



Independent Auditor's Report

To the Members of Patel Chem Specialties Private Limited

Report on the standalone Financial Statements

Opinion

1. We have audited the accompanying standalone financial statements of **Patel Chem Specialties private Limited** ('the Company'), which comprise the Balance Sheet as at 31 March 2022, the Statement of Profit and Loss, the Statement of Cash Flow and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and profit/loss, (changes in equity) and its cash flows for the year ended on that date.

Basis for Opinion

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

Information other than the Financial Statements and Auditor's Report thereon

4. The Company's Board of Directors are responsible for the other information. The other information comprises the information included in the Annual Report, 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 standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



Responsibilities of Management for the Standalone Financial Statements

5. 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 implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.
6. In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. That Board of Directors are also responsible for overseeing the company's financial reporting process.

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

7. 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.
8. As part of an audit in accordance with Standards on Auditing, specified under section 143(10) of the Act 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 Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system with reference to standalone financial statements in place and the operating effectiveness of such controls;
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management;



- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone 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 standalone financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation;
 - Obtain sufficient appropriate audit evidence regarding the standalone financial statements of the Company to express an opinion on the financial statements.
9. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

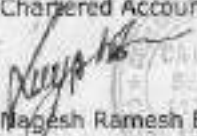
Report on Other Legal and Regulatory Requirements

10. As required by the Companies (Auditor's Report) Order, 2020 ('the Order') issued by the Central Government of India in terms of section 143(11) of the Act we give in the Annexure I a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
11. Further to our comments in Annexure I, as required by section 143(3) of the Act based on our audit, we report, to the extent applicable, that:
- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit of the accompanying standalone financial statements.
 - 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 standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e. On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's effectiveness of internal financial control over the 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, as amended in our opinion and to the best of our information and according to the explanations given to us:
 - 1. The Company does not have any pending litigations which would impact its financial position.
 - 2. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
 - 3. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For, Belsare & Associates
Chartered Accountants


Nagesh Ramesh Belsare
Partner
100995
Place: Ahmedabad
Date: 16th Aug, 2022
UDIN: 22100995AQG1BP4987

Annexure I

Referred to in Paragraph 17 of the Independent Auditor's Report of even date to the members of Patel Chem Specialties Pvt Ltd on the standalone financial statements for the year ended 31 March 2022

In terms of the information and explanations sought by us and given by the Company and the books of account and records examined by us in the normal course of audit, and to the best of our knowledge and belief, we report that:

- (i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment and right of use assets.
(B) The Company has maintained proper records showing full particulars of intangible assets.
- (b) The Company has a regular program of physical verification of its property, plant and equipment and right of use assets under which the assets are physically verified in a phased manner over a period of three years, which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. In accordance with this program, certain property, plant and equipment and right of use assets were verified during the year and no material discrepancies were noticed on such verification.
- (c) The title deeds of all the immovable properties held by the Company (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) are held in the name of the Company.
- (d) The Company has not revalued its Property, Plant and Equipment and right of use assets or intangible assets during the year.
- (e) No proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder. Accordingly, reporting under clause 3(i)(e) of the Order is not applicable to the Company.
- (ii) (a) The management has conducted physical verification of inventory at reasonable intervals during the year. In our opinion the coverage and the procedure of such verification by the management is appropriate. No discrepancies were noticed for 10% or more in aggregate for each class of inventory on such physical verification.
- (b) The Company has a working capital limit in excess of Rs. 5 crores sanctioned by banks based on the security of current assets. As mentioned in note 15 of notes to accounts of financial statement the quarterly returns/statements, in respect of the working capital limits have been filed by the Company with such banks and such returns/statements are not in agreement with the books of account of the Company for the respective periods, which were not subject to audit/review.
- (iii) (a) The Company has not provided any loans or advances in the nature of loans, or guarantee, or security to any other entity.
- (b) The investments made and terms and conditions of the grant of all loans are not, prima facie, prejudicial to the Company's interest.
- (c) In respect of loans granted by the Company, the schedule of repayment of principal and the payment of the interest has been stipulated and repayments or receipts of principal interest are regular.



- (d) There is no loans and advances granted by company hence the clause relating to overdue amount in respect of loans or advances in the nature of loans granted to such companies, firms, LLPs or other parties is not applicable.
- (e) During the period under audit no loans are granted and there were no loans which had fallen due during the year, that have been renewed or extended or fresh loans granted to settle the overdue of existing loans given to the same parties.
- (f) The Company has granted loan which are repayable on demand or without specifying any terms or period of repayment, as per details below:

Particulars	All Parties	Promoters	Related Parties
Aggregate of loans/ advances in nature of loan			
Repayable on demand (A)	-	-	-
Agreement does not specify any terms or period of repayment (B)	-	-	-

- (iv) In our opinion, and according to the information and explanations given to us, the Company has complied with the provisions of section 186 of the Act in respect of loans, investments, guarantees and security, as applicable. Further, the Company has not entered into any transaction covered under section 185.
- (v) In our opinion, and according to the information and explanations given to us, the Company has not accepted any deposits or there is no amount which has been considered as deemed deposit within the meaning of sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, reporting under clause 3(v) of the Order is not applicable to the Company.
- (vi) As informed to us by the management the Central Government has not specified maintenance of cost records under sub-section (1) of section 148 of the Act, in respect of Company's products/business activity. Accordingly, reporting under clause 3(vi) of the Order is not applicable.
- (vii) (a) In our opinion, and according to the information and explanations given to us, the Company is regular in depositing undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues, as applicable, with the appropriate authorities. Further, no undisputed amounts payable in respect thereof were outstanding at the year-end for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, there are no statutory dues referred to in subclause (a) above that have not been deposited with the appropriate authorities on account of any dispute. Accordingly, the requirement to report on clause 3(vii) of the Order is not applicable to the Company.
- (viii) According to the information and explanations given to us, no transactions were surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961) which have not been recorded in the books of accounts. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.



- (ix) (a) According to the information and explanations given to us, the Company does not have any loans or other borrowings from any lender. Accordingly, reporting under clause 3(ix) of the Order is not applicable to the Company.
- (b) According to the information and explanations given to us including representation received from the management of the Company, and on the basis of our audit procedures, we report that the Company has not been declared a wilful defaulter by any bank or financial institution or other lender.
- (c) In our opinion and according to the information and explanations given to us, the Company has not raised any money by way of term loans during the year and there has been no utilization during the current year of the term loans obtained by the Company during any previous years. Accordingly, reporting under clause 3(ix)(c) of the Order is not applicable to the Company.
- (d) In our opinion and according to the information and explanations given to us, the Company has not raised any funds on short term basis during the year or in any previous year. Accordingly, reporting under clause 3(ix)(d) of the Order is not applicable to the Company.
- (e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.
- (f) According to the information and explanations given to us, the Company has not raised any loans during the year on the pledge of securities held in its subsidiaries. Accordingly, the requirement to report on clause 3(ix)(f) of the Order is not applicable to the Company.
- (x) (a) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments), during the year. Accordingly, reporting under clause 3(x)(a) of the Order is not applicable to the Company.
- (b) According to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or (fully, partially or optionally) convertible debentures during the year. Accordingly, reporting under clause 3(x)(b) of the Order is not applicable to the Company.
- (xi) (a) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or on the Company has been noticed or reported during the period covered by our audit.
- (b) No report under section 143(12) of the Act has been filed with the Central Government for the period covered by our audit.
- (c) According to the information and explanations given to us including the representation made to us by the management of the Company, there are no whistle-blower complaints received by the Company during the year.



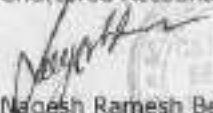
- (xii) The Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it. Accordingly, reporting under clause 3(xii) of the Order is not applicable to the Company.
- (xiii) Transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes of the standalone financial statements, as required by the applicable accounting standards.
- (xiv) (a) In our opinion and according to the information and explanations given to us, the Company has not required to comply with the provisions of internal audit system under section 138 of the Act. Accordingly, the requirement to report on clause 3(xiv)(a) of the Order is not applicable to the Company.
(b) As explained by referred to in subclause (a) above is not applicable to the company. Accordingly, company is not required to issue internal audit reports of the Company till the date.
- (xv) According to the information and explanation given to us, the Company has not entered into any non-cash transactions with its directors or persons connected with them and hence, provisions of section 192 of the Act are not applicable to the Company. Accordingly, requirement to report on clause 3(xv) of the Order is not applicable to the Company.
- (xvi) (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, reporting under clause 3(xvi) of the Order is not applicable to the Company.
(b) The Company has not conducted any Non-Banking Financial or Housing Finance activities during the year without a valid Certificate of Registration (CoR) from the RBI as per the Reserve Bank of India Act, 1934.
(c) According to the information and explanations given to us, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the RBI. Accordingly, reporting under clause 3(xvi)(c) of the Order is not applicable to the Company.
(d) Based on the information and explanations given to us and as represented by the management of the Company, the Group (as defined in Core Investment Companies (Reserve Bank) Directions, 2016) does not have any CIC.
- (xvii) The Company has not incurred any cash loss in the current as well as the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year. Accordingly, reporting under clause 3(xviii) of the Order is not applicable to the Company.
- (xix) According to the information and explanations given to us and on the basis of the financial ratios disclosed in Notes to the standalone financial statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements, our knowledge of the plans of the Board of Directors and



management, we are of the opinion that no material uncertainty exists as on the date of the audit report that Company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.

- (xx) According to the information and explanations given to us, the Company does not have any unspent amount in respect of any ongoing or other than ongoing project as at the expiry of the financial year. Accordingly, reporting under clause 3(xx) of the Order is not applicable to the Company.
- (xxi) The reporting under clause 3(xxi) is not applicable in respect of audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.

For, Belsare & Associates
Chartered Accountants


Nagesh Ramesh Belsare
Partner
100995
Place: Ahmedabad
Date: 16th Aug, 2022
UDIN: 22100995AQGI8P4987



Annexure II

Independent Auditor's Report on the internal financial controls with reference to the standalone financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act')

1. In conjunction with our audit of the standalone financial statements of Newgen Software Technologies Limited ('the Company') as at and for the year ended 31 March 2022, we have audited the internal financial controls with reference to financial statements of the Company as at that date.

Responsibilities of Management and Those Charged with Governance for Internal Financial Controls

2. The Company's Board of Directors is responsible for establishing and maintaining internal financial controls based on the internal financial controls with reference to standalone financial statements 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 the Company's business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility for the Audit of the Internal Financial Controls with Reference to Standalone Financial Statements

3. Our responsibility is to express an opinion on the Company's internal financial controls with reference to standalone financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the ICAI prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to standalone financial statements, and the Guidance Note issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to standalone financial statements were established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to standalone financial statements and their operating effectiveness. Our audit of internal financial controls with reference to standalone financial statements includes obtaining an understanding of such internal financial controls, 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 standalone financial statements, whether due to fraud or error.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls with reference to standalone financial statements.



Meaning of Internal Financial Controls with Reference to Standalone Financial Statements

6. A company's internal financial controls with reference to standalone financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to standalone financial statements include 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 standalone 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 (3) 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.

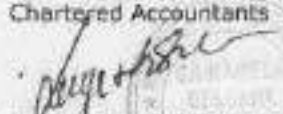
Inherent Limitations of Internal Financial Controls with Reference to Standalone Financial Statements

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

Opinion

8. In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to standalone financial statements and such controls were operating effectively as at 31 March 2022, based on the internal financial controls with reference to standalone financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

For, Belsare & Associates
Chartered Accountants


Nagesh Ramesh Belsare
Partner

100995

Place: Ahmedabad

Date: 16th Aug, 2022

UDIN: 22100995AQGIBP4987

Patel Chem Specialities Pvt Ltd
Balance Sheet as at 31st March 2022

Particulars	Note No.	(Figures in Thousand Rs.)	
		As at	As at
		31st March 2022	31st March 2021
I. EQUITY AND LIABILITIES			
(1) Shareholders' funds			
(a) Share capital	2	10,000.00	10,000.00
(b) Reserves and surplus	3	79,826.44	57,036.44
(c) Money received against share warrants		-	-
(2) Share application money pending allotment		-	-
(3) Non-current liabilities			
(a) Long-term borrowings	4	34,824.81	26,151.25
(b) Deferred tax liabilities (Net)	5	388.04	567.69
(c) Other Long term liabilities	6	-	-
(d) Long-term provisions	7	-	-
(4) Current liabilities			
(a) Short-term borrowings	4	44,323.72	37,808.02
(b) Trade payables	8	47,109.69	43,666.15
- Total outstanding dues of micro enterprises and small enterprises			
- Total outstanding dues of creditors other than micro enterprises and small enterprises			
(c) Other current liabilities	6	5,524.82	3,054.50
(d) Short-term provisions	7	12,688.61	4,085.68
Total		2,34,566.14	1,82,369.72
II. ASSETS			
(1) Non-current assets			
(i) Property, Plant and Equipment	9	1,02,334.52	55,364.59
(ii) Intangible assets	9	-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
(b) Non-current investments	10	804.50	804.50
(c) Deferred tax assets (net)	5	-	-
(d) Long-term loans and advances	11	6,343.26	20,643.26
(e) Other non-current assets	12	-	-
(2) Current assets			
(a) Current investments	10	-	-
(b) Inventories	13	16,325.65	14,010.52
(c) Trade receivables	14	95,778.62	65,459.64
(d) Cash and cash equivalents	15	5,569.53	17,841.03
(e) Bank balance other than cash and cash equivalents	15	-	-
(f) Short-term loans and advances	11	6,618.46	7,316.59
(g) Other current assets	12	791.59	927.59
Total		2,34,566.13	1,82,369.72
See accompanying notes to the financial statements	1	0.00	0.00

For, Belsare and Associates

Chartered Accountants

(Signature)
CA. Anshu Belsare

Partner

FRN 147453W

Ahmedabad

16-08-2022

UDIN:22100995A0SIBP4987

Patel Chem Specialities Pvt. Ltd.

(Signature)
Bhupesh Patel

Director

DIN : 02075545

Patel Chem Specialities Pvt. Ltd.

(Signature)
Anshu Patel

Director

DIN : 02148403

Patel Chem Specialities Pvt Ltd
Statement of Profit and Loss for the year ended on 31st March 2022

Particulars	Note No.	(Figures in Thousand Rs.)	
		As at	As at
		31st March 2022	31st March 2021
I Revenue from operations	16	6,05,839.53	4,24,926.24
II Other income	17	562.98	1,393.95
III Total Income (I + II)		6,06,202.51	4,26,320.19
IV Expenses:			
Cost of materials consumed	18	4,91,386.45	3,41,780.38
Purchases of Stock-in-Trade	19	-	-
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	20	-2,315.13	-408.25
Employee benefits expense	21	19,757.53	18,063.97
Finance costs	22	5,821.61	4,410.49
Depreciation and amortization expense	9	4,160.78	4,125.41
Impairment Loss	9	-	-
Other expenses	23	51,446.81	43,773.81
Total expenses		5,71,058.05	4,09,745.81
V Profit before exceptional and extraordinary items and tax (III-IV)		35,144.46	16,574.38
VI Exceptional items		-	-
VII Profit before extraordinary items and tax (V - VI)		35,144.46	16,574.38
VIII Extraordinary items - Gain / (Loss)		-	-
IX Profit before tax (VII- VIII)		35,144.46	16,574.38
X Tax expense:			
(1) Current tax		11,861.20	3,549.00
(2) Deferred tax	5	-179.65	-170.17
(3) Tax adjustment for earlier period		872.92	-
XI Profit (Loss) for the period from continuing operations (VII-VIII)		22,790.00	13,195.55
XII Profit(loss) from discontinuing operations		-	-
XIII Tax expense of discontinuing operations		-	-
XIV Profit(loss) from Discontinuing operations (after tax) (XII-XIII)		-	-
XV Profit (Loss) for the period (XI + XIV)		22,790.00	13,195.55
XVI Earnings per equity share:			
(1) Basic	2	0.02	0.01
(2) Diluted	2	0.02	0.01
Nominal Value per share		10.00	10.00
See accompanying notes to the financial statements	1		

For, Belsare and Associates

Chartered Accountants

CA. Nagesh Belsare

Partner

FRN 117453W

Ahmedabad

16-08-2022

UDIN:22100995AQG:BP4987

Patel Chem Specialities Pvt. Ltd.

Bhupesh Patel

Director

DIN : 02075545

Patel Chem Specialities Pvt. Ltd.

A.B. Patel

Director

DIN : 02148403

Patel Chem Specialities Pvt Ltd
Cash Flow Statement for the year ended on 31st March 2022

Particulars	Note No.	(Figures in Thousand Rs.)	
		As at	As at
		31st March 2022	31st March 2021
Cash flows from Operating Activities:			
Net profit before taxation and extraordinary item		35,144.46	16,674.38
Adjustments for:			
(1) Depreciation	9	4,160.78	4,125.41
(2) Foreign Exchange Loss	23	-	-
(3) Interest Income	17	562.98	1,393.95
(4) Interest Expense	22	6,621.61	4,410.49
(5) Dividend Income	17	-	-
Operating Profit before Working Capital Changes		45,363.87	23,716.32
(Increase) / Decrease in Trade Receivable	14	30,318.99	75,64,228.75
(Increase) / Decrease in Inventories	13	2,315.13	4,08,245.79
(Increase) / Decrease in Short-term loans and Advances	11	700.13	21,16,924.13
(Increase) / Decrease in Other Current Assets	12	136.00	33,37,550.00
Increase / (Decrease) in Trade Payable	8	3,443.55	21,34,802.78
Increase/(Decrease) in Other current liabilities	6	2,470.33	6,74,237.00
Increase/(Decrease) in Provisions	7	8,482.93	29,68,366.65
Increase/(Decrease) in Short-term borrowings	4	6,515.70	74,164.00
Cash Generated from Operations		34,478.39	33,07,210.02
Income Taxes paid	5	12,534.12	35,49,000.00
Cash flow before extraordinary item		21,944.28	2,41,789.98
Extraordinary item		-	-
Net Cash from / to Operating Activities (A)		21,944.28	2,41,789.98
Cash Flows from Investing Activities			
Purchase of Fixed Assets	-	51,130.71	273.49
Sale of Fixed Assets	-	-	2,569.69
Purchase of Investments	-	-	2,20,000.00
Sale of Investments	-	-	-
Long-Term Loans and Advances given	11	14,300.00	2,00,00,000.00
Long-term loans and advances realised	-	-	-
Fixed Deposits made	-	-	-
Fixed Deposits Withdrawn	-	-	-
Interest received	-	562.98	1,393.95
Dividends received	-	-	-
Net Cash from / to Investing Activities (B)		36,267.72	1,97,76,309.84
Cash Flows from Financing Activities			
Proceeds from Issue of Share Capital	-	-	-
Proceeds from long-term borrowings	-	-	-
Repayment of Long-Term Borrowings	-	8,673.56	33,27,089.00
Interest paid	-	6,621.61	4,410.49
Dividends paid	-	-	-
Net Cash from / to Financing Activities (C)		2,051.95	33,22,678.51
Net Increase / (Decrease) in Cash and Cash Equivalents (A + B + C)		12,271.49	1,66,95,421.31
Cash and Cash Equivalents at the beginning of the period	-	51,31,971.31	1,15,63,450.00
Cash and Cash Equivalents at the end of the period		51,44,242.80	51,31,971.31



Patel Chem Specialities Pvt Ltd
Notes to the Financial Statements for the year ended 31st March 2022

Notes to Cash Flow Statement

1. Cash and Cash Equivalent

Cash and Cash Equivalents consist of cash on hand and demand deposits with banks, and investments in money-market instruments. Cash and cash equivalents included in the cash flow statement comprise of the following balance sheet amounts:

Particulars	(Figures in Thousand Rs.)	
	As at 31st March 2022	As at 31st March 2021
Cash on Hand	61.92	160.94
Demand deposits with Banks	5,507.62	17,680.08
Short-term Investments		
Total	5,569.53	17,841.03
Effect of exchange rate changes		
Cash and Cash Equivalents as restated	5,569.53	17,841.03



Other Disclosures:

- 1 The rights, preferences and restrictions attaching to each class of shares including restrictions on the distribution of dividends and repayment of capital.
- 2 Shares in respect of each class in the company held by its holding company or ultimate holding company including shares held by or by subsidiaries or associates of the holding company or the ultimate holding company.
- 3 Shares reserved for issue under options and contracts / commitments for the sale of shares / disinvestment, including the terms and amounts.
- 4 For the period of five years immediately preceding the date as at which the Balance Sheet is prepared:
 - (a) Aggregate number and class of shares allotted as fully paid up pursuant to contracts without payment being received in cash
 - (b) Aggregate number and class of shares allotted as fully paid up by way of bonus shares
 - (c) Aggregate number and class of shares bought back
- 5 Terms of any securities convertible into equity / preference shares issued along with the earliest date of conversion in descending order starting from the farthest such date.
- 6 Calls unpaid (showing aggregate value of calls unpaid by directors and officers)
- 7 Forfeited shares (amount originally paid up)

Earnings per Share

Particulars	(Figures in Rs.)	
	As at 31st March 2022	As at 31st March 2021
Profit attributable to equity holders	22,790.00	13,195.55
Weighted average number equity shares	1,000.00	1,000.00
Basic EPS	22.79	13.20
Diluted EPS	22.79	13.20

Particulars of NRI Shareholders to whom dividend is remitted

Particulars	As at 31st March 2022	As at 31st March 2021
Amount of Final Dividend Remitted in Rs.		
No. of Shareholders		
No. of Shares held		
Year / Period to which dividend relates		



Patel Chem Specialities Pvt Ltd
Notes to the Financial Statements for the year ended 31st March 2022

3 RESERVES AND SURPLUS

(Figures in Thousand Rs.)

Particulars	Capital Reserve (1)	Capital Redemption Reserve (2)	Securities Premium (3)	Debenture Redemption Reserve (4)	Revaluation Reserve (5)	Share Options Outstanding Account (6)	*Other Reserve (7)	Surplus (8)	Total
As on 01 April 2020								43,840.89	43,840.89
Addition during the year									
Transfer from surplus								13,195.55	13,195.55
Profit for the Year									
	-	-	-	-	-	-	-	57,036.44	57,036.44
Deductions during the year									
Transferred to General Reserve									-
Proposed Dividend									-
Dividend Tax									-
As on 31 March 2021	-	-	-	-	-	-	-	57,036.44	57,036.44
Addition during the year									
Transfer from surplus								0.00	0.00
Profit during the year								22,790.00	22,790.00
	-	-	-	-	-	-	-	79,826.44	79,826.44
Deductions during the year									
Transferred to General Reserve									-
Proposed Dividend									-
Dividend Tax									-
As on 31 March 2022	-	-	-	-	-	-	-	79,826.44	79,826.44

*Other Reserves – specify the nature and purpose of each reserve and the amount in respect thereof



Patel Chem Specialities Pvt Ltd
Notes to the Financial Statements for the year ended 31st March 2022

4 BORROWINGS

Particulars	(Figures in Thousand Rs.)			
	Long Term		Short Term	
	As at 31st March 2022	As at 31st March 2021	As at 31st March 2022	As at 31st March 2021
SECURED BORROWINGS				
a. Bonds / Debentures				
b. Term Loans				
(i) From Banks	13,808.87	13,285.11	4,712.26	2,678.50
(ii) Loans repayable on demand			39,811.46	35,129.52
(iii) From Other Parties				
c. Deferred Payment Liabilities				
d. Deposits				
e. Loans and Advances from Related Parties				
f. Long term maturities of finance lease obligations				
g. Current maturity of long term borrowings				
h. Other Loans and Advances (specify nature)				
TOTAL SECURED BORROWINGS (A)	13,808.87	13,285.11	44,323.72	37,808.02
UNSECURED BORROWINGS				
a. Bonds / Debentures				
b. Term Loans				
(i) From Banks				
(ii) From Other Parties				
c. Deferred Payment Liabilities				
d. Deposits				
e. Loans and Advances from Related Parties	21,016.14	12,868.14		
f. Long term maturities of finance lease obligations				
g. Current maturity of long term borrowings				
h. Other Loans and Advances (specify nature)				
TOTAL UNSECURED BORROWINGS (B)	21,016.14	12,868.14	-	-
TOTAL BORROWINGS (A + B)	34,824.81	25,151.25	44,323.72	37,808.02

Note: Company is not declared willful defaulter by any bank or financial institution or other lenders

Particulars of Borrowings

Type of Loan	Nature of Security	Rate of Interest	Monthly Installments	No. of Installments
CC- Stock & Book Debts	Hypo. of Stock & BO	8.20%	As & When fall Due	
Car Loan	Hypo. of Car	9.05%	0.13 Lakh	60
Term Loan -2	Hypo. of P & M	8.20%	1.30 Lakh	75
Term Loan -3	Hypo. of P & M	8.20%	1.19 Lakh	75
Star GECL	Hypo. of P & M	7.50%	1.71 Lakh	36
Star GECL I.O.	Hypo. of P & M	7.50%	2.43 Lakh	36



Patel Chem Specialities Pvt Ltd
Notes to the Financial Statements for the year ended 31st March 2022

5 TAXES ON INCOME & ASSETS

CURRENT TAX

The Company has made Income Tax provision of Rs 11661200/- (Previous year Rs. 3549000.00)

Major Components of Deferred Tax:

Particulars	(Figures in Thousand Rs.)	
	As at 31st March 2022	As at 31st March 2021
Deferred Tax Liability:		
Difference in value of Fixed Asset due to depreciation and other allowances	388.04	567.69
Total Deferred Tax Liability	388.04	567.69
Deferred Tax Assets:		
Disallowance u/s 43B of Income Tax Act, 1961		
Unabsorbed Depreciation		
Unabsorbed Losses		
Preliminary Expenses		
Provision for doubtful debts		
Total Deferred Tax Assets	-	-
Deferred Tax Liability / (Asset) Net	388.04	567.69
Previous Year	567.69	737.86
Deferred Tax Expense / (Saving)	-179.65	-170.17

The above deferred tax is calculated on the basis of substantively enacted tax rate of 26%



Patel Chem Specialities Pvt Ltd
Notes to the Financial Statements for the year ended 31st March 2022

6 OTHER LIABILITIES

Particulars	(Figures in Thousand Rs.)			
	Non-Current		Current	
	As at 31st March 2022	As at 31st March 2021	As at 31st March 2022	As at 31st March 2021
(a) Trade Payables				
(b) Current maturities of finance lease obligations (Refer Note No.4 for related Non-Current Portion)				
(c) Interest accrued but not due on borrowings				
(d) Interest Accrued and due on Borrowings				
(e) Income received in advance				
(f) Unpaid dividends				
(g) Application money received for allotment of securities and due for refund and interest accrued thereon				
(h) Unpaid matured deposits and interest accrued thereon				
(i) Unpaid matured debentures and interest accrued thereon			-	40.00
(j) Employee Benefit Payable (Refer Note No. 7 for Provision for Employee Benefits)			295.33	221.33
(k) Other payables				
1) Advance Received from Customer			1,545.40	110.60
2) Statutory Payments			566.65	400.45
3) Gratuity Payable			755.01	567.08
4) Proposed Dividend & provision of tax on dividend				
5) Payable for retention money				
6) Interest on amount paid to MSMED Creditors as per MSMED Act, 2006				
7) Expense Payable			-	63.30
8) Unpaid Director Remuneration			252.87	223.59
9) Outstanding Interest on Loan			2,109.57	1,428.14
Total	-	-	5,524.82	3,054.50



Patel Chem Specialities Pvt Ltd
Notes to the Financial Statements for the year ended 31st March 2022

7 PROVISIONS

Particulars	(Figures in Thousand Rs.)			
	Long Term		Short Term	
	As at 31st March 2022	As at 31st March 2021	As at 31st March 2022	As at 31st March 2021
(a) Provision for employee benefits (Also refer Note no. 6 for employee benefits payable)			907.41	854.12
(b) Others (specify nature)				
Provision for Asset Retirement Obligations				
Provision for Warranties				
Provision for Income Tax			11,681.20	3,231.55
Derivatives marked to market				
Total	-	-	12,568.61	4,085.68



8 TRADE PAYABLE

Particulars	(Figures in Thousand Rs.)	
	As at 31st March 2022	As at 31st March 2021
Trade Payable - Goods		
In Local Currency	47,109.69	43,666.15
In Foreign Currency		
TOTAL TRADE PAYABLE FOR GOODS (A)	47,109.69	43,666.15
Trade Payable - Services		
In Local Currency		
In Foreign Currency		
TOTAL TRADE PAYABLE FOR SERVICES (B)	-	-
TOTAL TRADE PAYABLES (A + B)	47,109.69	43,666.15

As at 31st March 2022

Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME					0
(ii) Others	46716.60	206.93	23.87	162.30	47109.69
(iii) Disputed dues - MSME					0.00
(iv) Disputed dues - Others					0.00
Total Billed & Due (A)	46716.60	206.93	23.87	162.30	47109.69
Unbilled Dues (B)					0.00
Total Trade Payables (A+B)					47109.69

As at 31st March 2021

Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME					0.00
(ii) Others	43550.92	115.22			43666.15
(iii) Disputed dues - MSME					0.00
(iv) Disputed dues - Others					0.00
Total Billed & Due (A)	43550.92	115.22	0.00	0.00	43666.15
Unbilled Dues (B)					0.00
Total Trade Payables (A+B)					43666.15

Notes: Company has not received full information from suppliers regarding their status under the Micro, Small & Medium Enterprises Development Act, 2006. & Hence disclosure relating to amounts unpaid as at the year-end together with the interest paid/ payable as required under the said Act has not been given to the extent information not available.



Patel Chem Specialities Pvt Ltd

Notes to the Financial Statements for the year ended 31st March 2022

9 Property, Plant and Equipment and Intangible assets

TANGIBLE ASSETS

(Figures in Thos)

Particulars	Freehold Land	Land under Lease	Building	Plant and Equipments	Furniture and Fixtures	Office Equipments	Vehicles	Computers	Total
Cost of Valuation									
As at 1st April, 2020	2,461.05	-	20,113.07	51,095.89	1,663.25	3,730.95	813.93	462.33	80,340.47
Addition					80.68	130.70		62.11	273.49
Disposals									
Other Adjustments				2,569.69					2,569.69
- Revaluation									-
- Exchange Difference									-
- Borrowing Cost									-
As at 31st March, 2021	2,461.05	-	20,113.07	48,526.19	1,743.93	3,861.65	813.93	524.44	78,044.28
Addition									
Acquisitions	50,404.02	-	-	570.34	-	-	90.50	95.65	51,130.71
Disposals									-
Other Adjustments									-
- Revaluation									-
- Exchange Difference									-
- Borrowing Cost									-
As at 31st March, 2022	52,865.07	-	20,113.07	49,096.53	1,743.93	3,861.65	904.43	620.29	1,29,174.97
Depreciation									
As at 1st April, 2020			5,297.60	10,468.96	1,042.40	1,349.97	42.27	353.06	18,554.27
Charge for the Year			558.42	3,019.35	135.75	367.28	95.89	57.61	4,234.10
Disposals				108.70					108.70
As at 31st March, 2021	-	-	5,856.03	13,378.62	1,178.15	1,717.25	138.97	410.67	22,679.67
Charge for the Year			558.42	2,931.54	123.56	396.75	95.74	63.77	4,160.78
Disposals									-
As at 31st March, 2022	-	-	6,414.45	16,201.46	1,301.70	2,104.00	235.71	474.44	26,840.45
Impairment Loss									
As at 1st April, 2020									-
Charge for the year									-
Reversal									-
As at 31st March, 2021	-	-	-	-	-	-	-	-	-
Charge for the year									-
Reversal									-
As at 31st March, 2022	-	-	-	-	-	-	-	-	-
Net Block									
As at 31st March, 2021	2,461.05	-	14,267.05	35,147.58	565.78	2,144.40	674.96	113.77	55,364.59
As at 31st March, 2022	52,865.07	-	13,698.62	32,895.08	442.22	1,757.65	669.72	115.85	1,02,334.62



Patel Chem Specialities Pvt Ltd

Notes to the Financial Statements for the year ended 31st March 2022

9 INTANGIBLE ASSETS

(Figures in Thousand Rs.)

Particulars	Goodwill	Brands / Trademarks	Computer Software	Mastheads and Publishing Titles	Mining Rights	Copyrights, patents, and other intellectual property rights, services and operating rights	Recipes, formulae, models, designs and prototypes	Licenses and franchise	Others (Specify Nature)	Total
Cost or Valuation										
As at 1st April, 2020										-
Addition										-
Disposals										-
Other Adjustments										-
- Exchange Difference										-
- Borrowing Cost										-
As at 31st March, 2021	-	-	-	-	-	-	-	-	-	-
Addition										-
Acquisitions										-
Disposals										-
Other Adjustments										-
- Exchange Difference										-
- Borrowing Cost										-
As at 31st March, 2022	-	-	-	-	-	-	-	-	-	-
Depreciation										
As at 1st April, 2020										-
Charge for the Year										-
Disposals										-
As at 31st March, 2021	-	-	-	-	-	-	-	-	-	-
Charge for the Year										-
Disposals										-
As at 31st March, 2022	-	-	-	-	-	-	-	-	-	-
Impairment Loss										
As at 1st April, 2020										-
Charge for the year										-
Reversal										-
As at 31st March, 2021	-	-	-	-	-	-	-	-	-	-
Charge for the year										-
Reversal										-
As at 31st March, 2022	-	-	-	-	-	-	-	-	-	-
Net Block										
As at 31st March, 2021	-	-	-	-	-	-	-	-	-	-
As at 31st March, 2022	-	-	-	-	-	-	-	-	-	-



AGGREGATE VALUE OF QUOTED INVESTMENTS

Particulars	(Figures in Thousand Rs.)			
	Non Current		Current	
	As at 31st March 2022	As at 31st March 2021	As at 31st March 2022	As at 31st March 2021
Carrying Amount				
Market Value				

AGGREGATE VALUE OF UNQUOTED INVESTMENTS

Particulars	(Figures in Thousand Rs.)			
	Non Current		Current	
	As at 31st March 2022	As at 31st March 2021	As at 31st March 2022	As at 31st March 2021
Carrying Amount	804.50	804.50	-	-

AGGREGATE PROVISION FOR DIMINUTION IN VALUE OF INVESTMENTS

Name of Body Corporate	(Figures in Thousand Rs.)	
	Non Current	
	As at 31st March 2022	As at 31st March 2021
Total Provision for other than temporary diminution	-	-

INVESTMENTS IN PARTNERSHIP FIRMS

Name of Partnership Firm:

Total Capital of the Firm:

Name of Partners	(Figures in Thousand Rs.)	
	Share in the firm	
	As at 31st March 2022	As at 31st March 2021



11. LOANS & ADVANCES

Particulars	(Figures in Thousand Rs.)			
	Long Term		Short Term	
	As at 31st March 2022	As at 31st March 2021	As at 31st March 2022	As at 31st March 2021
SECURED AND CONSIDERED GOOD				
(a) Capital Advances				
(b) Loans and Advances to Related Parties				
To Ultimate Parent				
To Parent				
To Subsidiaries				
To Fellow Subsidiary				
To Joint Ventures				
To Associates				
To Enterprises in which Key Management Personnel have Significant Influence				
To Key Management Personnel				
To Relatives of Key Management Personnel				
(c) Other Loans and Advances				
(d) Security Deposits	643.26	643.26		
TOTAL (A)	643.26	643.26	-	-
UNSECURED AND CONSIDERED GOOD				
(a) Capital Advances	9,700.00	20,000.00		
(b) Loans and Advances to Related Parties				
To Ultimate Parent				
To Parent				
To Subsidiaries				
To Fellow Subsidiary				
To Joint Ventures				
To Associates				
To Enterprises in which Key Management Personnel have Significant Influence				
To Key Management Personnel				
To Relatives of Key Management Personnel				
(c) Other Loans and Advances				
Prepaid Expenses			180.18	228.72
Advance Tax & Tax Receivable			3,000.00	4,178.26
GST Receivable			758.69	1,085.62
Interest Receivable on Deposit			7.35	0.27
Export Claim Receivable			27.66	40.11
Staff Worker Loan			752.46	727.79
TCS Receivable			41.30	47.51
TDS Receivable			257.43	2.60
Custom Duty Advance/Receivable			1,596.00	
Other loans and Advances				100.00
TOTAL (B)	9,700.00	20,100.00	6,815.46	7,318.89
CONSIDERED DOUBTFUL				
(a) Capital Advances				
(b) Loans and Advances to Related Parties				
To Ultimate Parent				
To Parent				
To Subsidiaries				
To Fellow Subsidiary				
To Joint Ventures				
To Associates				
To Enterprises in which Key Management Personnel have Significant Influence				
To Key Management Personnel				
To Relatives of Key Management Personnel				
(c) Other Loans and Advances (specify nature)				
TOTAL CONSIDERED DOUBTFUL	-	-	-	-
Less: Provision for Doubtful Loans and Advances				
TOTAL (C)	-	-	-	-
TOTAL (A + B + C)	6,143.26	20,643.26	6,815.46	7,318.89

Disclosures under Long Term and Short Term Loans and Advances:

1. Allowance for bad and doubtful loans and advances shall be disclosed under the relevant heads separately.
2. Loans and advances due by directors or other officers of the company or any of them either severally or jointly with any other persons or amounts due by firms or private companies respectively in which any director is a partner or a director or a member to be separately stated.



Long Term Trade Receivables Ageing

As at 31st March 2022

Particulars	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good						
(ii) Undisputed Trade Receivables – considered doubtful						
(iii) Disputed Trade Receivables considered good						
(iv) Disputed Trade Receivables considered doubtful						
Total Billed & Due (A)						0
Unbilled Dues (B)						
Total Trade Receivables (A+B)						

As at 31st March 2021

Particulars	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good						
(ii) Undisputed Trade Receivables – considered doubtful						
(iii) Disputed Trade Receivables considered good						
(iv) Disputed Trade Receivables considered doubtful						
Total Billed & Due (A)						0
Unbilled Dues (B)						
Total Trade Receivables (A+B)						



Patel Chem Specialities Pvt Ltd
Notes to the Financial Statements for the year ended 31st March 2022

13 INVENTORIES

Particulars	(Figures in Thousand Rs.)	
	As at 31st March 2022	As at 31st March 2021
(a) Raw Materials	13,991.44	11,928.14
Raw Materials in Transit		
(b) Work-in-Progress	2,334.21	2,023.63
(c) Finished Goods		
Finished Goods in Transit		
Packing & Others		58.75
(d) Stock-in-trade (goods acquired for trading)		
Stock-in-trade in transit		
(e) Stores and Spares		
Stores and Spares in Transit		
(f) Loose Tools		
Loose Tools in Transit		
(g) Others (specify nature)		
Total	16,325.65	14,010.52

Mode of Valuation of Inventories

Inventories	Mode of Valuation
(a) Raw Materials	At Cost or Net Realisable Value, whichever is lower. Raw Materials are written down below cost only when the related finished goods are sold below cost.
(b) Stores and Spares	At Cost or Net Realisable Value, whichever is lower.
(c) Work-in-process	At Cost or Net Realisable Value, whichever is lower.
(d) Stock-in-trade	At Cost or Net Realisable Value, whichever is lower.
(e) Finished Goods	At Cost or Net Realisable Value, whichever is lower.



Patel Chem Specialities Pvt Ltd
Notes to the Financial Statements for the year ended 31st March 2022

14 TRADE RECEIVABLES

Particulars	(Figures in Thousand Rs.)	
	As at 31st March 2022	As at 31st March 2021
SECURED		
Considered Good		
Considered Doubtful		
Less: Provision for Doubtful Trade Receivables		
	-	-
Others (Considered Good)		
TOTAL UNSECURED (A)	-	-
UNSECURED		
Considered Good Local	76,624.05	55,082.14
Considered Good Export	19,154.57	10,377.50
Considered Doubtful		
Less: Provision for Doubtful Trade Receivables		
	95,778.62	65,459.64
Others (Considered Good)		
TOTAL SECURED (B)	95,778.62	65,459.64
TOTAL TRADE RECEIVABLES (A + B)	95,778.62	65,459.64

Debts due by directors or other officers of the company or any of them either severally or jointly with any other person or debts due by firms or private companies respectively in which any director is a partner or a director or member separately stated



As at 31st March 2022

Particulars	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good	95497.05	165.20	4.24	15.64	96.50	95778.62
(ii) Undisputed Trade Receivables – considered doubtful						0.00
(iii) Disputed Trade Receivables considered good						0.00
(iv) Disputed Trade Receivables considered doubtful						0.00
Total Billed & Due (A)	95497.05	165.20	4.24	15.64	96.50	95778.62
Unbilled Dues (B)						0.00
Total Trade Receivables (A+B)						95778.62

As at 31st March 2021

Particulars	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good	65345.85	1.65	112.14	0.00	0.00	65459.64
(ii) Undisputed Trade Receivables – considered doubtful						0.00
(iii) Disputed Trade Receivables considered good						0.00
(iv) Disputed Trade Receivables considered doubtful						0.00
Total Billed & Due (A)	65345.85	1.65	112.14	0.00	0.00	65459.64
Unbilled Dues (B)						0.00
Total Trade Receivables (A+B)						65459.64



Patel Chem Specialities Pvt Ltd
Notes to the Financial Statements for the year ended 31st March 2022

15 CASH AND CASH EQUIVALENTS

Particulars	(Figures in Thousand Rs.)	
	As at 31st March 2022	As at 31st March 2021
(a) Balances with Banks		
In Current Account	21.56	15,022.34
In Saving Accounts	-	-
In Unpaid Dividend Accounts	-	-
In EEFC A/c	5,441.25	1,006.04
In Gratuity A/c	44.81	151.70
In Cash Credit Account	-	-
In Term Deposits	-	1,500.00
(b) Cheques, Drafts on hand	-	-
(c) Cash on Hand	61.92	160.94
(d) Others (Specify nature)		
Total	5,569.53	17,841.03

BANK BALANCES OTHER THAN CASH AND CASH EQUIVALENTS

Particulars	(Figures in Thousand Rs.)	
	As at 31st March 2022	As at 31st March 2021
(a) Balance held as Margin Money		
(b) Term Deposits with original maturity over 3 months but less than 12 months		
(c) Others (Specify nature)		
Total	-	-

Notes:

Repatriation restrictions, if any, in respect of cash and bank balances shall be separately stated.
Bank deposits with more than 12 months maturity shall be disclosed separately.



Patel Chem Specialities Pvt Ltd
Notes to the Financial Statements for the year ended 31st March 2022

16 REVENUE FROM OPERATIONS

Particulars	(Figures in Thousand Rs.)	
	As on	As on
	31st March 2022	31st March 2021
Sales of Products / Turnover		
Domestic	5,42,707.06	3,63,248.44
Exports	62,138.92	59,729.64
Sale of services		
Other Operating Revenue	793.55	1,948.16
Total	6,05,639.53	4,24,926.24



Patel Chem Specialities Pvt Ltd
Notes to the Financial Statements for the year ended 31st March 2022

17 OTHER INCOME

Particulars	(Figures in Thousand Rs.)	
	As on	As on
	31st March 2022	31st March 2021
Interest Income		
(a) From Long-Term Investments	8.17	8.94
(b) From Current Investments		
Net gain / loss on sale of investments		
(a) From Long-Term Investments		
(b) From Current Investments		
Mark to market gain on derivatives		
Dividend Income		
(a) From Long-Term Investments		
(b) From Current Investments		
Other Non-Operating Income (net of expenses directly attributable to such income)	554.82	1,385.02
Total	562.98	1,393.95



Patel Chem Specialities Pvt Ltd
Notes to the Financial Statements for the year ended 31st March 2022

18 COST OF MATERIAL CONSUMED

Particulars	(Figures in Thousand Rs.)	
	As at	As at
	31st March 2022	31st March 2021
Raw materials (under broad heads)		
MCA, SODA ASH, STARCH AND OTHERS	4,91,386.45	3,41,780.38
Others		
Total	4,91,386.45	3,41,780.38



Patel Chem Specialities Pvt Ltd
Notes to the Financial Statements for the year ended 31st March 2022

19 PURCHASE OF STOCK-IN-TRADE

Particulars	(Figures in Thousand Rs.)	
	As at	As at
	31st March 2022	31st March 2021
<u>Goods Purchased under broad heads</u>		
Trading Goods 1		
Trading Goods 2		
Others		
Total	-	-



Patel Chem Specialities Pvt Ltd
Notes to the Financial Statements for the year ended 31st March 2022

20 CHANGE IN INVENTORIES OF FINISHED GOODS, WIP & STOCK IN TRADE

Particulars	(Figures in Thousand Rs.)	
	As at	As at
	31st March 2022	31st March 2021
Opening Stock		
(i) Finished Goods	-	-
(ii) Packing & Others	58.75	-
(iii) Raw Material	11,928.14	10,318.93
(iv) Semi Finished	2,023.63	3,283.35
(v) Work-in-Process	-	-
TOTAL (A)	14,010.52	13,602.28
Closing Stock		
(i) Finished Goods	-	-
(ii) Packing & Others	-	58.75
(iii) Raw Material	13,991.44	11,928.14
(iv) Semi Finished	2,334.21	2,023.63
(v) Work-in-Process	-	-
TOTAL (B)	16,325.65	14,010.52
TOTAL (A - B)	- 2,315.13	- 408.25



Patel Chem Specialities Pvt Ltd
Notes to the Financial Statements for the year ended 31st March 2022

21 EMPLOYEE BENEFITS EXPENSE

Particulars	(Figures in Thousand Rs.)	
	As at	As at
	31st March 2022	31st March 2021
Salaries and Wages	16,560.98	13,209.42
Contribution to Provident Fund and Other Funds	1,728.25	1,441.78
Expense on Employee Stock Option Scheme (ESOP) and Employee Stock Purchase Plan (ESPP)	-	-
Staff welfare expenses	2.00	29.38
Leave Encashment and Incentives	1,466.30	1,383.39
Total	19,757.53	16,063.97



Patel Chem Specialities Pvt Ltd
Notes to the Financial Statements for the year ended 31st March 2022

22 FINANCE COSTS

Particulars	(Figures in Thousand Rs.)	
	As at	As at
	31st March 2022	31st March 2021
Interest expense	6,235.55	4,102.03
Other borrowing costs	386.06	308.45
Applicable net gain / loss on foreign currency transactions and translation	-	-
Total	6,621.61	4,410.49



Patel Chem Specialities Pvt Ltd
Notes to the Financial Statements for the year ended 31st March 2022

23 OTHER EXPENSES

Particulars	(Figures in Thousand Rs.)	
	As at	As at
	31st March 2022	31st March 2021
Rent	1,500.00	1,125.00
Rates and Taxes	148.48	121.43
Power and fuel	13,807.00	13,502.65
Insurance	295.48	461.27
Repairs to Plant & Machinery	1,592.09	1,653.73
Repairs to Factory Building and others	506.56	775.61
Stationery & postage expenses	631.84	682.47
Communication exp	73.38	65.99
Auditor Remuneration	50.00	65.00
Legal and Professional Fees	617.12	991.66
Director Remuneration	5,040.00	4,065.00
Advertisement & seminar exp	2,036.37	743.26
Commission	2,423.90	3,601.47
Electric Repairing	340.16	374.30
Freight & forwarding	3,099.09	2,456.19
Import/Export Expenses	4,729.20	5,424.22
Interest exp - Other	8.01	15.79
Laboratory Exp	634.92	473.08
Office Expense	1,113.08	1,184.25
Other Expenses	1,547.93	983.61
Water charges	321.82	215.12
Effluent Charges	383.34	66.03
Direct Expenses	10,547.03	4,726.69
Total	51,446.81	43,773.81



Patel Chem Specialities Pvt Ltd
Notes to the Financial Statements for the year ended 31st March 2022

Additional Information required by Part II of Revised Schedule VI

1 Related Party Disclosure

(I) Related parties & their relationship

(a) Subsidiary/ Associate/ Joint Venture		
	Name of the entity	Type
	N/A	Subsidiary/ Joint Venture
(b) Key Management Personnel & Relatives		
	(i) Name of the Management Personnel	Type
	Anshuben B Patel	Director
	Bhupesh V Patel	Director
	Viniben B Patel	Director
	(ii) Name of Relative	Relation
	Bhupesh V Patel HUF	HUF of Director
(c) Entities controlled by Directors/ Relatives of Directors:		
	Name of the entities	
	A V Cellulose Products	
	Patel Industries	



(II) Transactions with Related Parties

Sr No.	Name	Nature of transaction	Particulars	2021-22 Amount (Rs.)	2020-21 Amount (Rs.)
1	A V Cellulose Products	Sale of Goods Purchase of Goods Outstanding Amount at year end	Transaction Amount: Transaction Amount: As Receivable: As Payable:	392.11 22,635.10 - 4,291.84	486.93 16033.16 - 457.01
2	Patel Industries Unit -I	Sale of Goods Purchase of Goods Outstanding Amount at year end	Transaction Amount: Transaction Amount: As Receivable: As Payable:	18,211.38 19,961.43 - 580.07	6244.74 3748.90 3983.37 -
3	Patel Industries Unit -II	Sale of Goods Purchase of Goods Outstanding Amount at year end	Transaction Amount: Transaction Amount: As Receivable: As Payable:	7,967.45 3,896.69 - -	6181.90 479.08 - -
4	Anshuben B Patel	Managerial Remuneration Purchase of Services (Rent) Interest accrued on Loans taken Loan Taken during the year Loan Repaid during the year Outstanding Amount at year end	Transaction Amount: Transaction Amount: Transaction Amount: Transaction Amount: Transaction Amount: As Payable towards Remuneration: As Payable towards Rent: As Payable towards Interest: As payable towards Loan taken:	2,142.00 1,770.00 363.12 5,150.00 2,500.00 109.20 135.00 326.81 3,382.96	1,836.00 1,125.00 87.96 - - 96.28 110.50 81.36 732.96
5	Bhupesh V Patel	Managerial Remuneration Interest accrued on Loans taken Loan Taken during the year Loan Repaid during the year Outstanding Amount at year end	Transaction Amount: Transaction Amount: Transaction Amount: Transaction Amount: As Payable towards Remuneration: As Payable towards Interest: As payable towards Loan taken:	2,850.00 1,597.54 5,000.00 - 143.67 1,437.78 14,483.18	2469.00 1137.98 - - 127.31 1052.63 9483.18
6	Vini Patel	Managerial Remuneration Outstanding Amount at year end	Transaction Amount: As Payable towards Remuneration:	324.97 -	558.00 44.51
7	Bhupesh V Patel HUF	Interest accrued on Loans taken Loan Taken during the year Loan Repaid during the year Outstanding Amount at year end	Transaction Amount: Transaction Amount: Transaction Amount: As Payable towards Interest: As payable towards Loan taken:	383.31 500.00 - 344.98 3,150.00	318.00 - - 294.15 2650.00



Patel Chem Specialities Pvt Ltd
Notes to the Financial Statements for the year ended 31st March 2022

Additional information required by Part II of Revised Schedule VI

2 Earnings in Foreign Currencies

Particulars	(Figures in Thousand Rs.)	
	As at 31st March 2022	As at 31st March 2021
Export of Goods calculated on FOB basis	45,332	57,120
Royalty, know-how, professional and consultation fees		
Interest and dividend		
Other income, indicating the nature thereof		
TOTAL	45,332	57,120

3 Expenditure made in Foreign Currencies

Particulars	(Figures in Thousand Rs.)	
	As at 31st March 2022	As at 31st March 2021
Royalty		
Know-how		
Professional and Consultation Fees		
Interest		
Commission	2,526.51	-3,304.40
Other Matters		
Total	2,526.51	3,304.40

4 Value of Import on CIF basis

Particulars	(Figures in Thousand Rs.)	
	As at 31st March 2022	As at 31st March 2021
Raw Materials with Custom Duty	1,08,605.97	1,04,189.43
Components and Spare Parts		
Capital goods		
Total	1,08,605.97	1,04,189.43

5 Value of Imported and indigenous raw materials, stores, components and spare parts

Particulars		As at 31st March 2022	As at 31st March 2022	As on 31st March 2021	As on 31st March 2021
		Imported	Indigenous	Imported	Indigenous
Spare parts and components	Amount in Rs.				
	%				
Raw Materials	Amount in Rs.	1,08,605.97	4,31,277.85	1,04,189.43	2,37,590.95
	%	18%	82%	30%	70%



Patel Chem Specialities Pvt Ltd
Notes to the Financial Statements for the year ended 31st March 2022

6 Ratio Analysis

Sr. No.	Ratio	Numerator	Denominator	31st March 2022	31st March 2021	% Variance	Explanation for any change in the ratio by more than 25% as compared to the preceding year.
1	Current ratio	Current Assets	Current Liabilities	1.2901	1.2488	3%	NA
2	Debt equity ratio	Total Debt (Long term Debt)	Shareholder's Equity + Reserve Surplus	0.3877	0.3901	-1%	NA
3	Debt service coverage ratio	Net Profit after taxes + Non-cash operating expenses like depreciation and other amortizations + Interest + other adjustments like loss on sale of Fixed assets etc	Interest & Lease Payments + Principal Repayments	0.8082	0.7081	14%	NA
4	Return on Equity	Net Profits after taxes – Preference Dividend (if any)	Shareholder's Equity + Reserve Surplus	0.2537	0.1968	29%	Due to pandemic, production in China affected which resulted into substantial increase in sales. The lower prices of crude at the initial period of April to November resulted into good margin.
5	Inventory turnover ratio	Cost of goods sold OR sales	Average Inventory (Opening + Closing balance / 2)	34.0583	26.2694	30%	Demand has grown and Sales grew by almost 42% and proper capacity utilisation has resulted into very nominal increase in direct expenses and the same has resulted into higher inventory turnover ratio
6	Trader receivable turnover ratio	Net Credit Sales (gross credit sales minus sales return)	Average Accounts Receivable (Opening + Closing balance / 2)	7.5124	0.0116	64508%	NA
7	Trade payable turnover ratio	Net Credit Purchases (gross credit purchases minus purchase return)	Average Trade Payables (Opening + Closing balance / 2)	10.8264	0.0149	72481%	Despite 40% rise in purchase the creditors are paid in time to obtain lower price benefit from supplier.
8	Net capital turnover ratio	Net Sales (total sales minus sales returns) or Cost of goods sold	Net Assets or Capital employed	4.8587	4.5599	7%	NA
9	Net profit ratio	Net Profit	Net Sales	0.0376	0.0311	21%	Na
10	Return on capital employed	Earning before interest and taxes	Capital Employed (Tangible Net Worth + Long term Debt + Deferred Tax Liability)	0.3309	0.2205	50%	Sales grew almost 42% but corresponding increase in manufacturing and direct expenses and borrowings are not substantial which resulted in increased in EBIT.
11	Return on investment	Return	Investment	-	-	-	-



Patel Chem Specialities Pvt Ltd
Notes to the Financial Statements for the year ended 31st March 2022

7 Contingent liabilities & Commitments

Particulars	As at	As at
	31st March 2022	31st March 2021
(a) Contingent Liabilities		
Claims against company not acknowledge as debt	0	0
Tax matters in dispute under appeal	0	0
Dispute in relation to the payment of wages	0	0
Bank guarantees for performance, Earnest money & Security Deposits	0	0
(b) Commitments		
Estimated amount of contracts remaining to be executed on Capital Accounts & not provided for	0	0
Total	-	-

8 Particulars relating to corporate social responsibility

Amount required to be spent by the company during the year	Amount of Expenditure incurred	Shortfall at the end of the year	Total of Previous Years Shortfall	Reason for Shortfall	Nature of CSR Activities	Details of related party transactions	Details of movements in the provision during the year
NA							



9 Relationship with Struck off Companies

Where the company has any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956, the Company shall disclose the following details:-

Name of struck off Company	Nature of transactions with struck-off Company	Balance outstanding	Relationship with the Struck off company, if any, to be disclosed
Nil	Investments in securities		
Nil	Receivables		
Nil	Payables		
Nil	Shares held by struck off company		
Nil	Other outstanding balances (to be specified)		

10 Details of benami property held

	Particulars
Details of such property, including year of acquisition	NA
Amount thereof	-
Details of Beneficiaries	
If property is in the books, then reference to item in the Balance Sheet	
If property is not in the books, then the fact shall be stated with reasons	
Details of proceedings against the company	
Nature of proceedings, status of same & company's view on same	

Where any proceedings have been initiated or pending against the company for holding any benami property under the Benami transactions (prohibition) Act, 1988 (45 of 1988) & the rules made thereunder, the details of it to be given as mentioned above.

11 Title deeds of Immoveable Property not held in

Relevant line item in the Balance sheet	Description of item of property	Gross carrying value	Title deeds held in the name of	Whether title deed holder is a promoter, director or relative of promoter* / director or employee of promoter/director	Property held since which date	Reason for not being held in the name of the company**
PPE	Land	-	-	-	-	**also indicate if in dispute
	Building	-	-	-	-	
Investment property	Land	-	-	-	-	
	Building	-	-	-	-	
PPE retired from active use and held for disposal	Land	-	-	-	-	
	Building	-	-	-	-	
others	Land	-	-	-	-	
	Building	-	-	-	-	



12 Compliance with number of layers of companies:

Company is not required to comply with the number of layers prescribed under clause (87) of section 2 of the Act read with companies (Restriction on number of Layers) Rules, 2017 as there is no subsidiary.

13 Compliance with approved schemes of

Company has not prepared any scheme of Arrangements in ters of sections 230 to 237 of companies Act, 2013.

14 Utilisation of borrowed funds & Share Premium

a) During the year, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kinds of funds) by the company to or in any other persons or entities, including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

b) During the year, no funds have been received by the company from any other persons or entities, 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 Ultimate Beneficiaries.

15 Details of Stock and books debts submitted to Bank and matching of the same with books

(Rs. Lacs)

Particulars	As per Statement Submitted to Bank	As per Audited Books
Quarter 1		
Stock	226.85	226.86
Book Debt	740.99	930.53
Creditor	198.46	602.32
Quarter 2		
Stock	258.82	258.85
Book Debt	735.66	781.47
Creditor	204.27	573.11
Quarter 3		
Stock	304.2	304.31
Book Debt	888.44	980.92
Creditor	264.78	463.12
Quarter 4		
Stock	228.53	163.25
Book Debt	846.66	942.33
Creditor	204.22	444.49



Patel Chem Specialities Pvt Ltd

Schedules forming part of the Accounts for the year ended on 31st March, 2022

❖ COMPANY INFORMATION

Patel Chem Specialities Pvt Ltd is a private limited company domiciled in India & has its registered office in Ahmedabad, Gujarat, India. The company has been incorporated under provision of companies Act, 2013. PATEL CHEM SPECIALITIES PVT LTD is one of the leading manufacturing companies in the Chemical sector. Company's principal activities include Manufacturing of chemical based on caustic soda flaks, maize, methanol and manufacturing CMC, SSG and other types of similar material mainly used pharma, food other chemical industries.

❖ SIGNIFICANT ACCOUNTING POLICIES

a) Basis of Preparation

These financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India ('Indian GAAP') to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, as applicable. The financial statements have been prepared under the historical cost convention on accrual basis, except for certain financial instruments which are measured at fair value.

b) Uses of Estimates

The preparation of financial statements requires the management of the Company to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to the contingent liabilities as at the date of the financial statements and reported amounts of income and expense during the year. Examples of such estimates include provisions for doubtful receivables, provision for income taxes, the useful lives of depreciable fixed assets and provision for impairment. Future results could differ due to changes in these estimates and the difference between the actual result and the estimates are recognized in the period in which the results are known / materialize.

c) Property, Plant and Equipment

Fixed Assets and Depreciation

- 1) Fixed assets include all expenditure of capital nature and are stated at cost.
- 2) In respect of addition and sell off assets during the year, depreciation is provided on pro-rata basis.
- 3) Work in progress is valued at cost.

d) Depreciation / amortization

Depreciation on fixed assets is provided on SUM method at the rates and in the manner prescribed in Schedule II to the Companies Act, 2013. Depreciation on Fixed Assets is calculated on SUM method using the rates arrived at based on the estimated useful life given in schedule 2 of the Companies Act 2013. If any asset having no useful life as per new schedule, then the residual value worked out and resulting shortfall or excess is adjusted against retained earnings/profit loss account if any.

Type of	Period
Buildings	30 Years
Plant and Equipment	15 Years
Furniture and Fixtures	10 Years
Vehicles	8 Years
Office equipment	5 Years
Computers	3 Years



e) Inventories

Raw materials are carried at the lower of cost and net realizable value. Work-in-progress is carried at the lower of cost and net realizable value. Stores and spare parts are carried at lower of cost and net realizable value. Finished goods produced or purchased by the Company are carried at lower of cost and net realizable value. Cost includes tax component also.

f) Revenue Recognition

The company recognizes sales on the basis of actual delivery of goods. Sales are recorded at invoice values. The purchases are recorded at the invoice value and related charges and duties. All expenses and income to the extent considered payable and receivable respectively are accounted for on mercantile basis except encashment of leave salary and interest on income tax refunds, which are treated on cash basis.

g) Investments

Long-term investments and current maturities of long-term investments are stated at cost, less provision for other than temporary diminution in value. Current investments, except for current maturities of long-term investments, comprising investments in mutual funds, government securities and bonds are stated at the lower of cost and fair value.

h) Taxation

Provision for Income tax is calculated in accordance with the provisions of the Income tax Act.

Deferred tax liability or assets is recognized for timing differences between the profit/ losses offered for Income taxes and Profit/losses as per financial statements.

Deferred tax assets and liability are measured using tax rates and tax laws that have been enacted or subsequently certainly that the assets can be realized in future, however where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax Assets are recognized only if there is a Virtual certainty of realization of such assets.

i) Foreign Currency Transactions

Transactions in foreign currencies are accounted at the exchange rate prevailing at the date of transactions. Gain / Losses arising out of fluctuations in the exchange rate are recognized in the Profit and Loss Account, in the period in which they arise, except in respect of Fixed Assets where exchange variance is adjusted in the carrying amount of the respective Fixed Assets.

Differences between the forward exchange rates and the exchange rate at the date of transactions are accounted, as income or expense over the life of the contracts, except in respect of liabilities incurred for acquiring Fixed Assets, in which case such differences are adjusted in the carrying amount of the respective Fixed Asset.

K) Borrowing Cost

Borrowing costs directly attributable to the acquisition or construction of qualifying fixed assets are capitalized as part of the cost of fixed assets, up to the date the asset is put to use. Other borrowing costs are charged to Profit and Loss Account in the year in which they are incurred.

l) Provisions, Contingent liabilities and Contingent assets

A provision is recognized when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions (excluding retirement benefits and compensated absences) are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognized in the financial statements. A contingent asset is neither recognized nor disclosed in the financial statements.



m) Cash and cash equivalents

The Company considers all highly liquid financial instruments, which are readily convertible into known amount of cash that are subject to an insignificant risk of change in value and having original maturities of three months or less from the date of purchase, to be cash equivalents.

n) Earnings per equity share

Basic earnings per equity share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equities shares outstanding during the period. The weighted average number of equities shares outstanding during the period is adjusted for events including a bonus issue, bonus element in a rights issue to existing shareholders, share split and reverse share split (consolidation of shares). For the purpose of calculating diluted earnings per equity share, the net weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

o) Cash flow statement

Cash flows are reported using the indirect method, whereby profit/ (loss) before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future receipts or payments. In the cash flow statement, cash and cash equivalents includes cash in hand, cheques on hand, balances with banks in current accounts and other short - term highly liquid investments with original maturities of 3 months or less, as applicable.

P) Retirement Benefits

The company makes the contributions to provident fund at the prescribed rates and accounts for the same on basis of actual liability. Gratuity and leave encashment have not been provided for as at balance sheet date.

P) Other Disclosures

Company is a Small- and Medium-Sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards notified under the Companies Act, 2013. Accordingly, the company has complied with the Accounting Standards as applicable to a Small- and Medium-Sized Company. Balances of Sundry Creditors, Loans & Advances and sundry Deposits are subjected to confirmation & adjustment, if any.

In the opinion of the Directors, Current Assets, Loans & Advances are approximately of the value stated, if realized in the ordinary course of company activity.

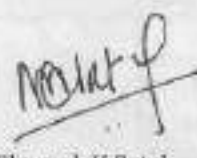
Previous year's figures have been regrouped/ reclassified wherever necessary to correspond with the current year's classification/ disclosure.

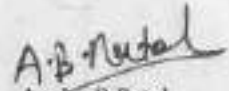
For, Belsare & Associates
Chartered Accountants


Nagesh Ramesh Belsare
Partner
100995
Place: Ahmedabad
Date: 16th Aug, 2022



Patel Chem Specialities Pvt Ltd


Bhupesh V Patel
Director
DIN : 02075545
Place: Ahmedabad
Date: 16th Aug, 2022


Anshu B Patel
Director
DIN : 02148403