

AMBANI ORGANICS LIMITED

N-44, MIDC, Boisar

CIN: - U24220MH1985PLC036774

CONSOLIDATED AUDITED FINANCIALS

FY: - 2019-20

FROM:-

Shambhu Gupta & Co.

512-513, Manish Chamber, Opp. Hotel karan palace,

Sonawala Lane, Goregaon (E).Mumbai-400063

Contact No. : - 022-42661638



Independent Auditors' Report

To,
The Members of Ambani Organics Limited

Opinion

We have audited the Consolidated financial statements of Ambani Organics Limited and its subsidiaries **Omega Woven Mills Private Limited and Om Maruti Glasswool & wirenetting Products Private Limited** (collectively referred to as "group"), which comprise the balance sheet as at 31st March 2020, and the statement of profit and loss and statement of cash flows for the year then ended March 2020, and a summary of the significant accounting policies and other explanatory information (herein referred to as "financial Statement").

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 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Company as at March 31, 2020, and its profit, and its consolidated cash flows for the year ended on that date.

Basis for Opinion

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

Key Audit Matter:

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

Key Audit Matter	How our Audit addressed the Key Audit Matter
Valuation of Inventories <i>We refer of financial statement's accounting principles on inventories and related disclosure in the Note 15.</i> At the Balance sheet date, the value of inventory	Address the risk for material error on



amounted to INR 16.57 Crores. Inventories were considered as a key audit matter due to the size of balance and because inventory valuation involves management judgment. According to Financial statement inventories are measured at the lower of cost of NRV.

inventories, our audit procedure included amongst other:-

- Assessing the compliance of company's accounting policies over inventory with applicable accounting standards.
- Assessing the inventory valuation processes and practices. At Location we tested the effectiveness of the key controls.
- Assessing the analyses and assessment made by management with respect to slow moving and obsolete stock.

We assessed the adequacy of the company's disclosure related to inventory.

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

The Holding Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon.

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

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

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

Management's Responsibility for the Consolidated Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, (changes in equity) and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone 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 Board of Directors 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 Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.



Those respective Board of Directors of the companies included in the Group are also responsible for overseeing the Company's financial reporting process of the Group.

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

Our objectives are to obtain reasonable assurance about whether the 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 skepticism throughout the audit. We also:

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

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we



determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books
 - (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors as on March 31, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - (a) The Company does not have any pending litigations which would impact its financial position.
 - (b) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - (c) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For Shambhu Gupta & Co.

Chartered Accountants

Firm Registration Number: 007234C

Rajkumar



CA. Rajkumar Khatod

Partner

Membership No: 133612

UDIN: - 20133612AAAAE06712

Place: Mumbai

Date: July 17th, 2020

"ANNEXURE A" TO THE INDEPENDENT AUDITOR'S REPORT REFERRED TO IN PARAGRAPH 2(F) UNDER THE HEADING "REPORT ON OTHER LEGAL & REGULATORY REQUIREMENTS" OF OUR REPORT OF EVEN DATE

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

We have audited the internal financial controls over financial reporting of the Company as of 31 March 2020 in conjunction with our audit of the standalone financial statements "Ambani Organics Limited " (the Holding Company) and its subsidiary which is incorporated in India as on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls and, both issued by the ICAI. Because the matter described in Disclaimer of opinion paragraph below, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on Internal Financial Controls over Financial Reporting of the company.

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial



controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Holding company and its subsidiary 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, 2020, based on the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by The Institute of Chartered Accountants of India (ICAI).

For Shambhu Gupta & Co.
Chartered Accountants
Firm Registration Number: 007234C

Rajkumar



CA. Rajkumar Khatod
Partner
Membership No: 133612
UDIN: - **20133612AAAAEO6712**

Place: Mumbai
Date: July 17th, 2020

Consolidated Balance Sheet as at 31st March 2020

Particulars	Note No	Year Ended 31.03.2020	Year Ended 31.03.2019
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	2	5,07,86,590	5,07,86,590
(b) Reserves and Surplus	3	11,75,03,033	10,36,71,151
(c) Minority Interest		1,293	-
(2) Non-Current Liabilities			
(a) Long-term Borrowings	4	1,90,21,902	1,85,12,002
(c) Other Long term Liabilities	5	7,53,15,095	5,53,44,795
(b) Deferred tax liabilities (Net)	6	69,46,879	36,46,945
(d) Long-term Provision	7	56,05,735	64,66,511
(3) Current Liabilities			
(a) Short-term borrowings	8	17,34,89,435	12,28,64,203
(b) Trade payables	9	16,34,72,303	24,15,14,890
(c) Other current liabilities	10	94,54,377	82,76,281
(d) Short-term provisions	11	27,03,270	27,26,178
Total		62,42,99,910	61,38,09,546
II. ASSETS			
(1) Non-current assets			
(a) Fixed assets	12		
(i) Tangible assets		13,04,36,629	11,86,28,116
(ii) Intangible assets		1,60,09,080	1,59,18,581
(iii) CWIP		1,61,41,126	-
(b) Non-current investments	13	20,01,584	20,01,584
(c) Long term loans and advances	14	6,79,435	14,94,313
(d) Deferred Tax Assets (Net)	6	-	-
(d) Other non-current assets		-	-
(2) Current assets			
(a) Inventories	15	16,57,51,977	17,09,84,157
(b) Trade receivables	16	23,36,45,819	22,55,03,658
(c) Cash and cash equivalents	17	2,58,93,474	3,38,79,034
(d) Short-term loans and advances	18	70,09,318	59,23,197
(e) Other current assets	19	2,67,31,468	3,94,76,906
Total		62,42,99,910	61,38,09,546
Significant accounting policies	1 to 41		
Notes to the consolidated financial statements			

As per our Report of even date
For Shambhu Gupta & Co.
FRN No.:- 007234C
Chartered Accountants

Rajkumar

CA. Rajkumar Khatod
Partner
Membership No. 133612
UDIN:-20133612AAAAEO6712



For and on behalf of Board of Directors of
AMBANI ORGANICS LIMITED

Rakesh Shah
Mr. Rakesh Shah
Director
DIN No. 00503074

Apooni Shah
Mrs. Apooni Shah
Director
DIN No. 00503116

Bhavesh Pandya
Mr. Bhavesh Pandya
Chief Financial Officer

Richa
Ms. Richa Chokhani
Company Secretary

Place :- Mumbai
Dated :- July 17, 2020

Consolidated Profit and Loss statement for the year ended 31st March, 2020

Particulars	Note No.	Year Ended 31.03.2020	Year Ended 31.03.2019
I. Revenue from operations	20	84,74,02,350	92,98,88,689
Less:- Duties & Taxes		11,86,88,751	13,27,94,222
Net Revenue from operations		72,87,13,599	79,70,94,467
II. Other Operational Income	21	50,92,150	44,80,054
III. Total Revenue		73,38,05,750	80,15,74,521
<u>IV. Expenses:</u>			
Cost of materials consumed	22	61,82,36,979	68,07,96,127
Changes in inventories of finished goods and Stock-in-Trade	23	(2,21,01,675)	(2,14,25,646)
Employee benefit expense	24	3,03,48,598	2,96,89,806
Financial costs	25	2,36,47,844	2,48,94,826
Depreciation and amortization expense		82,16,865	67,49,414
Other expenses	26	5,12,78,478	5,32,60,737
IV Total Expenses		70,96,27,089	77,39,65,264
V. Profit before exceptional and extraordinary items and tax	(III - IV)	2,41,78,660	2,76,09,256
VI. Exceptional items	27	13,13,033	36,02,661
VII Profit before extraordinary items and tax	(V - VI)	2,28,65,627	2,40,06,595
VIII. Extraordinary Items		-	-
IX. Profit before tax	(VIII-IX)	2,28,65,627	2,40,06,595
X. Tax expense:			
(1) Current tax		38,08,647	50,89,464
(2) Mat Credit Entitlement		19,23,872	(50,89,464)
(3) Tax adjustment of earlier year		-	-
(3) Deferred tax		32,99,934	67,39,836
XI. Profit/(Loss) before Minority Interest	(IX-X)	1,38,33,175	1,72,66,759
XII. Minority Interest		1,293	-
XIII. Profit/(Loss) transfer to Reserve & Surplus	(XI-XII)	1,38,31,882	1,72,66,759
XIV. Earning per equity share:			
Basic EPS (In Rs.)		2.72	3.40
Diluted EPS (In Rs.)		2.72	3.40
Significant Accounting Policies Notes on Financial Statements	1 to 41		

As per our Report of even date
For Shambhu Gupta & Co.
FRN No.:- 007234C
Chartered Accountants

Rajkumar

CA. Rajkumar Khatod
Partner
Membership No. 133612
UDIN:-20133612AAAAEO6712

Place :- Mumbai
Dated :- July 17, 2020



For and on behalf of Board of Directors of
AMBANI ORGANICS LIMITED

Rakesh
Mr. Rakesh Shah
Director
DIN No. 00503074

Bhavesh
Mr. Bhavesh Pandya
Chief Financial Officer

Ashish
Mrs. Apooni Shah
Director
DIN No. 00503116

Richa
Ms. Richa Chokhani
Company Secretary

Consolidated Cash Flow Statement for the year ended 31st March, 2020

Particulars	Year ended on 31.03.2020	Year ended on 31.03.2019
CASH FLOWS FROM OPERATING ACTIVITIES		
A Net Profit before tax and before extraordinary items	2,28,65,627	2,40,06,595
Adjustments for :-		
Depreciation	82,16,865	67,49,414
Interest Expenses	1,92,10,805	2,21,16,087
Initial Public offer Expenses	-	(53,78,621)
Interest Income	(13,06,351)	(24,04,662)
Operating profit before working capital changes	4,89,86,946	4,50,88,813
Adjustments for :-		
Inventories	52,32,180	(6,71,63,659)
Short term provisions	(22,908)	9,27,715
Short term borrowings	5,06,25,231	(18,83,209)
Other Current Liabilities	11,78,096	(20,027)
Other Current Assets	1,08,21,566	81,85,548
Trade and other receivables	(81,42,161)	(4,16,84,201)
Long term Provision	(46,69,423)	11,67,455
Other Long term Liabilities	1,99,70,300	10,065
Long term Loans and Advances	8,14,878	(9,28,181)
Short term Loans and Advances	40,02,816	(14,87,689)
Trade Payables	(7,80,42,587)	4,73,67,760
Net (Increase)/Decrease in Working Capital	17,67,988	(5,55,08,423)
Cash generated from / (used in) Operating Activities		
Taxes (Paid) (including TDS)	50,88,935	53,42,685
Net Cash from operating activities	A 4,56,65,999	(1,57,62,295)
B Cash Flow from Investing Activities:		
Purchase of fixed assets	(3,62,57,003)	(1,33,63,581)
Sale of Fixed assets	-	15,00,000
Interest Received	13,06,351	24,04,662
Net Cash used in investment activities	B (3,49,50,653)	(94,58,918)
C Cash Flow from Financing Activities:		
Equity Share Issued	-	1,26,80,000
Securities Premium Received	-	7,10,08,000
Proceeds / (Repayment) of Long-term Borrowings	5,09,900	(1,02,48,216)
Interest Paid	(1,92,10,805)	(2,21,16,087)
	C (1,87,00,906)	5,13,23,697
Net Increase / (Decrease) in Cash and Cash Equivalents	(79,85,560)	2,61,02,482
Opening Balance Cash & Cash Equivalents	3,38,79,034	77,76,552
Closing Balance Cash & Cash Equivalents	2,58,93,474	3,38,79,034



Consolidated Cash Flow Statement for the year ended 31st March, 2020

- 1 The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard - 3 on Cash Flow Statement issued by the Institute of Chartered Accountants of India.
- 2 Cash and Cash Equivalent at the end of the year consist of cash in hand and balances with banks, fixed deposit from banks and buyers margin.

As per our Audit Report of even date

As per our Report of even date
For Shambhu Gupta & Co.
FRN No.:- 007234C
Chartered Accountants

Rajkumar

CA. Rajkumar Khatod
Partner
Membership No. 133612
UDIN:-20133612AAAAEO6712

Place :- Mumbai
Dated :- July 17, 2020



For and on behalf of Board of Directors of
AMBANI ORGANICS LIMITED

Rakesh Shah

Mr. Rakesh Shah
Director
DIN No. 00503074

Apooni Shah

Mrs. Apooni Shah
Director
DIN No. 00503116

Bhavesh Pandya

Mr. Bhavesh Pandya
Chief Financial Officer

Richa

Ms. Richa Chokhani
Company Secretary

NOTE NO. 1: SIGNIFICANT ACCOUNTING POLICIES

Background & General Information

Our Company was incorporated as Ambani Organics Limited on 08th July 1985 under the companies Act, 1956 bearing registration no. 036774 and having its registered office in Boisar, Tarapur Maharashtra. Subsequently, the status of company was changed to a public limited company and the name of our company was changed to Ambani Organics Limited vide special resolution dated March 07, 2018. A fresh certificate of incorporation consequent upon change of name was issued on March 07, 2018 by the Registrar of Companies, Mumbai, Maharashtra, further company listed the share on NSE on 18th July 2018.

Ambani Organics Limited is a chemical manufacturing company with manufacturing and Processor, Importer, Supplier and Exporter of Chemical & Dyes used in Painting and Textile Industry.

A. Basis for Consolidation

The Consolidated Financial Statements comprise the individual financial statements of the Company and its subsidiary as on March, 31 2020 and for the year ended on that date. The consolidated financial statements have been prepared on the following basis:-

(a) The financial statements of the Company and its subsidiary have been consolidated on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after eliminating intra group balances and intra group transactions resulting in unrealised profits or losses in accordance with the Accounting Standard 21 on "Consolidated Financial Statements" as notified by the Companies (Accounting Standards) Rules, 2006.

(b) The financial statements of the subsidiaries used in the consolidation are drawn upto the same reporting date as that of the Company, i.e. March 31, 2020.

(c) Investments in subsidiaries are eliminated and differences between the cost of investment over the net assets on the date of investment in subsidiaries are recognised as Goodwill or Capital Reserve, as the case may be.

(d) Minority Interest's share of net profit or loss of subsidiaries for the year is identified and adjusted against the income of the Group in order to arrive at the net income attributable to the Equity Shareholders of the Company.

(e) **Minority Interest's share of net assets** of consolidated subsidiaries is identified and presented in the Consolidated Balance Sheet as a separate item from liabilities and the Shareholders' Equity.

(f) The Consolidated Financial Statements are prepared using **uniform Accounting Policies** for like transactions and other events in similar circumstances and are presented in the same manner as the standalone financial statements of the Company.

The Subsidiaries in the Consolidated Financial Statements are as under:

Name of the entity	Proportion of ownership interest March 2020
Subsidiary	99.50%
Omega Woven Mills Private Limited	99.86%
Om Maruti Glasswool & Wirenetting Products Private Ltd	

Note on COVID-19

As per Management current assessment no significant impact on carrying amount of inventories, trade receivable, Invstments and other financial assets is expected and management will continue to monitor changes in further economic conditions. The eventual outcome of the impact of the global health pandemic maybe different from those estimated as on the date of approval of these Financial Statement.

B. Use of Estimates

The preparation of consolidated financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/ materialized.



C. Fixed Assets & Depreciation

Fixed assets are stated at cost inclusive of value added tax less accumulated depreciation and impairment loss, if any. All costs including financing costs till commencement of commercial production. Each part of an item of property, plant and equipment with a cost that is significant in relation to the total cost of the item is depreciated separately. When significant parts of fixed assets are required to be replaced at intervals, the company recognizes such parts as individual assets with specific useful lives and depreciates them accordingly. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the fixed assets as a replacement if the recognition criteria are satisfied. Any trade discounts and rebates are deducted in arriving at the purchase price.

Depreciation on fixed assets is provided on straight line method using the life of assets based on the useful lives provided by the Schedule II of Companies Act 2013.

Depreciation on assets acquired / disposed off during the year has been provided on a pro-rata basis from the date of addition or up to the date of disposal as applicable.

There is no difference in life of assets as prescribed in schedule II of Companies Act 2013 and in our working.

D. Revenue Recognition

Sales are exclusive of Duties & Taxes. Sales are recognized when significant risk and rewards of ownership of goods are passed on to customers. Sales tax incentives are recognized as income as and when the amounts of incentive are confirmed by the respective officers.

E. Investments

Current investments are carried at lower of cost and quoted/ fair market value, compared category wise. Long term Investments are stated at cost. Provision for diminution in the value of long term investment is made only if such a decline is other than a temporary.

F. Inventories

Inventories are valued at:

1. Raw Materials, Stores & Spare Parts: At Cost (FIFO).
2. Finished Goods: The cost is determined by taking material, labour & related factory overheads. The company follows exclusive method for valuation of stock. It is valued at lower of Cost or net reliable value.
3. Consumable Stores : At Cost (FIFO)

G. Impairment of Assets.

The carrying amount of assets is reviewed at each Balance-sheet date if there is an indication of impairment based on the internal and external factors. An impairment loss if any is charged to Statement of Profit & Loss in the year in which the amount is identified as impaired. There are no assets which can be termed is impaired asset during the year.

H. Employee Benefits

Short term employee benefits and contribution to defined contribution plans are recognized as an expense on accrual at the undiscounted amount in the Statement of Profit and Loss. Other long term employee benefits in the nature of gratuity are accounted on Cash basis and computed in accordance with the policy of the company in the said regard.



I. Foreign Currency Transaction

Transactions denominated in foreign currency are recorded at the exchange rate prevailing on the date of the transaction or that approximates the actual rate at the rate of the transactions. Monetary items denominated in foreign currency at the year end are restated at year end rates. In case of items which are covered by forward exchange contracts, the difference between the year end rates and rate on the date of the contract recognized as exchange difference and the premium paid on forward contract is recognized over the life of the contract.

J. Provision for Current and Deferred Tax

Provision for taxation is made on the basis of the taxable profits computed for the current accounting year in accordance with the provision contained in the Income-tax Act, 1961. Provision is also made for the deferred tax assets arising due to C/F losses & deferred tax liability arising due to the timing difference between profit computed as per the Income-tax and the financial statements. Net Deferred tax Assets resulting from the timing difference & losses are expected to crystallize in the future.



NOTES ON ACCOUNTS

Note 2.a Disclosure of Share Capital

Share Capital	As at 31 March 2020		As at 31 March 2019	
	Number	Rs.	Number	Rs.
Authorised Equity Shares Of Rs. 10/- Each	70,00,000	7,00,00,000	70,00,000	7,00,00,000
Issued, Subscribed & Paid up Equity Shares of Rs. 10/- each fully Paid	50,78,659	5,07,86,590	50,78,659	5,07,86,590
Total Rs.	50,78,659	5,07,86,590	50,78,659	5,07,86,590

Note 2.b Disclosure related to Outstanding share detail

Particulars	As at 31 March 2020		As at 31 March 2019	
	Equity Shares		Equity Shares	
	Number	Rs.	Number	Rs.
Shares outstanding at the beginning of the year	50,78,659	5,07,86,590	38,10,659	3,81,06,590
Shares Issued during the year	-	-	12,68,000	1,26,80,000
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	50,78,659	5,07,86,590	50,78,659	5,07,86,590

Note 2.c Details of the Shareholding more than 5%

Name of Shareholder	As at 31 March 2020		As at 31 March 2019	
	No. of Shares	% of Holding	No. of Shares	% of
Rakesh Shah	33,64,721	66.25	33,64,721	66.25
Apooni Shah	3,14,738	6.20	3,14,738	6.20



Note 3

Reserves & Surplus	As at 31 March 2020	As at 31 March 2019
	Rs.	Rs.
Securities Premium Account		
Opening Balance	7,39,02,410	28,94,410
Add : Securities premium credited on Share issue	-	7,10,08,000
Closing Balance	7,39,02,410	7,39,02,410
Profit and loss Account		
Opening balance	2,97,68,741	1,78,80,603
(-) Initial Public offer Expenses	-	53,78,621
(+) Net Profit/(Net Loss) For the current year	1,38,31,882	1,72,66,759
Closing Balance	4,36,00,623	2,97,68,741
Total Rs.	11,75,03,033	10,36,71,151

Note 4

Long Term Borrowings	As at 31 March 2020	As at 31 March 2019
	Rs.	Rs.
Secured		
(a) Loans from Banks		
Union Bank of India		
i) Term Loan for Plant and Machinery *	75,50,912	1,02,64,684
ii) Car Loan **	3,11,865	8,47,792
.		
(i) The above loan from UBI and debts are secured by first mortgage of Plant & machinery's purchased from this loan and personal guarantee of directors and payable in 84 monthly installment of Rs.3,10,000/- Starting from month of March,2016.		
**		
(ii) The Car Loan from UBI and it is secured by vehicle only.		
(b) Loans from NBFC		
BMW India Financial Services Pvt. Ltd.		
i) Car Loan *	36,39,615	-
* The Car Loan is secured by vehicle only.		
A	1,15,02,392	1,11,12,476
Unsecured		
a) Intercorporate Loans	37,12,500	37,12,500
b) From Directors	19,64,995	29,67,613
c) Unsecured Loan from NBFC	18,42,015	7,19,414
B	75,19,510	73,99,527
Total (A+B)	1,90,21,902	1,85,12,002



Note 5

<u>Other Long term Liabilities</u>	As at 31 March 2020	As at 31 March 2019
	Rs.	Rs.
Other Long term Liabilities		
a) Other Long Term Liabilities	7,53,15,095	5,53,44,795
Closing Balance	7,53,15,095	5,53,44,795

Note 6

<u>Deferred Tax Liability/(Assets)</u>	As at 31 March 2020	As at 31 March 2019
	Rs.	Rs.
Opening Deferred Tax Assets	36,46,945	(30,92,891)
For Current Year (P&L)	(32,99,934)	67,39,836
Closing Balance	69,46,879	36,46,945

Note 7

<u>Long-term Provision</u>	As at 31 March 2020	As at 31 March 2019
	Rs.	Rs.
Provision for Tax	38,08,647	50,89,464
Provision for Gratuity -Refer Note 41	17,97,088	13,77,047
Total	56,05,735	64,66,511

Note 8

<u>Short Term Borrowings</u>	As at 31 March 2020	As at 31 March 2019
	Rs.	Rs.
Secured		
(a) Loans Repayable on Demand - Working Capital Loan Union Bank of India, Mumbai.	12,56,68,918	12,28,14,203
(b) Buyers Credit	4,77,70,516	-
Above loans are secured as follows: Prime security for the loan is Stock & Book Debts Collateral Security given 1. Factory land & Building N-44, Office Premises, Fixed Deposits of company. 2. Factory land & building N-55 of subsidiary company M/s Omega woven mills (P) Ltd 3. Guarantee of Directors Rakesh Shah, Apooni Shah & Omega Woven Mills (P) Ltd.		
Other Loans and Advances		
Others.	50,000	50,000
Total Rs.	17,34,89,435	12,28,64,203



Note 9	<u>Trade Payables</u>	As at 31 March 2020	As at 31 March 2019
		Rs.	Rs.
	Sundry Creditors		
	(a) Sundry Creditors for goods & Service	16,34,72,303	24,15,14,890
	Total Rs.	16,34,72,303	24,15,14,890
As at March 31, 2020 there are no outstanding dues to Micro, Small and Medium Enterprises, identified by the company also there is no interest due or outstanding on the same.			

Note 10	<u>Other Current Liabilities</u>	As at 31 March 2020	As at 31 March 2019
		Rs.	Rs.
	(A) Current Maturities of Long-Term Debt		
	Secured		
	(a) Loans from Bank		
	Union Bank of India, Mumbai		
	i) Term Loan for Plant and Machinery *	37,14,276	37,20,000
	ii) Car Loan **	5,81,745	6,52,070
	* Prime security for the loan is Plant & Machineries acquired from term loan Collateral Security given 1. Factory land & Building N-44, Office Premises, Fixed Deposits of company. 2. Factory land & building N-55 of subsidiary company M/s Omega woven mills (P) Ltd 3. Guarantee of Directors Rakesh Shah, Aponi Shah & Omega Woven Mills (P) Ltd.		
	** (ii) The above loan from UBI and it is secured by vehicle only		
	(B) Loans from NBFC		
	BMW India Financial Services Pvt. Ltd.		
	i) Car Loan *	8,06,730	-
	* The Car Loan is secured by vehicle only.		
	Unsecured		
	(a) Loan from NBFC		
	i) Unsecured Loan from NBFC	17,00,537	18,88,112
	(B) Other Current Liabilities		
	TDS Payable	17,65,242	11,15,772
	TDS late filing fees payable	17,600	17,600
	Advance from customer	3,62,083	3,04,428
	Professional Tax Payable	2,01,031	1,99,081
	MLWF Payable	-	1,584
	Provident Fund Payable	2,35,965	1,50,972
	ESIC Payable	29,255	60,531
	GST RCM Payable	39,913	1,66,130
	Total Rs.	94,54,377	82,76,281

Note 11	<u>Short Term Provisions</u>	As at 31 March 2020	As at 31 March 2019
		Rs.	Rs.
	Provision Others		
	(a) Provision for Salary	17,24,240	18,92,463
	(b) Audit Fees Payable	3,80,000	3,50,000
	(c) Provision For Gratuity (Refer Note 41)	5,99,030	4,59,015
	(d) Property Tax Payable	-	24,700
	Total Rs.	27,03,270	27,26,178



Note 12

Sr No.	Fixed Assets	Gross Block				Accumulated Depreciation				Net Block	
		Balance as at 01 April, 2019	Additions during the year	Deletion during the	Balance as at 31 March 2020	Balance as at 01 April, 2019	Depreciation For the Year	Depreciation on Disposal	Balance as at 31 March 2020	Balance as at 31 March 2020	Balance as at 31 March 2019
A	Tangible Assets										
1	Freehold Land	5,10,740	-	-	5,10,740	-	-	-	-	5,10,740	5,10,740
2	Plant & Machinery	6,59,69,739	1,29,69,035	-	7,89,38,774	1,07,89,082	47,09,720	-	1,54,98,802	6,34,39,972	5,51,80,657
3	Furniture & Fixture	16,16,043	13,93,228	-	30,09,271	2,99,099	2,55,611	-	5,54,710	24,54,561	13,16,944
4	Building	3,94,97,034	-	-	3,94,97,034	66,24,918	12,35,250	-	78,60,167	3,16,36,867	3,28,72,116
5	Electrical Installation	51,89,310	1,42,500	-	53,31,810	11,44,538	3,31,188	-	14,75,727	38,56,083	40,44,772
6	Office Equipments	1,08,636	-	-	1,08,636	46,674	4,608	-	51,282	57,354	61,962
7	Motor Car	55,19,081	50,91,575	-	1,06,10,656	13,17,573	4,47,004	-	17,64,577	88,46,079	42,01,508
8	Computers	22,27,516	4,00,957	-	26,28,473	15,11,098	3,34,811	-	18,45,909	7,82,565	7,16,418
9	Air Conditioners	3,45,503	34,000	-	3,79,503	2,02,874	50,689	-	2,53,563	1,25,941	1,42,629
10	Mobile Phone	5,10,008	54,080	-	5,64,088	3,35,666	53,825	-	3,89,491	1,74,596	1,74,342
11	Testing Instrument	15,40,109	-	1,28,750	14,11,359	3,08,633	82,250	-	3,90,883	10,20,476	12,31,476
12	Scooter	1,17,500	-	-	1,17,500	35,905	11,162	-	47,067	70,433	81,595
13	Factory Shed	1,99,57,692	-	-	1,99,57,692	18,67,222	6,31,994	-	24,99,216	1,74,58,476	1,80,90,470
14	Xerox Machine	49,725	-	-	49,725	47,239	-	-	47,239	2,486	2,486
	Total (A)	14,31,58,637	2,00,85,375	1,28,750	16,31,15,262	2,45,30,521	81,48,112	-	3,26,78,633	13,04,36,629	11,86,28,116
B	Intangible Assets										
	Goodwill on Cosolidation	1,57,00,723	-	-	1,57,00,723	-	-	-	-	1,57,00,723	1,57,00,723
	Software	2,70,000	1,59,252	-	4,29,252	52,142	68,753	-	1,20,895	3,08,357	2,17,858
	Total (B)	1,59,70,723	1,59,252	-	1,61,29,975	52,142	68,753	-	1,20,895	1,60,09,080	1,59,18,581
C	Capital - WIP	-	1,61,41,126	-	1,61,41,126	-	-	-	-	1,61,41,126	-
	Total	15,91,29,360	3,63,85,753	1,28,750	19,53,86,363	2,45,82,663	82,16,865	-	3,27,99,528	16,25,66,835	13,45,46,697
	Previous Year's Total	14,72,65,779	1,33,63,581	15,00,000	15,91,29,360	1,78,33,248	67,49,414	-	2,45,82,663	13,45,46,697	12,94,32,530

Note : Deletion shown in Testing Instrument is the reversal of assets purchased in FY 2018-19.



Note 13

<u>Non Current Investment</u>	As at 31 March 2020	As at 31 March 2019
	Rs.	Rs.
Long term Investments		
Gold Coin	13,38,814	13,38,814
Shares of Tarapur Enviornmental Protection Society	6,52,800	6,52,800
Maharashtra State Electricity Board Bond	9,970	9,970
Total Rs.	20,01,584	20,01,584

Note 14

<u>Long Term Loans and Advances</u>	As at 31 March 2020	As at 31 March 2019
	Rs.	Rs.
Security Deposits		
Unsecured, considered good		
Other deposits	6,79,435	14,94,313
Total Rs.	6,79,435	14,94,313

Note 15

<u>Inventories</u>	As at 31 March 2020	As at 31 March 2019
	Rs.	Rs.
(a) Raw Materials and components (Valued at cost)	6,88,02,714	9,61,36,570
(b) Finished goods (Valued at cost or market value which ever is less)	8,23,39,790	6,03,79,492
(c) WIP	1,43,35,425	1,44,68,095
(d) Goods In Transit	2,74,048	-
Total Rs.	16,57,51,977	17,09,84,157



Note 16	Trade Receivables	As at 31 March 2020	As at 31 March 2019
		Rs.	Rs.
	Sundry Debtors (Unsecured, considered good)	2,90,97,792	2,67,66,280
	Debt outstanding for the period exceeding Six Months	20,45,48,027	19,87,37,378
	Other Debts		
	Total Rs.	23,36,45,819	22,55,03,658

Note 17	Cash And Cash Equivalent	As at 31 March 2020	As at 31 March 2019
		Rs.	Rs.
	Cash & Cash Equivalent	23,28,840	14,57,830
	i) Cash in hand		
	ii) Balance with Banks	13,12,920	76,88,606
	-Current account with Scheduled Bank	26,637	16,637
	iii) Fixed Deposit	2,22,25,077	2,47,15,961
	iv) Buyers Credit Margin		
	Total Rs.	2,58,93,474	3,38,79,034

Note 18	Short Term Loans And Advances	As at 31 March 2020	As at 31 March 2019
		Rs.	Rs.
	Other loans and advances		
	Unsecured, Considered Good	50,88,935	53,42,685
	i. Advances Income Tax & TDS / TCS	10,80,186	3,80,512
	ii. Advances to Employees	8,40,197	2,00,000
	iii. Others		
	Total Rs.	70,09,318	59,23,197

Note 19	Other Current Assets	As at 31 March 2020	As at 31 March 2019
		Rs.	Rs.
		-	53,30,763
	Vat Refund Receivable	43,74,855	44,87,136
	Advance given to Supplier	44,000	1,22,000
	Earnest Money Deposit (EMD)	12,79,589	8,40,547
	Gratuity Fund	16,51,120	30,259
	Advance against Expenses	1,02,41,754	1,21,65,626
	Mat Credit Entitlement	3,56,090	1,62,332
	Duty Drawback Receivable	26,33,579	6,35,374
	Prepaid expenses	33,27,898	1,29,82,453
	GST Credit Receivable	28,22,584	27,20,416
	GST Refund Receivable		
	Total Rs.	2,67,31,468	3,94,76,906



Note 20	Revenue From Operation	As at 31 March 2020	As at 31 March 2019
		Rs.	Rs.
	Domestic Sales	71,69,99,613	84,89,68,758
	Export Sales	13,04,02,737	7,84,58,480
	Total Rs.	84,74,02,350	92,74,27,238

Note 21	Other Operational Income	As at 31 March 2020	As at 31 March 2019
		Rs.	Rs.
	Export Incentive	28,00,932	-
	Foreign Exchange Gain	9,41,503	9,09,948
	Interest Income	13,06,351	24,04,662
	Discount received	43,364	11,10,145
	Sundry Balance Written Off	-	55,299
	Total Rs.	50,92,150	44,80,054

Note 22	Cost of Material Consumed	As at 31 March 2020	As at 31 March 2019
		Rs.	Rs.
	Opening Stock	9,61,36,570	5,03,98,556
	Add : Purchase	59,09,03,123	72,65,34,141
	Less : Closing Stock	6,88,02,714	9,61,36,570
	Total Rs.	61,82,36,979	68,07,96,127

Note 23	Changes in Inventories	As at 31 March 2020	As at 31 March 2019
		Rs.	Rs.
	Closing Stock		
	Finish Goods	8,23,39,790	6,03,79,492
	Semi Finish Goods	1,43,35,425	1,44,68,095
	Goods in Transit	2,74,048	-
		9,69,49,263	7,48,47,587
	Opening Stock		
	Finished Goods	6,03,79,492	3,75,28,774
	Semi Finish Goods	1,44,68,096	45,61,502
	Goods in Transit	-	1,13,31,665
		7,48,47,588	4,20,90,276
	Net (Increase) / Decrease	(2,21,01,675)	(3,27,57,311)

Note 24	Employee Benefit Expenses	As at 31 March 2020	As at 31 March 2019
		Rs.	Rs.
	Salaries & Wages		
	Salaries, PF employer Contribution & Bonus	2,29,77,963	2,24,68,466
	Staff Welfare	4,49,521	9,85,248
	Director Remuneration	64,00,100	58,00,000
	Gratuity - Refer Note 41	5,21,014	4,36,092
	Total Rs.	3,03,48,598	2,96,89,806



Note 25	Financial Cost	As at 31 March 2020	As at 31 March 2019
		Rs.	Rs.
	Bank Interest		
	Interest Paid to Bank	1,85,21,923	2,13,80,960
	Bank Charges		
	Bank Charges	36,53,980	22,25,571
	Loan Processing Charges	7,83,058	5,53,166
	Interest to others		
	Interest on NBFC	6,88,883	7,35,127
	Total Rs.	2,36,47,844	2,48,94,824

Note 26	Other Expenses	As at 31 March 2020	As at 31 March 2019
		Rs.	Rs.
	A. Manufacturing & Operating Expenses		
	Power & Fuel (Electricity Charges)	4,34,580	7,45,727
	Stores & Spare Consumed	20,09,736	9,01,640
	Transport Charges	1,29,27,652	1,36,07,888
	Agency Charges	4,95,251	4,41,448
	Water Charges	5,11,653	4,59,709
	Factory Expenses	7,54,840	6,13,362
	Packing Expenses	15,50,842	11,45,910
	Clearing and Forwarding Charges	37,52,050	37,95,550
	Interest Paid to Suppliers	14,83,517	3,95,149
	Warehousing Charges	2,18,779	10,11,218
	Loading and Unloading Exp	9,77,871	3,59,526
	Total Manufacturing & Operating Expenses	2,51,16,770	2,34,77,125
	B. Selling and Distribution Expenses		
	Commission Brokerage	89,93,141	77,80,436
	Business Promotion Expense	25,76,790	14,70,348
	Advertisement	3,780	35,000
	Inland Travelling	2,89,425	1,81,157
	Discount (Sale)	96,790	-
	Total Selling and Distribution Expenses	1,19,59,926	94,66,941
	C. General Expenses		
	Miscellaneous Expenses	97,618	19,884
	Sundry Balance Written Off	1,53,346	15,59,689
	Interest on payment of statutory dues	6,81,680	3,77,653
	Total Genral Expenses	9,32,644	19,57,225
	D. Establishment Expenses		
	Postage & Courier	6,10,889	4,03,057
	Professional Charges	30,91,831	36,50,128
	Security Charges	10,36,124	6,98,157
	Stationery Expenses	3,20,169	4,88,249
	Auditors Remuneration	4,10,000	3,80,000
	Repair & Maintanance	16,84,787	17,16,840
	Donation	88,293	5,000
	Membership & Subscription	4,69,058	51,400
	Office Expenses	1,63,704	6,15,851
	Insurance	12,10,629	12,41,966
	Conveyance Expenses	3,03,125	2,33,343
	Telephone and Internet Expenses	3,99,522	3,88,871
	Electricity Expenses	19,31,761	25,39,107
	Motor Car Expenses	2,00,900	1,07,593
	Rent, Rate & Taxes	2,62,178	10,58,343
	Lab Expenses	5,29,603	6,63,300
	Software Expenses	50,485	1,39,880
	MIDC Charges	-	1,23,644
	Vat Expenses	-	8,16,057
	Research and Development	-	3,45,000
	License Fees	2,53,898	2,32,210
	Sundry Balance W/off	2,52,183	-
	Total Establishment Expenses	1,32,69,138	1,58,97,995
	Total Rs.(A+B+C+D)	5,12,78,478	5,07,99,287



Note :- Research and Development Expenditure Included in the Statement of Profit & Loss:-

Salaries, PF employer Contribution & Bonus	45,47,134	45,47,134
Rent, Rate & Taxes	11,000	11,000
Lab Expenses	6,63,300	6,63,300
Staff Welfare	1,10,003	95,655
Postage & Telegram	64,000	64,000
Material Cost	15,42,564	11,17,800
Packing Material	7,51,896	6,37,200
Total Rs.	76,89,897	71,36,089

Note 27	Exceptional Items	As at 31 March 2020	As at 31 March 2019
		Rs.	Rs.
	Export Obligation Liability	-	36,02,661
	Prior Period Expenses	13,13,033	-
	Total Rs.	13,13,033	36,02,661

Note 28 Contingent Liabilities:

Sr. No	Particular	2019-20	2018-19
(i)	Claims against the company not acknowledged	NIL	NIL
(ii)	Commitments, Estimated amount of contracts remaining to be executed on capital	-	-
(iii)	TDS default liabilities are showing on TRACES website.	1,85,980	1,30,674.90

Note: The Income-tax assessment of the Company has been completed up-to assessment year 2018-19, The Company has been demanded to pay a tax liability of Rs. 8,869 ,Rs.17,238 and Rs.16,224/- for the A.Y. 2011-12, 2012-13 and 2013-14 respectively and same has been not paid.

Note 29 Balances of Sundry Debtors, Sundry Creditors Assets, Loans & Advances and Deposits as on 31/3/2020 either debit or credit are subject to confirmation, reconciliation and adjustments, if any.

Note 30 In the opinion of the Board, Current Assets, Loans and Advances are approximately of the value stated in the Balance Sheet which would be realized in the ordinary course of business.

Note 31 The Board of Directors has waived off the board Meeting fees.

Note 32 Figures of the previous year have been regrouped / reclassified, wherever necessary to make them comparable with the figures under review.

Note 33 Segment Reporting as per AS-17

a. The Organization been processor,importer,Supplier and Exporter of Chemical & Dyes used in the Painting and Textile Industry, which have similar risk and returns and also similar market conditions of demand and supply. All other activities of the company revolve around the main business; as such there are inherent natures of these activities are governed by the same set of risk and returns; these have been grouped as a single segment. The company does not have any other reportable as defined under the Accounting Standard 17 (AS-17) for segment reporting.

b. Geographical Segments as secondary segment: (Amount In Rs.)

Particular	2019-20	2018-19
Exports (Including duties & Taxes)	13,04,02,737	7,84,58,480
India (Including duties & Taxes)	71,69,99,613	85,14,30,208
Total	84,74,02,350	92,98,88,689

Note 34 Particulars of Remuneration to Statutory Auditors (Amount In Rs.)

Particular	2019-20	2018-19
Audit Fees (Excluding Taxes)	3,10,000	2,80,000
Tax Audit (Excluding Taxes)	1,00,000	1,00,000
Fees for Certification Charges	33,040	74,340

Note 35 Details of Component of Raw material consumed

Particular	2019-20		2018-19	
	Value	Percentage	Value	Percentage
Indigenous	44,88,96,304	72.61%	47,54,83,854	69.84%
Imported	16,93,40,675	27.39%	20,52,98,367	30.16%
Total	61,82,36,979	100.00%	68,07,82,221	100.00%

Note 36 Value of Imports and Exports

Particular	2019-20	2018-19
Value of Imports on CIF Basis	16,93,40,675	20,52,98,367
Value of Exports on FOB Basis	13,04,02,737	7,84,58,480

Note 37 Expenditure In Foreign Currency

Particular	2019-20	2018-19
Commission	7,46,398	73,730

Note 38 Earning Foreign Exchange

Particular	2019-20	2018-19
Towards Export of goods	11,29,38,127	6,52,42,990



Note 39 Disclosure of related parties (As required by AS-18 Related party disclosure)
List of key management personnel:

Sr.No.	Name of the Individual	Designation
1	Mr Rakesh Shah	Key Management
2	Mrs Apooni Shah	Key Management
3	Mr Sharad Kothari	Key Management
4	Mr Aashay R Shah	Relative of Key Management
5	Mr. Bhavesh Pandya	Chief Financial Officer (CFO)
6	Mr. Paresh Shah	Chief Executive Officer (CEO)
7	Mrs. Neha Shah	Wife of Chief Executive Officer (CEO)

Disclosure of related party transaction (During the year): (Amount in Rs.)

Sr.No.	Nature of transaction	Key Management	Relative of Key Management/ Associate	Total
1	Salary	1,03,52,400	17,77,200	1,21,29,600
		(70,17,677)	(14,49,621)	(84,67,298)
2	Unsecured Loan Received	13,00,000	-	13,00,000
		(13,80,418)	-	(13,80,418)
3	Unsecured Loan Repayment	23,12,618	-	23,12,618
		(24,67,800)	-	(24,67,800)

Note- Figure in bracket represents last year data.

Disclosure of outstanding amount at year end: (Amount in Rs.)

No	Name	Type of Transaction	Amount
1	Mrs Apooni Shah	Unsecured Loan Received	19,54,995

Detail of Salary and interest given to key managerial personnel: (Amount in Rs.)

No	Name	Salary	Unsecured Loan Received	Unsecured Loan Repayment
1	Mr Rakesh Shah	48,00,000	11,00,000	13,32,379
2	Mrs Apooni Shah	42,00,000	-	-
3	Mr Sharad Kothari	5,82,000	-	-
4	Mr Aashay R Shah	15,00,000	2,00,000	9,80,239
5	Mr Bhavesh Pandya	4,35,600	-	-
6	Mr Paresh Shah	3,34,800	-	-
7	Mrs Neha Shah	2,77,200	-	-
Total Rs.		1,21,29,600	13,00,000	23,12,618

Note 40 Deferred Tax
In compliance with the Accounting Standard 22 relating to "Accounting for Taxes on Income" issued by the Institute of Chartered Accountant of India, the deferred tax liability accruing during the year has been recognized in the Profit and Loss Account.

Major components of the Deferred Tax Liability/Asset are as follows:- (Amount in Rs.)

Particulars	Balance as on April 1, 2019 (DTA)	Arising during the year (P&L)	Balance carried forward (DTA)
Deferred Tax liability/Asset on account of timing difference in depreciation	36,46,945	(32,99,934)	(69,46,879)
Total	36,46,945	(32,99,934)	(69,46,879)



Note 41 **Discloser as per AS 15 for Gratuity Liability**
Defined Contribution Plans Amount of Rs. 1212588 (PY Rs. 691786) towards Provident Fund is recognized as an expenses & included in "Salaries, PF employer Contribution & Bonus" in Profit & Loss.

Defined Benefits plan and short term Employee benefits

Gratuity (Defined Benefits Plan)

The Company has a defined benefit gratuity plan. Every Employee who has completed Five years of service get a gratuity on death or resignation or retirement at 15 days of salary (last drawn salary) for each completed year of service. The Gratuity has been provided on the basis of valuation provided by the actuary based on Projected Unit Credit Method.

Date of Valuation	01-Mar-20
Number of Member	91
Average Age	34
Average Monthly Salary	10,481
Average Past Service	4
Mortality Rate	LIC (2006-08)
Withdrawal Rate	1% to 3% depending
Discount Rate	7.25% P.A.
Salary Escalation	4.00%
Result of Valuation	
PV Of Past Service Benefit	20,84,640
Fund Value as on Renewal Date	12,79,589
Current Service Cost	5,21,014
	31st March 2020
Particular	
Gratuity Provision - Non Current	17,97,088
Gratuity Provision -Current	5,99,030

Signature to Note No. 1 to 41 forming part of the Balance Sheet and Statement of Profit & Loss.
As per our audit report of even date.

As per our Report of even date
For Shambhu Gupta & Co.
FRN No.:- 007234C
Chartered Accountants

Rajkumar

CA. Rajkumar Khatod
Partner
Membership No. 133612
UDIN:-20133612AAAAEO6712

Place :- Mumbai
Dated :- July 17, 2020



For and on behalf of Board of Directors of
AMBANI ORGANICS LIMITED

[Signature]
Mr. Vakeem Shah
Director
DIN No. 00503074

[Signature]
Mr. Bhavesh Pandya
Chief Financial Officer

[Signature]
Mrs. Apooni Shah
Director
DIN No. 00503116

[Signature]
Ms. Richa Chokhani
Company Secretary