the Sexual Harassment of Woman at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

### 28) ACKNOWLEDGEMENT

Your Directors thank the Central and State Governments and the Banks for their continued help and support. Your Directors are especially thankful to the esteemed Shareholders for their continued encouragement and support.

For and on behalf of the Board of Directors  
For Gem Spinners India Limited

Place: Chennai  
Date: 14-08-2023

**R.Veeramani**      **P.P.Doddanavar**  
DIN: 00032895      DIN: 00960514



**ANNEXURE - I**
**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO.**

Details on Conservation of energy, Technology absorption and Foreign exchange earnings and outgo

Details	Disclosure	
(A) Conservation of energy –	The Company has suspended the manufacturing operation, hence the conservation of energy reporting is not applicable.	
(i) the steps taken or impact on conservation of energy;	Nil	
(ii) the steps taken by the company for utilizing alternate sources of energy;	Nil	
iii) the capital investment on energy conservation equipments;	Nil	
(B) Technology Absorption	Since there is no manufacturing activity, the disclosure under this clause is not applicable.	
(C) Foreign exchange earnings and Outgo	Rs. In lakhs	
	2022-23	2021-22
(1) Expenditure on Foreign Currency		
a) Commission	Nil	Nil
b) Travel	Nil	Nil
(2) Earnings in Foreign Exchange	Nil	Nil

**ANNEXURE - II**

**FORM NO. MGT – 9**  
**EXTRACT OF ANNUAL RETURN**  
**As on financial year ended on 31.03.2023**

Pursuant to Section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Company (Management & Administration) Rules, 2014.

**I. REGISTRATION & OTHER DETAILS:**

i)	CIN	L17111TN1990PLC019791
ii)	Registration Date	18-10-1990
iii)	Name of the Company	GEM SPINNERS INDIA LIMITED
iv)	Category / Sub – category of the Company	
v)	Address of the Registered office and Contact Details	NO 14 MANGALAM VILLAGEMADURATHAGAM TALUK, KANCHEEPURAM DISTRICT
vi)	Whether listed company	YES
vii)	Name, Address & Contact details of the Registrar & Transfer Agent, if any.	CAMEO CORPORATE SERVICES LTD. 'SUBRAMANIAN BUILDING', 1, CLUB HOUSE ROAD, CHENNAI – 600 002.

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY**

All the business activities contributing 10% or more of the total turnover of the company shall be stated

Sl No.	Name & Description of main products / services	NIC Code of the Product / Service	% to total turnover of the Company
1	COTTON YARN	5205 00	100%
2	COTTON KNITTED FABRICS	6002 00	NIL

**III. PARTICULARS OF HOLDING, SUBSIDIARY & ASSOCIATE COMPANIES**

Sl. No	Name and Address of the Company	CIN / GLN	Holding / Subsidiary/ Associate	% of Shares held	Applicable Section
NIL					



**IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)**

(i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>(A) Promoters</b>									
(1) Indian									
a) Individual/ HUF	44623000	90000	44713000	72.86	44623000	90000	44713000	72.86	0
b) Central Govt	0	0	0	0	0	0	0	0	0
c) State Govt(s)	0	0	0	0	0	0	0	0	0
d) Bodies Corp	0	0	0	0	0	0	0	0	0
e) Banks/ FI	0	0	0	0	0	0	0	0	0
f) Any Other....	0	0	0	0	0	0	0	0	0
Sub-total (A)(1):-	44623000	90000	44713000	72.86	44623000	90000	44713000	72.86	0
(2) Foreign									
a) NRIs- Individuals	0	0	0	0	0	0	0	0	0
b) Other -Individuals	0	0	0	0	0	0	0	0	0
c) Bodies Corp.	0	0	0	0	0	0	0	0	0
d) Banks / FI	0	0	0	0	0	0	0	0	0
e) Any Other....	0	0	0	0	0	0	0	0	0
Sub-total (A) (2):-	0	0	0	0	0	0	0	0	0
<b>Total shareholding of Promoter (A) = (A)(1) + (A)(2)</b>	44623000	90000	44713000	72.86	44623000	90000	44713000	72.86	0
<b>B. Public Shareholding</b>									
1. Institutions									
a) Mutual Funds	0	0	0	0	0	0	0	0	0
b) Banks / FI	4921790	200	4921990	8.02	4921790	200	4921990	8.02	0
c) Central Govt	0	0	0	0	0	0	0	0	0
d) State Govt(s)	0	0	0	0	0	0	0	0	0
e) Venture Capital Funds	0	0	0	0	0	0	0	0	0
f) Insurance Companies	0	0	0	0	0	0	0	0	0
g) FIs	0	0	0	0	0	0	0	0	0
h) Foreign Venture Capital Funds	0	0	0	0	0	0	0	0	0
i) Others (Specify)	0	0	0	0	0	0	0	0	0
Sub-Total (B)(1)	4921790	200	4921990	8.02	4921790	200	4921990	8.02	0
2. Non-Institutions									
a) Bodies Corporate									
i) Indian	41600	163900	205500	0.33	41700	163900	205600	0.33	0.0001
ii) Overseas									
b) Individuals									
i) individual shareholders holding nominal share capital upto Rs.1 lakh	736600	5090500	5827100	9.4947	774700	5070400	5845100	9.5240	0.0293
ii) Individual shareholders holding nominal share capital in excess of Rs.1 lakh	5411500	267500	5679000	9.25	5388100	267500	5655600	9.215	-0.0381
(iii) Qualified Foreign investor	0	0	0	0	0	0	0	0	0
(c) Any Other									
i) Clearing Members	4700	0	4700	0.0076	15000	0	15000	0.0244	0.0167
ii) Hindu Undivided families	20100	0	20100	0.0327	14900	0	14900	0.0242	-0.0084
iii) Non Residents Indians - NRI	300	0	300	0.0004	400	0	400	0.0006	0.0001
iii) Trusts	300	0	300	0.0004	300	0	300	0.0004	0
Total	25400	0	25400	0.0413	30600	0	30600	0.0498	0.0084
<b>Sub-total (B)(2)</b>	6215100	5521900	11737000	19.1243	6235100	5501800	11736900	19.1241	-0.0001
<b>Total Public Shareholding (B) = (B)(1) + (B)(2)</b>	11136890	5522100	16658990	27.1442	11156890	5502000	16658890	27.1441	-0.0001
<b>(C) Shares held by Custodian for GDRs and ADRs</b>	0	0	0	0	0	0	0	0	0
<b>GRAND TOTAL (A) + (B) + (C)</b>	55759890	5612100	61371990	100	55779890	5592100	61371990	100	0

**(ii) Shareholding of Promoters**

S.No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% of change in the shareholding during the year
		No. of Shares	% of total Shares of the Company	% of shares pledged / encumbered total shares	No. of Shares	% of total shares of the company	% of Shares pledged / encumbered to total shares	
1.	SRI. R.VEERAMANI	14961666	24.38	0	14961666	24.38	0	0
2.	SRI.S.R.ASAITHAMBI	10174638	16.58	0	10174638	16.58	0	0
3.	SRI.R.SEKAR	9743348	15.87	0	9743348	15.88	0	0
4.	SRI.S.R.KUMAR	9743348	15.87	0	9743348	15.88	0	0
5.	SMT. RAJI VEERAMANI	30000	0.05	0	30000	0.05	0	0
6.	SMT. A. SEETHALAKSHMI	30000	0.05	0	30000	0.05	0	0
7.	SMT. VEDAVALLI KUMAR	30000	0.05	0	30000	0.05	0	0

(iii) Change in Promoters' Shareholding ( please specify, if there is no change) : No Change

S.No	For Each of the top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Share Holding during the Year	
		No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company
1.	At the beginning of the year	44713000	72.85	44713000	72.85
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer/ bonus / sweat equity etc):	Nil		Nil	
	At the end of the year	44713000	72.85	44713000	72.85

**(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):**

S.No	For Each of the top 10 Shareholders	Shareholding at the beginning of the year		Change in Share Holding during the Year		Shareholding at the end of the year	
		No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company
1	ICICI BANK LTD	4921790	8.02%	0	0	4921790	8.02%
2	KARTHICK SALEM ARUMUGAM	1815600	2.96%	0	0	1815600	2.96%
3	K.E.KESAVAN	1739950	2.83%	0	0	1739950	2.83%
4	R.SELVAKUMARI	600000	0.98%	0	0	600000	0.98%
5	PLATHA	600000	0.98%	0	0	600000	0.98%
6	S.CHELLAPANDI	539950	0.88%	0	0	539950	0.88%
7	PREETHY R E	80500	0.13%	0	0	80500	0.13%
8	NIRMAL BHURATH	50600	0.08%	0	0	50600	0.08%
9	MEENA JAIKUMAR CHAUGULE	42000	0.07%	0	0	42000	0.07%
10	AR ENTERPRISES LIMITED	41200	0.07%	0	0	41200	0.07%

**(v) Shareholding of Directors and Key Managerial Personnel:**

S.No	For Each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company
1.	MR.R.VEERAMANI	14961666	24.38	14961666	24.38

**V. INDEBTEDNESS**

Indebtedness of the Company including interest outstanding / accrued but not due for payment.

(Rs.)

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the Financial year				
(i) Principal Amount	0	62,729,888.97	0	62,729,888.97
(ii) Interest due but not paid	0	0	0	0
(iii) Interest accrued but not due	0	0	0	0
Total (i + ii + iii)	0	62,729,888.97	0	62,729,888.97
Change in Indebtedness during the financial year				
• Addition	0	0	0	0
• Reduction	0	0	0	0
Net Change	0	0	0	0
Indebtedness at the end of the financial year				
(i) Principal Amount	0	62,739,888.97	0	62,739,888.97
(ii) Interest due but not paid	0	0	0	0
(iii) Interest accrued but not due	0	0	0	0
Total (I + ii + iii)	0	62,739,888.97		62,739,888.97

**VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**
**A. Remuneration to Managing Director, Whole-time Directors and/or Manager: Nil**

Sitting Fees to Managing Director Rs.12000.

**B. Remuneration to other directors:**

(in Rupees)

Particulars of Remuneration	Mr.PP.Dodanavar	Mr.S.Gopal	Mrs.Poorana Juliet	Total Amount
Independent Directors				
• Fee for attending board committee meetings	9000	0	12000	21000
• Commission	0	0	0	0
• Others, please specify	0	0	0	0
Total (1)	9000	0	12000	21000
Other Non-Executive Directors				
• Fee for attending board committee meetings	0	12000	0	12000
• Commission	0	0	0	0
• Others, please specify	0	0	0	0
Total (2)	0	12000	0	12000
Total (B)=(1+2)	9000	12000	12000	33000
Total Managerial Remuneration	9000	12000	12000	33000
Overall Ceiling as per the Act				

**C. Remuneration To Key Managerial Personnel Other Than MD/Manager/WTD**

Rs.in Lakhs

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1.	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961		4.87	3.65	8.52
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961				
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961				
2.	Stock Option	Nil	Nil	Nil	Nil
3.	Sweat Equity	Nil	Nil	Nil	Nil
4.	Commission - as % of profit - others, specify...	Nil	Nil	Nil	Nil
5.	Others, please specify	Nil	Nil	Nil	Nil
	Total	Nil	4.87	3.65	8.52

**VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES: - Nil**

**MANAGEMENT DISCUSSION & ANALYSIS**
**A) INDUSTRY PERFORMANCE:**

The Indian Textiles Industry plays an important role in the growth of the Indian economy. Apart from providing one of the basic necessities of life, the textiles industry also plays a pivotal role through its contribution to industrial output, employment generation, and the export earnings of the country.

During the year, there has been an exceptional slow down for yarn markets globally. Surplus production, uneconomical exports and reduced demand for quality yarn in the domestic market are some of the reasons for the lower performance of the industry. Decision to reduce exports at the present juncture due to the uneconomical prices also aggravated situation due to competition from other developing countries like Indonesia, Vietnam, Bangladesh etc.,

**B) OUTLOOK:**

The Company expects the cotton price to remain volatile, as this is evident from the trend during the last quarter of the financial year 2022-23. The overall global economic outlook is encouraging to some extent.

**C) MARKETING:**

India is a large supplier of cotton yarn in the world market. Due to recession in global markets, volume and value of exports have come down significantly. Your company being predominantly into the overseas market, maintain excellent relation 2022-23 with all its overseas customers who have been dealing with dealing with the Company over the years by adhering to quality standards, delivery schedules and competitive prices.

**D) RISKS AND CONCERNS**

The Company has devised risk management policy which involves identification of the business risks as well as the financial risks, its evaluation, monitoring, reporting and mitigation measures. The Audit Committee and Board of Directors of the Company periodically review the risk management policy of the company so that the management controls the risk through properly defined network.

**E) INTERNAL CONTROL AND ITS ADEQUACY**

The Company has a proper and adequate internal control system to ensure that all assets are safeguarded and protected against loss from unauthorized use or disposition and that all transactions are authorized, recorded and reported correctly.

The internal control is supplemented by an extensive programme of internal audit, review by management and documented policies, guidelines and procedures. The internal control is designed to ensure that financial and other records are reliable for preparing financial statements and other data for maintaining accountability of assets.

**F) SEGMENT-WISE OR PRODUCT WISE PERFORMANCE**

The Company is in the business of manufacture and export of cotton yarn and grey fabrics and also trade in the same commodity and accordingly trading is considered as a segment.

**G) DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE:**

This has already been reported as Review of Operation in the Directors' Report.

**ANNEXURE IV**
**REPORT ON CORPORATE GOVERNANCE**
**1. THE COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE.**

Corporate Governance refers to a combination of laws, regulations, procedures, implicit rules and voluntary practices that enable companies to perform efficiently and thereby maximize long term value for shareholders, while respecting the aspect of multiple stakeholders. Our Company has been practicing the principle of good corporate governance since inception, not on account of regulatory requirements but on account of sound management practices for enhancing customer satisfaction and value for shareholders.

The Company's philosophy on Corporate Governance enshrines the goal of achieving the highest levels of transparency, accountability and equity in all spheres of its operations and in all its dealings with the shareholders, employees, the Government and other parties.

As required under Clause 49 of the Listing Agreement with the Stock Exchanges, the Corporate Governance Report forms part of the Annual Report. Your Company is in full compliance with the requirements and disclosures as stated therein. A certificate from the Statutory Auditors of the Company confirming compliance of the Corporate Governance is appended to the Report on Corporate Governance.

**2. BOARD OF DIRECTORS**

The Company has a well-defined process that ensure placement of all material and vital information before the Board pertaining to business to be considered at each Board Meeting enabling effective participation by Board Members in the discussion and in discharging their responsibilities.

The Board of Directors of the Company consists of One Executive Director, One Non-Executive Director and Two Non – Executive independent Directors (including one woman director) as on 31.03.2023.

Director	Board Meetings held during the year		Attendance of last AGM	No. of Directorship (other than this Company)	No. of other Board – committee positions held	
	Held	Attended			As Chairman	As Member
Mr.R.Veeramani Promoter – Managing Director	4	4	Yes	12	1	Nil
Mr.P.P.Doddanavar Non-Executive Independent	4	3	Yes	3	Nil	Nil
Mr.S.Gopal - Non- Executive	4	4	Yes	7	Nil	Nil
Mrs.Poorana Juliet Non-Executive Independent	4	4	Yes	Nil	Nil	Nil

As on 31st March 2023, none of the Directors on the Board hold the office of Director in more than 10 Public Limited Companies or Membership of Committees of the Board in more than 10 Committees or Chairmanship of more than 5 Committees, across all companies.

**Board Meeting Dates:**

Board Meetings were held five times during the financial year from 1st April 2022 to 31st March 2023. The dates of Board Meetings were as follows:

Date of Board Meeting	Strength of the Board	No. of Directors Present
27.05.2022	4	4
10.08.2022	4	4
14.11.2022	4	3
13.02.2023	4	4

**COMPOSITION OF BOARD COMMITTEES:**

**i) Audit Committee:**

Composition:

The Audit Committee comprises of the following Directors:

1. Mr.P.P. Doddanavar – Chairman
2. Mr. S. Gopal - Member
3. Mrs. Poorana Juliet - Member

Date of Meetings:

**27.05.2022, 10.08.2022, 14.11.2022, 13.02.2023**

Name	Designation	No. of Meeting attended
Mr. P.P. Doddanavar	Chairman	3
Mr.S. Gopal	Member	4
Mrs. Poorana Juliet	Member	4

**Functions of Audit Committee**

The Audit Committee shall oversee financial reporting process and disclosures, review annual financial statements, management discussion and analysis of financial condition and results of operation, review adequacy of internal audit function, management letters / letters of internal control weakness issued by the statutory auditors, internal audit report relating to internal control weakness, related party transactions, review financial and risk management policies, to look into the reasons for substantial defaults in the payment to depositors, debenture / shareholders and creditors, oversee compliance with Stock Exchange and legal requirements concerning financial statements, review auditors' qualifications (draft), compliance with Accounting Standards, recommending the appointment and renewal of external Auditors / Chief internal auditors / fixation of audit fee and also approval for payment for any other services etc.

The Audit Committee of the Company provides assurance to the Board on the adequacy of the internal control systems and financial disclosures. This is done at meetings of the committee wherein the statutory auditor, internal auditor and the senior management are present. All the Directors forming part of the committee are independent directors.

**ii) Stakeholders' Relationship & Share Transfer Committee:**

The Stakeholders Relationship Committee specifically looks into issues such as redressing of Shareholders' and investors' complaints such as transfer of shares, non-receipt of shares and ensuring expeditious share transfers and also redresses the grievances of deposit holders, debenture holders and other security holders. The meeting was held under this committee for the financial year ended 31st March 2023 on 13.02.2023..

The Committee comprises of the following Directors:

1. Mr. S. Gopal
2. Mr. P.P. Doddanavar
3. Mr.R. Veeramani

Name	Designation	No. of Meetings held	No. of Meetings Attended
Mr. S. Gopal	Chairman	12	12
Mr. P.P. Doddanavar	Member	12	10
Mr. R. Veeramani	Member	12	12

**Shareholders queries received and replied in 2022-23**

During the financial year 2022-2023, there were no complaints was pending.

**iii) Nomination & Remuneration Committee**

Composition of Nomination & Remuneration Committee:

The Nomination & Remuneration Committee comprises of the following Directors:

1. Mr. P.P. Doddanavar
2. Mrs. Poorana Juliet
3. Mr. S.Gopal

Scope of the Nomination & Remuneration Committee includes the following:

The committee shall formulate the criteria for determining the qualification, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration for the directors, key managerial personnel and other employees. The committee shall ensure that level and composition of remuneration is reasonable and sufficient, relationship of remuneration to performance is clear and meets performance benchmarks and involves a balance between fixed and incentive pay. To review the policy from the time to time for selection and appointment of Directors, Key Managerial Personnel and senior management employees and their remuneration. To determine and recommend to the Board from time to time the amount of commission and fees payable to the Directors within the applicable provisions of the Companies Act, 2013 and the amount of remuneration, including performance or achievement bonus and perquisites payable to the Executive Directors. The Committee shall function as is mandated by the Board from time to time and / or enforced by any statutory notification, amendment or modifications as may be applicable. The meeting was held under this committee for the financial year ended 31st March 2023 on 13.02.2023.

The details of the remuneration / sitting fees paid to the Directors during the financial year 2022-2023 are as follows:

Director	Remuneration paid During April 2022 – March 2023 (Rs.)			
	Basic Salary	Perquisites	Sitting Fees	Total
Mr. R. Veeramani	Nil	Nil	12,000	12,000
Mr. P.P. Doddanavar	Nil	Nil	9,000	9,000
Mr. S. Gopal	Nil	Nil	12,000	12,000
Mrs. Poorana Juliet	Nil	Nil	12,000	12,000

### Nomination and Remuneration Policy:

The company has sound and transparent policy in determining and accounting for the remuneration of Executive/ Non-Executive/ Independent Directors. The payment of Remuneration to Executive directors is subject to the recommendation of the Nomination and Remuneration Committee and approval of the Board.

Your company recognizes the importance of human resource as its valuable assets and aligning the business objectives with specific measurable performance of individual objectives and targets.

This policy on nomination and remuneration of Directors, Key Managerial Personnel (KMPs) and other employees has been formulated in terms of the provisions of the Companies Act, 2013, Listing Agreement and SEBI (LODR) Regulations 2015 to pay equitable remuneration to the directors, KMPs and employees of the Company.

The objective and purpose of the Remuneration Policy is to determine qualifications, competencies, positive attributes and independence for the appointment of a director (executive / non-executive) and recommend to the Board policies relating to the remuneration of the directors, KMPs and other employees. It also ensures that recognition of performance encourages achieving better operational results.

The Nomination and Remuneration Committee recommends the remuneration/commission payable to executive Directors which is approved by the Board of Directors, subject to the approval of shareholders, wherever necessary.

The Board will have the discretion to retain the Managing Director, KMP and senior management personnel in the same position / remuneration or otherwise, even after attaining the retirement age, for the benefit of the Company.

#### iv) Risk Management Committee

The Company has laid down procedures to inform the Board Members about the risk assessment and minimization procedures. The Designated Officials submit quarterly reports, which are reviewed periodically by the Management Committee to ensure effective risk management.

### 3. Code of Conduct for Board Members and Senior Management Personnel

The Board of Directors had adopted a Code of Conduct for the Board Members and employees of the Company. The Code helps the Company to maintain the Standard of Business Ethics and ensure compliance with the legal requirements, specifically under Clause 49 of the Stock Exchange Listing Agreements of the Company. The Code is aimed at preventing any wrong doing and promoting ethical conduct at the Board and employees. A copy of the code of conduct has been posted at the Company's website [www.gemspin.com](http://www.gemspin.com).

The Code lays down the standard of conduct which is expected to be followed by the Directors and the designated employees in their business dealings and in particular on matters relating to integrity in the work place, in business practices and in dealing with stakeholders. All the Board Members and the Senior Management Personnel have confirmed compliance with the Code.

The declaration regarding compliance with the code of conduct as required under clause 49 of the listing agreement with the stock exchanges is appended to this report.

### 4. Code of Conduct for preventing of Insider Trading

The Company has adopted a code of conduct for prevention of Insider trading in accordance with the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015. All the Directors and

Senior Management Personnel and such other designated employees of the Company who are expected to have access to unpublished price sensitive information relating to the Company are covered under the said code. The Directors, their relatives, senior management personnel, designated employees etc., are restricted from purchasing, selling and dealing in the shares while being in possession of unpublished price sensitive information about the Company during certain prohibited periods. All Board of Directors and the designated employees have confirmed compliance with the code.

### 5. GENERAL BODY MEETINGS

General Body Meeting	Date	Venue	Time	Special Resolution Passed At AGM
AGM for the year ended 31.03.2022	23.09.2022	14 Mangalam Village Kancheepuram Dist.	10.30 a.m.	No
AGM for the year ended 31.03.2021	29.09.2021	14 Mangalam Village Kancheepuram Dist.	10.30 a.m.	Yes
AGM for the year ended 31.03.2020	31.12.2020	14 Mangalam Village Kancheepuram Dist.	10.30 a.m.	Yes

### 6. DISCLOSURES

#### a) Related party transaction:

During the year, there is no related party transaction.

#### b) Compliances by the company:

The Company has complied with the requirements of the Stock Exchanges, SEBI etc., on all matters related to Capital market. No penalties or strictures have been imposed on the company by the Stock Exchanges/SEBI during the last three years. No penalties or strictures have been imposed on the Company by the Stock Exchanges or SEBI or any other statutory authority.

c) We affirmed that no personnel have been denied access to the audit committee.

#### d) Whistle Blower Policy/Vigil Mechanism:

The company does not have a whistle blower policy at present. However, a full fledged policy shall be in place once the activity in the company takes off. Further, Directors and employees are having full access to the audit committee to report their genuine and serious concern.

e) Compliance with mandatory requirements: The Company has complied with all Mandatory requirements as mentioned under Listing Agreement / SEBI (LODR) Regulations 2015.

f) Adoption of Non- Mandatory requirements: The Company is in the process of adopting other non – mandatory requirements as mentioned under SEBI (LODR) Regulations 2015. The company has appointed separate persons to the post of Chairman and CEO&MD.

## 7) Means of communication

The annual, half-yearly and quarterly results are regularly submitted to the stock exchanges in accordance with the listing agreement and are published in Makkal Kural (Tamil) and News today (English) newspapers.

## 8) General Shareholders Information:

### Annual General Meeting

The 33rd Annual General Meeting of the Company will be held on Thursday, 21st September 2023 at the Registered Office of the Company.

Financial Calendar for the year 2023-24 (Provisional)

Results for the first quarter ending 30th June, 2023	14-08-2023
Results for the second quarter ending 30th September, 2023	2nd Week of November 2023
Results for the third quarter ending 31st December, 2023	2nd Week of February 2024
Results for the fourth quarter ending 31st March, 2024	30.05.2024
Annual General Meeting for the year ending 31st March 2024	30.09.2024

No presentation has been made to International Investors or to the Analysts.

## 9) Address for Communication:

REGISTERED OFFICE & MILLS - 14, Mangalam Village,  
Madhuranthagam Taluk,  
Kancheepuram District,  
Tamil Nadu – 603 107  
E mail id: accounts@gemspin.com

CORPORATE OFFICE - 78, CATHEDRAL ROAD,  
CHENNAI – 600 086.

## 10) Postal Ballot resolutions - Nil

11) Listing on Stock Exchange at : Bombay Stock Exchange  
P.J. Tower, Dalal Street  
Mumbai - 400 001

## 12) STOCK CODE :

BSE Ltd.	521133
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## 13. MONTHLY SHARE PRICE DETAILS AT BSE DURING THE YEAR 2022-2023:

MONTH	BSE		
	HIGH (Rs.)	LOW (Rs.)	NO. OF SHARES TRADED
APR - 22	13.07	6.04	73,400
MAY - 22	15.87	11.16	18,800
JUNE - 22	10.61	8.20	3,100
JULY - 22	7.79	7.03	3,600
AUGUST - 22	7.77	6.60	2,800
SEPTEMBER - 22	6.27	6.26	200
OCTOBER - 22	6.50	5.12	4,400
NOVEMBER - 22	5.80	5.33	14,400
DECEMBER - 22	5.60	4.28	7,500
JANUARY - 23	6.84	3.87	8,400
FEBRUARY - 23	7.35	6.65	5,200
MARCH - 23	8.08	6.98	5,000

## 14. SEBI COMPLAINTS REDRESS SYSTEM (SCORES):

The investor complaints are processed in a centralised web-based complaints redress system. The salient features of this system are: Centralised database of all complaints, online upload of Action Taken Reports (ATRs) by concerned companies and online viewing by investors of actions taken on the complaint and its current status.

## 15. SHARE TRANSFER SYSTEM:

Presently the share transfer documents, which are received by the Company, are processed, approved and kept ready for dispatch within 15 days from the date of the receipt.

## 16. DEMATERIALISATION OF SHARES:

The Company's shares are available for trading in the depository systems of both the National Securities Depository Limited and the Central Depository Services (India) Limited. The International Securities Identification Number (ISIN) allotted to the Company is INE165F01020. As on 31st March, 2023, 90.89% of the Company's total shares are in dematerialized form.

## 17. DISTRIBUTION OF SHAREHOLDING AS ON 31ST MARCH, 2023 :

Number of shares	Number of share holders	Percentage of share holders	Number of shares held	Percentage of share holding
1 - 100	23954	80.63	2395123	3.90
101 - 500	4507	15.17	1288177	2.10
501 - 1000	731	2.46	594900	0.97
1001 - 2000	255	0.86	376900	0.61
2001 - 3000	62	0.22	150700	0.25
3001 - 4000	34	0.11	119200	0.20
4001 - 5000	73	0.25	358100	0.58
5001 - 10000	43	0.14	348800	0.57
10001 & Above	49	0.16	55740090	90.82
TOTAL	29708	100.00	61371990	100.00

## 18. CATEGORIES OF SHAREHOLDERS AS ON 31ST MARCH, 2023:

Category	No. of Shares held	%
Indian Promoters	44713100	72.86
Financial Institutions	4921990	8.02
Bodies Corporate	205600	0.33
Non Resident Indians	400	0.0004
Indian Public	11515600	18.77
Others	15300	0.025
Total	61371990	100.00

## 19. RECONCILIATION OF SHARE CAPITAL AUDIT:

A quarterly audit was conducted by a practicing company secretary, reconciling the issued and listed capital of the company with the aggregate of the number of shares held by investors in physical form and in the depositories and the said certificates were submitted to the stock exchanges within the prescribed time limit. As on 31st March 2023 there was no difference between the issued and listed capital and the aggregate of shares held by investors in both physical form and in electronic form with the depositories.



**20. PREVENTION OF INSIDER TRADING:**

In accordance with the SEBI Regulations as amended, the Company has established a code of conduct for prohibition of insider trading in the company's shares. The objective of this Code is to prevent misuse of any unpublished price sensitive information and prohibit any insider trading activity, in order to protect the interest of the shareholders at large. During the year under review, there has been due compliance with SEBI (Prohibition of Insider Trading) Regulations 2015.

**21. ADDRESS FOR CORRESPONDENCE:**

The Secretary  
Gem Spinners India Limited  
78, Cathedral Road, Chennai -600 086.

**CERTIFICATE ON CORPORATE GOVERNANCE UNDER THE LISTING REGULATIONS**

To,  
The Members of Gem Spinners India Limited

The Certificate issued in accordance with the terms of our engagement letter dated 27th May 2022.

We have examined the compliance of conditions of Corporate Governance by Gem Spinners India Limited ('the Company'), for the year ended 31st March 2023, as stipulated in the Regulations 17-27, clauses (b) to (i) of Regulation 46(2), and paragraphs C and D of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'), as amended, pursuant to the Listing Agreement of the Company with the Stock Exchanges. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of certification.

The compliance of conditions of Corporate Governance is the responsibility of the Management. This responsibility includes the design, implementation, and maintenance of internal control procedures to ensure the compliance with the conditions of Corporate Governance stipulated in the SEBI Listing Regulations.

Our examination was limited to the procedure and implementation process adopted by the Company for ensuring compliance with the conditions of the Corporate Governance. This certificate is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

On our examination, we observed that the company has no material subsidiaries.

In our opinion and to the best of our information and according to the explanations and information furnished to us, we certify that the company has complied with all the mandatory requirements of Corporate Governance as stipulated in Schedule II of the said Regulations.

As regards the Discretionary Requirement specified in Part – E of Schedule II of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has complied with items C and E.

For **Lakshmmi Subramanian & Associates**  
**P.S. Srinivasan**

Place: Chennai  
Date: 21.08.2023

ACS No. 1090  
C.P No : 3122

Peer Review Certificate No: 1670/2020  
UDIN:A001090E000831381

Form No. MR-3

**SECRETARIAL AUDIT REPORT****Secretarial Audit Report for the financial year ended 31.03.2023**

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,

The Members  
Gem Spinners India Limited

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Gem Spinners India 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 our opinion thereon.

Based on our verification of the Company's books, papers, minute books, form sand 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 31st March, 2023, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have also examined the following with respect to the new amendment issued vidc SEBI Circular number CIR/CFD/CMD1/27/2019 dated 8th February, 2019 and Exchange Circular no. 20230316-14 dated March 16, 2023 [Regulation 24A of SEBI(LODR)]

- (a) all the documents and records made available to us and explanation provided by Gem Spinners India Limited ("the Listed Entity"),
- (b) the filings/submissions made by the Listed Entity to the Stock Exchanges,
- (c) website of the listed entity,
- (d) books, papers, minute books, forms and returns filed with the Ministry of Corporate Affairs and other records maintained by Gem Spinners India Limited ("the Company") for the financial year ended on 31st March, 2023 according to the provisions as applicable to the Company during the period of audit and subject to the reporting made hereinafter and in respect of all statutory provisions listed hereunder:
  - i. The Companies Act, 2013 (the Act) and the Rules made thereunder;
  - ii. The Securities Contracts (Regulation) Act, 2018 ('SCRA') and the Rules made there under;
  - iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
  - iv. 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 (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended from time to time.
    - (b) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 as amended from time to time;

- (c) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 as amended from time to time;
- (d) Securities and Exchange Board of India (Depositories and Participants) Regulations, 2018;
- (e) Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; (Not applicable during the review period)
- (f) Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; (Not applicable during the review period)
- (g) Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021; (Not applicable during the review period)
- (h) Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008
- (i) Securities and Exchange Board of India (Issue and Listing of Non Convertible and Redeemable Preference Shares) Regulations, 2013 (Not applicable during the review period)
- (j) Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021 (Not applicable during the review period)
- (k) Securities and Exchange Board of India (Investor Protection and Education Fund) Regulations, 2009
- (l) Securities and Exchange Board of India (Prohibition of Fraudulent and Unfair Trade Practices relating to Securities Market) Regulations, 2003

**We further report that**

- a. The Listed Entity has complied with the provisions of the above Regulations and circulars/guidelines issued there under, except as specified below.
- b. The Listed Entity has maintained proper records under the provisions of the above Regulations and circulars/guidelines issued there under in so far as it appears from our examination of those records.
- c. There were no actions taken against the listed entity/its promoters/directors/material subsidiaries either by SEBI or by Stock Exchanges (including under the Standard Operation Procedures issued by SEBI through various circulars) under the said Acts/Regulations and circulars/guidelines issued there under.
- d. The clauses 6(a) and 6(b) as mentioned in SEBI Circular No. CIR/CFD/CMD/114/2019 dated October 18, 2019 with regard to the Resignation of Statutory Auditors is not applicable for the period under review.

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

- 1. The Listing Agreements entered into by the Company with the Stock Exchanges, where the Securities of the Company are listed and the uniform listing agreement with the said stock exchanges pursuant to the provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015
- 2. Secretarial Standards with respect to Meetings of Board of Directors (SS-1) and General Meetings (SS-2) issued by the Institute of Company Secretaries of India.

Since, the Company's manufacturing business is fully ceased and is presently not engaged in any business activity in our opinion and as identified and informed by the management, the Company has no specific laws applicable.

**It is reported that during the period under review, the Company has been regular in complying with the provisions of the Act, Rules, Regulations and Guidelines, as mentioned above, except:**

1. The share holding of the Promoters is yet to be fully dematerialized.
2. The Company is yet to strictly comply with SEBI (LODR) Regulations, 2015 among other deviations as observed in 24A Audit filed with Bombay Stock Exchange.
3. Company is yet to improve in Secretarial Standard in certain areas.
4. The Company is yet to appoint Internal Auditor.
5. The Website of the Company is not actively updated.
6. There was Delay in the filing of following forms AOC-4 XBRL however the same was filed with additional fee with the Registrar of Companies.
7. The Company has not placed accounts due to resignation of auditor during the Month of May 2023.

**We further report that there were no actions/events in the pursuance of**

1. The Securities and Exchange Board of India (Share Based employee Benefits and Sweat equity) Regulations, 2021 and the Employees Stock Option Scheme, 2007 approved under the provisions of the Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
2. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021
3. The Securities and Exchange Board of India (Buy back of Securities) Regulations, 2018
4. The Securities and Exchange Board of India (Issue of Capital and Disclosure (Requirements) Regulations, 2018;
5. The Securities and Exchange Board of India (Issue and Listing of Non - convertible Securities) Regulations, 2021;
6. Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; requiring compliance there of by the Company during the Financial Year under review.

We further report that, based on the information provided by the Company, its officers and authorized representatives, in our opinion, adequate systems and control mechanism exist in the Company to monitor and ensure compliance with other applicable general laws including Human Resources and Labour laws.

We further report that the compliance by the Company of applicable financial laws, like direct and indirect tax laws, has not been reviewed in this Audit since the same have been subject to review by Statutory financial auditor and other designated professionals.

**We further report that**

The Board of Directors of the Company is constituted with Executive, Non-executive Directors and Independent Directors. There were no changes in the composition of the Board of Directors during the period under review.

Notices is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were delivered 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. However, improvements in SS-1 and SS-2 are yet to be made by the company.

All decisions at Board Meetings and Committee Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

**We further report that during the audit period the following events which have a major bearing on the Company's affairs have occurred:**

1. Re-appointment of M/s. K. Arunkumar & Associates, Chartered Accountants as the Statutory Auditors of the Company for a second term of 5 years at its Annual General Meeting held on 23rd September 2022.
2. Re-appointment of Mr. R. Veeramani (DIN: 00032895) as Managing Director of the Company for a period of 3 years from 01-10-2022 to 30-09-2025 with no remuneration.

**We further report except as given below, no other material events have been occurred during the period after the end of the Financial Year and before the signing of this Report except the following:**

1. Resignation of M/s. K. Arunkumar & Associates, Chartered Accountants w.e.f 30th May 2023.
2. Appointment of M/s. Vivekanandan Associates, Chartered Accountants vide postal Ballot dated 19th July 2023.

The Company has not carried on any business operations for the past several years, since the Company's manufacturing unit was closed.

For **Lakshmi Subramanian & Associates**

Place: Chennai **P.S. Srinivasan**  
 Date: 17-08-2023 ACS No. 1090  
 C.P No : 3122  
 Peer Review Certificate No: 1670/2022  
 UDIN:A001090E000814276

**ANNEXURE – A**

To,

The Members  
 Gem Spinners India Limited

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on the secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on the random test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, we have obtained the Management representation about the compliance of laws, rules and

regulations and happening of events etc.

5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. Our examination was limited to the verification of procedures on a random test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For **Lakshmi Subramanian & Associates**

Place: Chennai **PS. Srinivasan**  
 Date: 17-08-2023 ACS No. 1090  
 C.P No : 3122  
 Peer Review Certificate No: 1670/2022  
 UDIN:A001090E000814276

**Certificate on 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,

Gem Spinners India Limited  
 No. 14, Mangalam Village Madurathagam Taluk,  
 Kancheepuram District,  
 Tamilnadu-603 107.

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of GEM SPINNERS INDIA LIMITED CIN L17111TN1990PLC019791 having its registered office at NO.14, MANGALAM VILLAGE, MADURATHAGAM TALUK, KANCHEEPURAM DISTRICT, KANCHEEPURAM – 603107 IN (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub-clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, for the year ended 31st March 2023.

S. No.	Name of Director	DIN	DIN	Date of original Appointment in Company
1.	Mr. Rangaswami veeramani	Managing Director	00032895	06/12/1993
2.	Mr. Srinivasan gopal	Director	00960514	06/12/1993
3.	Mr. Pushpadant Parisappa doddanavar	Independent Director	06448007	18/09/2012
4.	Mrs. Poorana juliet	Independent Director	07143637	30/03/2015

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to us by the Company and its officers, we hereby certify that

none of the Directors on the Board of the Company as stated below for the Financial Year ending on March 31, 2023 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.

Ensuring the eligibility of 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.

For **Lakshmi Subramanian & Associates**

Place: Chennai

Date: 21-08-2023

**P.S. Srinivasan**

ACS No. 1090

C.P No : 3122

UDIN:A001090E000831359

Peer Review Certificate No: 1670/2020

**DECLARATION IN COMPLIANCE WITH THE CODE OF CONDUCT**

I, R.Veeramani, Managing Director of the Company, hereby declare that the Board of Directors has laid down a Code of Conduct for its Board Members and Senior Management Personnel of the Company and the Board Members and Senior Manager Personnel have affirmed compliance with the said code of conduct.

For GEM SPINNERS INDIA LIMITED

Place: Chennai

Date: 14-08-2023

R.Veeramani

Managing Director

Din No:00032895

**CFO CERTIFICATION**

The Board of Directors  
Gem Spinners India Limited  
78, Cathedral Road,  
Chennai - 600 086

**Dear Members of the Board,**

- 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 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 are responsible for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of internal control systems of the company pertaining to financial reporting and we have disclosed to the auditors and the audit committee, changes if any, in the design or operation of such internal controls.
- D. we have indicated to the auditors and the Audit committee
  - (1) any significant changes in internal control over financial reporting during the year;
  - (2) all significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
  - (3) any instances of significant fraud of which we are aware that involve the management or an employee having a significant role in the company's internal control system over financial reporting.

Date :14-08-2023

Place: Chennai

G.Senthilvel

Chief Financial Officer

**INDEPENDENT AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE:**

We have examined all the relevant records of Gem Spinners India Limited for the purpose of certifying compliance of the conditions of the Corporate Governance under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the period 01st April, 2022 to 31st March 2023.

We have obtained all the information and explanations which to the best of our knowledge and belief were

The compliance of conditions of corporate governance is the responsibility of the Management. Our examination was limited to the procedure and implementation process adopted by the Company for ensuring the compliance of the conditions of the corporate governance.

This certificate is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

In our opinion and to the best of our information and according to the explanations and information furnished to us, we certify that the Company has complied with all the mandatory conditions of Corporate Governance as stipulated in the said Listing Agreement / Regulations. As regards Discretionary Requirements specified in Part E of Schedule II of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the company has complied with items C, D and E.

For VIVEKANANDAN ASSOCIATES  
CHARTERED ACCOUNTANTS

V.VIVEKANANDAN

CHARTERED ACCOUNTANT

MEMBERSHIP NO.027204

Place: Chennai

Date: 14-08-2023

**INDEPENDENT AUDITORS' REPORT****TO THE MEMBERS OF GEM SPINNERS LIMITED**

Report on the audit of Financial Statements

**Opinion**

We have audited the standalone financial statements of M/s. Gem Spinners India Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss (including other comprehensive income), statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as the "Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with Indian Accounting Standards prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, ("Ind AS") as amended and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023 and its Profit and Other total Comprehensive Income, Changes in Equity and Cash Flows for the year ended on that date.

**Basis for Opinion**

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

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

The Company's Board of Directors is responsible for the other information. The other information comprises the Board's report, including Annexure to Board Report, and Shareholders Information but does not include the financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**Responsibility of Management for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these 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 accounting principles generally accepted in India, including the Accounting Standards (Ind AS)

specified under Section 133 of the Act, read with relevant rules made thereunder.

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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the 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 the management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

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

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

- ♦ Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ♦ Obtain an understanding of internal 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.
- ♦ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- ♦ Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.



- ♦ Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

#### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books
  - (c) The Balance Sheet, the Statement of Profit and Loss the Standalone Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - (e) On the basis of the written representations received from the directors as on 31st March, 2023, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
  - (f) With respect to the adequacy of the internal financial controls over financial reporting of the company and other operating effectiveness of such controls, refer to our separate report in "Annexure B".

With respect to the other matters to be included in the Auditors Report in accordance with the requirements of section 197(16) of the Act, as amended:

- (g) In our opinion and to the best of our information and according to the explanations given to us, no remuneration was paid by the Company to its directors during the year.
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to me:
  - i. The Company does not have any pending litigations which would impact its financial position.
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

- iv. Management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or any other sources or kind of funds) by the company to or in any other person(s) or entity(is), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- v. Management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries, and Based on the audit procedures adopted by me, nothing has come to my notice that has caused me to believe that the representations made by the management under sub clause (i) and (ii) above, contain any material Misstatement.
- vi. In our opinion and according to the information and explanations given to us, the no remuneration was paid by the Company to its directors.

For Vivekanandan Associates  
Chartered Accountants  
FRN: 005268S  
UDIN: 23027204BGYXRH3591

Place : Chennai  
Date : 14-08-2023

V. Vivekanandan (Partner)  
Partner  
M.No. 027204

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

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of Gem Spinners India Limited for the year ended March 31, 2023:

- 1) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
- (b) These Property, Plant and Equipments have been physically verified by the management in a phased manner, at regular intervals, which in our opinion, is reasonable having regard to the size of the company and nature of its business and no material discrepancies between the book records and the physical fixed assets have been noticed.
- (c) The company has informed that land and building document are in possession with them, the same has not been verified by us.
- (d) The Company have not revalued its Property, Plant and Equipments (including right of use of assets) or intangible assets during the year ended March 31, 2023.
- (e) The Company is not holding any Property, Plant and Equipments under benami names and no proceedings have been initiated during the year or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

- 2) a) The Company had not availed any working capital loans from banks during the year against the security of the stock of shares.  
b) No inventory is being held by the company
- 3) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (f) of the Order are not applicable to the Company and hence not commented upon.
- 4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security.
- 5) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
- 7) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2023 for a period of more than six months from the date on when they become payable. According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute.
- 8) In our opinion and according to the information and explanations given to us, there are no transactions unrecorded previously in the books of account that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961). Accordingly, the requirement to report on Clause 3(viii) of the Order is not applicable to the Company.
- 9) The Company has not defaulted in the repayment of dues to banks as it has not taken any loan either from financial institutions or from the government and it has not issued any debentures.
- 10) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised money by way of initial public offer or further public offer including debt instruments and term Loans during the year.  
The company has not made any preferential allotment or private placement of shares or fully or partially or optionally convertible debentures during the year under audit.  
Accordingly, the provisions of clause 3 (x) (a) and 3(x) (b) of the Order are not applicable to the Company and hence not commented upon.
- 11) (a) During the course of our examination of books and records of the company, carried out in accordance with the generally accepted audit procedures performed for the purpose of reporting true and fair view of the standalone financial statements, to the best of our knowledge and belief and as per the information and explanations given by the Management and the representations obtained from the Management, no material fraud on the company by its officers or employees has been noticed or reported during the year.
- (b) There is no report under sub-section (12) of section 143 of the Companies Act has been filed by us in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government during the year. According to the information and explanations given to us and records verified by us, the Secretarial Auditors have not filed report in Form ADT-4 prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) According to the information and explanations given to us and records verified by us, there are no whistle blower complaints received by the Company during the year.
- 12) In our opinion and based on verification of the records, the Company is not a Nidhi Company. Therefore, the provisions of clause (xii) of the Order are not applicable to the Company.
- 13) In our opinion and according to the information and explanations given to us, based on verification of the records and approvals of the Audit Committee, the Company is in compliance with Section 177 and Section 188 of the Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the Standalone financial statements as required by the applicable accounting standards
- 14) a) In our opinion and based on our examination, the Company has an internal audit system commensurate with the size and nature of its business.
- 15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- 16) (a) In our opinion, and according to the information and explanations given by the management and verified by us, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934. Accordingly, the requirement to report under clause (xvi) of the Order does not arise.  
(b) The Company has not conducted any Non-Banking Financial or House Financing activities.  
(c) The Company is not a core investment company as defined in the regulations made by the Reserve Bank of India. Accordingly, the requirement to report under clause (xvi) of the Order does not arise.
- 17) The Company has incurred cash loss in the current year and in the immediately preceding financial year.
- 18) There is no resignation of the statutory auditor during the year under review. Accordingly, the requirement to report under clause 3 (xviii) of the Order does not arise. However, the undersigned firm has been appointed by the board of directors due to the vacation of the office by the earlier statutory auditors.
- 19) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities and other information accompanying the financial statements together with our knowledge of the Board of Directors and management plans and based on my examination of the evidence supporting the assumptions, nothing has come to my attention, which causes me to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities as disclosed therein and 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 us 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.

- 20) According to the information and explanations given to us, the provisions of Section 135 of the Companies Act, 2013 relating Corporate Social Responsibility are not applicable to this Company and hence not commented upon.

For Vivekanandan Associates  
Chartered Accountants  
FRN: 005268S  
UDIN: 23027204BGYXRH3591  
V. Vivekanandan (Partner)  
Partner  
M.No. 027204

Place : Chennai  
Date : 14-08-2023

**“Annexure B” to the Independent Auditor’s Report of even date on the Financial Statements of M/s. Gem Spinners India Limited for the year ended March 31, 2023**

**Report on 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 M/s. Gem Spinners India Limited (“the Company”) as of March 31, 2023 in conjunction with our audit of the Ind As financial statements of the Company for the year ended on that date.

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

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

**Auditor’s Responsibility**

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) 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, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2023, [based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control as stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India].

For Vivekanandan Associates  
Chartered Accountants  
FRN: 005268S  
UDIN: 23027204BGYXRH3591  
V. Vivekanandan (Partner)  
Partner  
M.No. 027204

Place : Chennai  
Date : 14-08-2023

**BALANCE SHEET AS AT 31ST MARCH 2023**

in Rupees

PARTICULARS	NOTE NO.	AS AT 31.03.2023	AS AT 31.03.2022
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Property, plant and equipment	3	53,792,788.99	55,385,070.29
Capital work-in-progress		-	-
Other Intangible assets		-	-
(ii) Other financial assets	4	3,655,558.88	4,143,887.88
Deferred tax assets (net)		11,629,534.00	11,629,534.00
Other tax assets (net)		-	-
Other non-current assets	5	1,375,343.30	1,375,343.30
Total non-current assets		70,453,225.17	72,533,835.47
<b>CURRENT ASSETS</b>			
Financial assets		-	-
(i) Investments		-	-
(ii) Trade receivables		-	-
(iii) Cash and cash equivalents	6	146.25	5,576.25
(iv) Bank balances other than (iii) above		298,915.67	1,182,171.45
(v) Loans		-	-
(vi) Other financial assets	7	630,382.00	621,019.00
Other current assets		-	-
Assets included in disposal group held for sale		-	-
Total current assets		929,443.92	1,808,766.70
Total assets		71,382,669.09	74,342,602.17
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity share capital	8	306,859,950.00	306,859,950.00
Other Equity			
Reserves and surplus	9	-316,891,884.67	-309,898,412.52
Items of Other comprehensive income		-	-
<b>Equity attributable to owners of the Company</b>		<b>-10,031,934.67</b>	<b>-3,038,462.52</b>
<b>Non-controlling interests</b>			
<b>Total equity</b>		<b>-10,031,934.67</b>	<b>-3,038,462.52</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Financial liabilities		-	-
Provisions		-	-
Deferred tax liabilities (net)		-	-
Other non-current liabilities	10	65,739,888.97	65,739,888.97
<b>Total Non-current liabilities</b>		<b>65,739,888.97</b>	<b>65,739,888.97</b>
<b>CURRENT LIABILITIES</b>			
Financial liabilities			
Trade payables			
A) total outstanding dues of micro enterprises and small enterprises; and (B) total outstanding dues of creditors other than micro enterprises and small enterprises.	11	14,415,064.79	10,031,391.30
Other current liabilities	12	90,820.00	143,952.00
Provisions	12	1,168,830.00	1,465,832.60
<b>Total Current liabilities</b>		<b>15,674,714.79</b>	<b>11,641,175.90</b>
<b>Total liabilities</b>		<b>81,414,603.76</b>	<b>77,381,064.87</b>
<b>Total equity and liabilities</b>		<b>71,382,669.09</b>	<b>74,342,602.35</b>

For and on behalf of the Board

**R. Veeramani**  
 Managing Director  
 Din No. 00032895

**P.P. Doddanavar**  
 Director  
 Din No: 00960514

**S. Gopal**  
 Director  
 Din No: 06448007

 As per our report of even date  
 For M/s. VIVKEKANADAN & ASSOCIATES  
 Chartered Accountants  
 Firm Regn. No.: 005268S

 Place : Chennai  
 Date : 14-08-2023

**A. Vani**  
 Company Secretary

**G.Senthilvel**  
 Chief Financial Officer

**V.Vivekanandan**  
 Partner

**Membership No. 027204**
**UDIN No. : 23027204BGYXRH3591**

**STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2023**

PARTICULARS	NOTE NO.	FOR THE YEAR ENDED 31.03.2023	FOR THE YEAR ENDED 31.03.2022
<b>REVENUE</b>			
Revenue			
Revenue from Operations		-	-
Other Income		-	-
Total Income		-	-
<b>EXPENSES</b>			
Cost of material consumed		-	-
Purchase of stock in trade		-	-
Changes in inventories of finished goods, stock-in-trade and work-in-progress		-	-
Employee benefit expense	13	2,265,551	1,285,019
Finance costs	14	590	274
Depreciation and amortisation expense	3	1,559,336	1,759,875
Impairment losses on financial assets and contract assets		-	-
Other expenses	15	3,167,995	3,444,993
<b>Total Expenses</b>		<b>6,993,472</b>	<b>6,490,161</b>
<b>PROFIT / (LOSS) BEFORE EXEPTIONAL, EXTRAORDINARY ITEMS AND TAX</b>		<b>-6,993,472</b>	<b>-6,490,161</b>
Exceptional items		-	-
<b>PROFIT/ (LOSS) BEFORE EXTRAORDINARY ITEMS AND TAX</b>		<b>(6,490,160.62)</b>	<b>(6,138,980.74)</b>
Extraordinary Item		-	-
<b>PROFIT/ (LOSS) BEFORE TAX</b>		<b>-6,993,472</b>	<b>-6,490,161</b>
<b>TAX EXPENSES</b>			
i) Current tax		-	-
ii) Deferred tax		-	-
Tax expense		-	-
<b>PROFIT/(LOSS)FOR THE PERIOD FROM CONTINUING OPERATIONS</b>		<b>(6,993,472)</b>	<b>(6,490,161)</b>
Discontinued operation		-	-
Profit (loss) from discontinued operation (after tax) 5		-	-
<b>Profit for the year</b>		<b>(6,993,472)</b>	<b>(6,490,161)</b>
Other comprehensive income (OCI)		-	-
Earnings per equity share - continuing operations			
Basic earnings per share (INR)		(0.11)	(0.11)
Diluted earnings per share (INR)		-	-

For and on behalf of the Board

As per our report of even date

For M/s. VIVKEKANADAN &amp; ASSOCIATES

**R. Veeramani**  
 Managing Director

**P.P. Doddanavar**  
 Director

**S. Gopal**  
 Director

**Chartered Accountants**  
 Firm Regn. No.: 005268S

**Din No. 00032895**
**Din No: 00960514**
**Din No: 06448007**
**V.Vivekanandan**

 Place : Chennai  
 Date : 14-08-2023

**A. Vani**  
 Company Secretary

**G.Senthilvel**  
 Chief Financial Officer

**Partner**  
**Membership No. 027204**
**UDIN No. : 23027204BGYXRH3591**

**CASH FLOW STATEMENT**

Particulars		For the year ended 31st March 2023	For the year ended 31st March 2022
<b>A. Cash Flow from operating activities</b>			
Profit/(Loss) for the year		-6934472.15	-6490160.62
Adjustments for :			
Depreciation		1559336.00	1759874.76
Interest and Finance		590.00	274.00
Deferred expenses written off		0.00	0.00
Less : Interest/Dividend Income		0.00	0.00
Operating Profit before Working Capital Changes	<b>A</b>	-5374546.15	-4730011.86
Adjustments for :			
Inventories		0.00	0.00
Loans and Advances		488329.00	205876.00
Other Current Assets		-9363.00	17786.00
Miscellaneous Expenditure		0.00	0.00
Debtors		0.00	0.00
Current Liabilities		3974539.07	5389175.35
	<b>B</b>	4453505.07	5612837.35
Cash generated from Operations	<b>(A+B) = C</b>	-921041.08	882825.49
Interest and Finance Charges	<b>D</b>	590.00	274.00
Net Cash from Operating Profit	<b>(C-D = E)</b>	-921631.08	882551.49
<b>B. Cash flow from investing activities</b>			
Purchase of fixed assets		32945.30	0.00
Interest received		0.00	0.00
Bank Deposits		0.00	0.00
Net Cash used in investing activities		32945.30	0.00
<b>C. Cash Flow from financing activities</b>			
Preferential Issue of Shares to Financial Institutions		0.00	0.00
Proceeds from long term borrowings		0.00	0.00
Proceeds from short term borrowings		0.00	0.00
Net Cash used in Financing Activities		0.00	0.00
Net increase in cash and cash equivalents		-888685.78	882551.49
Cash and cash equivalents as at 01.04.2021 (Opening Balance)		929979.70	47428.21
Cash and Cash equivalents as at 31.03.2022 (Closing Balance)		41293.92	929979.70

For and on behalf of the Board

**R. Veeramani**  
Managing Director  
Din No. 00032895

**P.P. Doddanavar**  
Director  
Din No: 00960514

**S. Gopal**  
Director  
Din No: 06448007

As per our report of even date  
For M/s. VIVKEKANADAN & ASSOCIATES  
Chartered Accountants  
Firm Regn. No.: 005268S

**V.Vivekanandan**  
Partner

Place : Chennai  
Date : 14-08-2023

**A. Vani**  
Company Secretary

**G.Senthilvel**  
Chief Financial Officer

Membership No. 027204  
UDIN No. : 23027204BGYXRH3591

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2023.****NOTE 1****GENERAL INFORMATION:**

Gem Spinners India Limited was incorporated as a Public Limited Company having registered office at No.14 Mangalam Village, Madhuranthagam Taluk, Kancheepuram District, and Tamil Nadu. The Company's shares are listed in Bombay Stock Exchanges. The Company has set up a plant for the Manufacture of Cotton yarn and Grey Fabrics at No.14 Mangalam Village, Madhuranthagam Taluk Kancheepuram District, and Tamil Nadu.

**NOTE 2****NOTES FORMING PART OF ACCOUNTS****a) Basis of preparation and presentation of financial statements**

- i) The financial statements have been prepared under the historical cost concept and in accordance with Generally Accepted Accounting Policies, the mandatory Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 and relevant provisions of Companies Act, 2013, as adopted consistently by the Company.
- ii) The company generally follows mercantile system of accounting and recognizes significant items of income and expenditure on accrual basis.
- iii) All inventories and stores & spares are valued at cost or net realizable value whichever is lower.

The Financial Statements of the Company have been prepared to comply with the Indian Accounting Standards ('Ind AS'), including the rules notified under the relevant provisions of the Companies' Act, 2013.

Upto the year ended 31st March 2017, the Company has prepared its financial statements in accordance with the requirements of Indian Generally Accepted Accounting Principles (GAAP), which includes Standard notified under the Companies (Accounting Standards) Rules, 2006 and considered as "Previous GGAP".

**ADOPTION OF INDIAN ACCOUNTING STANDARD (IND AS):**

Pursuant to the notification of the Companies (Indian Accounting Standard) Rules, 2015 by the Ministry of Corporate Affairs (MCA) on 16 February 2015, the company has adopted IND AS (Indian Accounting standards) from the financial year 2017-18.

These Financial Statements are the Company's first IndAs Standalone Financial Statement.

**b) USE OF ESTIMATES**

The preparation of financial statements requires the management to make judgements, estimates and assumptions that affect the reported amount of assets, liabilities, revenues and expenses and disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates in the future period.

**c) REVENUE RECOGNITION**

Revenue is recognized to the extent that is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Sale of products is recognized when the significant risk and reward of ownership of the goods have been passed to the buyer. Revenue is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable. As there is no export during the year under review the Company has not made any provision as receivables such as Duty Drawback and other schemes.

**d) PROPERTY, PLANT AND EQUIPMENT**

Fixed Assets are stated at cost of acquisition less accumulated depreciation and impairment losses if any, except free hold land which is carried at cost less impairment losses if any. The cost comprises purchase prices, borrowing cost if capitalization criteria are met and

directly attributable cost of bringing the asset to its working condition for the intended use. Subsequent expenditure relating to an item of fixed asset is added to its book value only if it increases the future benefits from the asset beyond its previous assessed standard of performance. All other expenses on fixed assets, including day-to-day repair and maintenance expenditure and cost of replacing parts are charged to the statement of profit and loss for the period as and when they occur.

**e) Depreciation**

Depreciation on Fixed Assets is provided on Straight Line Method at the rates prescribed in Schedule II of the Companies Act, 2013 except Plant & Machinery based on useful life ascertained for such asset. Gains or losses arising from disposal of fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of such assets are recognized in the statement of profit and loss.

**f) EMPLOYMENT BENEFITS****Short Term Obligations**

Short term employee benefits viz., salaries and wages are recognised as expense at the undiscounted amount in the statement of profit and loss for the year in which the related service is rendered.

**POST EMPLOYMENT OBLIGATIONS****• PROVIDENT FUND**

Provident Fund is a defined contribution scheme and the contributions are recognised as expenses in the Profit & Loss Account for the year in which the employees have rendered services. The company contributes to provident fund administered by the Government on a monthly basis at 12% of employee's basic salary. There are no other obligation other than the above defined contribution plan.

**• GRATUITY**

Gratuity is a defined benefit retirement plan. The Company contributes to the Scheme with Life Insurance Corporation of India based on actuarial valuation done by them as at the close of the financial year.

**g) PROVISIONS AND CONTINGENT LIABILITIES**

1. Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as result of past events and it is probable that there will be outflow of resources.
2. Contingent Liabilities- Nil

**h) IMPAIRMENT OF NON FINANCIALS ASSETS**

Consideration is given at each balance sheet to determine whether there is any indication of impairment of the carrying amount of the company's fixed assets. If any indication exists an asset's recoverable amount is estimated. An impairment loss is recognised whenever the carrying amount of an asset exceeds recoverable amount.

**i) Trade & Other Payable**

These amounts represents liabilities for services received by the Company prior to the end of Financial year which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognized initially at their fair value and subsequently measured at amortised cost using the effective interest method.

**j) BORROWING COST**

As there are no borrowings during this financial year the same is not applicable.

**k) SEGMENT REPORTING :**

The Company is engaged in the business of manufacture and export of cotton yarn and grey fabrics and also trade in the same commodity and accordingly trading is considered as a segment.

**NOTE 3.  
FIXED ASSETS**

	GROSS BLOCK				DEPRECIATION BLOCK				NET BLOCK	
	TOTAL AS ON 01.04.2022	ADDITIONS	DELETIONS	TOTAL AS ON 31.03.2023	UP TO 31.03.2022	DEPRECIATION FOR THE YEAR	DELETION	TOTAL AS ON 31.03.2023	SLM VALUE AS ON 31.03.2023	SLM VALUE AS ON 31.03.2021
	Rs. Ps.	Rs. Ps.		Rs. Ps.	Rs. Ps.	Rs. Ps.	Rs. Ps.	Rs. Ps.	Rs. Ps.	Rs. Ps.
1. LAND	9255760.15	0.00	0.00	9255760.15	0.00	0.00	0.00	0.00	9255760.15	9255760.15
2. BUILDING	68440482.93	0.00	0.00	68440482.93	58772586.80	1559336.00	0.00	60331922.80	8108560.07	9667896.07
3. PLANT & MACHINERY	701976742.72	0.00	0.00	701976742.72	666877905.6	0.00	0.00	666877905.58	35098837.14	35098837.14
4. OFFICE EQUIPMENTS, FURNITURE AND FITTINGS	5292917.52	0.00	0.00	5292917.52	5028271.64	0.00	0.00	5028271.64	264645.88	264645.88
5. LAPTOP	68500.00	0.00	0.00	68500.00	65075.00	0.00	0.00	65075.00	3425.00	3425.00
6. VEHICLES	3508655.05	0.00	658906.00	2849749.05	3333222.29	0.00	658906.00	2707261.59	142490.53	175435.83
7. MISCELLANEOUS ASSETS	18381464.58	0.00	0.00	18381464.58	17462391.35	0.00	0.00	17462391.35	919070.22	919070.22
<b>TOTAL</b>	<b>806,924,522.95</b>	<b>0.00</b>	<b>658906.00</b>	<b>806,265,616.95</b>	<b>751,539,452.66</b>	<b>1,559,336.00</b>	<b>658,906.00</b>	<b>752,472,827.96</b>	<b>53,792,788.99</b>	<b>55,385,070.29</b>

**NOTE 4.**
**OTHER FINANCIAL ASSETS (LOANS AND ADVANCES)**
**Unsecured-considered good**
**Advances recoverable in cash or in kind or for value to be received)**
**NOTE 5.**
**OTHER NON-CURRENT ASSETS**

## Deposits

**Note 6.**
**CASH & BANK BALANCES**

## Cash on Hand

## Balances with Scheduled Banks in:

## Current Account

## Margin Money Account

## Others

**Note 7.**
**OTHER CURRENT ASSETS**

## Prepaid expenses

## Income Receivable

## Deferred tax assets

	31.03.2023 Rs.	31.03.2022 Rs.
	<b>3,655,558.88</b>	<b>4,143,887.88</b>
	<b>3,655,558.88</b>	<b>4,143,887.88</b>
	1,375,343.30	1,375,343.30
	<b>1,375,343.30</b>	<b>1,375,343.30</b>
	<b>146.25</b>	<b>5,576.25</b>
	<b>41,147.67</b>	<b>924,403.45</b>
	<b>257,768.00</b>	<b>257,768.00</b>
	<b>298,915.92</b>	<b>1,187,747.70</b>
	<b>21,524.00</b>	<b>12,161.00</b>
	<b>608,858.00</b>	<b>608,858.00</b>
	<b>630,382.00</b>	<b>621,019.00</b>

**NOTE 8.**
**SHARE CAPITAL**
**Authorised:**

9,00,00,000 Equity Shares of Rs.5/- each

**Issued,Subscribed & Paidup:**

 6,13,71,990 Equity Shares of Rs.5/- each  
 fully paid up

450,000,000.00	450,000,000.00
<b>306,859,950.00</b>	<b>306,859,950.00</b>

**(A) Reconciliation of Share Capital**

Particulars	As at 31st March 2023		As at 31st March 2022	
	Number	Amount (Rs.)	Number	Amount (Rs.)
Shares outstanding at the beginning of the year	61,371,990	306,859,950	61,371,990	306,859,950
Shares issued during the year (Preferential)	---	---	---	---
Shares bought back during the year	---	---	---	---
Shares outstanding at the end of the year	61,371,990	306,859,950	61,371,990	306,859,950

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

S.No	Name of Shareholder	As at 31st March 2023		As at 31st March 2022	
		No. of Shares held	% of Holding	No. of Shares held	% of Holding
1	Mr. R. VEERAMANI	14,961,666	24.38	14,961,666	24.38
2	Mr. S.R. ASAITHAMBI	10,174,638	16.58	10,174,638	16.58
3	Mr. R. SEKAR	9,743,348	15.87	9,743,348	15.87
4	Mr. S.R. KUMAR	9,743,348	15.87	9,743,348	15.87
5	ICICI BANK LIMITED	4,921,790	8.02	4,921,790	8.02

**NOTE 9.**
**OTHER EQUITY**

 Share Capital- Reserve  
 Profit & Loss Account

**NOTE 10.**
**OTHER LONG TERM LIABILITIES**

Unsecured Loans

**NOTE 11.**
**TRADE PAYABLES**
**Current Liabilities & Provisions**  
 Sundry Creditors

**NOTE 12.**
**OTHER CURENT LIABILITIES**

 Other current liabilities  
 Short term provisions

	31.03.2023	31.03.2022
	Rs	Rs
	19,719,617.83	19,719,617.83
	-329,618,030.35	-329,618,030.35
	<b>-309,898,412.52</b>	<b>-309,898,412.52</b>
	65,739,888.97	65,739,888.97
	<b>65,739,888.97</b>	<b>65,739,888.97</b>
	31,500.00	-
	<b>14,383,564.79</b>	<b>10,031,391.30</b>
	<b>14,415,064.79</b>	<b>10,031,391.30</b>
	90,820.00	143,952.00
	1,168,830.00	1,465,832.60
	<b>1,259,650.00</b>	<b>1,609,784.60</b>



**NOTE 13.**
**EMPLOYEE BENEFIT EXPENSES**
**Indirect Expenses**

Salaries and Bonus  
Staff welfare  
Contribution funds

**NOTE 14.**
**FINANCE COSTS**

Bank Charges

**NOTE 15.**
**OTHER EXPENSES**

Factory expenses  
office expenses  
Other charges  
Repairs and Maintenance  
KYC shareholders

**Administrative, Selling Expenses**

Printing and stationary  
Postage and Telegram  
Advertisement expenses  
Donation  
Rates and Taxes  
Travelling & Conveyance  
Audit Fees  
Miscellaneous Expenses  
Security charges

**OTHER EXPENSES - TOTAL**

31.03.2023 Rs	31.03.2022 Rs
1,270,822.00	1,201,346.00
1,225.00	18,200.00
65,195.00	65,473.00
<b>1,337,242.00</b>	<b>1,285,019.00</b>
590.00	274.00
<b>590.00</b>	<b>274.00</b>
6,700.00	-
911,456.78	-
282,728.00	-
289,440.00	-
638,869.17	-
<b>2,129,193.95</b>	<b>-</b>
23,266.00	-
302,770.00	-
45,832.50	-
2,002.00	2,002.00
650.00	-
22,081.00	9,296.00
118,000.00	118,000.00
89,212.70	3,315,694.86
1,363,296.00	-
1,967,110.20	3,444,992.86
<b>4,096,304.15</b>	<b>3,444,992.86</b>

## 16) First Time Adoption of Ind AS

These are the company's first financial statements prepared in accordance with Ind AS.

The accounting policies set out in note 2(a) have been applied in preparing the financial statements for the year ended 31st March 2018, the comparative information presented in these financial statements for the year ended 31st March 2017 and in the preparation of an opening Ind AS balance sheet at 1 April 2016 (the Company's date of transition). In preparing its opening Ind AS balance Sheet, the company has adjusted the amounts reported previously in financial statements prepared in accordance with the accounting standards notified under Companies (Accounting Standards/0 Rules, 2006 (as amended) and other relevant provisions of the Act (previous GAAP or Indian GAAP). An explanation of how the transition from previous GAAP to Ind AS has affected the Company's financial position, financial performance and cash flow is set out in the following tables and notes.

### Deemed Cost

Ind AS 101 permits a first time adopter to elect to continue with the carrying value for all its property, plant and equipment as recognized in the financial statements as at the date of transition to Ind AS measured as per the previous GAAP and use that as its deemed cost as at the date of transitions after making necessary adjustments for de-commissioning liabilities. This exemption can also be used for intangible assets covered by Ind AS 38 Intangible Assets and investment property covered by Ind AS 40 Investment Properties.

Accordingly, the Company has elected to measure all of its property, plant and equipment and intangible assets at their previous GAAP carrying value.

Designation of previously recognized financial instruments

Ind AS 101 allows an entity to designate investments in equity instruments at FVOCI on the basis of the facts and circumstances at the date of transition to Ind AS. The Company has elected to apply this exemption for its investment in equity investments.

### De-recognition of financial assets and liabilities

Ind AS 101 requires a first-time adopter to apply the de-recognition provisions of Ind AS 109 prospectively for transactions occurring on or after the date of transition to Ind AS. However, Ind AS 101 allows a first-time adopter to apply the de-recognition requirements in Ind AS 109 retrospectively from a date of the entity's choosing, provided that the information needed to apply Ind AS 109 to financial assets and financial liabilities derecognized as a result of past transactions was obtained at the time of initially accounting for those transactions.

### Classification and measurement of financial assets.

Ind AS 101 requires an entity to assess classification and measurement of financial assets on the basis of the facts and circumstances that exist at the date of transition to Ind AS.

## 17) ADOPTION OF INDIAN ACCOUNTING STANDARD (IND AS):

Pursuant to the notification of the Companies (Indian Accounting Standard) Rules, 2015 by the Ministry of Corporate Affairs (MCA) on 16 February 2015, the company has adopted IND AS (Indian Accounting standards) from the financial year 2017-18.

## 18. OTHER DISCLOSURES AND ADDITIONAL INFORMATION AS PER REQUIREMENTS IN REVISED SCHEDULE III OF THE COMPANIES ACT 2013

### (A) OTHER DISCLOSURES

#### 1. EMPLOYEE BENEFIT PLANS

As per Accounting Standard 15, Employee Benefit, the disclosure of employees benefits are given below:

Rs.

S.No	Particulars	2022-23	2021-22
a)	Contribution to Provident Fund	24175.00	24,854.00
b)	Contribution to employees' pension scheme 1995	41,020.00	40,619.00

S.No	Particulars	2022-23
i)	Discount Rate (Per annum)	8%
ii)	Rate of increase in compensation Levels	5%
iii)	Rate of return on Plan Assets	8%
iv)	Expected Average remaining working Lives of employees in no of years	58 yrs

- The debit and credit balances of parties are subject to confirmation.
- In the absence of taxable income as per the provisions of the Income Tax Act, 1961, no provision has been made for taxation in the accounts.
- The Company has not received any intimation from suppliers regarding their status under the Micro, Small and Medium enterprises Act, 2006 and hence disclosures, if any, relating to amounts unpaid as the year end together with interest paid / payable as required under the said Act have not been given.
- Disclosures in respect of provisions pursuant to Accounting standard – 29

(Rs. in Lakhs)

Particulars	Opening Balance 01.04.2022	Provided during the Year	Utilized During the Year	Reversed During the Year	Closing Balance 31.03.2023
Service Tax	Nil	Nil	Nil	Nil	Nil
Sales Tax	22.89	Nil	Nil	Nil	Nil
TNEB	Nil	Nil	Nil	Nil	Nil

- Interest on others (net of interest income) Rs. Nil (Rs.Nil)
- Disclosure under Accounting Standard 17 – **SEGMENT REPORTING**

Segment Reporting for the year ended 31.03.2023		(Rs. in Lakhs)	
S. No	Particulars	Year Ended on 31.03.2023	Year Ended on 31.03.2022
1	<b>Segment Revenue / Income</b>		
	a. Mill	0.00	0.00
	b. Trading	0.00	0.00
	<b>Total</b>	<b>0.00</b>	<b>0.00</b>
2	<b>Segment Results</b>		
	a. Mill	(69.32)	(64.90)
	b. Trading	0.00	0.00
	<b>Total</b>	<b>(69.93)</b>	<b>(64.90)</b>
	Add: Unallocable Income	0.00	0.71
	Less: Interest – Unallocable Expenditure	0.00	0.00
	Tax [(including - FBT) / (+) Deferred Tax]	0.00	0.00
	Prior year Excess provision of interest written back	0.00	0.00
		<b>(69.93)</b>	<b>(64.90)</b>
3	<b>Capital Employed</b> (Segment Assets - Segment Liabilities)		
	a. Mill	<b>(147.45)</b>	<b>(98.32)</b>
	b. Trading	Nil	Nil

8. Loans and Advances for the year under report from the Group Company is Nil.

9. Earnings per Share:

Rs.in Lakhs

Particulars		2022 – 23	2021 - 22
Net Profit/Loss as disclosed in Profit & Loss Account		(69.32)	(64.90)
Net Profit/Loss attributable to the Equity shareholders		(69.32)	(64.90)
Weighted average Equity Shares			
Basic and diluted Earnings Per Share	Nos	61371990	61371990
(face value of Rs.5 each)			
Before Exceptional Items		(0.11)	(0.03)
After Exceptional Items		(0.11)	(0.03)

10. As per the Accounting Standard 18 – Related Party Transaction: The list of the related parties as identified by company is as under: Key Managerial Personnel:

Name of the related party	Description	Nature of Transaction	Amount (Rs. in lakhs)
Mr.R.Veeramani	Managing Director	Sitting fee	0.12
Mrs.A.Vani	Company Secretary	Salary	4.87
Mr.G.Senthilvel	Chief Financial Officer	Salary	3.65

For and on behalf of the Board

**R. Veeramani**  
Managing Director  
Din No. 00032895

**P.P. Doddanavar**  
Director  
Din No: 00960514

**S. Gopal**  
Director  
Din No: 06448007

Place : Chennai  
Date : 14-08-2023

**A. Vani**  
Company Secretary

**G.Senthilvel**  
Chief Financial Officer

## 11. AUDITORS' REMUNERATION

(Rs. in Lakhs)

Particulars	2022 – 23	2021 – 22
Statutory Audit Fees	1.00	1.1
Certification	Nil	Nil
Cost Audit Fees	Nil	Nil

## 12. Additional Information as required in Revised Schedule III of the Companies Act, 2013.

Rs.in Lakhs

PARTICULARS	2022 – 23	2021 – 22
1) Sales, Production & Stocks	Nil	Nil
2) Traded Good (Cotton Yarn)		
a) Purchase	Nil	Nil
b) Sales		
3) Raw Material Consumed	Nil	Nil
4) Value of Imports - CIF	Nil	Nil
5) Value of Consumption – Stores, Spares & Packing Materials	Nil	Nil
6) Expenditure on Foreign Currency		
a) Commission	Nil	Nil
b) Travel	Nil	Nil
7) Earnings in Foreign Exchange		
Export of Goods in FOB value	Nil	Nil

13. The Company has not obtained loan during the year.

14. Previous years' figures have been regrouped and rearranged wherever necessary so as to confirm the current years' presentation. Figures in brackets represent previous years' figures.

As per our report of even date

For M/s. VIVKEKANADAN & ASSOCIATES

**Chartered Accountants**  
Firm Regn. No.: 005268S

**V.Vivekanandan**

**Partner**

**Membership No. 027204**

**UDIN No. : 23027204BGYXRH3591**

**FORM NO. MGT 11  
PROXY FORM**

NAME OF THE COMPANY : GEM SPINNERS INDIA LIMITED CIN: L17111TN1990PLC019791  
 REGISTERED OFFICE : 14, MANGALAM VILLANGE, MADHURANTHAGAM TALUK,  
 : KANCHEEPURAM DISTRICT, TAMIL NADU  
 E-MAIL ID : secretarial@gemspin.com Telephone : 044 2811 5190

I/We being the member(s) holding \_\_\_\_\_ shares of the above named Company hereby appoint

1. Name : \_\_\_\_\_  
 Address : \_\_\_\_\_  
 E.Mail.ID : \_\_\_\_\_  
 Signature: \_\_\_\_\_ Or failing him/her
2. Name : \_\_\_\_\_  
 Address : \_\_\_\_\_  
 E.Mail.ID : \_\_\_\_\_  
 Signature: \_\_\_\_\_ Or failing him/her
3. Name : \_\_\_\_\_  
 Address : \_\_\_\_\_  
 E.Mail.ID : \_\_\_\_\_  
 Signature: \_\_\_\_\_ Or failing him/her

as my/our proxy to attend and vote (on a poll) for me / us and on my / our behalf at the 33rd Annual General Meeting of the Company, to be held on Thursday, 21st September 2023, at 10.30 a.m. at "No.14, Mangalam Village, Madhuranthagam Taluk, Kancheepuram District, TamilNadu and at any adjournment thereof in

Resolution No.	Description	Optional	
		For	Against
	<b>Ordinary Business</b>		
1.	Adoption of Audited Financial Statements for the year ended 31st March, 2023.		
2.	Re-appointment of Mr. R. Veeramani as Director who retires by rotation		
3.	Appointment of M/s. Vivekanandan Associates, Chartered Accountants for a term of 5 years		

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2023.

Signature of Shareholder: \_\_\_\_\_

Signature of Proxy holder: \_\_\_\_\_

Note:

- This form of proxy, in order to be effective, should be duly completed and deposited at the Corporate Office of the company at 78, Cathedral Road, Chennai – 600 086 not less than 48 hours before the commencement of the Meeting.
- For the Resolutions, Explanatory Statement and Note, Please refer to the Notice of the 33rd AGM.
- It is optional to put in the appropriate column against the Resolution indicated in the Box. If you leave the "For" or "Against" column blank against any or all Resolutions, your Proxy will be entitled to vote in the manner as he / she thinks appropriate.
- Please complete all details including details of member(s) in the above box before submission.
- Members may note that a person shall not act as a Proxy for more than 50 members and holding in aggregate not more than ten percent of the total voting share capital of the Company. However, a single person may act as a Proxy for a member holding more than ten percent of the voting share capital of the company provided that such person shall not act as a Proxy for any other person.

Affix  
Re. 1 Revenue  
Stamp

INTENTIONALLY LEFT BLANK

**GEM SPINNERS INDIA LIMITED**

CIN: L17111TN1990PLC019791

Registered Office: No. 14, Mangalam Village, Madhuranthagam Taluk, Kancheepuram District, Tamil Nadu - 603 107.

Email: secretarial@gemspin.com Phone: 044 2811 5190

**ATTENDANCE SLIP**

I hereby record my presence at the Thirty Third ANNUAL GENERAL MEETING of the Company being held at No. 14, Mangalam Village, Madhuranthagam Taluk, Kancheepuram District, Tamil Nadu - 603 107 on Thursday, 21st September, 2023 at 10.30 a.m.

Member's Folio / DP ID Client ID No.

Member's/Proxy's name in Block Letters

Member's/Proxy's Signature

**Note:**

- Members attending the meeting in person are requested to complete the Attendance Slip and hand it over at the entrance of the meeting hall.
- The Company is offering electronic voting facility to its members in respect of ordinary / special business to be transacted at the ensuing AGM, pursuant to provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014

**GEM SPINNERS INDIA LIMITED**

No. 14, Mangalam Village, Madhuranthagam Taluk, Kancheepuram District, Tamil Nadu - 603 107.

**Ballot Paper**

[Pursuant to section 109(5) of the Companies Act, 2013 and rule 21(1)(c) of the Companies (Management and Administration) Rules, 2014]

S.No	Particulars	Details
1.	Name of the First Named Shareholder (In Block Letters)	
2.	Postal Address	
3.	Registered Folio No. / *Client ID No. (*Applicable to investors holding shares in dematerialised form)	
4.	Class of Share	

I hereby exercise my vote in respect of Ordinary / Special resolution enumerated below by recording my assent or dissent to the said resolution in the following manners:

S.No	Item No.	No. of Shares held by me	I assent to the resolution	I dissent from the resolution
	<b>Ordinary Business</b>			
1.	Adoption of Audited Financial Statements for the year ended 31st March, 2023.			
2.	Re-appointment of Mr. R. Veeramani as Director who retires by rotation			
3.	Appointment of M/s. Vivekanandan Associates, Chartered Accountants for a term of 5 years			

Place:

Date:

(Signature of the Shareholder)

**To**

If undelivered, please return to:

**GEM SPINNERS INDIA LIMITED**

No.14, Mangalam Village,

Madhuranthagam Taluk,

Kancheepuram District,

Tamil Nadu – 603 107