



**INDEPENDENT AUDITOR'S REPORT ON THE AUDIT OF THE STANDALONE FINANCIAL STATEMENTS**

**To the Members of Sah Polymers Limited**

**Opinion**

We have audited the standalone financial statements of Sah Polymers Limited ("the Company"), which comprise the balance sheet as at 31st March 2024, and the statement of Profit and Loss, Statement of changes in equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

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 Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

**Basis for Opinion**

We conducted our audit 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 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.

**Other Information**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's Report

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along with its Annexures and Financial Highlights included in the Company's Annual Report but does not include the 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.

#### **Responsibility of Management for Standalone 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 financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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.



Those Board of Directors are also responsible for overseeing the company's financial reporting process.

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

Our objectives are to obtain reasonable assurance about whether the financial statements 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 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.

#### **Report on Other Legal and Regulatory Requirements**

(i) As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, 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 give in the Annexure – "A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

(ii) 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) Balance Sheet, the Statement of Profit and Loss including other comprehensive income, 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, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.

(f) With respect to the adequacy of the internal financial controls with reference to the financial statement of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".

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

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

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

(i) The Company does not have any pending litigations which would impact its financial position.

(ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

(iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

(iv) (a) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) 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



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Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(c) Based on such audit procedures that the auditor has considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused them to believe that the representations under sub-clause (i) and (ii) contain any material misstatement.

(v) The final dividend proposed in the previous year, declared and paid during the year is in accordance with section 123 of the Act, as applicable.

(vi) Based on our examination which included test checks, the company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with. Additionally, the audit trail has been preserved by the company as per the statutory requirements for record retention.

**For H R JAIN & CO.,**

Chartered Accountants

Firm's Registration No. 000262C

Manoj Jain  
Partner

Place of signature: Udaipur

Membership No.: 400459

Date: May 03, 2024

ICAI UDIN: 24400459 BKEMVH 2788





**Annexure - A to the Independent Auditor's Report (Referred to in paragraph (i) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)**

(i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and the situation of property, plant and equipment.

(B) The Company has maintained proper records showing full particulars Intangible Assets.

(b) These property, plant and equipment were physically verified during the year by the Management in accordance with a regular program of verification which, in our opinion, provides for physical verification of all the property, plant and equipment at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification.

(c) The title deeds of all the immovable properties (other than properties where the Company is 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 (including Right of Use assets) or intangible assets or both during the year. Consequently, the question of our commenting on whether the revaluation is based on the valuation by a Registered Valuer; specifying the amount of change, if change is 10% or more in the aggregate of the net carrying value of each class of Property, Plant and Equipment or intangible assets does not arise.

(e) Based on the information and explanations furnished to us, 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, and therefore the question of our commenting on whether the Company has appropriately disclosed the details in its financial statement does not arise.

(ii) (a) The physical verification of inventory (excluding stocks with third parties) have been conducted at reasonable intervals by the Management during the year and, in our opinion, the coverage and procedure of such verification by Management is appropriate. In respect of inventory lying with the third parties, these have substantially been confirmed by the third parties. The discrepancies noticed on physical verification of inventory as compared to book records were not 10% or more in aggregate for each class of inventory.



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(b) During the year the Company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets and the quarterly returns or statements filed by the Company with such bank or financial institutions are in agreement with the books of account of the Company.

(iii) During the year the Company has neither made investment nor provided any security but has, however, provided guarantee and unsecured loans and advances in the nature of loans, to companies, firms, Limited Liability Partnerships or any other parties:

(a) During the year the company has provided loans or provided advances in the nature of loans and stood guarantee but has not provided security to any other entity

(A) & (B) the aggregate amount during the year, and balance outstanding at the balance sheet date with respect to such loans or advances and guarantees to:

(Rs. in lakhs )

	Aggregate amount for the financial year 2023-2024		Balance outstanding as at 31/03/2024	
	Loan	Guarantee	Loan	Guarantee
Subsidiaries, joint ventures and associates	263.00	300.00	263.00	300.00
Other than subsidiaries, joint ventures and associates	744.05	-	745.39	-

(b) the Company has neither made investment nor given security. Further the terms and conditions of the grant of all loans and advances in the nature of loans and guarantee provided are not prejudicial to the Company's interest.

(c) In respect of loans and advances in the nature of loans, no schedule of repayment of principal and payment of interest has been stipulated.



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(d) In respect of the aforesaid loans, there is no amount overdue for more than ninety days.

(e) During the year no loan or advance in the nature of loan granted which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdue of existing loans given to the same parties.

(f) During the year the Company has granted loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment, the aggregate amount, percentage thereof to the total loans granted, aggregate amount of loans granted to Promoters, related parties as defined in clause (76) of section 2 of the Companies Act, 2013 are as under;

Aggregate amount (Rs. In lakhs)	% of the total loans granted	Aggregate amount of loans granted to Promoters, related parties as defined in clause (76) of section 2 of the Companies Act, 2013 ( Rs. In lakhs)
1007.05	99.87	263.00

(iv) In our opinion and according to the information and explanations given to us the Company has complied with the provisions of section 185 and 186 of the Companies Act, 2013, in respect of loans granted, investments made, guarantees, and security provided;

(v) According to the information and explanations given to us, the Company has not accepted any deposit during the year and accordingly the question of complying with Sections 73 and 76 of the Companies Act, 2013 does not arise. In respect of unclaimed deposits, the Company has complied with the provisions of Sections 74 and 75 or any other relevant provisions of the Companies Act, 2013. According to the information and explanations given to us, no Order has been passed by the Company Law Board or the National Company Law Tribunal or the Reserve Bank of India or any Court or any other Tribunal on the Company.

(vi) The maintenance of cost records has not been prescribed by the Central Government under Section 148(1) of the Companies Act, 2013 in respect of products of the Company.

(vii) (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally 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 any other statutory dues with the appropriate authorities, except the following as on 31.03.2024 for a period of more than six month from the date they become payable is as under ;

Name of statutes	Nature of dues	Amount Rs. In lakhs	The period to which the amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income tax demand	0.49 (Net of deposit)	FY 2020-21	

(b) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, there are no statutory dues referred to in sub-clause (a) have not been deposited as on 31st March, 2024 on account of disputes.

(viii) According to the information and explanations given to us and the records of the Company examined by us, there are no transactions in the books of account that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961), that has not been recorded in the books of account.

(ix) (a) According to the information and explanations given to us and the records of the Company examined by us, the Company has not defaulted on repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year.

(b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the Company has not been declared Willful Defaulter by any bank or financial institution or other lender.

(c) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, term loans were applied for the purpose for which the loans were obtained.

(d) According to the information and explanations given to us, and the procedure performed by us, and on an overall examination of the financial statements of the



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Company, we report that no funds raised on short term basis have been utilised for long term purposes by the Company.

(e) According to the information and explanations given to us, and the procedure performed by us, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.

(f) According to the information and explanations given to us, and the procedure performed by us, we report that the company has not raised loans during the year on the pledged of securities held in its subsidiaries, joint venture, or associate companies.

(x) (a) During the financial year 2022-2023, the Company raised Rs. 6630 lakhs by way of the initial public offer. In our opinion and according to the information and explanations given to us, the amount utilised out of the un-utilised amount during the year is for the purposes for which they were raised, details thereof are as under :

(₹. in lakhs)

Nature of the fund raised	Purpose for which funds were raised	opening un- utilized balance	Amount utilized for the purpose during the year	Unutilized balance as at Balance sheet date	Remark
Initial Public Offer	Setting up of a new manufacturing facility to manufacture new variant of Flexible Intermediate Bulk Containers (FIBC)	405.02	0	405.02	Project is over.
	General corporate purposes	1250.47	579.32	671.15	
	Issue related expenses	10.01	0	10.01	No amount is outstanding.



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We further report that the pending utilisation, the Company has temporarily invested the unutilised amount as on March 31,2024, in fixed deposits with the scheduled commercial bank.

(b) During the year the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible). Accordingly, reporting under clause 3(xx) (b) of the Order is not applicable to the Company.

(xi) (a) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanation given to us, we have neither come across any instance of material fraud by the Company or on the Company, noticed or reported during the year, nor have we been informed of any such case by the Management.

(b) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanation given to us, a report under section 143(12) of the Act, in Form ADT-4, as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014, was not required to be filed with the Central Government. Accordingly, reporting under clause 3(xi) (b) of the Order is not applicable to the Company.

(c) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanation given to us and as represented by the Management, the Company has received no whistle - blower complaints during the year. Accordingly, reporting under clause 3(xi) (c) of the Order is not applicable to the Company.

(xii) (a) As the Company is not a Nidhi company, therefore, the clauses (xii)(a), (b) and (c) of the Order are not applicable to the Company.

(xiii) All transactions with the related parties are in compliance with sections 177 and 188 of Companies Act and the details have been disclosed in the financial statements, etc., as required by the Indian Accounting Standard 24 "Related Party Disclosures" specified under section 133 of the Act.

(xiv) (a) In our opinion and According to the information and explanation given to us, the Company has an internal audit system commensurate with the size and nature of its business.





(b) The reports of the Internal Auditors for the period under audit were considered by us.

(xv) The company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, the reporting under clause 3(xv) of the Order is not applicable to the Company.

(xvi) (a) In our opinion and according to the information and explanation given to us the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934);

(b) The Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (COR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934; Accordingly, the reporting under clause 3(xvi)(b) of the Order is not applicable to the Company.

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

(d) Based on the information and explanations provided by the Management of the Company, the Group does not have any CIC, which is part of the Group. We have not, however, separately evaluated whether the information provided by the management is accurate and complete. Accordingly, the reporting under clause 3(xv)(d) of the Order is not applicable to the Company.

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

(xviii) There has been no resignation of the statutory auditors during the year and accordingly, the reporting under clause 3(xviii) of the Order is not applicable to the Company.

(xix) According to the information and explanation given to us and on the basis of the financial ratios (also refer Note 58 to the financial statements), ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumption, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is 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 our



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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) (a) In respect of other than ongoing projects, there are no unspent amounts that are required to be transferred to a fund specified in Schedule VII of the Companies Act (the Act), in compliance with second proviso to sub section 5 of section 135 of the Act. This matter has been disclosed in Note 63 to the financial statements.

(b) There are no unspent amounts in respect of ongoing projects, that are required to be transferred to a special account in compliance of provision of sub section (6) of section 135 of Companies Act.

(xxi) The reporting under clause 3(xxii) of the Order is not applicable in respect of audit of standalone financial statements. Accordingly, no comment in respect of the said clause has been included in this report.

**For H R JAIN & CO.,**  
Chartered Accountants  
Firm's Registration No. 000262C

Manoj Jain  
Partner

Place of signature: Udaipur

Membership No.: 400459

Date: May 03, 2024

ICAI UDIN: 24400459BKEMVH 2788





**Annexure - B to the Independent Auditor's Report on the Internal Financial Controls with reference to financial statement 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 **SAH POLYMERS LIMITED** ("the Company") as of 31st March, 2024 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date.

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

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

**Auditor's Responsibility**

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





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

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

### **Meaning of Internal Financial Controls Over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **Inherent Limitations of Internal Financial Controls over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to (Referred to in paragraph (ii) (f) under 'Report on Other Legal and Regulatory Requirements' of our report of even



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date) the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2024, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For H R JAIN & CO.,**  
Chartered Accountants  
Firm's Registration No. 000262C




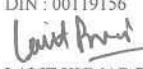


Manoj Jain  
Partner

Place of signature: Udaipur  
Membership No.: 400459

Date: May 03, 2024

ICAI UDIN: 24400459 BKEMVH2788



SAH POLYMERS LIMITED					
BALANCE SHEET					
(₹ in lakhs)					
Particulars	Note	As at 31.03.2024		As at 31.03.2023	
<b>ASSETS</b>					
<b>(1) Non-current assets</b>					
(a) Property, Plant and Equipment	3		4,722.95		4,334.32
(b) Capital work -in- Progress	3		52.04		92.97
(c) Investment Property			-		-
(d) Goodwill			-		-
(e) Other Intangible Assets	3		1.59		0.52
(f) Intangible assets under development			-		-
(g) Biological Assets other than bearer plants			-		-
<b>(h) Financial Assets</b>					
(i) Investments	4	560.78		560.78	
(ii) Trade receivables		-		-	
(iii) Loans	5	1.34		1.97	
(iv) Others	6	227.11	789.23	201.57	764.32
(i) Deferred tax assets (net)			-		-
(j) Other non-current assets	7		5.68		5.68
<b>(2) Current assets</b>					
(a) Inventories	8		2,036.57		1,783.92
<b>(b) Financial Assets</b>					
(i) Investments					
(ii) Trade receivables	9	2,061.28		1,057.24	
(iii) Cash and cash equivalents	10	725.57		1,050.04	
(iv) Bank balances other than (iii) above	11	540.68		1,013.80	
(v) Loans	12	1,007.05		1,184.98	
(vi) Others	13	5.24	4,339.82	6.96	4,313.02
(c) Current Tax Assets (Net)	14		13.28		-
(d) Other current assets	15		423.17		408.37
<b>Total Assets</b>			<b>12,384.33</b>		<b>11,703.12</b>
<b>EQUITY</b>					
(a) Equity Share Capital	16	2,579.60		2,579.60	
(b) Other Equity	17	5,752.42	8,332.02	5,830.09	8,409.69
<b>LIABILITIES</b>					
<b>(1) Non-current liabilities</b>					
<b>(a) Financial Liabilities</b>					
(i) Borrowings	18	713.00		845.58	
(ia) Lease liabilities					
(ii) Trade payables		-		-	
(iii) Other financial liabilities(other than those specified in item (b) )		-	713.00	-	845.58
(b) Provisions			-		-
(c) Deferred tax liabilities (Net)	19		183.42		179.69
(d) Other non-current liabilities			-		-
<b>(2) Current liabilities</b>					
<b>(a) Financial Liabilities</b>					
(i) Borrowings	20	2,153.52		1,417.73	
(ia) Lease liabilities					
(ii) Trade payables :	21				
(A)Total outstanding dues of micro enterprises and small enterprises					
(B)Total outstanding dues of creditors other than micro enterprises and small enterprises		746.65		553.09	
(iii) Other financial liabilities(other than those specified in item(c))	22	2.69	2,902.86	2.10	1,972.92
(d) Other current liabilities	23		244.01		241.06
(c) Provisions	24		9.02		0.44
(d) Current Tax Liabilities (Net)	25		-		53.74
<b>Total Equity and Liabilities</b>			<b>12,384.33</b>		<b>11,703.12</b>
See accompanying notes to the financial statements 1 to 75					
As per our Audit report of even date attached.					
for and on behalf of H.R. JAIN & CO., Chartered Accountants FRN : 000262C  Manoj Jain Partner M.No. 400459 Udaipur, May 3 ,2024			for and on behalf of the Board  HAKIM SADIQ ALI TIDIWALA Wholetime Director DIN : 00119156  LALIT KUMAR BOLIA Chief Financial Officer		
			    		
UDIN: 24400459 BKEMVH 2788			MURTAZA ALI MOTI Wholetime Director DIN : 07876224 RUNEL SAXENA Company Secretary M.No.A28022		

## SAH POLYMERS LIMITED

## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2024

(₹.in lakhs)

Particulars	Note	As at 31.03.2024		As at 31.03.2023	
		Amount in Rupees		Amount in Rupees	
<b>Income :</b>					
I Revenue from operations	26		10,076.10		8,245.46
II Other income	27		219.34		140.36
III Total Income (I+II)			10,295.44		8,385.82
<b>IV. Expenses :</b>					
Cost of Materials consumed	28		5,773.77		4,223.58
Purchases of Stock-in-Trade	29		664.81		1,819.35
Changes in inventories of finished goods work-in-progress and Stock -in-Trade	30		(174.46)		(503.66)
Employee benefits expense	31		469.25		286.19
Finance costs	32		296.76		190.94
Depreciation and amortization expense	3		215.44		112.55
Other expenses	33		2,965.69		1,846.27
Total expenses			10,211.26		7,975.22
V. Profit before exceptional items and tax(III-IV)			84.18		410.60
VI. Exceptional items			-		-
VII Profit/(loss) before tax (V-VI)			84.18		410.60
<b>VIII Tax expense :</b>					
(a) Current tax		14.10		70.39	
Less: MAT credit entitlement		14.10		50.82	
(b) Short/excess provisions of earlier years.		-		0.36	
				19.93	
(2) Deferred tax		17.83	17.83	85.03	104.96
IX Profit(loss)for the period from continuing operation (VII-VIII)			66.35		305.64
X Profit/(Loss) from discontinued operations.			-		-
XI Tax expense of discontinued operations			-		-
XII Profit/(loss) from discontinued operation (X-XI)			-		-
XIII Profit(loss) for the period (IX+XII)			66.35		305.64
<b>XIV Other Comprehensive Income</b>					
A(i) Item that will not be reclassified to profit or loss			-		-
(ii) Income tax relating to item that will not be reclassified to profit or loss			-		-
B(i) Item that will be reclassified to profit or loss			-		-
XV (ii) Income tax relating to item that will be reclassified to profit or loss			-		-
XVI Total Comprehensive Income for the period (XIII+XIV) (Comprising profit (loss) and other Comprehensive Income for the period )			66.35		305.64
<b>XVII Earnings per equity share:(for continued Operation):</b>					
(1) Basic	31		0.26		1.71
(2) Diluted	31		0.26		1.71
<b>XVII Earnings per equity share:(for discontinued Operation):</b>					
(1) Basic			-		-
(2) Diluted			-		-
<b>XVIII Earnings per equity share:(for discontinued &amp; continuing operations)</b>					
(1) Basic	31		0.26		1.71
(2) Diluted	31		0.26		1.71

See accompanying notes to the financial statements

1 to 75

As per our Audit report of even date attached.

for and on behalf of  
H.R. JAIN & CO.,  
Chartered Accountants  
FRN : 000262C

Manoj Jain  
Partner  
M.No. 400459  
Udaipur, May 3, 2024

UDIN: 24400459 BK6MVH2788



for and on behalf of the Board

HAKIM SADIQ ALI TIDIWALA  
Wholtime Director  
DIN : 00119156

LALIT KUMAR BOLIA  
Chief Financial Officer

MURTAZA ALI MOTI  
Wholtime Director  
DIN : 07876224

RUNEL SAXENA  
Company Secretary  
M.No. A28022

**SAH POLYMERS LIMITED**  
**CASH FLOW STATEMENT FOR THE** (₹ in lakhs)

Sr. No.	Particulars	Year ended 31.03.2024	Year ended 31.03.2023
<b>A</b>	<b>Cash Flow from Operating Activities</b>		
	Net Profit before tax	84.18	410.60
	Adjustments for:		
	Depreciation	215.44	112.55
	Interest Paid	284.43	175.60
	Interest received	(122.05)	(31.75)
	Unrealised foreign exchange fluctuation on conversion	(29.57)	(11.87)
	(Profit)/Loss on sale of property, plant and equipment	(0.21)	-
	Provision for gratuity and leave encashment	8.58	0.44
	<b>Operating Profit before working capital changes</b>	<b>440.80</b>	<b>655.57</b>
	Adjustment for Changes in Working Capital:		
	Decrease/(Increase) in Trade Receivables	(974.47)	172.46
	Increase/(decrease) in other current liabilities and provision	2.95	122.75
	Increase in financial liabilities	0.59	(0.36)
	Decrease(Increase) in Loan	177.93	(502.61)
	Decrease in other current financial assets	1.71	5.31
	Other bank Balances	473.12	(1,030.77)
	Increase/(Decrease) in Trade Payables	193.55	(25.87)
	Increase in other non current assets	-	142.12
	Non Current Financial assets	(24.91)	(65.86)
	Increase in other current assets	(14.80)	(252.70)
	Increase in tax assets	(13.28)	1.79
	Decrease/(Increase) in Stock	(252.65)	(720.60)
	<b>Cash Generated from Operations</b>	<b>10.54</b>	<b>(1,498.77)</b>
	Income Taxes Refund / (Paid)	67.84	113.34
	<b>Net Cash Inflow /(Out Flow) from Operation (A)</b>	<b>(57.30)</b>	<b>(1,612.11)</b>
<b>B</b>	<b>Cash Flow from Investing Activities:</b>		
	Sale of Property, Plant and Equipment	4.43	-
	Purchase of Property, Plant and Equipment and Capital -work-in-progress	(568.43)	(2,431.85)
	Interest received	122.05	31.75
	<b>Net Cash Inflow/(Outflow) from investing Activities (B)</b>	<b>(441.95)</b>	<b>(2,400.10)</b>
<b>C</b>	<b>Cash flow from Financing Activities</b>		
	Repayment of borrowings	(7,532.85)	(1,735.71)
	Share Capital	-	6,630.00
	Increase in borrowing	7,439.75	927.97
	Capital issue expenses	-	(912.69)
	Amalgamation Exp	(15.04)	-
	Dividend paid	(128.98)	-
	Interest Paid	(284.43)	(175.60)
	<b>Net Cash Inflow /(Out Flow) from Financing Activities (C)</b>	<b>(521.55)</b>	<b>4,733.97</b>
	<b>Net Increase/Decrease in cash &amp; Cash equivalents (A+B+C)</b>	<b>(1,020.80)</b>	<b>721.76</b>
	<b>CASH AND CASH EQUIVALENTS</b>		
	As at the beginning of the year (Refer Note 10)	1,050.04	128.15
	Cash and cash equivalent of amalgamating Company	-	-
	Less : Cash Credit	882.11	681.98
	As at the end of the year (Refer Note 10)	725.57	1,050.04
	Less : Cash Credit	1,578.44	882.11
	<b>Net Increase/Decrease in cash &amp; Cash equivalents</b>	<b>(1,020.80)</b>	<b>721.76</b>

	Year ended 31.03.2024	Year ended 31.03.2023
I. Cash and cash equivalents as per above comprise of the following:		
Cash on hand	3.09	4.91
Balances with scheduled banks:		
-On current accounts	167.40	34.89
-On deposit accounts	555.08	1,010.24
(deposits having an original maturity of 3 months or less )		
Cash and cash equivalent as per note	725.57	1,050.04

II. The above Statement of Cash Flows has been prepared under the 'Indirect Method' as set out in the Indian Accounting Standard (Ind AS) 7 - "Statement of Cash Flows" specified under Section 133 of the Companies Act, 2013.

The notes 1 to 75 form an integral part of the financial statements.  
This is the Statement of Cash Flows referred to in our report of even date.

for and on behalf of  
H.R. JAIN & CO.,  
Chartered Accountants  
FRN : 000262C

Manoj Jain  
Partner  
M.No. 400459  
Udaipur, May 3, 2024



for and on behalf of the Board

HAKIM SADIQ ALI  
TIDIWALA  
Wholtime Director  
DIN : 00110156  
RUNEL SAXENA  
Company Secretary  
M.No.A28022

MURPAZA ALI MOTI  
Wholtime Director  
DIN : 07876224  
LALIT KUMAR BOLIA  
Chief Financial Officer

## SAH POLYMERS LIMITED

Notes to the Financial Statements

### 1. Company Information

a) Sah Polymers Limited (the Company), is a public limited Company domiciled in India and is incorporated under the provisions of the Companies Act applicable in India. Its shares are listed on two recognised stock exchanges in India viz; BSE Limited and National Stock Exchange Limited. The registered office of the Company is located at E-260-261, Mewar Industrial Area, Madri, Udaipur-313003.

b) The Company is primarily engaged in the manufacture of Flexible Intermediate Bulk Containers (FIBC) and other flexible packaging with annual production capacity of 7920 MT. The manufacturing capacities are situated at and around Udaipur (Rajasthan). The FIBC and other flexible packaging find applications in the packing of cement, minerals, food grains etc.

### 2. Significant Accounting Policies

#### Statement of Compliance

These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013. The financial statements have also been prepared in accordance with the relevant presentation requirements of the Companies Act, 2013.

#### Basis of Preparation

The financial statements are prepared in accordance with the historical cost convention, except for certain items that are measured at fair values, as explained in the accounting policies.

Fair Value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and / or disclosure purposes in these financial statements is determined on such a basis, except for share-based payment transactions that are within the scope of Ind AS 102 – Share-based Payment, leasing transactions that are within the scope of Ind AS 17 – Leases, and measurements that have some similarities to fair value but are not fair value, such as net realisable value in Ind AS 2 – Inventories or value in use in Ind AS 36 – Impairment of Assets.

The preparation of financial statements in conformity with Ind AS requires management to make judgements, estimates and assumptions that affect the application of the accounting policies and the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period; they are recognised in the period of the revision and future periods if the revision affects both current and future periods.

#### Operating Cycle

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013 and Ind AS 1 – Presentation of Financial Statements based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents.

#### Property, Plant and Equipment – Tangible Assets

Property, plant and equipment are stated at cost of acquisition or construction less accumulated depreciation and impairment, if any.

Cost is inclusive of inward freight, duties and taxes and incidental expenses related to acquisition. In respect of major projects involving construction, related pre-operational expenses form part of the value of assets capitalised. Expenses capitalised also include applicable borrowing costs for qualifying assets, if any. All up gradation / enhancements are charged off as revenue expenditure unless they bring similar significant additional benefits.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the Statement of Profit and Loss.

Depreciation of these assets commences when the assets are ready for their intended use which is generally on commissioning. Items of property, plant and equipment are depreciated in a manner that amortizes the cost (or other amount substituted for cost) of the assets after commissioning, less its residual value, over their useful lives as specified in Schedule II of the Companies Act, 2013 on a straight line basis. Land is not depreciated.

Assets in the course of construction are capitalised in the assets under capital work in progress account (CWIP). At the point when an asset is operating at management's intended use, the cost of construction is transferred to the appropriate category of property, plant and equipment and depreciation commences. Where an obligation (legal or constructive) exists to dismantle or remove an asset or restore a site to its former condition at the end of its useful life, the present value of the estimated cost of dismantling, removing or restoring the site is capitalized along with the cost of acquisition or construction upon completion and a corresponding liability is recognized. Revenue generated from production during the trial period is capitalised.

• Freehold land is not depreciated

The estimated useful lives of property, plant and equipment of the Company are as follows:

Buildings	30 Years
Plant and Equipment	25 Years
Furniture and Fixtures	10 Years
Vehicles	8 Years
Office Equipment	5 Years

No write off is made in respect of leasehold land.

Assets held under finance leases are depreciated over their expected useful lives on the same basis as owned assets or, where shorter, the term of the relevant lease.

Property, plant and equipment's residual values and useful lives are reviewed at each Balance Sheet date and changes, if any, are treated as changes in accounting estimate.

**Intangible Assets**

Intangible Assets that the Company controls and from which it expects future economic benefits are capitalised upon acquisition and measured initially:

- a. for assets acquired in a business combination or by way of a government grant, at fair value on the date of acquisition/grant
- b. for separately acquired assets, at cost comprising the purchase price (including import duties and non-refundable taxes) and directly attributable costs to prepare the asset for its intended use.

Internally generated assets for which the cost is clearly identifiable are capitalised at cost. Research expenditure is recognised as an expense when it is incurred. Development costs are capitalised only after the technical and commercial feasibility of the asset for sale or use has been established. Thereafter, all directly attributable expenditure incurred to prepare the asset for its intended use are recognised as the cost of such assets. Internally generated brands, websites and customer lists are not recognised as intangible assets.

The useful life of an intangible asset is considered finite where the rights to such assets are limited to a specified period of time by contract or law (e.g., patents, licenses, trademarks, franchise and servicing rights) or the likelihood of technical, technological obsolescence (e.g., computer software, design, prototypes) or commercial obsolescence (e.g., lesser known brands are those to which adequate marketing support may not be provided). If, there are no such limitations, the useful life is taken to be indefinite. Intangible assets that have finite lives are amortized over their estimated useful lives by the straight line method unless it is practical to reliably determine the pattern of benefits arising from the asset. An intangible asset with an indefinite useful life is not amortized.

All intangible assets are tested for impairment. Amortization expenses and impairment losses and reversal of impairment losses are taken to the Statement of Profit and Loss. Thus, after initial recognition, an intangible asset is carried at its cost less accumulated amortization and / or impairment losses.

The useful lives of intangible assets are reviewed annually to determine if a reset of such useful life is required for assets with finite lives and to confirm that business circumstances continue to support an indefinite useful life assessment for assets so classified. Based on such review, the useful life may change or the useful life assessment may change from indefinite to finite. The impact of such changes is accounted for as a change in accounting estimate.

The estimated useful lives of intangible assets of the Company is : 5 years

**Impairment of Assets**

Impairment loss, if any, is provided to the extent, the carrying amount of assets or cash generating units exceed their recoverable amount.

Recoverable amount is higher of an asset's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset or cash generating unit and from its disposal at the end of its useful life.

Impairment losses recognised in prior years are reversed when there is an indication that the impairment losses recognised no longer exist or have decreased. Such reversals are recognised as an increase in carrying amounts of assets to the extent that it does not exceed the carrying amounts that would have been determined (net of amortization or depreciation) had no impairment loss been recognised in previous years.

**Inventories**

Inventories (other than harvested product of biological assets) are stated at cost and net realisable value, whichever is lower. Cost is determined on periodic moving weighted average basis.

Net realisable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to effect the sale.

Cost comprises all costs of purchase, costs of conversion and other costs incurred in bringing the inventory to the present location and condition. Cost includes the reclassification from equity of any gains or losses on qualifying cash flow hedges relating to purchases of raw material but excludes borrowing costs.

Due allowances are made for slow | non-moving, defective and obsolete inventories based on estimates made by the Company.

Items such as spare parts, stand-by equipment and servicing equipment that are not plant and machinery get classified as inventory.

**Foreign Currency Transactions**

The functional and presentation currency of the Company is Indian Rupee.

Transactions in foreign currency are accounted for at the exchange rate prevailing on the transaction date. Gains/ losses arising on settlement as also on translation of monetary items are recognised in the Statement of Profit and Loss.

Exchange differences arising on monetary items that, in substance, form part of the Company's net investment in a foreign operation (having a functional currency other than Indian Rupee) are accumulated in Foreign Currency Translation Reserve.

**Investment in Subsidiary**

Investment in subsidiary is carried at cost less accumulated impairment, if any.

**Financial instruments, Financial assets, Financial liabilities and Equity instruments**

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the relevant instrument and are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities measured at fair value through profit or loss) are added to or deducted from the fair value on initial recognition of financial assets or financial liabilities. Purchase or sale of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date when the Company commits to purchase or sell the asset.

**Financial Assets****Recognition:**

Financial assets include Investments, Trade receivables, Advances, Security Deposits, Cash and cash equivalents. Such assets are initially recognised at transaction price when the Company becomes party to contractual obligations. The transaction price includes transaction costs unless the asset is being fair valued through the Statement of Profit and Loss.

**Classification:**

Management determines the classification of an asset at initial recognition depending on the purpose for which the assets were acquired. The subsequent financial assets are classified as those measured at:

- (a) amortised cost, where the financial assets are held solely for collection of cash flows arising from payments of principal and/or interest.
- (b) fair value through other comprehensive income (FVTOCI), where the financial assets are held not only for collection of cash flows arising from payments of principal and interest but also from the sale of such assets. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in other comprehensive income.
- (c) fair value through profit or loss (FVTPL), where the assets are managed in accordance with an approved investment strategy that triggers purchase and sale decisions based on the fair value of such assets. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in the Statement of Profit and Loss in the period in which they arise.

Trade receivables, Advances, Security Deposits, Cash and cash equivalents etc. are classified for measurement at amortised cost while investments may fall under any of the aforesaid classes. However, in respect of particular investments in equity instruments that would otherwise be measured at fair value through profit or loss, an irrevocable election at initial recognition may be made to present subsequent changes in fair value through other comprehensive income.

**Impairment:**

The Company assesses at each reporting date whether a financial asset (or a group of financial assets) such as investments, trade receivables, advances and security deposits held at amortised cost and financial assets that are measured at fair value through other comprehensive income are tested for impairment based on evidence or information that is available without undue cost or effort. Expected credit losses are assessed and loss allowances recognised if the credit quality of the financial asset has deteriorated significantly since initial recognition.

**Reclassification:** When and only when the business model is changed, the Company shall reclassify all affected financial assets prospectively from the reclassification date as subsequently measured at amortised cost, fair value through other comprehensive income, fair value through profit or loss without restating the previously recognised gains, losses or interest and in terms of the reclassification principles laid down in the Ind AS relating to Financial Instruments.

**De-recognition:** Financial assets are derecognised when the right to receive cash flows from the assets has expired, or has been transferred, and the Company has transferred substantially all of the risks and rewards of ownership. Concomitantly, if the asset is one that is measured at:

- (a) amortised cost, the gain or loss is recognised in the Statement of Profit and Loss;
- (b) fair value through other comprehensive income, the cumulative fair value adjustments previously taken to reserves are reclassified to the Statement of Profit and Loss unless the asset represents an equity investment in which case the cumulative fair value adjustments previously taken to reserves is reclassified within equity.

**Income Recognition:**

Interest income is recognised in the Statement of Profit and Loss using the effective interest method. Dividend income is recognised in the Statement of Profit and Loss when the right to receive dividend is established.

**Financial Liabilities**

Borrowings, trade payables and other financial liabilities are initially recognised at the value of the respective contractual obligations. They are subsequently measured at amortised cost. Any discount or premium on redemption / settlement is recognised in the Statement of Profit and Loss as finance cost over the life of the liability using the effective interest method and adjusted to the liability figure disclosed in the Balance Sheet.

Financial liabilities are derecognised when the liability is extinguished, that is, when the contractual obligation is discharged, cancelled and on expiry.

**Offsetting Financial Instruments**

Financial assets and liabilities are offset and the net amount is included in the Balance Sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.

**Equity Instruments**

Equity instruments are recognised at the value of the proceeds, net of direct costs of the capital issue.

**Revenue**

Revenue is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of returns and discounts to customers. Revenue from the sale of goods includes duties which the Company pays as a principal but excludes amounts collected on behalf of third parties, such as goods and service tax.

Revenue from the sale of goods is recognised when significant risks and rewards of ownership/control have been transferred to the customer, which is mainly upon delivery, the amount of revenue can be measured reliably and recovery of the consideration is probable. Revenue from services is recognised in the periods in which the services are rendered.

**Government Grant**

The Company may receive government grants that require compliance with certain conditions related to the Company's operating activities or are provided to the Company by way of financial assistance on the basis of certain qualifying criteria.

Government grants are recognised when there is reasonable assurance that the grant will be received, and the Company will comply with the conditions attached to the grant. Accordingly, government grants:

- (a) related to or used for assets are included in the Balance Sheet as deferred income and recognised as income over the useful life of the assets.
- (b) related to incurring specific expenditures are taken to the Statement of Profit and Loss on the same basis and in the same periods as the expenditures incurred.
- (c) by way of financial assistance on the basis of certain qualifying criteria are recognised as they become receivable.

In the unlikely event that a grant previously recognised is ultimately not received, it is treated as a change in estimate and the amount cumulatively recognised is expensed in the Statement of Profit and Loss.

### **Financial and Management Information Systems**

The Company's Accounting System is designed to comply with the relevant provisions of the Companies Act, 2013, to provide financial information appropriate to the businesses and facilitate Internal Control.

#### **Use of estimates and judgements**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

#### **A. Judgements in applying accounting policies**

The judgements, apart from those involving estimations (see note below), that the Company has made in the process of applying its accounting policies and that have a significant effect on the amounts recognised in these financial statements pertain to useful life of intangible assets. The Company is required to determine whether its intangible assets have indefinite or finite life which is a subject matter of judgement. Certain trademarks have been considered of having an indefinite useful life taking into account that there are no technical, technological or commercial risks of obsolescence or limitations under contract or law. Other trademarks have been amortized over their useful economic life. Refer notes to the financial statements.

#### **B. Key sources of estimation uncertainty**

The following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

##### **1. Useful lives of property, plant and equipment and intangible assets:**

As described in the significant accounting policies, the Company reviews the estimated useful lives of property, plant and equipment and intangible assets at the end of each reporting period.

##### **2. Fair value measurements and valuation processes:**

Some of the Company's assets and liabilities are measured at fair value for financial reporting purposes. In estimating the fair value of an asset or a liability, the Company uses market-observable data to the extent it is available. Where Level 1 inputs are not available, the Company engages third party valuers, where required, to perform the valuation. Information about the valuation techniques and inputs used in determining the fair value of various assets, liabilities and share based payments are disclosed in the notes to the financial statements.

##### **3. Actuarial Valuation:**

The determination of Company's liability towards defined benefit obligation to employees is made through independent actuarial valuation including determination of amounts to be recognised in the Statement of Profit and Loss and in other comprehensive income. Such valuation depend upon assumptions determined after taking into account inflation, seniority, promotion and other relevant factors such as supply and demand factors in the employment market. Information about such valuation is provided in notes to the financial statements.

##### **4. Claims, Provisions and Contingent Liabilities:**

In the case of litigations where an outflow of funds is believed to be probable and a reliable estimate of the outcome of the dispute can be made based on management's assessment of specific circumstances of each dispute and relevant external advice, management provides for its best estimate of the liability. Such accruals are by nature complex and can take number of years to resolve and can involve estimation uncertainty. Information about such litigations is provided in notes to the financial statements.

**SAH POLYMERS LIMITED**

Statement of Changes in equity  
(1) Current reporting period :

	Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end of the current reporting period
<b>Equity Share Capital</b>					
For the year ended on 31/03/2024	2579.60	0.00	0.00	0.00	2579.60
<b>(2) Previous reporting period:</b>					
	1559.60		0.00	1020.00	2579.60
For the year ended on 31/03/2023	1559.60	0.00	0.00	1020.00	2579.60

**Other equity**

	Reserves and Surplus				Total
	Securities premium	General Reserve	Amalgamation Expenses	Retained earnings	
Balance at the beginning of the reporting period -01/04/2022	280.00	79.75	-	491.82	827.14
On issue of share capital	5,610.00	-	-	-	5,610.00
Capital Issue Expenses	-	-	-	(912.69)	(912.69)
Less:- Public Issue Expenses *	(937.12)	-	-	937.12	-
Profit for the year	-	-	-	305.64	305.64
Balance at the end of the reporting period -31/03/2023	4,952.88	79.75	-	797.46	5,830.09
Profit for the year	-	-	-	66.35	66.35
Agamalgamation Expenses	-	-	(15.04)	-	(15.04)
Dividend fy 2022-2023	-	-	-	(128.98)	(128.98)
Balance at the end of the reporting period -31/03/2024	4,952.88	79.75	(15.04)	734.83	5,752.42

for and on behalf of  
H.R. JAIN & CO.,  
Chartered Accountants  
FRN : 000262C



Manoj Jain  
Partner  
M.No. 400459

*(Signature)*

*(Signature)*  
HAKIM SADIQ ALI TIDIWALA  
Wholesale Director  
DIN : 00119156

*(Signature)*  
MURTAZA ALI MOTI  
Wholesale Director  
DIN : 07876224

*(Signature)*  
LALIT KUMAR BOLIA  
Chief Financial Officer

*(Signature)*  
RUNEL SAXENA  
Company Secretary  
M.No.28022

Udaipur, May 3, 2024

\* Public issue expenses amounting to Rs. 937.12 lakhs have been adjusted against Securities Premium in accordance with the provisions of section 52 of the Companies Act, 2013.

Particulars	Lease Assets			Owned Assets							Total
	Land-Leasehold	Building	Plant and Equipment	Furniture and fixtures	Vehicles	Office Equipment	DG Sets	Tube well	Computer		
<b>Year ended March 2024</b>											
<b>GROSS CARRYING AMOUNT</b>	29.57	1,752.24	3,227.61	49.48	70.51	39.78	58.24	6.49	27.27	5,377.15	
Opening Gross Carrying Amount	-	1,973.30	3,623.34	22.12	15.08	8.69	-	0.79	1.46	6,077.88	
Additions	-	-	4.43	-	-	-	-	-	-	4.43	
Disposals/Adjustment	29.57	1,949.54	3,585.52	71.60	85.59	48.47	58.24	7.28	28.73	5,980.50	
<b>Closing Gross Carrying Amount</b>	-	1,84.92	751.60	13.46	25.05	19.07	31.97	0.56	16.20	1,042.83	
<b>ACCUMULATED DEPRECIATION</b>	-	58.52	130.90	5.24	5.73	6.49	2.55	-	-	214.93	
Opening Accumulated Depreciation	-	-	0.21	-	-	-	-	-	-	0.21	
Depreciation charged during the year	-	243.44	882.29	18.70	30.78	25.56	34.52	0.78	21.48	1,257.55	
Disposals/Adjustments	29.57	1,706.10	2,703.23	52.90	54.81	22.91	23.72	6.50	7.25	4,772.95	
<b>Net Carrying Amount</b>	-	1,15.96	420.70	8.22	19.32	16.58	29.25	0.56	15.74	567.88	
<b>Year ended March 2023</b>											
<b>GROSS CARRYING AMOUNT</b>	29.57	429.70	1,656.86	15.73	22.93	22.90	57.78	1.16	17.74	2,369.83	
Opening Gross Carrying Amount	-	1,322.54	1,570.75	33.75	47.58	16.88	0.96	5.33	9.53	3,007.52	
Additions	-	-	-	-	-	-	-	-	-	-	
Disposals/Adjustment	29.57	1,752.24	3,227.61	49.48	70.51	39.78	58.24	6.49	27.27	5,377.15	
<b>Closing Gross Carrying Amount</b>	-	162.73	676.98	11.99	21.62	15.20	29.45	0.49	13.06	931.52	
<b>ACCUMULATED DEPRECIATION</b>	-	22.19	74.62	1.47	3.43	3.87	2.52	0.07	3.14	111.31	
Opening Accumulated Depreciation	-	-	-	-	-	-	-	-	-	-	
Depreciation charged during the year	-	184.92	751.60	13.46	25.05	19.07	31.97	0.56	16.20	1,042.83	
Disposals/Adjustments	29.57	1,567.32	2,476.01	36.02	45.46	20.71	26.27	5.93	11.07	4,334.32	
<b>Net Carrying Amount</b>	-	140.54	602.36	7.52	18.19	11.43	27.23	0.53	9.91	820.21	
<b>Capital - work-in progress as at 31.03.2024*</b>										52.04	
<b>Capital - work-in progress as at 31.03.2023*</b>										92.97	

\*Includes amount incurred on project development capitalised.

Particulars	Owned Assets		Total
	Software	Other	
<b>Year ended March 2024</b>			
Opening Gross Carrying Amount	9.58	9.58	19.16
Additions	1.58	1.58	3.16
Disposals/Adjustment	-	-	-
<b>Closing Gross Carrying Amount</b>	11.16	11.16	22.32
<b>ACCUMULATED DEPRECIATION</b>			
Opening Accumulated Depreciation	9.06	9.06	18.12
Depreciation charged during the year	0.51	0.51	1.02
Disposals/Adjustments	-	-	-
<b>Closing Accumulated Depreciation</b>	9.57	9.57	19.14
<b>Net Carrying Amount</b>	1.59	1.59	3.18
<b>Year ended March 2023</b>			
<b>GROSS CARRYING AMOUNT</b>	9.58	9.58	19.16
Opening Gross Carrying Amount	-	-	-
Additions	-	-	-
Disposals/Adjustment	9.58	9.58	19.16
<b>Closing Gross Carrying Amount</b>	7.82	7.82	15.64
<b>ACCUMULATED DEPRECIATION</b>			
Opening Accumulated Depreciation	1.24	1.24	2.48
Depreciation charged during the year	-	-	-
Disposals/Adjustments	9.06	9.06	18.12
<b>Closing Accumulated Depreciation</b>	0.52	0.52	1.04
<b>Net Carrying Amount</b>	7.30	7.30	14.60

Note :

- (a) There are no immovable Properties whose title deeds are not in the name of the Company.  
(b) The Company has not revalued Property, Plant and Equipment.  
(c) The Company has not revalued its intangible assets.  
(d) The Company has capital work in progress.  
(e) There is no intangible assets under development.

(iii) Capital - Work-in Progress (CWIP)

(a) CWIP aging schedule as at 31/03/2024

Particulars	Amount in CWIP for a period of			Total
	Less than 1 year s	2-3 years	More than 3 years	
Project in progress	52.04	-	-	52.04
Projects temporarily suspended	-	-	-	-
	-	-	-	-

(a) CWIP aging schedule as at 31/03/2023

Particulars	Amount in CWIP for a period of			Total
	Less than 1 year s	2-3 years	More than 3 years	
Project in progress	92.97	-	-	92.97
Projects temporarily suspended	-	-	-	-
	-	-	-	-

**SAH POLYMERS LIMITED**  
NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31.03.2024

(₹ in lakhs)

Note 4 <b>INVESTMENTS -NON CURRENT</b>	As at 31.03.2024	As at 31.03.2023
In Equity Instrument In subsidiary ( carried at cost) Fibrop Polyweave Private Limited 33884 (pr.yr,33884) Equity shares of ₹ 100/- each fully paid purchased @ ₹ 1655/- per equity share	560.78 560.78	560.78 560.78

Note 5 <b>OTHER NON- CURRENT LOAN</b>	As at 31.03.2024	As at 31.03.2023
(a) Loan Receivables considered good- secured	-	-
(b) Loan Receivables considered good- unsecured	1.34	1.97
(c) Loan Receivables which have significant increase in credit risk	-	-
(d) Loan Receivables which have significant increase in credit risk	-	-
(e) Trade Receivables- credit impaired	-	-
	1.34	1.97
Less: Allowance for doubtful loans	-	-
	1.34	1.97

Note 6 <b>OTHER NON- CURRENT FINANCIAL ASSETS</b>	As at 31.03.2024	As at 31.03.2023
Bank deposit with more than 12 month maturity*	70.98	76.19
Security Deposits	156.13	125.38
	227.11	201.57

\*Includes accrued interest ₹ 0.98 lakhs (pr. yr. ₹ 2.70 lakhs). Out of this deposit ₹ 70.98 lakhs (pr. yr ₹ 76.19 lakhs) liened with UCO Bank against Bank Guarantee.

Note 7 <b>OTHER NON-CURRENT ASSETS</b>	As at 31.03.2024	As at 31.03.2023
Capital Advances	0.65	0.65
Advances other than capital advances :		
Security Deposit		
-With Statutory Authorities	0.92	0.92
Other advances	4.11	4.11
	5.68	5.68

Note 8 <b>INVENTORIES</b>	As at 31.03.2024	As at 31.03.2023
At lower of cost and net realisable value		
Raw material	149.83	175.77
Work-in -progress	1,216.00	971.90
Finished Goods	388.04	457.68
Stores and Spares	229.25	146.97
Printing Ink	53.45	31.60
	2,036.57	1,783.92

Note 9 <b>TRADE RECEIVABLE</b>	As at 31.03.2024	As at 31.03.2023
(a) Trade Receivables considered good- secured	-	-
(b) Trade Receivables considered good- unsecured	2,061.28	1,057.24
(c) Trade Receivables which have significant increase in Credit Risk	-	-
(d) Trade Receivables -Credit impaired	-	-
	2,061.28	1,057.24
Less: Allowance for doubtful receivables	-	-
	2,061.28	1,057.24

Note 9.1 :No trade receivables are due from directors or other officers of the Company or any of them either severally or jointly with any other person. Further, no trade receivables are due from firms or private companies in which any director is a partner, a director or a member, other than dues from related parties disclosed as mentioned in note 39.

**Trade receivables ageing schedule as**

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6	6 months- 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	1,878.52	46.00			136.76	2,061.28
(ii) Undisputed Trade receivables – which have significant increase in credit risk	-	-			-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-			-	-
(iv) Disputed Trade Receivables– considered good	-	-			-	-
(v) Disputed Trade Receivables – credit impaired	-	-			-	-
(vi) Disputed Trade Receivables- which have significant increase in credit risk	-	-			-	-
<b>Total</b>	<b>1,878.52</b>	<b>46.00</b>			<b>136.76</b>	<b>2,061.28</b>

Trade receivables ageing schedule as						
Particulars	Outstanding for					Total
	Less than 6	6 months-1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	920.48				136.76	1,057.24
(ii) Undisputed Trade receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables– considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
(vi) Disputed Trade Receivables– which have significant increase in credit risk	-	-	-	-	-	-
<b>Total</b>	<b>920.48</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,057.24</b>

**Note 10**

<b>CASH AND CASH EQUIVALENTS</b>	As at 31.03.2024	As at 31.03.2023
(a) Balances with banks		
On Current Account	167.40	34.89
On Fixed Deposit with maturity less three months *	555.08	1,010.24
(b) Cash on hand	3.09	4.91
	<b>725.57</b>	<b>1,050.04</b>

There are no repatriation restrictions with regard to cash and cash equivalents as at the end of the reporting period and prior period.

\*includes accrued interest ₹ 2.10 lakhs (previous year ₹ 10.24 lakhs)

**Note 11**

<b>OTHER BANK BALANCES</b>	As at 31.03.2024	As at 31.03.2023
Deposit with more than 3 months and remaining maturity period less than 12 months from the date of the balance sheet *	540.68	1,013.80
	<b>540.68</b>	<b>1,013.80</b>

\*includes accrued interest ₹ 6.37 lakhs (previous year ₹ 10.70 lakhs)

**Note 12**

<b>LOANS (CURRENT)</b>	As at 31.03.2024	As at 31.03.2023
(a) Loan Receivables considered good- secured	-	-
(b) Loan Receivables considered good- unsecured	1,007.05	1,184.98
(c) Loan Receivables which have significant increase in credit risk	-	-
(d) Loan Receivables which have significant increase in credit risk	-	-
(e) Trade Receivables- credit impaired	-	-
	<b>1,007.05</b>	<b>1,184.98</b>
Less: Allowance for doubtful loans	-	-
	<b>1,007.05</b>	<b>1,184.98</b>

Note 12.1 :No loans are due from directors or other officers of the Company or any of them either severally or jointly with any other person. Further, no loans are due from firms or private companies in which any director is a partner, a director or a member, other than dues from related parties disclosed as mentioned in note 39.

No loans and advances are due from directors or other officers and related party of the Company  
Loans or advances in the nature of loans granted to promoters, directors , KMPs and the related parties

(a)Repayable on demand or (b) without specifying terms of period of repayment

₹ in lakhs

Type of Borrower ==>	Promoters	Directors	KMPs	Related Parties	Total
Amount of loan or advance in the nature of outstanding	0(0)	0(0)	1.85 (2.50)	263.00 (345.00)	237.8 5(347.50)
Percentage to the total Loans & Advances in the nature of Loans	0(0)	0(0)	0.18 (0.21)	23.40(29.07)	23.58 (29.28)

\*amount in bracket represents previous year 's figures .

**Note 13**

<b>OTHER- CURRENT FINANCIAL ASSETS</b>	As at 31.03.2023	As at 31.03.2023
Interest on deposits etc.	5.24	6.96
	<b>5.24</b>	<b>6.96</b>

**Note 14**

<b>CURRENT TAX ASSETS</b>	As at 31.03.2024	As at 31.03.2023
Income tax Refund	13.28	-
	<b>13.28</b>	<b>-</b>

**Note 15**

<b>OTHER CURRENT ASSETS</b>	As at 31.03.2024	As at 31.03.2023
<b>Advances other than capital advances :</b>		
<b>Other advances :</b>		
-balance with statutory authorities	107.82	334.33
-advance against expenses	42.84	11.90
-Other advances	151.21	-
-pre-paid expenses	18.49	20.18
Other receivables	102.81	41.96
	<b>423.17</b>	<b>408.37</b>

Note 16					
SHARE CAPITAL :		As at 31.03.2024		As at 31.03.2023	
<b>Authorised :</b>					
30000000 (pr.yr.30000000) Equity Shares of ₹ 10/- each		3,000.00		3,000.00	
(pr.yr. ₹ 10/-)		3,000.00		3,000.00	
Issued, subscribed and fully paid					
25796000(pr.yr. 25796000) Equity Shares of ₹ 10/- each fully paid up		2,579.60		2,579.60	
		2,579.60		2,579.60	
Reconciliation of number of shares :		As at 31.03.2024		As at 31.03.2023	
Face value per share (₹ )		10		10	
Number of Equity Shares outstanding at the beginning of the reporting period		25,796,000		15,596,000	
No. of Equity Shares issued during the year		-		10,200,000	
		25,796,000		25,796,000	
Less : Deduction during the year		-		-	
Number of Equity Shares outstanding at the end of the reporting period		25,796,000		25,796,000	
Name of the shareholders holding more than 5% shares in the company		As at 31.03.2024		As at 31.03.2023	
Name of shareholder	Class	No. of shares	%	No. of shares	%
Sat Industries Limited and nominees	Equity	14316000	55.50	14316000	55.50
Shares held by promoters at the end of the year		% change during the year			
Promoter name	No.of shares	% of total shares			
Sat Industries Limited including shares held by nominees.	14316000 (14316000)	55.50 (55.50)	NIL		
Total	14316000 (14316000)	55.50 (55.50)	NIL		
Figures in bracket represent previous year figures					
* Considered as per the information filed by the Company with stock exchanges for the year ended March 31, 2024 and Annual return filed by the Company for the year ended March 31,2023..					
Shares held by holding Company		As at 31.03.2024		As at 31.03.2023	
Name of holding Company	Class	No.of shares	% Holding	No.of shares	% Holding
Sat Industries Limited and nominees	Equity	14316000	55.50	14316000	55.50
The Company has only one class of equity shares having face value of ₹ 10/- each. The holder of the equity share is entitled to dividend right and voting right in the same proportion as the capital paid-up on such equity share bears to the total paid-up equity share capital of the Company. The dividend proposed by Board of Directors is subject to approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive the remaining assets of the Company in the same proportion as the capital paid-up on the equity shares held by them bears to the total paid-up equity share capital of the Company					
The Company has not allotted any bonus shares during the period of five years immediately preceding March 31,2024					
The Company has not allotted any shares pursuant to contract without payment being received in cash.					
There are no call unpaid on equity shares.					
No shares have been reserved for issue on option.					
No equity shares have been forfeited.					
Note 17					
OTHER EQUITY					
Particulars	As at 31.03.2024		As at 31.03.2023		
<b>1.SECURITIES PREMIUM</b>					
As per the last year accounts	4,952.88		280.00		
Add: Addition during the year	-		5,610.00		
Less:- Transferred from Capital Issue Expenses*	-		(937.12)		
	4,952.88		4,952.88		
<b>2.GENERAL RESERVE</b>					
As per the last year accounts	79.75		79.75		
<b>3.CAPITAL ISSUE EXPENSES</b>					
As per the last year accounts	-		(24.43)		
Addition during the year	-		(912.69)		
Less: Transferred to securities premium	-		937.12		
	-		-		
<b>4.AMALGAMATION EXPENSES:</b>					
As per the last year accounts	-		-		
Add: Addition during the year	(15.04)		-		
	(15.04)		-		
<b>5. RETAINED EARNINGS</b>					
As per the last year accounts	797.46		491.82		
Less :- Dividend Fy. 2022-2023	(128.98)		-		
Add: Surplus for the year	66.35		305.64		
	734.83		797.46		
Total	5,752.42		5,830.09		
* Public issue expenses amounting to ₹ 0.00 lakhs ( ₹ 937.12 lakhs) have been adjusted against Securities Premium in accordance with the provisions of section 52 of the Companies Act,2013.					
1. Share Premium :					
The amount received in excess of face value of the equity shares is recognised in Securities Premium Reserve. The reserve is utilised in accordance with the provisions of the Act.					
2. General Reserve					
This includes the amount received from the Government under an incentive scheme for capital expansion and on the expiry of requisite period , the amount was transferred to it.					
3.Retained Earnings:					
This Reserve represents the cumulative profits of the Company and effects of re-measurement of defined benefit obligations. This Reserve can be utilized in accordance with the provisions of the Companies Act, 2013.					

**Note 18**

BORROWINGS -NON CURRENT :	As at 31.03.2024		As at 31.03.2023	
	Current	Non-Current	Current	Non-Current
<b>SECURED :</b>				
(a) Term Loans:				
from banks :				
UCO Bank :				
I Term Loan- Additional working capital term loan under guarantee emergency credit loan	2.52	-	39.87	2.94
II Term Loan- Guaranteed Emergency Credit Line ( GECL)	30.00	43.46	5.57	78.32
III Term Loan- TL	199.78	533.33	200.00	733.33
IV Term Loan- Car	1.38	12.38	4.88	12.38
V Term Loan- Soler	37.50	100.00	-	-
VI HDFC Bank -Truck Loan	4.67	13.94	4.31	18.61
VII HDFC Bank -Car Loan	2.23	9.89	-	-
	278.08	713.00	254.63	845.58

(I) Borrowings from UCO Bank is secured against equitable mortgage of land and building of the Company situated at E-260-261, Mewar Industrial Area, Madri, Udaipur-313003 and at Vill: Modi, District: Udaipur and also by way of first charge on all current assets such as raw material, finished goods, work-in progress, stores and spares, book debts, and packing materials etc. The loan is repayable in 36 equal monthly instalment ₹ 354611.00 each commencing from June 14, 2021 and the last instalment is repayable on June 14, 2024. Rate of interest as on 31.03.2024 is 9.25 % per annum. It is also secured by way of corporate guarantee of Sat Industries Limited.

(II) Borrowings from UCO Bank is secured against equitable mortgage of land and building of the Company situated at E-260-261, Mewar Industrial Area, Madri, Udaipur-313003 and Vill: Modi, District: Udaipur and also by way of first charge on all current assets such as raw material, finished goods, work-in progress, stores and spares, book debts, and packing materials etc. The loan is repayable in 36 equal monthly instalment ₹ 263376.35 each commencing from December 15, 2023 and the last instalment is repayable on December 15, 2026. Rate of interest as on 31.03.2024 is 9.25 % per annum. It is also secured by way of corporate guarantee of Sat Industries Limited.

(III) Borrowings from UCO Bank is secured against equitable mortgage of land and building of the Company situated at E-260-261, Mewar Industrial Area, Madri, Udaipur-313003 and Vill: Modi, District: Udaipur and also by way of first charge on all current assets such as raw material, finished goods, work-in progress, stores and spares, book debts, and packing materials etc. The loan is repayable in 36 equal monthly instalment ₹ 1666667.00 each commencing from December 15, 2023 and the last instalment is repayable on June 15, 2028. Rate of interest as on 31.03.2024 is 10.00 % per annum. It is also secured by way of corporate guarantee of Sat Industries Limited.

(IV) Borrowings from UCO Bank is secured against Hypothecation of Vehicle No. RJ27UE0279. The loan is repayable in 60 equal monthly instalment ₹ 40649.00 each commencing from June 06, 2022 and the last instalment is repayable on May 31, 2027. Rate of interest as on 31.03.2024 is 10.20 % per annum.

(V) Borrowings from UCO Bank is secured against equitable mortgage of land and building of the Company situated at E-260-261, Mewar Industrial Area, Madri, Udaipur-313003 and Vill: Modi, District: Udaipur and also by way of first charge on all current assets such as raw material, finished goods, work-in progress, stores and spares, book debts, and packing materials etc. The loan is repayable in 48 equal monthly instalments ₹ 3,12,500.00 each commencing from September 30, 2023 and the last instalment is repayable on September 30, 2028. Rate of interest as on 31.03.2024 is 10.00 % per annum. It is also secured by way of corporate guarantee of Sat industries Limited.

(VI) Borrowings from HDFC bank is secured against Hypothecation of Vehicle No. RJ27GE0153. The loan is repayable in 60 equal monthly instalment of ₹ 49946.00 each commencing from November 15, 2022 and the last instalment is repayable on October 15, 2027. Rate of interest as on 31.03.2024 is 8.02 % per annum.

(VII) Borrowings from HDFC Bank is secured against Hypothecation of Vehicle No. RJ27UC2292. The loan is repayable in 60 equal monthly instalment of ₹ 27050.00 each commencing from November 05, 2023 and the last instalment is repayable on October 05, 2028. Rate of interest as on 31.03.2024 is 09.10 % per annum.

(VIII) There is no continuing default in the payment of principal and interest thereof in respect of loans (I) to (VII) stated above.

**Note 19**

DEFERRED TAX LIABILITIES (NET)	As at 31.03.2024	As at 31.03.2023
Particulars		
a) Deferred tax liability		
Opening	230.51	145.48
Depreciation	20.06	85.14
Deferred tax assets	-	-
Leave encashment	2.23	0.11
Net amount charged to Statement of Profit and Loss	17.83	85.03
Deferred tax liabilities(net)	248.34	230.51
b) Mat Credit Entitlement		
Opening	50.82	-
Addition	14.10	50.82
Less :- Mat Credit use	-	-
	64.92	50.82
	183.42	179.69

**Note 20**

BORROWINGS -CURRENT :	As at 31.03.2024	As at 31.03.2023
<b>SECURED :</b>		
Current maturity of long term borrowings * (*for security refer to Note 18)	278.08	254.63
<b>Repayable on demand</b>		
<b>From Banks :</b>		
Cash Credit facilities from UCO Bank (a)	1,578.44	882.11
	1,856.52	1,136.74
<b>UNSECURED :</b>		
Repayable on demand		
<b>From Bank</b>		
ICICI Bank Ltd (b)	297.00	280.00
Deutsche Bank -OD (c)	-	0.99
	297.00	280.99
	2,153.52	1,417.73

(a) Borrowings from UCO Bank is secured against equitable mortgage of land and building of the Company situated at E-260-261, Mewar Industrial Area, Madri, Udaipur-313003 and Vill: Modi, District: Udaipur and also by way of first charge on all current assets such as raw material, finished goods, work-in progress, stores and spares, book debts, and packing materials etc. It is also secured by way of corporate guarantee of Sat Industries. Rate of interest as on 31.03.2024 is 10.00% per annum.

(b) Guaranteed by Mr. Asad Daud, Director and Mr. Hakim Sadiq Ali Tidiwala, Wholetime Director of the Company. Rate of interest as on 31.03.2024 is 11.05% per annum.

(c) Guaranteed by Mr. Asad Daud, Director and Mr. Hakim Sadiq Ali Tidiwala, Wholetime Director of the Company. Rate of interest as on 31.03.2024 is 9.95% per annum.

\* There is no continuing default in the payment of interest.

<b>Note 21</b>							
<b>TRADE PAYABLES</b>		<b>As at 31.03.2024</b>			<b>As at 31.03.2023</b>		
Total outstanding dues of micro enterprises and small enterprises		-			-		
Total outstanding dues of creditors other than micro enterprises and small enterprises		746.65			553.09		
		746.65			553.09		
Trade payables ageing schedule as at 31st March, 2024 (₹ in lakhs)							
Particulars	Outstanding for following periods from due date of payment						
	Not Due	Less than 6	6 months- 1 year	1-2 years	2-3 years	More than 3 years	TOTAL
(i) Undisputed -Micro & small enterprises			-	-	-	-	-
(ii) Undisputed Others	746.65	-	-	-	-	-	746.65
(iii) Disputed dues – Micro & small enterprises		-	-	-	-	-	-
(iv) Disputed dues - Others		-	-	-	-	-	-
Total	746.65	0	0	0	0	0	746.65
Trade payables ageing schedule as at 31st March, 2023 (₹ in lakhs)							
Particulars	Outstanding for following periods from due date of payment						
	Not Due	Less than 6	6 months- 1 year	1-2 years	2-3 years	More than 3 years	TOTAL
(i) Undisputed -Micro & small enterprises	-	-	-	-	-	-	0
(ii) Undisputed Others	553.09	-	-	-	-	-	553.09
(iii) Disputed dues – Micro & small enterprises	-	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-	-
Total	553.09	-	-	-	-	-	553.09
<b>Note 22</b>							
<b>OTHER- CURRENT FINANCIAL LIABILITIES</b>		<b>As at 31.03.2024</b>			<b>As at 31.03.2023</b>		
Interest on Loan		2.69			2.10		
		2.69			2.10		
<b>Note 23</b>							
<b>OTHER CURENT LIABILITIES</b>		<b>As at 31.03.2024</b>			<b>As at 31.03.2023</b>		
Statutory Liabilities		13.45			54.30		
Advance received from customers		43.22			31.73		
Others		187.34			155.03		
		244.01			241.06		
<b>Note 24</b>							
<b>PROVISIONS</b>		<b>As at 31.03.2024</b>			<b>As at 31.03.2023</b>		
Provisions for leave encashment		9.02			0.44		
		9.02			0.44		
<b>Note 25</b>							
<b>CURRENT TAX LIABILITIES</b>		<b>As at 31.03.2024</b>			<b>As at 31.03.2023</b>		
Current tax ( net of advance tax ) 22-23		-			53.74		
		-			53.74		
<b>Note 26</b>							
<b>REVENUE FROM OPERATIONS</b>		<b>For the year ended 31.03.2024</b>			<b>For the year ended 31.03.2023</b>		
(a) Manufactured Goods		9,117.01			6,166.61		
(b) Traded Goods		700.08			1,824.48		
(c) Sale of services:							
I) Job work		57.24			71.53		
I I) Lease Rent		23.24			10.12		
II) Commission -DCA		56.90			62.29		
		137.38			143.94		
(d) Interest Income (Business)		121.63			110.43		
		10,076.10			8,245.46		
<b>Note 27</b>							
<b>OTHER INCOME</b>		<b>For the year ended 31.03.2024</b>			<b>For the year ended 31.03.2023</b>		
(a) Rent		0.24			0.42		
(b) Interest on financial assets on amortised cost		122.05			31.75		
(c) Miscellaneous income		0.18			0.79		
(d) Foreign Exchange Fluctuation		95.24			107.40		
(e) Export Incentive		1.42			-		
(f) Profit on Sales of Property, Plant and Equipment		0.21			-		
		219.34			140.36		
<b>Note 28</b>							
<b>COST OF MATERIAL CONSUMED</b>		<b>For the year ended 31.03.2024</b>			<b>For the year ended 31.03.2023</b>		
Opening Stock		175.77			168.21		
Add: Purchases and adjustments		5,747.83			4,231.14		
		5,923.60			4,399.35		
Less: Closing Stock		149.83			175.77		
		5,773.77			4,223.58		
<b>Note 29</b>							
<b>PURCHASES OF STOCK -IN TRADE</b>		<b>For the year ended 31.03.2024</b>			<b>For the year ended 31.03.2023</b>		
Traded goods		664.81			1,819.35		
		664.81			1,819.35		

**Note 30**

<b>CHANGES IN INVENTORIES</b>		<b>For the year ended 31.03.2024</b>		<b>For the year ended 31.03.2023</b>
<b>Opening Stock :</b>				
Finished Goods	457.68		207.02	
Add:- Goods produced during trial run	-		12.73	
	457.68		219.75	
Work-in-progress	971.90		587.51	
Add:- Goods produced during trial run	-		118.66	
	971.90	1,429.58	706.17	925.92
<b>Less :Closing Stock :</b>				
Finished Goods	388.04		457.68	
Work-in-progress	1,216.00		971.90	
		1,604.04		1,429.58
		(174.46)		(503.66)

**Note 31**

<b>EMPLOYEE BENEFITS</b>		<b>For the year ended 31.03.2024</b>		<b>For the year ended 31.03.2023</b>
(i) Salaries, wages and bonus		405.07		245.16
(ii) Contribution to provident and other funds		24.88		15.85
(iii ) Gratuity		7.55		11.16
(vi) Staff welfare expenses		31.75		14.02
		469.25		286.19

**Note 32**

<b>FINANCE COSTS</b>		<b>For the year ended 31.03.2024</b>		<b>For the year ended 31.03.2023</b>
(a) Interest on borrowings		284.43		175.60
(b) Foreign exchange fluctuation on credit facility		-		3.54
(c) Interest on Income tax		6.24		11.05
(d) Other borrowing costs - Processing Charges		6.09		0.75
		296.76		190.94

**Note 33**

<b>OTHER EXPENSES</b>		<b>For the year ended 31.03.2024</b>		<b>For the year ended 31.03.2023</b>
Bag Printing Expenses		9.81		9.99
Bag Stitching Expenses		665.09		230.06
Bank Commission and charges		28.60		25.90
Books & Periodicals		0.33		0.36
Carriage Outward		26.48		32.11
Commission on sales		52.79		23.24
Consultancy		52.60		27.32
Corporate Social Responsibility expenditure		7.25		4.91
Repairs & Maintenance on :				
-Plant and Machinery		25.35		34.31
-Building		14.35		0.46
-Others		0.70		1.54
Consumption of stores and spare parts		79.14		72.20
Festival Expenses		4.56		2.61
Early Payment incentive expenses		3.09		1.73
Economic Rent & Service Charges		0.86		0.86
Electric & Power		567.49		343.64
Export Freight , Insurance & other Expenses		583.31		601.57
Fabric Weaving Expenses		131.12		111.70
Fees & Taxes		1.05		1.92
Fuel & Lubricant		37.51		28.41
Godown Rent		6.69		6.39
Inspection Charges of bags		0.95		0.56
Insurance Charges		16.57		8.11
Transport Expenses		17.39		0.19
Job charges		360.96		67.34
Lease Rent		13.50		12.54
Legal & Professional Exp.		18.92		7.31
Miscellaneous Expenses		18.20		34.91
Material handling Charges		5.97		5.56
Packing Materials		71.20		24.25
Payment to Auditors as:				
(i) auditor		0.23		0.23
(ii) for reimbursement of expenses		0.05		0.05
Postage & Telegram		13.88		5.21
Printing Ink		40.09		51.70
Rating Charges		0.70		1.03
Rebate, Claim and Discounts		18.70		5.06
Software Expenses		2.60		3.31
Sorting and counting charges		27.72		29.10
Security Services		6.67		1.84
Stationery & Printing		5.21		4.32
Subscription & Membership		4.52		6.77
Telephone and Mobile		4.41		2.84
Vehicle Running & Maintenance Expenses.		10.83		5.54
Warehouse Management charges		4.34		4.88
Water Expenses		3.91		2.39
		2,965.69		1,846.27

<b>Note 34</b>			
<b>Additional Information</b>		<b>For the period ended 31.03.2023</b>	<b>For the year ended 31.03.2023</b>
(i) Depreciation and Amortisation :			
(a) Depreciation expense		214.93	111.31
(b) Amortization expense		0.51	1.24
		215.44	112.55
(ii) Payment to Auditors as:*			
(a) Auditors		0.23	0.23
(b) Reimbursement of expenses		0.05	0.05
		0.28	0.28

\* excludes ₹ 0.00 lakhs (Previous Year ₹ .70 lakhs ) paid for certification , in the nature of initial public offer issues expenses accounted in Securities Premium Account.

#### **Note 35**

##### **Earnings per share**

		<b>₹ in lakhs</b>	
		<b>As on 31.03.2024</b>	<b>As on 31.03.2023</b>
Earning per share has been computed as under			
(a) Profit for the year		66.35	305.64
(b) Weighted average number of Ordinary shares outstanding for the purpose of basic earnings per share		25796000	17887507
(c) Effect of potential Equity shares on conversion of outstanding share warrants		-	-
(d) Weighted average number of equity shares in computing diluted earnings per share		25796000	17887507
[(b) + (c)]			
(e) Earnings per share on profit for the year (Face Value ₹ 10.00 per share) –			
-Basic (a/b)		0.26	1.71
-Diluted (a/d)		0.26	1.71

#### **Note 36**

##### **Contingent liabilities and commitments :**

##### **(a) Contingent liabilities**

		<b>(₹ in lakhs )</b>	
		<b>31st March,2024</b>	<b>31st March, 2023</b>
<b>Claims against excise duty and other matters</b>			
(i) Income tax Matters *		0.49	0.79
Total		0.49	0.79

\*Net of deposit .

It is not practicable for the Company to estimate the closure of these issues and the consequential timings of cash flows, if any, in respect of the above.

##### **(b) Commitments**

		<b>(₹ in lakhs )</b>	
		<b>31st March,2024</b>	<b>31st March, 2023</b>
● Estimated amount of contracts remaining to be executed on capital accounts and not provided for			
		7.74	-
<b>GUARANTEES</b>			
		31st March,2024	31st March, 2023
i) Guarantees issued by Uco Bank		700.00	700.00
ii) Guarantee given on behalf of subsidiary			
a) Guarantee given by the Company to UCO Bank against cash credit limit provided to Fibcorp Polyweave Private Limited		300.00	300.00

#### **Note 37**

##### **Capitalisation of expenditure**

During the year, the Company has capitalised the following expenses of revenue nature to the cost of property, plant and equipment /capital work-in-progress (CWIP). Consequently, expenses disclosed under the respective notes are net of amounts capitalised by the Company

		<b>For the year ended 31 March 2024</b>	<b>For the year ended 31 March 2023</b>
Employees Benefits expenses		-	109.33
Finance costs		-	160.41
Other Expenses		52.04	42.85
Total		52.04	312.59

#### **Note 38**

##### **Financial Instruments and Related Disclosures :**

##### **1. Capital Management**

The Company's capital management is intended to create value for shareholders by facilitating the meeting of long term and short term goals of the Company.

In order to maintain or adjust the capital structure, the group may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets.

The Company determines the amount of capital required on the basis of annual business plan also taking into consideration any long term strategic investment and expansion plans. The funding needs are met through equity and cash generated from operations.

The Company's financial strategy aims to support its strategic priorities and provide adequate capital to its businesses for growth and creation of sustainable stakeholder value. The Company funds its operations through internal accruals, borrowings etc. The Company aims at maintaining a strong capital base largely towards supporting the future growth of its businesses as a going concern.

For the purpose of the Company's capital management, capital includes issued capital and other equity reserves. The primary objective of the Company's capital management is to safeguard its ability to continue as going concern and to maintain an optimal capital structure so as to maximise shareholders value. The Company manages its capital structure and makes adjustments in the light of changes in economic environment and the requirements of the financial covenants.

The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt and adjusted net debt to equity ratio. For this purpose, adjusted net debt is defined as total debt less cash and bank balances.

(₹ in lakhs)

	As at 31 March, 2024	As at 31 March, 2023
Non-current borrowings	713.00	845.58
Current borrowings	2153.52	1417.73
<b>Gross debt</b>	<b>2866.52</b>	<b>2263.31</b>
Less - Cash and cash equivalents	725.57	1050.04
Less - Other bank deposits	540.68	1089.99
<b>Adjusted net debt (A)</b>	<b>1600.27</b>	<b>123.28</b>
<b>Total equity (B)</b>	<b>8332.02</b>	<b>8409.69</b>
Adjusted net debt to equity ratio	19.21	1.47
Total capital (A)+(B)	9932.29	8532.97
Gearing ratio *	34.40	26.91

\*The Company's ideal gearing ratio is 34.52% to 26.91%.

## 2. Categories of financial Instruments

Particulars	Note	As at 31st March, 2023		As at 31st March, 2023	
		Carrying Value	Fair Value	Carrying Value	Fair Value
<b>Financial assets</b>					
Measured at amortised cost					
i) Cash and cash equivalent	10	725.57	725.57	1,050.04	1,050.04
ii) Other Bank balance	11	540.68	540.68	1,013.80	1,013.80
v) Trade receivables	9	2,061.28	2,061.28	1,057.24	1,057.24
vi) Other financial assets	6&13	232.35	232.35	208.53	208.53
<b>Total Financial assets</b>		<b>3,559.88</b>	<b>3,559.88</b>	<b>3329.61</b>	<b>3329.61</b>
<b>Financial Liabilities</b>					
Measured at amortised cost					
i) Cash Credit facilities	20	1,578.44	1,578.44	882.11	882.11
ii) Term loans- Non current	18	713.00	713.00	845.58	845.58
iii) Trade payables	21	746.65	746.65	553.09	553.09
iv) Other financial liabilities	22	2.69	2.69	2.10	2.10
<b>Total financial liabilities</b>		<b>3,040.78</b>	<b>3,040.78</b>	<b>2282.88</b>	<b>2282.88</b>

## 3 : FINANCIAL RISK MANAGEMENT

The activities of the Company exposes it to a number of financial risks namely market risk, credit risk and liquidity risk. The Company seeks to minimize the potential impact of unpredictability of the financial markets on its financial performance. The Company does regularly monitor, analyze and manage the risks faced by the Company and to set and monitor appropriate risk limits and controls for mitigation of the risks.

### A. MANAGEMENT OF MARKET RISK:

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises of three types of risks: interest rate risk, price risk and currency rate risk. Financial instruments affected by market risk includes borrowings and investments.

The Company has international trade operations and is exposed to a variety of market risks, including currency and interest rate risks.

#### (i) Management of interest rate risk:

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company does not have any exposure to interest rate risks since its borrowings and investments are all in fixed rate instruments.

#### (ii) Management of price risk:

The Company has no surplus for investment in debt mutual funds, deposits etc. The Company does make deposit with the banks to provide security/margin against guarantee given by the banks. Deposit is made in fixed rate instrument. In view of this it is not susceptible to market price risk, arising from changes in interest rates or market yields which may impact the return and value of the investments.

#### (iii) Management of currency risk:

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Company has foreign currency trade receivables and is therefore exposed to foreign exchange risk. The Company mitigates the foreign exchange risk by setting appropriate exposure limits, periodic monitoring of the exposures etc.. The exchange rates have been volatile in the recent years and may continue to be volatile in the future. Hence the operating results and financials of the Company may be impacted due to volatility of the rupee against foreign currencies.

Exposure to currency risk(The Company has exposure only in USD/EURO converted to functional currency i.e.INR)

The currency profile of financial assets and financial liabilities as at March 31st, 2024 and March 31, 2023, are as below:

₹ in lakhs

Financial assets	Exposure currency	As at 31.03.2024	As at 31.03.2023
Trade receivables	USD	759.35	419.10
	EURO	938.07	182.67
	GBP	93.4	75.51
Trade payable	USD	12.94	-
	EURO	-	-
		<b>1777.88</b>	<b>677.28</b>

### Sensitivity analysis

A reasonably possible 5% strengthening (weakening) of the Indian Rupee against USD/EURO at March 31 would have affected the measurement of financial instruments denominated in USD/EURO and affected profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular interest rates, remain constant and ignores any impact of forecast sales and purchases.

₹ in lakhs

	As at	Strengthening	Weakening
Profit/(Loss)	31.03.2023	33.86	33.86
	31.03.2024	88.89	88.89

**B. MANAGEMENT OF CREDIT RISK:**

Credit risk refers to the risk of default on its obligations by a counterparty to the Company resulting in a financial loss to the Company. The Company is exposed to credit risk from its operating activities (trade receivables) and foreign exchange transactions and financial instruments.

Credit risk from trade receivables is managed through the Company's policies, procedures and controls relating to customer credit risk management by establishing credit limits, credit approvals and monitoring creditworthiness of the customers to which the Company extends credit in the normal course of business. Outstanding customer receivables are regularly monitored. The Company has no concentration of credit risk as the customer base is widely distributed.

The Company's historical experience of collecting receivables and the level of default indicate that credit risk is low and generally uniform across markets; consequently, trade receivables are considered to be a single class of financial assets. All overdue customer balances are evaluated taking into account the age of the dues, specific credit circumstances, the track record of the counterparty etc. Loss allowances and impairment is recognised, where considered appropriate by responsible management.

**C. MANAGEMENT OF LIQUIDITY RISK:**

Liquidity risk is the risk that the Company may not be able to meet its present and future cash obligations without incurring unacceptable losses. The Company's objective is to maintain at all times, optimum levels of liquidity to meet its obligations. The Company closely monitors its liquidity position and has a cash management system. The Company maintains adequate sources of financing including debt and overdraft from domestic and international banks and financial markets at optimized cost.

The Company's Current assets aggregate to ₹ 6812.84 lakhs( 2023 – ₹ 6505.31 Lakhs) including Cash and cash equivalents and Other bank balances of ₹ 1547.73 lakhs( 2023 – ₹ 2198.78 lakhs) against an aggregate Current liability of ₹ 3155.89 lakhs( 2023 – ₹ 2268.16 Lakhs); Non-current liabilities due between one year to three years amounting to ₹ 713 lakhs ( 2023 – 845.58 ) and Non-current liability due after three years amounting to NIL( 2023– NIL) on the reporting date. Further, while the Company's total equity stands at ₹ 8332.02 lakhs( 2023– ₹ 8409.69 lakhs), it has non-current borrowings of ₹ 713.00lakhs( 2023 – ₹ 845.58). In such circumstances, liquidity risk or the risk that the Company may not be able to settle or meet its obligations as they become due does not exist.

**D. Fair value measurement****Fair value hierarchy**

Fair value of the financial instruments is classified in various fair value hierarchies based on the following three levels:

Level 1: Quoted prices (unadjusted) in active market for identical assets or liabilities.

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

The fair value of financial instruments that are not traded in an active market is determined using market approach and valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If significant inputs required to fair value an instrument are observable, the instrument is included in Level 2.

Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

If one or more of the significant inputs is not based on observable market data, the fair value is determined using generally accepted pricing models based on a discounted cash flow analysis, with the most significant inputs being the discount rate that reflects the credit risk of counter party.

The fair value of trade receivables, trade payables and other Current financial assets and liabilities is considered to be equal to the carrying amounts of these items due to their short-term nature. Where such items are Non-current in nature, the same has been classified as Level 3 and fair value determined using discounted cash flow basis. Similarly, unquoted equity instruments where most recent information to measure fair value is insufficient, or if there is a wide range of possible fair value measurements, cost has been considered as the best estimate of fair value.

There has been no change in the valuation methodology for Level 3 inputs during the year. The Company has not classified any material financial instruments under Level 3 of the fair value hierarchy. There were no transfers between Level 1 and Level 2 during the year.

The following table presents the fair value hierarchy of assets and liabilities measured at fair value on a recurring basis:

Particulars	Fair value hierarchy	As at 31st, March, 2023		As at 31st March, 2022	
		Fair Value		Fair Value	
<b>Financial assets</b>					
Measured at amortised cost					
i) Cash and cash equivalent	L2	725.57		128.15	
ii) Other Bank balance	L2	540.68		59.22	
v) Trade receivables	L2	2,061.28		1,217.83	
vi) Other financial assets	L2	232.35		208.53	
<b>Total Financial assets</b>		<b>3,559.88</b>		<b>1,613.73</b>	
<b>Financial Liabilities</b>					
Measured at amortised cost					
i) Cash Credit facilities	L2	1,578.44		681.98	
ii) Term loans	L2	991.08		172.24	
iii) Trade payables	L2	746.65		578.96	
iv) Other financial liabilities	L2	2.69		2.10	
<b>Total financial liabilities</b>		<b>3,318.86</b>		<b>1,435.28</b>	

**Note 39**

Disclosures in respect of related parties pursuant to Ind AS 24

(i) Holding Company

01) Sat Industries Limited

(ii) Subsidiary :

01) Fibcorp Polyweave Private Limited

(iii) Key Managerial Personnel

01) Mr. Hakim Sadiq Ali Tidiwala, Wholetime Director

02) Mr. Murtaza Ali Moti, Wholetime Director

04) Mr. Lalit Kumar Bolia, Chief Financial Officer

05) M<sup>rs</sup> Runel Saxena, Company Secretary

(vi) Sat Foundation

During the year following transactions were carried out with the related parties in the ordinary course of business at arm's length price

₹ in lakhs

Name of related party	Nature of relation	For theyear ended on 31/03/2024	For the year ended on 31/03/2023	Nature of transaction
Fibrop Polyweave Private Limited	Subsidiary	752.28	1,274.42	Purchases
		-	6.40	Purchase Machine
		1,123.18	1,235.76	Sales
		498.27	84.00	Job work Expenses
		23.24	10.12	Lease rent income
		312.00	345.00	Loan Given
		394.00	-	Loan received Back
		27.10	4.28	Interest received
Sat Industries Limited	Holding Company	57.24	71.53	Job work receipt
		430.00	400.00	Loan Taken
		430.00	1,180.00	Loan Repayment
		5.61	66.18	Interest Paid
		0.24	0.42	Rent Received
Mr. Hakim Sadiq Ali tidiwala Mr. Murtaza Moti Ali Mr. Lalit Kumar Bolia Ms. Runel Saxena Sat Foundation	Key Management Personnel			
			17.66	Remuneration
			24.00	Remuneration
			8.17	Remuneration
			4.97	Remuneration
	Director's relative is trustee	7.25	4.25	CSR Expenditure
<b>Closing balances</b>				

Name	As at 31/03/2024	As at 31/03/2023
Fibcorp Polyweave Private Limited-Loan		
Corporate bank Guarantee given to UCO Bank on behalf of Fibcorp Polyweave private Limited	263.00*	441.22*
Closing balances in the case of other parties is NIL	300.00	300.00
*debit balance ** credit balance	-	-

No amount in respect of the related parties have been written off/back are provided for during the year.

Related party relationship has been identified by the Management and relied upon by the auditor.

Terms and conditions of transactions with related parties:

The sale to and purchases from related parties are made in the ordinary course of business and based on the price lists in force and terms that would be available to third parties.

The loans to and from from related parties are made in the ordinary course of business and are on arm's length basis based on the price lists in force and terms that would be available to third parties.

Outstanding balances at the year end are unsecured and interest free and settlement occurs in cash. No provision are held against receivables from related parties

**Note 40****EMPLOYEE BENEFITS****a) DEFINED CONTRIBUTION PLAN****Provident Fund:**

The contributions to the Provident Fund of employees are made to a Government administered Provident Fund and there are no further obligations beyond making such contribution.

**b) DEFINED BENEFIT PLAN****Gratuity:**

The Company participates in the Employees' Group Gratuity-Scheme of Life Insurance Corporation Limited, a funded defined benefit plan for qualifying employees. Gratuity is payable to all eligible employees on death or on separation / termination in terms of the provisions of the Payment of Gratuity (Amendment) Act, 1997, or as per the Company's scheme whichever is more beneficial to the employees.

The liability for the Defined Benefit Plan is provided on the basis of a valuation, using the Projected Unit Credit Method, as at the Balance Sheet date, carried out by an independent actuary.

**Provident Fund:**

The Company makes Provident Fund contribution to the Government administered Provident fund. The Company has no part to play in this respect.

**c) Amounts Recognised as Expense:****i) Defined Contribution Plan**

Employer's Contribution to Provident Fund including contribution to Family Pension Fund amounting to ₹ 20.75 Lakhs (previous year ₹ 14.31 Lakhs) has been included under Contribution to Provident and Other Funds.

**ii) Defined Benefit Plan**

Gratuity cost amounting to ₹ 7.55 Lakhs (previous year ₹ 11.16 Lakhs) has been included in Note 31 under Contribution to Provident and Other Funds.

**Note 41****TAX RECONCILIATIONS**

₹ in lakhs

Tax expenses recognised in the Statement of Profit and Loss	Period ended March 31,2024	Year ended March 31,2023
<b>Current Tax :</b>		
Current tax on profits for the year		
Deferred tax (Net)		
<b>Total income tax expenses</b>	17.83	19.93
	17.83	85.03
		104.96

Reconciliation of tax expenses and the accounting profit  
The reconciliation between estimated income tax at statutory income tax rate into income tax expenses reported in Statement of Profit and Loss is given below :

	Period ended March 31,2024	Year ended March 31,2023
Profit before income tax	84.18	410.60
Indian statutory income tax rate	26.00%	27.82%
Expected income tax expenses	21.89	114.23
<b>Tax effect of adjustment to reconcile expected income tax Expenses to reported Income tax Expenses</b>		
Tax impact of income not subject to tax	-	-
Tax effects of amounts which are not deductible for taxable income	5.74	0.12
Tax impact due to 43B of the Income tax Act, 1961	-	-
MAT credit adjustments	14.10	50.82
Others	(41.73)	(145.24)
	(21.89)	(94.30)
Total income tax expenses	(0.00)	19.93
Effective rate of tax (%)	-	4.85

	Period ended March 31,2024	Year ended March 31,2022
<b>Deferred Tax (Liabilities)</b>		
<b>Property Plant and Equipment</b>		
Others	20.06	85.14
Total deferred tax liabilities	20.06	85.14

	Period ended March 31,2024	Year ended March 31,2020
<b>Deferred Tax Assets</b>		
<b>Provisions</b>		
Others	2.23	0.11
Total deferred tax Assets	2.23	0.11

Net Deferred tax (Liabilities)/Assets 17.83 85.03

**Movement in Deferred tax Liabilities / Assets**

	Property, plant and equipment	Other deferred tax liability	Provisions	Other Deferred Tax Assets	Deferred Tax Liabilities/Asset (Net)
As at 31st March, 2022	136.24	6.94	8.21	5.91	145.48
(Charged)/Credited to profit and Loss account	85.14	(0.00)	-	0.11	85.03
As at 31st March, 2023	221.38	6.94	8.21	6.02	230.51
(Charged)/Credited to profit and Loss account	20.06	-	-	2.23	17.83
As at 31st March, 2024	241.44	6.94	8.21	8.25	248.34

The company offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

Significant management judgment is required in determining provision for income tax, deferred income tax assets and liabilities and recoverability of deferred income tax assets. The recoverability of deferred income tax assets is based on estimates of taxable income in which the relevant entity operates and the period over which deferred income tax assets will be recovered.

Tax Credits carried forward	₹ in lakhs			
	As at March 31,2024	Expiry date	As at March 31,2023	Expiry date
2022-23	50.82	31.03.2038	50.82	31.03.2038
2023-24	14.10	31.03.2039		

**Note 42**

There are no Micro, Small and Medium Enterprises, to whom the Company owes dues (principal and/or interest), which are outstanding for more than 45 days as at the balance sheet date. During the year, there have been no payments made to Micro, Small and Medium Enterprises beyond 45 days. There were no amounts on account of interest due that were payable for the period where the principal has been paid but interest under the MSMED Act, 2006 not paid. Further, there were no amounts towards interest accrued that were remaining unpaid at the end of accounting year. Accordingly, there were no amounts due to further interest due and payable in the succeeding year. The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company.

Information relating to the Micro, Small and Medium Enterprises	As at 31.03.2024	As at 31.03.2023
(a) The principal amount and the interest due thereon remaining unpaid to any supplier at the end of each accounting year;	-	-
(i) Principal amount		
(ii) Interest		
(b) The amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006 (27 of 2006), along with the amount of the payment made to the supplier beyond the appointed day during each accounting year;	-	-
(c) The amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006;	-	-
(d) The amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-
(e) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	-

**Note 43**

**SEGMENT INFORMATION**

Segment information in accordance with Ind AS 108, 'Operating Segments', segment information has been given in the Consolidated Financial Statements of Sah Polymers Limited and therefore, no separate disclosure on segment information is given in the Standalone Financial Statements.

**Note 44**

The Company has elected not apply the Indian Accounting Standard (Ind AS) 116- Leases to account for those leases where underlying assets is of low value.

**Note 45**

Balances of banks, sundry debtors and trade payables , current liabilities etc. as on 31.03.2024 are subject to confirmation and reconciliation.

**Note 46**

In the opinion of the Management ,there is no impairment of assets in accordance with the Ind AS -36 as on the Balance Sheet date.

**Note 47**

There are no amounts due to be credited to Investor Education and Protection Fund in accordance with Section 125 of the Companies Act, 2013 as at the year end.

**Note 48**

There are no significant subsequent events that would require adjustments or disclosures in the financial statements as on the balance sheet date.

**Note 49**

These financial statements were approved for issue with a resolution of the Board of Directors on May 3, 2024.

**Note 50**

All amounts disclosed in the financial statements and notes have been rounded off to the nearest lakhs and decimal thereof as per the requirements of Schedule III to the Companies Act,2013, unless otherwise stated.

**Note 51**

Previous year's figures have been reclassified/regrouped wherever necessary to conform with the current Financial Statements.

**Note 52**

No proceeding has been initiated or pending against the Company for holding any benami property under the Benami Transactions ( Prohibition) Act,1988 and rules made thereunder.

**Note 53**

The Company has borrowings from banks on the basis of security of current assets and the quarterly returns or statements of current assets filed by the Company with banks or financial institutions are in agreement with the books of accounts.

**Note 54**

The Company is not a declared wilful defaulter by any bank or financial institution or other lender.

**Note 55**

The Company has no transaction with companies struck off under section 248 of the Companies Act 2013 or section 560 of Companies Act,1956.

**Note 56**

There is no charges or satisfaction yet to be registered with ROC beyond the statutory period.

**Note 57**

The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Companies Act,2013 read with the Companies (Restriction on number of Layers) Rules,2017.

**Note 58****Ratios**

Particulars	Numerator/Denominator	As at 31st March 2024	As at 31st March 2023	Explanation for any change in ratio by more than 25% as compared to previous year.
(a) Current ratio	Current assets/ Current Liabilities	2.16	2.90	Due to increase in current liabilities.
(b) Debt equity ratio	Total Debt/ Shareholder's Equity	0.26	0.17	Low margin .
(c) Debt Service Coverage Ratio	Earning available for debt service/ Debt Service	1.43	3.01	Low margin and increase in debts
(d) Return on Equity Ratio	Net profit after taxes/ Average Shareholder's equity	0.01	0.06	Low margin and increase in shareholders' equity .
(e) Inventory turnover ratio	Sales/Average Inventory	5.14	5.61	Not required to comment.
(f) Trade Receivables turnover ratio	Net credit sales/ Average accounts Receivable	6.45	7.24	Not required to comment.
(g) Trade payables turnover ratio	Net Credit purchase/ Average Trade Payables	8.84	7.48	Not required to comment.
(h) Net capital turnover ratio	Net Sales/Working capital	2.75	1.91	Increase in current assets.
(i) Net profit ratio	Net profit/Net sales	0.01	0.04	Decrease in margin due to higher input cost.
(j) Return on Capital employed	Earning before interest and taxes /Capital Employed	0.03	0.06	Decrease in margin due to higher input cost.
(k) Return on investment	Income generated from investment/ Time weighted average investment	-	-	Not calculated as no investment was made for the purpose of earning returns. Investment was made for acquisition of business in the subsidiary company.

**Note 59**

No Scheme of Arrangement has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act,2013.

**Note 60**

Utilisation of Borrowed funds and share premium :

(a) The Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other source or kind of funds) to any other person(s) or entity(is), including foreign entities (intermediaries) with the understanding ( whether recorded in writing or otherwise) the the Intermediary (i) 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 (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

(b) The Company has not received any fund from any other person(s) or entity(ies), including foreign entities (intermediaries) with the understanding ( whether recorded in writing or otherwise) that the Company shall (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party (ultimate Beneficiaries ) or (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

**Note 61**

There is no transaction not recorded in the books of account that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act,1961. Further there is no previously unrecorded income and related assets requiring recording in the books of account during the year .

**Note 62**

The Company has used the borrowings from banks for the specific purpose for which it was taken at the balance sheet date.

**Note 63****Corporate Social Responsibility (CSR)**

Particulars	(₹ in lakhs)	
	As at 31.03.2024	As at 31.03.2023
(i) amount required to be spent by the company during the year	7.25	4.91
(ii) amount of expenditure incurred	7.25	4.91
(iii) shortfall at the end of the year	0	0
(iv) total of previous years shortfall	0	0
(v) reasons for shortfall	Not applicable	Not applicable
(vi) nature of CSR activities		
(a) Construction/acquisition of any asset	-	-
(b) On purposes other than (a) above		
Health	0	0.66
Education	7.25	4.25
	7.25	4.91
(vii) Details of related party transactions: Out of (i) above, ₹ 7.25 lakhs (Previous Year ₹ 4.25) contributed to Sat Foundation (formerly known as Taha Charitable Trust) which is related party.		
(viii) The Company does not carry any provisions for corporate social responsibility expenses for the current year and the previous year.		

**Note 64**

The Company has done an assessment to identify Core Investment Company (CIC) [including CICs in the Group] as per the necessary guidelines of Reserve Bank of India [including Core Investment Companies (Reserve Bank) Directions, 2016]. The Company is not a CIC and no entities have been identified as CIC in the Group, of which Company is a part.

**Note 65**

Revenue from contract with customers differ from the revenue as per contracted price due to factors such as taxes recovered, volume rebate, discounts, etc..

**Note 66**

The Company has assets ( equipment etc.) with a lease term of 12 months or less. The Company applies the 'short term lease' recognition exemption for these leases. The Company also has certain leases of assets of low value. The Company applies 'low values lease' recognition exemption for these leases.

**Note 67**

The Company has neither long-term contracts nor derivatives as at March 31, 2024.

**Note 68**

The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

**Note 69**

The Parliament of India has approved the Code on Social Security, 2020 (the Code) which may impact the contributions by the company towards provident fund, gratuity and ESIC. The Ministry of Labour and Employment has released draft rules for the Code on November 13, 2020. Final rules are yet to be notified. The company will assess the impact of the Code when it comes into effect and will record related impact, if any.

**Note 70**

Disclosures pursuant to section 186 (4) of the Companies Act, 2013

(i) for guarantee refer to note 36. Guarantee has been utilised by the recipient for business.

(ii) No security has been provided.

(iii) Details of the loans provided during the year are as under :

Name of the borrower	Amount given during the year (₹ in lakhs)	Tenure	Rate of interest	Utilised
Fibcorp Polyweave Private Limited	312.00(345)	Repayable on demand	12% per annum	Business

\*figures in bracket represents previous year's figures.

**Note 71**

Loans Disclosures pursuant to the Regulation 34(3) read with para A of Schedule V to the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Section 186 (4) of the Companies Act, 2013.

Particulars	Purpose	Amount outstanding as at 31.03.2024 (₹ in lakhs)	Maximum Balance during the year (₹ in lakhs)
Subsidiary			
Fibcorp Polyweave Private Limited	working capital and operational purpose	263	345

**Notes:**

Loans given to employees as per the policy of the Company are not considered.

The loanees did not hold any shares in the share capital of the Company.

**Note 72**

Maintenance of Books of account under Section 128 of the Companies Act, 2013 The Company has defined process to take daily back-up of books of account maintained electronically and complied with the provisions of The Companies (Accounts) Rules, 2014 (as amended).

**Note 73****Offsetting financial assets and liabilities**

The Company has not offset any financial asset and financial liability. It offsets a financial asset and a financial liability when it currently has a legal enforceable right to set-off the recognised amounts and it intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

**Collateral against borrowings**

The Company has hypothecated | mortgaged assets as collateral against a number of its sanctioned line of credit (Refer Note 18 & 20) for further information on assets hypothecated | mortgaged as security). In case of default as per borrowing arrangement, such collateral can be adjusted against the amounts due.

**Note 74**

During the financial year 2022-2023, the Company raised ₹ 6630 lakhs by way of the initial public offer. Details of amount utilised out of the un-utilised amount during the year are as under : (₹ in lakhs)

Nature of the fund raised	Purpose for which funds were raised	opening un-utilized balance	Amount utilized for the	Unutilized balance as at Balance sheet date	Remark
Initial Public Offer	Setting up of a new manufacturing facility to manufacture new variant	405.02	0	405.02	Project is over. No further amount is to be
	General corporate purposes	1250.47	579.32	671.15	-
	Issue related expenses	10.01	0	10.01	No amount is outstanding and payable.

Pending utilisation, the Company has temporarily invested the unutilised amount as on March 31, 2024, in fixed deposits with the scheduled commercial bank.

**Note 75****Dividend on equity shares**

Dividend on equity shares declared and paid during the year:

Particulars	As at March 31, 2024 (₹ in lakhs)	As at March 31, 2023 (₹ in lakhs)
Final dividend of ₹ 0.50 per share for the year 2022-23 (2021-22- ₹ NIL)	128.98	0.00
Total	128.98	0.00

**Note:**

The Company declares and pays dividend in Indian rupees. Companies are required to pay | distribute dividend after deducting applicable withholding income taxes. The remittance of dividends outside India is governed by Indian law on foreign exchange and is also subject to withholding tax at applicable rates.

As per our Audit report of even date attached.

for and on behalf of  
H.R. JAIN & CO.,  
Chartered Accountants  
FRN : 000262C

Manoj Jain  
Partner  
M.No. 400459  
Udaipur, May 3, 2024



for and on behalf of the Board

HAKIM SADIO ALI TIDIWALA  
Wholtime Director  
DIN : 00119156

LALIT KUMAR BOLIA  
Chief Financial Officer

MURTAZA ALI MOTI  
Wholtime Director  
DIN : 07876224

RUNEL SAXENA  
Company Secretary  
M.No. 28022



**INDEPENDENT AUDITOR'S REPORT**

**Report on the Audit of the Consolidated Financial Statements**

**To the Members of Sah Polymers Limited**

**Opinion**

We have audited the accompanying consolidated financial statements of **Sah Polymers Limited** (hereinafter referred to as the 'Holding Company') and its subsidiary Company – **Fibcorp Polyweave Private Limited** (Holding Company and its subsidiary together referred to as "the Group"), which comprise the consolidated Balance Sheet as at March 31, 2024, and the consolidated statement of Profit and Loss, the consolidated statement of changes in equity and the consolidated cash flows Statement for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31, 2024, the consolidated Profit and consolidated total comprehensive income, consolidated changes in equity 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 Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by ICAI, and we have fulfilled our other ethical responsibilities in accordance with the provisions of the Companies Act, 2013. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period.

On the facts and circumstances of the Group and the audit, we determine that there are no key Audit matters to communicate.





### **Other Information**

The Holding Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Holding Company's annual report, but does not include the consolidated financial statements and our auditors' report thereon.

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

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed and based on the work done/ audit reports of other auditors, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements**

The Holding Company's Board of Directors is responsible for the preparation and presentation of these consolidated financial statements in term of the requirements of the Companies Act, 2013 that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group 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 Group or to cease operations, or has no realistic alternative but to do so.

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- 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 ability of the Group 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 consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and its associate to cease to continue as a going concern.



- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group entities to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors.

For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

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

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

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

### **Other Matters**

(a) We did not audit the financial statements of the subsidiary, whose financial statements reflect total assets of ₹ 1285.54 lakhs (before consolidated adjustments) as at 31<sup>st</sup> March, 2024 total revenues of ₹ 3324.07 lakhs (before consolidated adjustments) and net cash inflows (before consolidated adjustments) amounting to ₹ 40.52 lakhs for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated



financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries, is based solely on the reports of the other auditors.

**Report on Other Legal and Regulatory Requirements As required by Section 143(3) of the Act, we report, to the extent applicable, that:**

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, based on our audit we give in the "Annexure A" a statement on the matters specified in paragraph 3(xxi) of the Order.

2.(a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.

(b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.

(c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement and the Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.

(d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act.

(e) On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2024 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies incorporated in India, none of the directors of the Group companies incorporated in India is disqualified as on 31st March, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.

(f) With respect to the adequacy of internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate report in Annexure- "B".

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

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





(h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

(i) There were no pending litigations which would impact the consolidated financial position of the Group.

(ii) The Group did not have any material foreseeable losses on long-term contracts including derivative contracts.

(iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company and its subsidiary companies incorporated in India.

(iv) (a) The respective Managements of the Parent Company and its subsidiaries which are companies incorporated in India, whose financial statements have been audited under the Act, has represented to us and to the other auditors of such subsidiaries, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Holding Company and its subsidiary company to or in any other person(s) or entity(ies), 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 Holding Company and its subsidiary company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The respective Managements of the Parent Company and its subsidiaries which are companies incorporated in India, whose financial statements have been audited under the Act, has represented to us and to the other auditors of such subsidiaries that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the Holding Company and its subsidiary company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Holding Company and its subsidiary company shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances performed by us and those performed by the auditors of the subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act, nothing has come to our attention or other auditor's notice that has caused us or the other auditors to believe that the representations under sub-clause (i) and (ii) of Rule 11 (e) as provided under (a) and (b) above contain any material misstatement.



(v) During the year the Holding Company and its subsidiary company have neither paid or declared any dividend requiring compliance with Section 123 of the Act.

(vi) Based on our examination which included test checks and that performed by the auditors of the subsidiary which are companies incorporated in India whose financial statements have been audited under the Act, the company and subsidiary have used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit, we and the auditors of the above referred subsidiary did not come across any instance of the audit trail feature being tampered with. Additionally, the audit trail has been preserved by the company and above referred subsidiary as per the statutory requirements for record retention.

**For H R JAIN & CO.,**  
**Chartered Accountants**  
**Firm's Registration No. 000262C**



**Manoj Jain**  
**Partner**

**Place of signature: Udaipur**

**Membership No.: 400459**

**Date: May 03, 2024**

**ICAI UDIN: 24400459 B K E M V I 1160**



**Annexure - A to the Independent Auditor's Report (Referred to in paragraph 8 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)**

In terms of the information and explanations sought by us and given by the Company and to the best of our knowledge and belief, we state that:

(i) There have been no qualifications or adverse remarks by the respective auditors in the Companies (Auditor's Report) Order (CARO) reports of the companies included in the consolidated financial statements.

**For H R JAIN & CO.,**  
**Chartered Accountants**  
**Firm's Registration No. 000262C**

**Manoj Jain**  
**Partner**

**Place of signature: Udaipur**  
**Membership No.: 400459**

**Date: May 03, 2024**

**ICAI UDIN 24400459 BKEMVI 1160**





**Annexure - B to the Independent Auditor's Report**

**(Referred to in paragraph (f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)**

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

In conjunction with our audit of the consolidated Ind AS financial statements of the Company as of and for the year ended 31st March, 2024, we have audited the internal financial controls over financial reporting of **Sah Polymers Limited** (hereinafter referred to as "the Parent") and its subsidiary company – **Fibcorp Polyweave Private Limited**, which are companies incorporated in India, as of that date.

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

The respective Boards of Directors of the Parent, its subsidiary companies and , its associate company, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (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 the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditor's Responsibility**

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Parent, its subsidiary companies and its associate company, which are companies incorporated in India, based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing, prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.





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

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors of the subsidiary companies and associate company, which are companies incorporated in India, in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting of the Parent, its subsidiary companies and its associate company, which are companies incorporated in India.

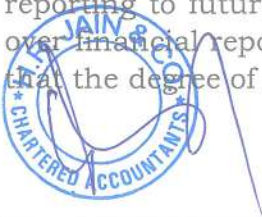
#### **Meaning of Internal Financial Controls Over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

#### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

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

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





**Opinion**

In our opinion to the best of our information and according to the explanations given to us and based on the consideration of the other auditors referred to in the Other Matters paragraph below, the Parent, its subsidiary companies and its associate company, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2024, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**Other Matters**

Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting insofar as it relates to one subsidiary company, which is incorporated in India, is based solely on the corresponding reports of the auditors of such companies incorporated in India.

**For H R JAIN & CO.,**  
**Chartered Accountants**  
**Firm's Registration No. 000262C**

**Manoj Jain**  
**Partner**


**Place of signature: Udaipur**

**Membership No.: 400459**

**Date: May 03, 2024**

**ICAI UDIN: 24400459 BKEMVF 1160**



SAH POLYMERS LIMITED		CONSOLIDATED BALANCE SHEET		(₹ in lakhs)	
Particulars	Note	As at 31.03.2024		As at 31.03.2023	
<b>ASSETS</b>					
(1) Non-current assets					
(a) Property, Plant and Equipment	3		4,801.05		4,426.38
(b) Capital work -in- Progress	3		52.04		92.97
(c) Investment Property					
(d) Goodwill			307.81		307.81
(e) Other Intangible Assets	3		1.59		0.52
(f) Intangible assets under development					
(g) Biological Assets other than bearer plants					
(h) Financial Assets					
(i) Investments					
(ii) Trade receivables					
(iii) Loans	4	1.34		1.97	
(iv) Others	5	234.94	236.28	209.23	211.20
(i) Deferred tax assets (net)					
(j) Other non-current assets	6		5.68		5.68
(2) Current assets					
(a) Inventories	7		2,990.27		2,551.36
(b) Financial Assets					
(i) Investments					
(ii) Trade receivables	8	2,203.22		1,614.37	
(iii) Cash and cash equivalents	9	728.59		1,061.34	
(iv) Bank balances other than (iii) above	10	540.68		1,013.80	
(v) Loans	11	745.91		840.73	
(vi) Others	12	5.24	4,223.64	6.96	4,537.20
(c) Current Tax Assets (Net)	13		13.28		-
(d) Other current assets	14		517.90		482.73
<b>Total Assets</b>			<b>13,149.54</b>		<b>12,615.85</b>
<b>EQUITY</b>					
(a) Equity Share Capital	15	2,579.60		2,579.60	
(b) Other Equity		-		-	
Equity attributable to the owner of the parent	16	5,819.55		5,883.88	
Non- controlling Interest		307.52	8,706.67	294.70	8,758.18
<b>LIABILITIES</b>					
(1) Non-current liabilities					
(a) Financial Liabilities					
(i) Borrowings	17	713.00		845.58	
(ia) Lease liabilities					
(ii) Trade payables					
(iii) Other financial liabilities(other than those specified in item (b) )			713.00		845.58
(b) Provisions					
(c) Deferred tax liabilities (Net)	18		181.43		168.18
(d) Other non-current liabilities					
(2) Current liabilities					
(a) Financial Liabilities					
(i) Borrowings	19	2,346.19		1,659.21	
(ia) Lease liabilities					
(ii) Trade payables :	20				
(A)Total outstanding dues of micro enterprises and small enterprises					
(B)Total outstanding dues of creditors other than micro enterprises and small enterprises		882.39		813.07	
(iii) Other financial liabilities(other than those specified in item(c))	21	2.69	3,231.27	2.10	2,474.38
(d) Other current liabilities	22		279.15		287.45
(c) Provisions	23		33.80		14.81
(d) Current Tax Liabilities (Net)	24		4.22		67.27
<b>Total Equity and Liabilities</b>			<b>13,149.54</b>		<b>12,615.85</b>
See accompanying notes to the financial statements		1 to 74			
As per our Audit report of even date attached.					
for and on behalf of <b>H.R. JAIN &amp; CO.,</b> Chartered Accountants FRN : 000262C		for and on behalf of the Board			
Manoj Jain Partner M.No. 400459 Udaipur, May 3,2024		HAKIM SADIQ ALI TIDIWALA Wholtime Director DIN : 00119156		MURTAZA ALI MOTI Wholtime Director DIN : 07876224	
		LALIT KUMAR BOLIA Chief Financial Officer		RUNEL SAXENA Company Secretary M.No.A28022	
UDIN: 24400459 BKEMVI 1160					

## SAH POLYMERS LIMITED

## CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED

(₹ in lakhs)

Particulars	Note no.	As on 31.03.2024		As on 31.03.2023	
		Amount in Rupees		Amount in Rupees	
I Revenue from operations	25		10,918.86		9,539.92
II Other income	26		232.81		181.70
III Total Income (I+II)			11,151.67		9,721.62
IV Expenses :					
Cost of Materials consumed	27		6,343.26		5,691.50
Purchases of Stock-in-Trade	28		779.80		630.73
Changes in inventories of finished goods work-in-progress and Stock -in-Trade	29		(570.09)		(587.28)
Employee benefits expense	30		766.56		443.68
Finance costs	31		325.86		222.06
Depreciation and amortization expense	3		238.86		140.33
Other expenses	32		3,131.98		2,668.20
Total expenses			11,016.23		9,209.22
V Profit/(loss) before share of profit/(loss) of an associate/a joint venture and exceptional items(IV-V)			135.44		512.40
VI Share of Profit/(loss) of an associate			-		-
VII Profit/(loss) before exceptional items and tax (V+VI)			135.44		512.40
VIII Exceptional items			-		-
IX Profit/(loss) before tax (VII+VIII)			135.44		512.40
X Tax expense :					
(1) Current tax			31.98		106.35
Less- MAT Credit			14.10		50.82
			17.88		55.53
2 Prior period income tax			-		0.36
(3) Deferred tax			25.05		80.45
XI Profit/(loss) for the period from continuing operation (XI-XII)			92.51		376.06
XII Profit/(Loss) from discontinued operations			-		-
XIII Tax expense of discontinued operations			-		-
XIV Profit/(loss) from discontinued operation (after tax) (XII-XIII)			-		-
XV Profit/(loss) for the period (XV+XVI)			92.51		376.06
Attributable to a)					
Owners of the company			79.69		341.52
(b) Non-controlling interest			12.82		34.54
XVI Other Comprehensive Income					
A(i) item that will not be reclassified to profit or loss Equity Instruments through Other Comprehensive income					
(ii) Income tax relating to item that will not be reclassified to profit or loss					
iii) Exchange difference on translation of Financial statement of Foreign operation					
B(i) item that will not be reclassified to profit or loss					
(ii) Income tax relating to item that will not be reclassified to profit or loss					
XVII Total Comprehensive Income for the period (XV+XVI) (Comprising profit (loss) and other Comprehensive Income for the period)			92.51		376.06
Attributable to a)					
Owners of the parent			79.69		341.52
(b) Non-controlling interests			12.82		34.54
Of the total comprehensive income above, <b>Profit for the year attributable to :</b>					
Owners of the parent			79.69		341.52
Non-controlling interests			12.82		34.54
Of the total comprehensive income above, <b>Other comprehensive income attributable to :</b>					
Owners of the parent			-		-
Non-controlling interests			-		-
XVIII Earnings per equity share:(for continued Operation):					
(1) Basic	34		0.36		2.10
(2) Diluted	34		0.36		2.10
XIX Earnings per equity share:(for discontinued Operation):					
(1) Basic					
(2) Diluted					
XX Earnings per equity share:(for discontinued & continuing operations)					
(1) Basic	34		0.36		2.10
(2) Diluted	34		0.36		2.10

See accompanying notes to the financial statements  
As per our Audit report of even date attached.

1 to 74

for and on behalf of  
H.R. JAIN & CO.,  
Chartered Accountants  
FRN : 000262C

Manoj Jain  
Partner  
M.No. 400459  
Udaipur, May 3, 2024



for and on behalf of the Board

HAKIM SADIQ ALI TIDIWALA  
Wholtime Director  
DIN : 00119156

LALIT KUMAR BOLIA  
Chief Financial Officer

MURTAZA ALI MOTI  
Wholtime Director  
DIN : 07876224

RUNEL SAXENA  
Company Secretary  
M.No. A28022

UDIN: 24400459BKEMVI1160

**SAH POLYMERS LIMITED**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31st March,2024** (₹ in lakhs)

Sr. No.	Particulars	Year ended 31.03.2024	Year ended 31.03.2023
<b>A</b>	<b>Cash Flow from Operating Activities</b>		
	Net Profit before tax	135.44	512.40
	Adjustments for:		
	Depreciation	238.86	140.33
	Interest Paid	310.84	203.21
	Interest received	(122.07)	(31.75)
	Unrealised Foreign exchange fluctuation on conversion	(29.57)	(24.31)
	Balances written off	-	(3.20)
	(Profit)/Loss on sale of property, plant and equipment	(0.21)	-
	provisions for gratuity and Leave encashment	18.99	14.81
	<b>Operating Profit before working capital changes</b>	<b>552.28</b>	<b>811.49</b>
	Adjustment for Changes in Working Capital:		
	Decrease/(Increase) in Trade Receivables	(559.28)	(201.28)
	Increase/(decrease) in other current liabilities	(8.30)	156.66
	Increase in financial liabilities	0.59	(0.36)
	Increase in Loan	95.45	(157.48)
	Other bank Balances	473.12	(1,030.77)
	Increase/(Decrease) in Trade Payables	69.32	27.67
	Increase in other non current assets	-	142.14
	Non Current Financial assets	(25.71)	(66.16)
	Current Financial assets	1.72	5.31
	Increase in other current assets	(35.17)	(261.23)
	Increase in tax assets	(13.28)	3.41
	Decrease/(Increase) in Stock	(438.92)	(992.02)
	<b>Cash Generated from Operations</b>	<b>111.82</b>	<b>(1,562.62)</b>
	Income Taxes Refund / (Paid)	92.72	135.77
	<b>Net Cash Inflow/(Out Flow) from Operation (A)</b>	<b>19.10</b>	<b>(1,698.39)</b>
<b>B</b>	<b>Cash Flow from Investing Activities:</b>		
	Sale of fixed assets	4.43	3.69
	Purchase of Property ,plant and equipment and Capital Work-In-progress	(577.89)	(2,435.99)
	Interest received	122.07	31.75
	<b>Net Cash Inflow/(Outflow) from investing Activities (B)</b>	<b>(451.39)</b>	<b>(2,400.55)</b>
<b>C</b>	<b>Cash flow from Financing Activities</b>		
	Repayment of borrowings	(110.12)	(1,845.71)
	Increase in borrowing	17.00	892.25
	Amalgamation Expenses	(15.04)	-
	Dividend	(128.98)	-
	Share capital	-	1,020.00
	Securities premium	-	5,610.00
	Capital issue expenses	-	(912.69)
	Interest Paid	(310.84)	(203.21)
	<b>Net Cash Inflow/(Out Flow) from Financing Activities (C)</b>	<b>(547.98)</b>	<b>4,560.64</b>
	<b>Net Increase/Decrease in cash &amp; Cash equivalents (A+B+C)</b>	<b>(980.27)</b>	<b>461.70</b>
	<b>CASH AND CASH EQUIVALENTS</b>		
	As at the beginning of the year (Refer Note 9)	1,061.34	189.78
	Less : Cash Credit	1,123.59	713.73
	As at the end of the year (Refer Note 9)	728.59	1,061.34
	Less : Cash Credit	1,771.11	1,123.59
	<b>Net Increase/Decrease in cash &amp; Cash equivalents</b>	<b>(980.27)</b>	<b>461.70</b>
		0.00	0.00

	Year ended 31.03.2024	Year ended 31.03.2023
I. Cash and cash equivalents as per above comprise of the following:		
Cash on hand	3.87	5.57
Balances with scheduled banks:		
-On current accounts	169.64	45.53
-On deposit accounts (deposits having an original maturity of 3 months or less )	555.08	1,010.24
Cash and cash equivalent as per note	728.59	1,061.34

II. The above Statement of Cash Flows has been prepared under the 'Indirect Method' as set out in the Indian Accounting Standard (Ind AS) 7 - "Statement of Cash Flows" specified under Section 133 of the Companies Act, 2013.  
The notes 1 to 74 form an integral part of the financial statements.  
This is the Statement of Cash Flows referred to in our report of even date.

for and on behalf of  
**H.R. JAIN & CO.,**  
Chartered Accountants  
FRN : 000267C

Manoj Jain  
Partner  
M.No. 400459  
Udaipur, May 3,2024



for and on behalf of the Board

HAKIM SADIQ ALI TIDIWALA  
Wholtime Director  
DIN : 00119156

LALIT KUMAR BOLIA  
Chief Financial Officer

MURTAZA ALI MOTI  
Wholtime Director  
DIN : 07876224

RUNEL SAXENA  
Company Secretary  
M.No. A28022

## SAH POLYMERS LIMITED

### Notes to the Consolidated Financial Statements

#### Note 1: Company Information:

Sah Polymers Limited (SPL)- parent - is a public limited Company domiciled in India and is incorporated under the provisions of the Companies Act, 1956. The Registered Office of the SPL is situated at E-260-261, Mewar Industrial Area, Madri, Udaipur-313003.

SPL is engaged in the manufacture of HDPE/PP woven fabrics and sacks. The manufacturing capacities are situated at Udaipur (Rajasthan). The fabrics and sacks find applications in the packing of cement, minerals, food grains etc.

#### 2. Significant Accounting Policies

##### Statement of Compliance

These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013. The financial statements have also been prepared in accordance with the relevant presentation requirements of the Companies Act, 2013.

##### Basis of Preparation

The financial statements are prepared in accordance with the historical cost convention, except for certain items that are measured at fair values, as explained in the accounting policies.

Fair Value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and / or disclosure purposes in these financial statements is determined on such a basis, except for share-based payment transactions that are within the scope of Ind AS 102 – Share-based Payment, leasing transactions that are within the scope of Ind AS 116 – Leases, and measurements that have some similarities to fair value but are not fair value, such as net realisable value in Ind AS 2 – Inventories or value in use in Ind AS 36 – Impairment of Assets.

The preparation of financial statements in conformity with Ind AS requires management to make judgements, estimates and assumptions that affect the application of the accounting policies and the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period; they are recognised in the period of the revision and future periods if the revision affects both current and future periods.

##### Basis of Consolidation

The Consolidated Financial Statements (CFS) include the financial statements of the Company and its subsidiaries.

Subsidiary is entity controlled by the Group.

Control and significant influence is assessed annually with reference to the voting power (usually arising from equity shareholdings and potential voting rights) and other rights (usually contractual) enjoyed by the Group in its capacity as an investor that provides it the power and consequential ability to direct the investee's activities and significantly affect the Group's returns from its investment. Such assessment requires the exercise of judgement and is disclosed by way of a note to the Financial Statements. The Group is considered not to be in control of entities where it is unclear as to whether it enjoys such power over the investee.

The assets, liabilities, income and expenses of subsidiary are aggregated and consolidated, line by line, from the date control is acquired by any Group entity to the date it ceases. Profit or loss and each component of other comprehensive income are attributed to the Group as owners and to the non-controlling interests. The Group presents the non-controlling interests in the Balance Sheet within equity, separately from the equity of the Group as owners. The excess of the Group's investment in a subsidiary over its share in the net worth of such subsidiary on the date control is acquired is treated as goodwill while a deficit is considered as a capital reserve in the CFS. On disposal of the subsidiary, attributable amount on goodwill is included in the determination of the profit or loss and recognised in the Statement of Profit and Loss.

Impairment loss, if any, to the extent the carrying amount exceeds the recoverable amount is charged off to the Statement of Profit and Loss as it arises and is not reversed. For impairment testing, goodwill is allocated to Cash Generating Unit (CGU) or a group of CGUs to which it relates, which is not larger than an operating segment, and is monitored for internal management purposes.

All intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

##### Operating Cycle

All assets and liabilities have been classified as current or non-current as per the Group's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013 and Ind AS 1 – Presentation of Financial Statements based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents.

##### Property, Plant and Equipment – Tangible Assets

Property, plant and equipment are stated at cost of acquisition or construction less accumulated depreciation and impairment, if any. For this purpose, cost includes deemed cost which represents the carrying value of property, plant and equipment recognised as at 1st April, 2016 measured as per the previous GAAP. Cost is inclusive of inward freight, duties and taxes and incidental expenses related to acquisition. In respect of major projects involving construction, related pre-operational expenses form part of the value of assets capitalised. Expenses capitalised also include applicable borrowing costs for qualifying assets, if any. All up gradation / enhancements are charged off as revenue expenditure unless they bring similar significant additional benefits.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of asset.

Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the Statement of Profit and Loss.

Depreciation of these assets commences when the assets are ready for their intended use which is generally on commissioning. Items of property, plant and equipment are depreciated in a manner that amortizes the cost (or other amount substituted for cost) of the assets after commissioning, less its residual value, over their useful lives as specified in Schedule II of the Companies Act, 2013 on a straight line basis. Land is not depreciated.

The estimated useful lives of property, plant and equipment of the Group are as follows:

Buildings	30 Years
Plant and Equipment	7 – 25 Years
Furniture and Fixtures	8 – 10 Years
Vehicles	8 – 10 Years
Office Equipment	5 Years
No write off is made in respect of leasehold land.	
Non Tangible assts	5 years

Assets held under finance leases are depreciated over their expected useful lives on the same basis as owned assets or, where shorter, the term of the relevant lease.

Property, plant and equipment's residual values and useful lives are reviewed at each Balance Sheet date and changes, if any, are treated as changes in accounting estimate.

##### Goodwill on Consolidation

Goodwill arising on consolidation is stated at cost less impairment losses, where applicable. On disposal of a subsidiary, attributable amount of goodwill is included in the determination of the profit or loss recognised in the Statement of Profit and Loss. On acquisition of an associate, the goodwill / capital reserve arising from such acquisition is included in the carrying amount of the investment and also disclosed separately.

Impairment loss, if any, to the extent the carrying amount exceed the recoverable amount is charged off to the Statement of Profit and Loss as it arises and is not reversed. For impairment testing, goodwill is allocated to Cash Generating Unit (CGU) or group of CGUs to which it relates, which is not larger than an operating segment, and is monitored for internal management purposes.

#### Intangible Assets

Intangible Assets that the Company controls and from which it expects future economic benefits are capitalised upon acquisition and measured initially:

a. for assets acquired in a business combination or by way of a government grant, at fair value on the date of acquisition/grant

b. for separately acquired assets, at cost comprising the purchase price (including import duties and nonrefundable taxes) and directly attributable costs to prepare the asset for its intended use.

Internally generated assets for which the cost is clearly identifiable are capitalised at cost. Research expenditure is recognised as an expense when it is incurred. Development costs are capitalised only after the technical and commercial feasibility of the asset for sale or use has been established. Thereafter, all directly attributable expenditure incurred to prepare the asset for its intended use are recognised as the cost of such assets. Internally generated brands, websites and customer lists are not recognised as intangible assets.

The carrying value of intangible assets includes deemed cost which represents the carrying value of intangible assets recognised as at 1st April, 2016 measured as per the previous GAAP.

Intangible assets that have finite lives are amortized over their estimated useful lives by the straight line method unless it is practical to reliably determine the pattern of benefits arising from the asset. An intangible asset with an indefinite useful life is not amortized.

All intangible assets are tested for impairment. Amortization expenses and impairment losses and reversal of impairment losses are taken to the Statement of Profit and Loss.

Thus, after initial recognition, an intangible asset is carried at its cost less accumulated amortization and / or impairment losses. The useful lives of intangible assets are reviewed annually to determine if a reset of such useful life is required for assets with finite lives and to confirm that business circumstances continue to support an indefinite useful life assessment for assets so classified. Based on such review, the useful life may change or the useful life assessment may change from indefinite to finite. The impact of such changes is accounted for as a change in accounting estimate.

#### Impairment of Assets

Impairment loss, if any, is provided to the extent, the carrying amount of assets or cash generating units exceed their recoverable amount.

Recoverable amount is higher of an asset's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset or cash generating unit and from its disposal at the end of its useful life.

Impairment losses recognised in prior years are reversed when there is an indication that the impairment losses recognised no longer exist or have decreased. Such reversals are recognised as an increase in carrying amounts of assets to the extent that it does not exceed the carrying amounts that would have been determined (net of amortization or depreciation) had no impairment loss been recognised in previous years.

#### Inventories

Inventories (other than harvested product of biological assets) are stated at cost and net realisable value, whichever is lower. Cost is determined on periodic moving weighted average basis.

Net realisable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to effect the sale.

Cost comprises all costs of purchase, costs of conversion and other costs incurred in bringing the inventory to the present location and condition. Cost includes the reclassification from equity of any gains or losses on qualifying cash flow hedges relating to purchases of raw material but excludes borrowing costs.

Due allowances are made for slow | non-moving, defective and obsolete inventories based on estimates made by the Company.

Items such as spare parts, stand-by equipment and servicing equipment that are not plant and machinery get classified as inventory.

#### Foreign Currency Transactions

The presentation currency of the Group is Indian Rupee. Transactions in foreign currency are accounted for at the exchange rate prevailing on the transaction date. Gains / losses arising on settlement as also on translation of monetary items are recognised in the Statement of Profit and Loss.

Exchange differences arising on monetary items that, in substance, form part of the Group's net investment in a foreign operation (having a functional currency other than Indian Rupee) are accumulated in foreign currency translation reserve.

For the preparation of the consolidated financial statements:

(a) assets and liabilities of foreign operations, together with goodwill and fair value adjustments assumed on acquisition thereof, are translated to Indian Rupees at exchange rates prevailing at the reporting period end;

(b) income and expense items are translated at the average exchange rates prevailing during the period; when exchange rates fluctuate significantly the rates prevailing on the transaction date are used instead.

Differences arising on such translation are accumulated in foreign currency translation reserve and attributed to non-controlling interests proportionately

On the disposal of a foreign operation, all of the exchange differences accumulated in equity in respect of that operation attributable to the owners of the Group is reclassified to the Statement of Profit and Loss. In relation to a partial disposal, that does not result in losing control over the subsidiary, the proportionate exchange differences accumulated in equity is reclassified to the Statement of Profit and Loss.

#### Financial Instruments, Financial assets, Financial liabilities and Equity instruments

Financial assets and financial liabilities are recognised when the Group becomes a party to the contractual provisions of the relevant instrument and are initially measured at fair value.

Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities measured at fair value through profit or loss) are added to or deducted from the fair value on initial recognition of financial assets or financial liabilities. Purchase or sale of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date when the Company commits to purchase or sell the asset.

#### Financial Assets

##### Recognition:

Financial assets include Investments, Trade receivables, Advances, Security Deposits, Cash and cash equivalents. Such assets are initially recognised at transaction price when the Group becomes party to contractual obligations. The transaction price includes transaction costs unless the asset is being fair valued through the Statement of Profit and Loss.

##### Classification:

Management determines the classification of an asset at initial recognition depending on the purpose for which the assets were acquired. The subsequent measurement of financial assets depends on such classification.

Financial assets are classified as those measured at:

(a) amortised cost, where the financial assets are held solely for collection of cash flows arising from payments of principal and/or interest.

(b) fair value through other comprehensive income (FVTOCI), where the financial assets are held not only for collection of cash flows arising from payments of principal and interest but also from the sale of such assets. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in other comprehensive income.

(c) fair value through profit or loss (FVTPL), where the assets are managed in accordance with an approved investment strategy that triggers purchase and sale decisions based on the fair value of such assets. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in the Statement of Profit and Loss in the period in which they arise.

Trade receivables, Advances, Security Deposits, Cash and cash equivalents etc. are classified for measurement at amortised cost while investments may fall under any of the aforesaid classes. However, in respect of particular investments in equity instruments that would otherwise be measured at fair value through profit or loss, an irrevocable election at initial recognition may be made to present subsequent changes in fair value through other comprehensive income.

##### Impairment:

The Group assesses at each reporting date whether a financial asset (or a group of financial assets) such as investments, trade receivables, advances and security deposits held at amortised cost and financial assets that are measured at fair value through other comprehensive income are tested for impairment based on evidence or information that is available without undue cost or effort. Expected credit losses are assessed and loss allowances recognised if the credit quality of the financial asset has deteriorated significantly since initial recognition.

**Reclassification:** When and only when the business model is changed, the Group shall reclassify all affected financial assets prospectively from the reclassification date as subsequently measured at amortised cost, fair value through other comprehensive income, fair value through profit or loss without restating the previously recognised gains, losses or interest and in terms of the reclassification principles laid down in the Ind AS relating to Financial Instruments.

**De-recognition:** Financial assets are derecognised when the right to receive cash flows from the assets has expired, or has been transferred, and the Company has transferred substantially all of the risks and rewards of ownership. Concomitantly, if the asset is one that is measured at:

(a) amortised cost, the gain or loss is recognised in the Statement of Profit and Loss;

(b) fair value through other comprehensive income, the cumulative fair value adjustments previously taken to reserves are reclassified to the Statement of Profit and Loss unless the asset represents an equity investment in which case the cumulative fair value adjustments previously taken to reserves is reclassified within equity.

**Income Recognition:**

Interest income is recognised in the Statement of Profit and Loss using the effective interest method. Dividend income is recognised in the Statement of Profit and Loss when the right to receive dividend is established.

**Financial Liabilities**

Borrowings, trade payables and other financial liabilities are initially recognised at the value of the respective contractual obligations. They are subsequently measured at amortised cost. Any discount or premium on redemption / settlement is recognised in the Statement of Profit and Loss as finance cost over the life of the liability using the effective interest method and adjusted to the liability figure disclosed in the Balance Sheet.

Financial liabilities are derecognised when the liability is extinguished, that is, when the contractual obligation is discharged, cancelled and on expiry.

**Offsetting Financial Instruments**

Financial assets and liabilities are offset and the net amount is included in the Balance Sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.

**Equity Instruments**

Equity instruments are recognised at the value of the proceeds, net of direct costs of the capital issue.

**Revenue**

Revenue is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of returns and discounts to customers. Revenue from the sale of goods includes excise and other duties which the Group pays as a principal but excludes amounts collected on behalf of third parties, such as sales tax and value added tax.

Revenue from the sale of goods is recognised when significant risks and rewards of ownership have been transferred to the customer, which is mainly upon delivery, the amount of revenue can be measured reliably and recovery of the consideration is probable. Revenue from services is recognised in the periods in which the services are rendered.

**Government Grant**

The Group may receive government grants that require compliance with certain conditions related to the Group's operating activities or are provided to the Group by way of financial assistance on the basis of certain qualifying criteria.

Government grants are recognised when there is reasonable assurance that the grant will be received, and the Group will comply with the conditions attached to the grant. Accordingly, government grants:

(a) related to or used for assets are included in the Balance Sheet as deferred income and recognised as income over the useful life of the assets.

(b) related to incurring specific expenditures are taken to the Statement of Profit and Loss on the same basis and in the same periods as the expenditures incurred.

(c) by way of financial assistance on the basis of certain qualifying criteria are recognised as they become receivable.

In the unlikely event that a grant previously recognised is ultimately not received, it is treated as a change in estimate and the amount cumulatively recognised is expensed in the Statement of Profit and Loss.

**Employee Benefits**

i) Short-term Employee benefits Liabilities for wages and salaries including nonmonetary benefits that are expected to be settled wholly within twelve months after the end of the period in which the employees render the related service are classified as short term employee benefits and are recognized as an expense in the Statement of Profit and Loss as the related service is provided. A liability is recognised for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

iii) Post-Employment Benefits Defined Contribution Plans

Payments made to a defined contribution plan such as Provident Fund maintained with Regional Provident Fund Office and Superannuation Fund are charged as an expense in the Statement of Profit and Loss as they fall due.

**Defined Benefit Plans****Gratuity Fund**

The Group has an obligation towards gratuity, a defined benefit retirement plan covering eligible employees. Gratuity is payable to all eligible employees on death or on separation/ termination in terms of the provisions of the payment of the Gratuity (Amendment) Act, 1997 or as per the Company's scheme whichever is more beneficial to the employees.

**Provident Fund**

The contributions to the Provident Fund of employees are made to a Government administered Provident Fund and there are no further obligations beyond making such contribution.

**iv) Other Long Term Employee Benefits**

The liabilities for earned leave and sick leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore measured as the present value of expected future payments to be made in respect of services provided by the employees upto the end of the reporting period using the projected unit credit method

Re-measurements are recognised in profit or loss in the period in which they arise. Actuarial gains and losses in respect of such benefits are charged to Statement of Profit and Loss in the period in which they arise.

**Leases**

Leases are recognised as a finance lease whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

**Group as a Lessee**

Assets used under finance leases are recognised as property, plant and equipment in the Balance Sheet for an amount that corresponds to the lower of fair value and the present value of minimum lease payments determined at the inception of the lease and a liability is recognised for an equivalent amount.

The minimum lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognised in the Statement of Profit and Loss.

Rentals payable under operating leases are charged to the Statement of Profit and Loss on a straight-line basis over the term of the relevant lease unless the payments to the lessor are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases.

**Group as a Lessor**

Leases in which the Group does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Where the Group is a lessor under an operating lease, the asset is capitalised within property, plant and equipment and depreciated over its useful economic life. Payments received under operating leases are recognised in the Statement of Profit and Loss on a straight-line basis over the term of the lease.

**Taxes on Income**

Taxes on income comprises of current taxes and deferred taxes. Current tax in the Statement of Profit and Loss is provided as the amount of tax payable in respect of taxable income for the period using tax rates and tax laws enacted during the period, together with any adjustment to tax payable in respect of previous years.

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities and the amounts used for taxation purposes (tax base), at the tax rates and tax laws enacted or substantively enacted by the end of the reporting period.

Deferred tax assets are recognised for the future tax consequences to the extent it is probable that future taxable profits will be available against which the deductible temporary differences can be utilised.

Income tax, in so far as it relates to items disclosed under other comprehensive income or equity, are disclosed separately under other comprehensive income or equity, as applicable.

Deferred tax assets and liabilities are offset when there is legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances related to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on net basis, or to realize the asset and settle the liability simultaneously.

**Claims**

Claims against the Group not acknowledged as debts are disclosed after a careful evaluation of the facts and legal aspects of the matter involved.

#### Provisions

Provisions are recognised when, as a result of a past event, the Group has a legal or constructive obligation; it is probable that an outflow of resources will be required to settle the obligation; and the amount can be reliably estimated. The amount so recognised is a best estimate of the consideration required to settle the obligation at the reporting date, taking into account the risks and uncertainties surrounding the obligation. In an event when the time value of money is material, the provision is carried at the present value of the cash flows estimated to settle the obligation.

#### Operating Segments

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker (CODM). The CODM, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Corporate Management Committee

Segments are organised based on business which have similar economic characteristics as well as exhibit similarities in nature of products and services offered, the nature of production processes, the type and class of customer and distribution methods.

Segment revenue arising from third party customers is reported on the same basis as revenue in the financial statements. Inter-segment revenue is reported on the basis of transactions which are primarily market led. Segment results represent profits before finance charges, unallocated corporate expenses and taxes.

“Unallocated Corporate Expenses” include revenue and expenses that relate to initiatives/costs attributable to the enterprise as a whole and are not attributable to segments.

#### Financial and Management Information Systems

The Group's Accounting System is designed to comply with the relevant provisions of the Companies Act, 2013, to provide financial information appropriate to the businesses and facilitate Internal Control.

#### Use of estimates and judgements

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

#### A. Judgements in applying accounting policies

The following are the judgements, apart from those involving estimations (see note below), that the Group have made in the process of applying the accounting policies and that have a significant effect on the amounts recognised in the consolidated financial statements:

##### 1. Control:

The Group assessed whether or not it has control on its investees based on whether, as an investor, it has the power/rights and consequently the practical ability to direct the relevant activities of its investees unilaterally. In making this judgement, the Group considered the absolute size of its holding, the relative size of and dispersion of other shareholders, and whether any contractual arrangements exist between the Company (and its subsidiaries) and other shareholders of the investees. Based on this, and in accordance with its Accounting Policy, the Group has determined that the entities listed in the notes to the financial statements are the only entities over which Group has control.

##### 2. Significant influence:

The Group assessed whether or not it has significant influence on its investees based on its practical ability to participate in the financial and operating policy decisions of the investee, though it is not in control of these policies. Based on such assessment, the Group determined that the entities listed in the notes to the financial statements are the only entities over which the Group has significant influence.

##### 3. Useful life of Intangible Assets:

The Group is required to determine whether its intangible assets have indefinite or finite life which is a subject matter of judgement.

#### B. Key sources of estimation uncertainty

The following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

##### 1. Useful lives of property, plant and equipment and intangible assets:

As described in the significant accounting policies, the Group reviews the estimated useful lives of property, plant and equipment and intangible assets at the end of each reporting period.

##### 2. Fair value measurements and valuation processes:

Some of the Group's assets and liabilities are measured at fair value for financial reporting purposes. In estimating the fair value of an asset or a liability, the Group uses market-observable data to the extent it is available. Where Level 1 inputs are not available, the Group engages third party valuers, where required, to perform the valuation. Information about the valuation techniques and inputs used in determining the fair value of various assets, liabilities and share based payments are disclosed in the notes to the financial statements.

##### 3. Actuarial Valuation:

The determination of Group's liability towards defined benefit obligation to employees is made through independent actuarial valuation including determination of amounts to be recognised in the Statement of Profit and Loss and in other comprehensive income. Such valuation depend upon assumptions determined after taking into account inflation, seniority, promotion and other relevant factors such as supply and demand factors in the employment market. Information about such valuation is provided in notes to the financial statements.

##### 4. Claims, Provisions and Contingent Liabilities:

In respect of litigations where an outflow of funds is believed to be probable and a reliable estimate of the outcome of the dispute can be made based on management's assessment of specific circumstances of each dispute and relevant external advice, management provides for its best estimate of the liability. Such accruals are by nature complex and can take number of years to resolve and can involve estimation uncertainty. Information about such litigations is provided in notes to the financial statements.

SAH POLYMERS LIMITED

"STATEMENT OF CHANGES IN EQUITY  
Name of the Company - SAH POLYMERS LIMITED  
A. Equity Share Capital

(1) Current reporting period

	( ₹ In lakhs )			
Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current y	Balance at the end of the current reporting period
1,579.60	-	-	-	2,579.60

(2) Previous reporting period:

Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current y	Balance at the end of the current reporting period
1,559.60	-	-	1,020.00	2,579.60

b) Other equity

	Reserves & Surplus		Securities premium	Amalgamation Expenses	Retained earnings	Capital issue Expenses	Attributable to owners of the parent	non-controlling interest
	Capital Reserve	Equity Share						
<b>Balance at the end of the reporting period -31.03.2022</b>	79.75	280.00	-	-	509.73	(24.43)	845.05	280.16
Profit for the year	-	-	-	-	341.52	-	341.06	34.54
Capital issue expenses	-	-	-	-	(912.69)	(912.69)	(912.69)	-
Less:- Capital issue expenses	-	(937.12)	-	-	-	937.12	-	-
Other comprehensive income	-	-	-	-	-	-	-	-
Amount received against share warrants	-	-	-	-	-	-	-	-
On issue of Equity Share	-	5,610.00	-	-	-	-	5,610.00	-
<b>Balance at the end of the reporting period -31.03.2023</b>	79.75	4,952.88	-	-	851.25	-	5,883.42	294.70
Profit for the year	-	-	-	-	79.69	-	79.69	12.82
Other comprehensive income	-	-	-	-	-	-	-	-
Amalgamation Expenses	-	(15.04)	-	(15.04)	-	-	(15.04)	-
Total Comprehensive income for the year	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	(128.98)	-	(128.98)	-
<b>Balance at the end of the reporting period -31.03.2024</b>	79.75	4,952.88	(15.04)	(15.04)	801.96	-	5,819.09	307.52

As per our Report Attached

for and on behalf of  
**H.R. JAIN & CO.**,  
Chartered Accountants  
FRN : 000262C

Manoj Jain  
Partner  
M.No. 400459  
Udaipur, May 03, 2024



*Muse*  
SAKIM SADIQ ALI TIDIWALA  
Wholtime Director  
DIN : 00119156

*HLB*  
MURTAZA ALI MOTI  
Wholtime Director  
DIN : 07876224

*Lalit Kumar Bolia*  
LALIT KUMAR BOLIA  
Chief Financial Officer  
RUNEL SAXENA  
Company Secretary  
M.No. A28022

Signatures to the Financial Statements and Notes

Note 4		As at 31.03.2024		As at 31.03.2023	
<b>FINANCIAL LOAN NON-CURRENT</b>					
(Unsecured, Considered good)					
(a) Loan Receivables considered good- secured		-		-	
(b) Loan Receivables considered good- unsecured		1.34		1.97	
(c) Loan Receivables which have significant increase in credit risk		-		-	
(d) Trade Receivables- credit impaired		-		-	
		1.34		1.97	
Less: Allowance for doubtful loans		-		-	
		1.34		1.97	

Note 5		As at 31.03.2024		As at 31.03.2023	
<b>OTHER NON-CURRENT FINANCIAL ASSETS</b>					
Bank Deposit with more than 12 months maturity*		70.98		76.19	
Security Deposits		163.96		133.04	
		234.94		209.23	

\*includes accrued interest ₹ 0.98 lakhs (pr. yr. ₹ 2.70 lakhs). Out of this deposit ₹ 70.98 lakhs (pr. yr. ₹ 76.19 lakhs) liened with UCO Bank against Bank Guarantee.

Note 6		As at 31.03.2024		As at 31.03.2023	
<b>OTHER NON-CURRENT ASSETS</b>					
Capital Advances		0.65		0.65	
Advances other than capital advances:					
Security Deposit					
-With Statutory Authorities		0.92		0.92	
-Other		4.11		4.11	
		5.68		5.68	

Note 7		As at 31.03.2024		As at 31.03.2023	
<b>INVENTORIES</b>					
At lower of cost and net realisable value					
Raw material		520.89		759.42	
Work-in-progress		1,715.36		1,039.40	
Finished Goods		452.08		557.95	
Stores and Spares		248.49		162.99	
Printing Ink		53.45		31.60	
		2,990.27		2,551.36	

Note 8		As at 31.03.2024		As at 31.03.2023	
<b>TRADE RECEIVABLE</b>					
(a) Trade Receivables considered good- secured					
(b) Trade Receivables considered good- unsecured		2,203.22		1,614.37	
(c) Trade Receivables which have significant increase in Credit		-		-	
(d) Trade Receivables -Credit impaired		-		-	
		2,203.22		1,614.37	
Less: Allowance for doubtful receivables		-		-	
		2,203.22		1,614.37	

Note 8.1 :No trade receivables are due from directors or other officers of the Company or any of them either severally or jointly with any other person. Further, no trade receivables are due from firms or private companies in which any director is a partner, a director or a member, other than dues from related parties disclosed as mentioned in note 38.

Trade receivables ageing schedule as at 31st March, 2024		Outstanding for following periods from due date of payment						Total	
Particulars	Outstanding for following periods from due date of payment						Total	Total	
	Less than 6	6 months- 1 year	1-2 years	2-3 years	More than 3 years				
(i) Undisputed Trade receivables – considered good	1,983.81	46.84	35.82	-	136.76	2,203.23			
(ii) Undisputed Trade receivables – which have significant increase in credit risk	-	-	-	-	-	-			
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-			
(iv) Disputed Trade Receivables– considered good	-	-	-	-	-	-			
(v) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-			
(vi) Disputed Trade Receivables- which have significant increase in credit risk	-	-	-	-	-	-			
<b>Total</b>	1,983.81	46.84	35.82	-	136.76	2,203.23			

Trade receivables ageing schedule as at 31st March, 2023		Outstanding for following periods from due date of payment						Total	
Particulars	Outstanding for following periods from due date of payment						Total	Total	
	Less than 6	6 months- 1 year	1-2 years	2-3 years	More than 3 years				
(i) Undisputed Trade receivables – considered good	1,411.59	66.02	-	-	136.76	1,614.37			
(ii) Undisputed Trade receivables – which have significant increase in credit risk	-	-	-	-	-	-			
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-			
(iv) Disputed Trade Receivables– considered good	-	-	-	-	-	-			
(v) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-			
(vi) Disputed Trade Receivables- which have significant increase in credit risk	-	-	-	-	-	-			
<b>Total</b>	1,411.59	66.02	-	-	136.76	1,614.37			

Note 9		As at 31.03.2024		As at 31.03.2023	
<b>CASH AND CASH EQUIVALENTS</b>					
(a) Balances with banks:					
i) on Current Account		169.64		45.53	
ii) on Fixed Deposit with maturity less three months *		555.08		1,010.24	
		724.72		1,055.77	
b) Cash on hand		3.87		5.57	
		728.59		1,061.34	

There are no repatriation restrictions with regard to cash and cash equivalents as at the end of the reporting period and prior period.

\*includes accrued interest ₹ 2.10 lakhs (previous year ₹ 10.24 lakhs)

Note 10		As at 31.03.2024		As at 31.03.2023	
<b>OTHER BANK BALANCES</b>					
Deposit with more than 3 months and remaining maturity period less than 12 months from the date of the balance sheet *		540.68		1,013.80	
		540.68		1,013.80	

\*includes accrued interest ₹ 6.37 lakhs (previous year ₹ 10.70 lakhs)

Note 11	As at 31.03.2024		As at 31.03.2023	
<b>LOANS (CURRENT)</b>				
(a) Loan Receivables considered good- secured		-		-
(b) Loan Receivables considered good- unsecured		745.91		840.73
(c) Loan Receivables which have significant increase in credit risk		-		-
(d) Trade Receivables- credit impaired		-		-
		745.91		840.73
Less: Allowance for doubtful loans		-		-
		745.91		840.73

Note 11.1 :No loans are due from directors or other officers of the Company or any of them either severally or jointly with any other person. Further, no loans are due from firms or private companies in which any director is a partner, a director or a member, other than dues from related parties disclosed as mentioned in note 38.

No loans and advances are due from directors or other officers and related party of the Company

Loans or advances in the nature of loans granted to promoters, directors, KMPS and the related parties

(a) Repayable on demand or (b) without specifying terms of period of repayment

Type of Borrower	Promoters	Directors	KMP's	Total
Amount of loan or advance in the nature of outstanding	0 (0)	0 (0)	1.85 (2.50)	1.85 (2.50)
Percentage to the total Loans & Advances in the nature of Loans	0 (0)	0 (0)	0.18 (0.21)	0.18(0.21)

\*amount in bracket represents previous year's figures .

Note 12	As at 31.03.2024		As at 31.03.2023	
<b>OTHER- CURRENT FINANCIAL ASSETS</b>				
-Interest accrued on loan, deposit etc.		5.24		6.96
		5.24		6.96

Note 13	As at 31.03.2024		As at 31.03.2023	
<b>CURRENT TAX ASSETS</b>				
Income tax Refund		13.28		-
		13.28		-

Note 14	As at 31.03.2024		As at 31.03.2023	
<b>OTHER CURRENT ASSETS</b>				
Advances other than capital advances :				
Other advances :				
-advance against expenses		49.03		21.50
-Statutory authorities employees, pre-paid expenses etc.		130.08		387.72
- Other advances		151.21		-
-Other receivables		187.58		73.51
		517.90		482.73

Note 15	As at 31.03.2024		As at 31.03.2023	
<b>SHARE CAPITAL :</b>				
Authorised :				
3,00,00,000 Equity Shares of ₹10/- each		3,000.00		3,000.00
		3,000.00		3,000.00
Issued, subscribed and fully paid				
25796000 (pr. yr. 25796000) Equity Shares of ₹10/- each		2,579.60		2,579.60
fully paid up		2,579.60		2,579.60

	As at 31.03.2024		As at 31.03.2023	
<b>Reconciliation of number of shares :</b>				
Face value per share (₹)		10		10
Number of Equity Shares outstanding at the beginning of the reporting period		25,796,000		15,596,000
No. of Equity Shares issued during the year		-		10,200,000
		25,796,000		25,796,000
Less : Deduction during the year		-		-
Number of Equity Shares outstanding at the end of the reporting period		25,796,000		25,796,000

		As at 31.03.2024		As at 31.03.2023	
Name of the shareholders holding more than 5% shares in the company					
Name of shareholder	Class	No. of shares	%	No. of shares	%
Sat Industries Limited and nominees	Equity	14316000	55.50	14316000	91.79

Shares held by promoters at the end of the year			
Promoter name	No. of shares	% of total shares	% change during the year
Sat Industries Limited including shares held by nominees.	14316000 (14316000)	55.50 (55.50)	0
Total	14316000 (14316000)	55.50 (55.50)	0

Figures in bracket represent previous year figures

\* Considered as per the information filed by the Company with stock exchanges for the year ended March 31, 2024 and Annual return filed by the Company for the year ended March

		As at 31.03.2024		As at 31.03.2023	
Shares held by holding Company					
Name of holding Company	Class	No. of shares	% Holding	No. of shares	% Holding
Sat Industries Limited and nominees	Equity	14316000	55.50	14316000	91.79

The Parent has only one class of equity shares having face value of ₹ 10/- each. The holder of the equity share is entitled to dividend right and voting right in the same proportion as the capital paid-up on such equity share bears to the total paid-up equity share capital of the Parent. The dividend proposed by Board of Directors is subject to approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation of the Parent, the holders of equity shares will be entitled to receive the remaining assets of the Parent in the same proportion as the capital paid-up on the equity shares held by them bears to the total paid-up equity share capital of the Parent.

The Parent Company has not allotted any shares pursuant to contract without payment being received in cash.

There are no call unpaid on equity shares.

No shares have been reserved for issue on option.

No equity shares have been forfeited.

## Note 16

**OTHER EQUITY**

Particulars	As at 31.03.2024		As at 31.03.2023
<b>1.SECURITIES PREMIUM</b>			
As per the last year accounts	4,952.88		280.00
Add: Addition during the year	-		5,610.00
Less:- Transferred from Capital Issue Expenses*	-		(937.12)
	4,952.88		4,952.88
<b>2.GENERAL RESERVE</b>			
As per the last year accounts	79.75		79.75
<b>3.CAPITAL ISSUE EXPENSES</b>			
As per the last year accounts	-		(24.43)
Addition during the year	-		(912.69)
Less: Transferred to securities premium	-		937.12
<b>4.AMALGAMATION EXPENSES</b>			
As per the last year accounts	-		-
Add: Addition during the year	(15.04)		-
	(15.04)		-
<b>5. RETAINED EARNINGS</b>			
As per the last year accounts	851.25		509.73
Dividend Fy.2022-2023	(128.98)		
Add: Surplus for the year	79.69		341.52
	801.96		851.25
Equity attributable to the owners of the parent	5,819.55		5,883.88
Non-controlling interest	307.52		294.70
<b>TOTAL</b>	<b>6,127.07</b>		<b>6,178.58</b>

\* Public issue expenses amounting to ₹0.00 (pr.yr. ₹ 937.12 lakhs) have been adjusted against Securities Premium in accordance with the provisions of section 52 of the Companies Act,2013.

## 1. Share Premium :

The amount received in excess of face value of the equity shares is recognised in Securities Premium Reserve. The reserve is utilised in accordance with the provisions of the Act.

## 2. General Reserve

This includes the amount received from the Government under an incentive scheme for capital expansion and on the expiry of requisite period, the amount was transferred to it.

## 3.Retained Earnings:

This Reserve represents the cumulative profits of the Company and effects of re-measurement of defined benefit obligations. This Reserve can be utilized in accordance with the provisions of the Companies Act, 2013.

## Note 17

BORROWINGS -NON CURRENT :	As at 31.03.2024		As at 31.03.2023	
	Current	Non-Current	Current	Non-Current
<b>SECURED :</b>				
<b>(a) Term Loans:</b>				
<b>From Banks :</b>				
UCO Bank :				
Term Loan- Additional working capital term loan under guarantee emergency credit loan (i)	2.52	-	39.87	2.94
Term Loan- Guaranteed Emergency Credit Line(GECL) (ii)	30.00	43.46	5.57	78.32
Term Loan(iii)	199.78	533.33	200.00	733.33
Term Loan-Vehicle Loan(iv)	1.38	12.38	4.88	12.38
Term Loan-Soler Loan(v)	37.50	100.00	-	-
Term Loan- HDFC Bank (vi)	4.67	13.94	4.31	18.61
Term Loan- HDFC Bank (vii)	2.23	9.89	-	-
	278.08	713.00	254.63	845.58

(i) Secured against equitable mortgage of land and building of the Company situated at E-260-261, Mewar Industrial Area, Madri, Udaipur-313003 and at Vill: Modi, District : Udaipur and also by way of first charge on all current assets such as raw material, finished goods, work -in process, stores and spares, book debts, and packing materials etc. The loan is repayable in 36 equal monthly instalments ₹ 354611.00 each commencing from June 14, 2021 and the last instalment is repayable on June 14,2024. Rate of interest as on 31.03.2024 is 9.25 % per annum. It is also secured by way of corporate guarantee of Sat Industries Limited.

(ii) Secured against equitable mortgage of land and building of the Company situated at E-260-261, Mewar Industrial Area, Madri, Udaipur-313003 and Vill : Modi, District : Udaipur and also by way of first charge on all current assets such as raw material, finished goods, work -in process, stores and spares, book debts, and packing materials etc. The loan is repayable in 36 equal monthly instalments ₹ 263376.35 each commencing from December 15, 2023 and the last instalment is repayable on December 15,2026. Rate of interest as on 31.03.2024 is 9.25 % per annum. It is also secured by way of corporate guarantee of Sat Industries Limited.

(iii) Secured against equitable mortgage of land and building of the Company situated at E-260-261, Mewar Industrial Area, Madri, Udaipur-313003 and Vill : Modi, District : Udaipur and also by way of first charge on all current assets such as raw material, finished goods, work -in process, stores and spares, book debts, and packing materials etc. The loan is repayable in 36 equal monthly instalments ₹ 1666667.00 each commencing from December 15, 2023 and the last instalment is repayable on June 15,2028. Rate of interest as on 31.03.2024 is 10.00 % per annum.It is also secured by way of corporate guarantee of Sat Industries Limited.

(iv) Secured against Hypothecation of Vehicle No. RJ27UE0279. The loan is repayable in 60 equal monthly instalment ₹ 40649.00 each commencing from June 06, 2022 and the last instalment is repayable on May 31,2027. Rate of interest as on 31.03.2024 is 10.20 % per annum.

(v) Secured against equitable mortgage of land and building of the Company situated at E-260-261, Mewar Industrial Area, Madri, Udaipur-313003 and Vill : Modi, District : Udaipur and also by way of first charge on all current assets such as raw material, finished goods, work -in progress, stores and spares, book debts, and packing materials etc. The loan is repayable in 48 equal monthly instalments ₹ 3,12,500.00 each commencing from September 30, 2023 and the last instalment is repayable on September 30,2028. Rate of interest as on 31.03.2024 is 10.00 % per annum.It is also secured by way of corporate guarantee of Sat Industries Limited.

(vi) Secured against Hypothecation of Vehicle No.RJ27GE0153. The loan is repayable in 60 equal monthly instalment ₹ 49946.00 each commencing from November 15, 2022 and the last instalment is repayable on October 15,2027. Rate of interest as on 31.03.2024 is 8.02 % per annum.

(vii) Secured against Hypothecation of Vehicle No. RJ27UC2292. The loan is repayable in 60 equal monthly instalments ₹ 27050.00 each commencing from November 05,2023 and the last instalment is repayable on October 05,2028. Rate of interest as on 31.03.2024 is 09.10 % per annum.

(viii) There is no continuing default in the payment of principal and interest thereof in respect of loans (i) to (vii) stated above.

## Note 18

DEFERRED TAX LIABILITIES (NET)	As at 31.03.2024		As at 31.03.2023
a) Deferred tax liability	221.31		143.13
Depreciation	27.27		78.29
Deferred tax assets			
Leave encashment & gratuity (provisions) etc.	2.23	-	0.11
Net amount charged to Statement of Profit and Loss	25.04		78.18
Deferred tax liabilities(net)	246.35		221.31
b)MAT Credit Entitlement			
Opening	53.13		0.08
Addition	14.10		71.60
Utilised	2.31		18.55
MAT Balance	64.92		53.13
	181.43		168.18

## Note 19

<b>BORROWINGS -CURRENT :</b>	As at 31.03.2024		As at 31.03.2023
<b>SECURED :</b>			
Current maturity of Long term debt@ @for security etc. refer Note 17	278.08		254.63
<b>Repayable on demand</b>			
<b>From Banks:</b>			
Cash Credit facilities from UCO Bank (a) and (ai)	1,771.11		1,123.59
	1,771.11		1,123.59
<b>UNSECURED :</b>			
<b>Repayable on demand</b>			
<b>From Bank</b>			
ICICI Bank Ltd (b)	297.00		280.00
Deutsche Bank -OD (c)	-		0.99
	297.00		280.99
	2,346.19		1,659.21

- (a) Secured against equitable mortgage of land and building of the Parent Company situated at E-260-261, Mewar Industrial Area, Madri, Udaipur-313003 and at Vill : Modi, District : Udaipur by way of first charge on all current assets such as raw material , finished goods, work -in process, stores and spares , book debts, and packing materials etc. of the Parent Company . It is also secured by way of corporate guarantee of Sat Industries Limited . Rate of interest as on 31.03.2024 is 10.00% per annum.
- (ai) Includes also cash credit facilities availed by the subsidiary company - Fibcorp Polyweave Private Limited amounting to ₹ 192.70 lakhs. The same is secured by way of the first charge on all current assets such as raw material, finished goods, work-in-process, stores and spare parts, book debts, and packing materials etc. of the subsidiary Company situated at G-1 202-203, IID center RIICO, Kaladwas , Udaipur. It is also secured by way of personal guarantee of Mr.Murtaza Ali Moti, Director and corporate guarantee of Sah Polymers Ltd.
- (b) Guaranteed by Mr. Asad Daud ,Director and Mr. Hakim Sadiq Ali Tidiwala ,Wholetime Director of the Company. Rate of interest as on 31.03.2024 is 11.05% per annum .
- (c) Guaranteed by Mr. Asad Daud ,Director and Mr. Hakim Sadiq Ali Tidiwala ,Wholetime Director of the Company. Rate of interest as on 31.03.2024 is 9.95% per annum .
- (d) There is no continuing default in the payment of interest .

## Note 20

<b>TRADE PAYABLES</b>	As at 31.03.2024		As at 31.03.2023
Total outstanding dues of micro enterprises and small enterprises	-		-
Total outstanding dues of creditors other than micro	882.39		813.07
	882.39		813.07

## Trade payables ageing schedule as at 31st March, 2024 ( ₹ in lakhs)

Particulars	Outstanding for following periods from due date of payment					TOTAL
	Less than 6	6 months- 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed -Micro & small enterprises	-	-	-	-	-	-
(ii) Undisputed Others	882.39	-	-	-	-	882.39
(iii) Disputed dues – Micro & small enterprises	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
Total	882.39	-	-	-	-	882.39

## Trade payables ageing schedule as at 31st March, 2023 ( ₹ in lakhs)

Particulars	Outstanding for following periods from due date of payment					TOTAL
	Less than 6	6 months- 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed -Micro & small enterprises	-	-	-	-	-	-
(ii) Undisputed Others	812.02	-	-	-	-	812.02
(iii) Disputed dues – Micro & small enterprises	-	-	-	-	-	-
(iv) Disputed dues - Others	0.40	1	-	-0.00	-	1.05
Total	812.42	0.65	-0.00	-0.00	-	813.07

## Note 21

<b>OTHER- CURRENT FINANCIAL LIABILITIES</b>	As at 31.03.2024		As at 31.03.2023
Interest on loan	2.69		2.10
	2.69		2.10

## Note 22

<b>OTHER CURENT LIABILITIES</b>	As at 31.03.2024		As at 31.03.2023
Statutory Liabilities	33.34		57.98
Advance received from customers	58.46		74.38
Others	187.35		155.09
	279.15		287.45

## Note 23

<b>PROVISIONS</b>	As at 31.03.2024		As at 31.03.2023
Provision for employee benefits	33.80		14.81
	33.80		14.81

Note 24			
<u>CURRENT TAX LIABILITIES</u>		As at 31.03.2024	As at 31.03.2023
Current tax ( net of advance tax )		4.22	67.27
		4.22	67.27
Note 25			
<u>REVENUE FROM OPERATIONS</u>		For the year ended 31.03.2024	For the year ended 31.03.2023
(a) Manufactured Goods		9,913.36	8,706.79
(b) Traded Goods		854.07	635.86
(c ) Sale of Services:			
I) Job work		-	28.82
II) Commission-DCA		56.90	62.29
III) Market Research Services		-	-
		56.90	91.11
(d) Interest income (Business)		94.53	106.16
		10,918.86	9,539.92
Note 26			
<u>OTHER INCOME</u>		For the year ended 31.03.2024	For the year ended 31.03.2023
(a) Rent		0.24	0.42
(b) Interest on financial assets on amortised cost		122.07	31.75
(c) Miscellaneous income		0.64	1.11
(d) Foreign Exchange Fluctuation		108.23	148.42
(e) Export Incentive		1.42	-
(f) Profit on sale of Property, Plant and Equipment.		0.21	-
		232.81	181.70
Note 27			
<u>COST OF MATERIAL CONSUMED</u>		For the year ended 31.03.2024	For the year ended 31.03.2023
Opening Stock		759.42	570.72
Purchases		6,104.73	5,880.20
		6,864.15	6,450.92
Less: Closing Stock		520.89	759.42
		6,343.26	5,691.50
Note 28			
<u>PURCHASES OF STOCK -IN TRADE</u>		For the year ended 31.03.2024	For the year ended 31.03.2023
Traded goods		779.80	630.73
		779.80	630.73
Note 29			
<u>CHANGES IN INVENTORIES</u>		For the year ended 31.03.2024	For the year ended 31.03.2023
Opening Stock :			
Finished Goods		557.95	291.17
Add:- Goods produced during trial run		-	12.73
		557.95	303.90
Work-in-progress		1,039.40	587.51
Add:- Goods produced during trial run		-	118.66
		1,039.40	1,010.07
Less :Closing Stock :			
Finished Goods		452.08	557.95
Work-in-progress		1,715.36	1,039.40
		2,167.44	1,597.35
		(570.09)	(587.28)
Note 30			
<u>EMPLOYEE BENEFITS</u>		For the year ended 31.03.2024	For the year ended 31.03.2023
(i) Salaries, wages and bonus		657.38	358.02
(ii) Contribution to provident and other funds		30.74	20.63
(iii ) Gratuity		13.95	24.40
(vi) Staff welfare expenses		64.49	40.63
		766.56	443.68
Note 31			
<u>FINANCE COSTS</u>		For the year ended 31.03.2024	For the year ended 31.03.2023
(I) Interest expenses			
(a) Interest on borrowings		310.84	203.21
(b ) Interest on delayed payment of taxes		7.88	13.46
(c ) Foreign exchange Fluctuation of PCFC		-	3.54
(II) Other borrowing costs - Processing Charges		7.14	1.85
		325.86	222.06

Note 32

OTHER EXPENSES	For the year ended 31.03.2024	For the year ended 31.03.2023
Bag Printing Expenses	18.27	15.35
Bag Stitching Expenses	166.82	146.06
Bank Commission and charges	35.58	29.02
Books & Periodicals	0.33	0.36
Carriage Outward	26.48	32.11
Other manufacturing Exp.	296.57	308.25
Repairs & Maintenance on :		
-Plant and Machinery		
-Building	39.11	41.96
-Others	14.35	0.46
Commission on sales	4.73	2.00
Consultancy	55.13	26.40
Consumption of stores and spare parts	52.60	27.32
Festival Expenses	108.55	96.49
Early Payment incentive expenses	4.56	2.61
Economic Rent & Service Charges	3.09	1.73
Electric & Power	0.86	0.86
Export Freight , Insurance & other Expenses	604.32	374.07
Fabric Weaving Expenses	626.10	747.77
Loading & Unloading exp.	131.12	111.70
Fees & Taxes	4.48	2.96
Fuel & Lubricant	1.05	1.92
Godwon Rent	37.51	28.41
Inspection Charges of bags	14.84	6.39
Insurance Charges	0.95	0.56
Job Charges	18.37	9.79
Lease Rent	459.53	296.10
Legal & Professional Exp.	38.95	43.83
Miscellaneous Expenses	26.60	13.54
Material Handling Charges	77.63	112.77
Packing Materials	5.97	5.56
Payment to Auditors as:	108.30	49.83
(i) as Auditor		
(ii) for taxation matter	0.36	0.48
(iii) for reimbursement of expenses	0.13	-
Postage & Telegram	0.05	0.05
Printing Ink	17.19	8.71
Rating Charges	40.09	51.70
Rebate, Claim & Discounts	0.70	1.03
Software Expenses	22.10	6.64
Sorting and counting charges	3.75	3.45
Stationery & Printing	27.72	29.10
Subscription & Membership	6.27	6.17
Telephone and Mobile	4.81	7.13
Vehicle Running & Maintenance Expenses.	5.08	3.49
Warehouse Management charges	12.73	6.80
Water Expenses	4.34	4.88
	3.91	2.39
	3,131.98	2,668.20

Note 33

Additional Information	For the year ended 31.03.2024	For the year ended 31.03.2023
(i) Depreciation and Amortisation :		
(a) Depreciation expense		
(b) Amortization expense	238.35	139.09
	0.51	0.51
	238.86	139.60
(ii) Payment to Auditors as: *		
a) as Auditor		
b) for taxation matter	0.36	0.48
c) Reimbursement of expenses	0.13	-
	0.05	0.05
	0.54	0.53

\* excludes ₹ 0.00 lakhs (Previous Year ₹ .70 lakhs ) paid for certification , in the nature of initial public offer issues expenses accounted in Securities Premium Account.

Note 34

Earnings per share	2023-2024	2022-2023
Earning per share has been computed as under		
a) Profit for the year	92.51	376.06
b) Weighted average number of Ordinary shares outstanding or the purpose of basic earnings per share	25796000	17887507
c) Effect of potential Equity shares on conversion of outstanding share warrants		0
d) Weighted average number of equity shares in computing diluted earnings per share	25796000	17887507
(b) + (c)		
e) Earnings per share on profit for the year (Face Value ₹ Basic (a/b)	0.36	2.10
-Diluted (a/d)	0.36	2.10

Note 35

Contingent liabilities and commitments :	₹ in lakhs	₹ in lakhs
i) Contingent liabilities	31st March,2024	31st March,2023
Claims against excise duty and other matters		
) Income tax Matters *		
Total	0.49	0.79
Net of deposit .	0.49	0.79

is not practicable for the Group to estimate the closure of these issues and the consequential timings of cash flows, if any, in respect of the above.

## (b) Commitments

₹ in lakhs

• Estimated amount of contracts remaining to be executed on		7.74		-
GUARANTEES				
i) Guarantees issued by Uco Bank	31st March,2024	700.00		700.00
ii) Guarantee given on behalf of subsidiary				
a) Guarantee given by the Company to UCO Bank against cash credit limit provided to Fibcorp Polyweave private Limited		300.00		300.00

## Note 36

## Capitalisation of expenditure

During the year, the Company has capitalised the following expenses of revenue nature to the cost of property, plant and equipment /capital work-in-progress (CWIP).

Consequently, expenses disclosed under the respective notes are net of amounts capitalised by the Company

(₹ in lakhs)

	For the year ended 31 March 2024	For the year ended 31 March 2023
Employees Benefits expenses	-	109.33
Finance costs	-	160.41
Other Expenses	52.04	42.85
Total	52.04	312.59

## Note 37

## Financial Instruments and Related Disclosures :

## 1. Capital Management

The Group capital management is intended to create value for shareholders by facilitating the meeting of long term and short term goals of the Group.

In order to maintain or adjust the capital structure, the group may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets.

The Group determines the amount of capital required on the basis of annual business plan also taking into consideration any long term strategic investment and expansion plans. The funding needs are met through equity and cash generated from operations.

The Group financial strategy aims to support its strategic priorities and provide adequate capital to its businesses for growth and creation of sustainable stakeholder value. The group funds its operations through internal accruals, borrowings etc. The groups aims at maintaining a strong capital base largely towards supporting the future growth of its businesses as a going concern.

For the purpose of the group's capital management, capital includes issued capital and other equity reserves. The primary objective of the group's capital management is to safeguard its ability to continue as going concern and to maintain and optimal capital structure so as to maximise shareholders value. The group manages its capital structure and makes adjustments in the light of changes in economic environment and the requirements of the financial covenants.

The Group monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt and adjusted net debt to equity ratio. For this purpose, adjusted net debt is defined as total debt less cash and bank balances.

(₹ in lakhs)

	As at 31 March, 2024	As at 31 March, 2023
Non-current borrowings	713.00	845.58
Current borrowings	2346.19	1659.21
Gross debt	3059.19	2504.79
Less - Cash and cash equivalents	728.59	1061.34
Less - Other bank deposits	540.68	1013.80
Adjusted net debt (A)	1789.92	429.65
Total equity (B)	8706.67	8758.18
Adjusted net debt to equity ratio	20.56	4.91
Total capital (A)+(B)	10496.59	9187.83
Gearing ratio *	35.14	28.60

\*The Group's ideal gearing ratio is 35.14% to 28.60%.

## 2. Categories of financial Instruments

Particulars	Note	As at 31st March,2023		As at 31st March,2022	
		Carrying Value	Fair Value	Carrying Value	Fair Value
<b>A</b>					
<b>Financial assets</b>					
a) Measured at amortised cost					
i) Cash and cash equivalent	9	728.59	728.59	1,061.34	1,061.34
ii) Other Bank balance	10	540.68	540.68	1,013.80	1,013.80
iii) Loan	4&11	747.25	747.25	842.70	842.70
v) Trade receivables	8	2,203.22	2,203.22	1,614.37	1,614.37
vi) Other financial assets	5&12	240.18	240.18	216.19	216.19
Total Financial assets:		4459.92	4459.92	4748.40	4748.40
<b>B</b>					
<b>Financial Liabilities</b>					
a) Measured at amortised cost					
i) Cash Credit facilities	19	1,771.11	1,771.11	1,123.59	1,123.59
ii) Term loans	17	991.08	991.08	1,100.21	1,100.21
iii) Other loans	19	297.00	297.00	280.99	280.99
iii) Trade payables	20	882.39	882.39	813.07	813.07
Total financial liabilities		3,941.58	3,941.58	3,317.86	3,317.86

## 3 : FINANCIAL RISK MANAGEMENT

The activities of the Group exposes it to a number of financial risks namely market risk, credit risk and liquidity risk. The Group seeks to minimize the potential impact of unpredictability of the financial markets on its financial performance. The Group does regularly monitor, analyse and manage the risks faced by the Group and to set and monitor appropriate risk limits and controls for mitigation of the risks.

## A. MANAGEMENT OF MARKET RISK:

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises of three types of risks: interest rate risk, price risk and currency rate risk. Financial instruments affected by market risk includes borrowings and investments. The Group has international trade operations and is exposed to a variety of market risks, including currency and interest rate risks.

## (i) Management of interest rate risk:

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company does not have any exposure to interest rate risks since its borrowings and investments are all in fixed rate instruments.

## (ii) Management of price risk:

The Group has no surplus for investment in debt mutual funds, deposits etc. The Group does make deposit with the banks to provide security/margin against guarantee given by the banks. Deposit is made in fixed rate instrument. In view of this it is not susceptible to market price risk, arising from changes in interest rates or market yields which may impact the return and value of the investments.

## (iii) Management of currency risk:

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Group has foreign currency trade receivables and is therefore exposed to foreign exchange risk. The Group mitigates the foreign exchange risk by setting appropriate exposure limits, periodic monitoring of the exposures etc.. The exchange rates have been volatile in the recent years and may continue to be volatile in the future. Hence the operating results and financials of the Group may be impacted due to volatility of the rupee against foreign currencies.

Exposure to currency risk(The Group has exposure only in USD/EURO converted to functional currency i.e.INR)

The currency profile of financial assets and financial liabilities as at March 31st, 2023, are as below:

Particulars	Exposure currency	As at 31.03.2023	Exposure currency	As at 31.03.2023
Financial assets:				
Trade receivables	USD	821.50	USD	543.19
	EURO	938.07	EURO	544.19
	GBP	93.40	GBP	75.51
Financial liabilities:				
Trade payable	USD	14.50	USD	0.03
	GBP	12.17	GBP	42.17
		1,826.30		1,120.69

## Sensitivity analysis

A reasonably possible 5% strengthening (weakening) of the Indian Rupee against USD/EURO at March 31 would have affected the measurement of financial instruments denominated in USD/EURO and affected profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular interest rates, remain constant and ignores any impact of forecast sales and purchases.

	As at	₹ in lakhs	
	31.03.2024	Strengthening	Weakening
Profit/(Loss)	31.03.2024	91.32	91.32
Profit/(Loss)	31.03.2023	56.03	56.03

**B. MANAGEMENT OF CREDIT RISK:**

Credit risk refers to the risk of default on its obligations by a counter party to the Group resulting in a financial loss to the Group. The Group is exposed to credit risk from its operating activities (trade receivables) and foreign exchange transactions and financial instruments.

Credit risk from trade receivables is managed through the Group's policies, procedures and controls relating to customer credit risk management by establishing credit limits, credit approvals and monitoring creditworthiness of the customers to which the Group extends credit in the normal course of business. Outstanding customer receivables are regularly monitored. The Group has no concentration of credit risk as the customer base is widely distributed.

The Group's historical experience of collecting receivables and the level of default indicate that credit risk is low and generally uniform across markets; consequently, trade receivables are considered to be a single class of financial assets. All overdue customer balances are evaluated taking into account the age of the dues, specific credit circumstances, the track record of the counterparty etc. Loss allowances and impairment is recognised, where considered appropriate by responsible management.

**C. MANAGEMENT OF LIQUIDITY RISK:**

Liquidity risk is the risk that the Group may not be able to meet its present and future cash obligations without incurring unacceptable losses. The Group's objective is to maintain at all times, optimum levels of liquidity to meet its obligations. The Group closely monitors its liquidity position and has a cash management system. The Group maintains adequate sources of financing including debt and overdraft from domestic and international banks and financial markets at optimized cost.

The Group's Current assets aggregate to ₹ 7745.09 (pr yr ₹ 7571.29) lakhs including Cash and cash equivalents and Other bank balances of ₹ 1269.27 (pr yr ₹ 2075.14) lakhs against an aggregate Current liability of ₹ 3548.44 (pr yr ₹ 2843.91) lakhs ; Non-current liabilities due between one year to three years amounting to ₹ 713.00 (pr yr ₹ 845.58) lakhs and Non-current liability due after three years amounting to NIL on the reporting date. Further, while the Group's total equity stands at ₹ 8706.67 (Pr yr ₹ 8758.18) lakhs, it has non-current borrowings of ₹ 713.00 (pr yr ₹ 845.58) lakhs. In such circumstances, liquidity risk or the risk that the Group may not be able to settle or meet its obligations as they become due does not exist.

**D. Fair value measurement****Fair value hierarchy**

Fair value of the financial instruments is classified in various fair value hierarchies based on the following three levels:

Level 1: Quoted prices (unadjusted) in active market for identical assets or liabilities.

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

The fair value of financial instruments that are not traded in an active market is determined using market approach and valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If significant inputs required to fair value an instrument are observable, the instrument is included in Level 2.

Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

If one or more of the significant inputs is not based on observable market data, the fair value is determined using generally accepted pricing models based on a discounted cash flow analysis, with the most significant inputs being the discount rate that reflects the credit risk of counterparty.

The fair value of trade receivables, trade payables and other Current financial assets and liabilities is considered to be equal to the carrying amounts of these items due to their short-term nature. Where such items are Non-current in nature, the same has been classified as Level 3 and fair value determined using discounted cash flow basis. Similarly, unquoted equity instruments where most recent information to measure fair value is insufficient, or if there is a wide range of possible fair value measurements, cost has been considered as the best estimate of fair value.

There has been no change in the valuation methodology for Level 3 inputs during the year. The Group has not classified any material financial instruments under Level 3 of the fair value hierarchy. There were no transfers between Level 1 and Level 2 during the year.

The following table presents the fair value hierarchy of assets and liabilities measured at fair value on a recurring basis:

Particulars:	Fair value hierarchy	As at 31st March, 2024	As at 31st March, 2023
		Fair Value	Fair Value
<b>A</b>			
Financial assets			
a) Measured at amortised cost			
i) Cash and cash equivalent	L2	728.59	1,061.34
ii) Other Bank balance	L2	540.68	1,013.80
iii) Loan	L2	747.25	842.70
v) Trade receivables	L2	2,203.22	1,614.37
vi) Other financial assets	L2	240.18	216.19
Total Financial assets		4459.92	4748.40
<b>b)</b>			
Financial Liabilities			
a) Measured at amortised cost			
i) Cash Credit facilities	L2	1771.11	1123.59
ii) Term loans	L2	991.08	1100.21
iii) Other loans	L2	297.00	280.99
iv) Trade payables	L2	882.39	813.07
Total financial liabilities		3941.58	3317.86

**Note 38**

Disclosures in respect of related parties pursuant to Ind AS 24

**(i) Ultimate Holding Company**

01) Sat Industries Limited

**(ii) Key Managerial Personnel**

01) Mr. Hakim Sadiq Ali Tidwala, Wholetime Director

02) Mr. Murtaza Ali Moti, Wholetime Director

03) Mr. Lalit Kumar Bolia, Chief Financial Officer

04) Mrs. Runel Saxena, Company Secretary

(iii) Sat Foundation (formerly known as Taha Charitable Trust)

₹ in lakhs

During the year following transactions were carried out with the related parties in the ordinary course of business at arm's length price :

Name of related party	Nature of relation	For the period ended on 31/03/2024	For the period ended on 31/03/2023	Nature of transaction
Sat Industries Limited	Holding Company	460	400	Loan Taken
		460	1180	Loan Repayment
		5.64	66.18	Interest Paid
		0	0	Export Incentive
		0.24	0.42	Rent Received
Mr. Hakim Sadiq Ali Tidwala	Key Management Personnel	17.69	17.66	Remuneration
Mr. Murtaza Moti Ali	Key Management Personnel	24.00	24.00	Remuneration
Mr. Lalit Kumar Bolia	Key Management Personnel	8.17	7.66	Remuneration
Ms. Runel Saxena	Key Management Personnel	4.97	3.69	Remuneration
Sat Foundation	Director's relative is trustee	7.25	4.25	CSR Expenditure

**Closing balances**

Name	As at 31/03/2024	As at 31/03/2023
Closing balances in the case of the parties is	NIL	NIL

No amount in respect of the related parties have been written off/back are provided for during the year.

Related party relationship has been identified by the Management and relied upon by the auditor.

Terms and conditions of transactions with related parties:

The sale to and purchases from related parties are made in the ordinary course of business and based on the price lists in force and terms that would be available to third parties.

The loans to and from related parties are made in the ordinary course of business and are on arm's length basis based on the price lists in force and terms that would be available to third parties.

Outstanding balances at the year end are unsecured and interest free and settlement occurs in cash. No provision are held against receivables from related parties.

**Note 39****EMPLOYEE BENEFITS****a) DEFINED CONTRIBUTION PLAN****Provident Fund:**

The contributions to the Provident Fund of employees are made to a Government administered Provident Fund and there are no further obligations beyond making such contribution.

**b) DEFINED BENEFIT PLAN****Gratuity:**

The Group participates in the Employees' Group Gratuity-Scheme of Life Insurance Corporation Limited, a funded defined benefit plan for qualifying employees. Gratuity is payable to all eligible employees on death or on separation / termination in terms of the provisions of the Payment of Gratuity (Amendment) Act, 1997, or as per the Group's scheme whichever is more beneficial to the employees.

The liability for the Defined Benefit Plan is provided on the basis of a valuation, using the Projected Unit Credit Method, as at the Balance Sheet date, carried out by an independent actuary.

**Provident Fund:**

The Group makes Provident Fund contribution to the Government administered Provident fund, The Group has no part to play in this respect.

**c) Amounts Recognised as Expense:****i) Defined Contribution Plan**

Employer's Contribution to Provident Fund including contribution to Family Pension Fund amounting to ₹ 24.89 lakhs (pr yr ₹17.51 Lakhs) has been included under Contribution to Provident and Other Funds.

**ii) Defined Benefit Plan**

Gratuity cost amounting to ₹13.96 (pr yr ₹ 24.40) Lakhs has been included in Note 30 under Contribution to Provident and Other Funds.

**Note 40****TAX RECONCILIATIONS**

(₹ in lakhs)

	Period ended March 31,2024	Period ended March 31,2023
<b>Tax expenses recognised in the Statement of Profit and Loss</b>		
<b>Current Tax :</b>		
Current tax on profits for the year	17.88	106.35
Deferred tax (Net)	25.05	80.45
<b>Total income tax expenses</b>	<b>42.93</b>	<b>186.80</b>

Reconciliation of tax expenses and the accounting profit

The reconciliation between estimated income tax at statutory income tax rate into income tax expenses reported in Statement of Profit and Loss is given below :

(₹ in lakhs)

	Period ended March 31,2024	Period ended March 31,2023
Profit before income tax	135.44	512.40
Indian statutory income tax rate	26.00%	27.82%
Expected income tax expenses	35.21	142.55
<b>Tax effect of adjustment to reconcile expected income tax</b>		
<b>Expenses to reported Income tax Expenses</b>		
Tax impact of income not subject to tax	-	-
Tax effects of amounts which are not deductible for taxable income	-	-
Tax impact due to 43B of the Income tax Act,1961	5.74	0.76
MAT credit adjustments	(16.41)	-
Others	28.55	(44.66)
	17.88	(43.90)
<b>Total income tax expenses</b>	<b>53.09</b>	<b>98.65</b>
<b>Effective rate of tax (%)</b>	<b>39.20</b>	<b>19.25</b>

**Deferred Tax Liabilities**

(₹ in lakhs)

	Period ended March 31,2024	Period ended March 31,2023
Property Plant and Equipment	27.27	78.29
Others	-	-
<b>Total deferred tax liabilities</b>	<b>27.27</b>	<b>78.29</b>

**Deferred Tax Assets**

(₹ in lakhs)

	Period ended March 31,2024	Period ended March 31,2023
Provisions		
Others	2.23	0.11
<b>Total deferred tax Assets</b>	<b>2.23</b>	<b>0.11</b>

**Net Deferred tax (Liabilities)/Assets**

25.04

78.18

**Movement in Deferred tax Liabilities /Assets**

	Property, plant and equipment	Other deferred tax liability	Provisions	Other Deferred Tax Assets	Deferred Tax Liabilities/Asset (Net)
As at 31st March, 2022	133.89	6.94	8.21	5.91	143.13
(Charged)/Credited to profit and Loss account	78.29	-	0	0.11	78.18
As at 31st March, 2023	212.18	6.94	8.21	6.02	221.31
(Charged)/Credited to profit and Loss account	27.27	-	0	2.23	25.04
As at 31st March, 2024	239.45	6.94	8.21	8.25	246.35

The company offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

Significant management judgment is required in determining provision for income tax, deferred income tax assets and liabilities and recoverability of deferred income tax assets. The recoverability of deferred income tax assets is based on estimates of taxable income in which the relevant entity operates and the period over which deferred income tax assets will be recovered.

Tax Credits carried forward	As at March 31,2024	Expiry date	As at March 31,2023	Expiry date
2022-23	50.82	31.03.2038	53.13	31.03.2038
2023-24	14.10	31.03.2039		

**Note 41**

There are no Micro, Small and Medium Enterprises, to whom the Parent and Subsidiary owes dues (principal and/or interest), which are outstanding for more than 45 days as at the balance sheet date. During the year, there have been no payments made to Micro, Small and Medium Enterprises beyond 45 days. There were no amounts on account of interest due that were payable for the period where the principal has been paid but interest under the MSMED Act, 2006 not paid. Further, there were no amounts towards interest accrued that were remaining unpaid at the end of accounting year. Accordingly, there were no amounts due to further interest due and payable in the succeeding year.

The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the parent and subsidiary.

**Information relating to the Micro, Small and Medium Enterprises**

As at 31.03.2023

As at 31.03.2022

(a) The principal amount and the interest due thereon remaining unpaid to any supplier at the end of each accounting year;	-	-
(i) Principal amount (ii) Interest	-	-
(b) The amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006 (27 of 2006), along with the amount of the payment made to the supplier beyond the appointed day during each accounting year;	-	-
(c) The amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006;	-	-
(d) The amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-
(e) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	-

**Note 42****SEGMENT INFORMATION**

The Company operates in three primary business segments viz. Manufacturing of Fabrics & Woven Sacks etc., Consignment Stockist and financing Activities.

As per Ind AS 108 "Operating Segment", the segments details are as under

**Primary:**

Particular	(₹ in Lakhs)	
	Year Ended 31.03.2024	Year Ended 31.03.2023
<b>Segment Revenue</b>		
Manufacturing	9,913.36	8,735.61
Trading	910.97	698.15
Finance	94.53	106.16
<b>Total</b>	<b>10,918.86</b>	<b>9,539.92</b>
Other Income	232.81	181.70
<b>Total Revenue</b>	<b>11,151.67</b>	<b>9,721.62</b>
<b>Segment results</b>		
Manufacturing	-216.16	204.22
Trading	55.17	67.42
Finance	63.62	59.06
<b>Total Segment Results</b>	<b>(97.37)</b>	<b>330.70</b>
Other Income	232.81	181.70
Profit before tax	135.44	512.40
Provision for tax	42.93	136.34
Profit after tax	<b>92.51</b>	<b>376.06</b>
<b>Segment Assets</b>		
Manufacturing	12,397.05	11,773.15
Trading	-	-
Finance & Investment	752.49	842.70
<b>Total</b>	<b>13,149.54</b>	<b>12,615.85</b>
<b>Segment Liabilities</b>		
Manufacturing	3,955.83	3,420.48
Trading	187.35	155.09
Finance & Investment	299.69	282.10
<b>Total</b>	<b>4,442.87</b>	<b>3,857.67</b>
<b>Capital employed</b>	<b>8,706.67</b>	<b>8,758.18</b>

**Secondary :****GEOGRAPHICAL INFORMATION**

	March 31,2024	₹ in lakhs March 31,2023
Non Current Assets – Within India	5,404.45	5,044.56
– Outside India		
Revenue from external customers – Within India	3,328.11	2,876.50
– Outside India	7,439.32	6,466.15

**Note 43**

The Group has elected not to apply the Indian Accounting Standard (Ind AS) 116- Leases to account for those leases where underlying assets is of low value.

**Note 44**

Balances of banks, sundry debtors and trade payables, current liabilities etc. as on 31.03.2024 are subject to confirmation and reconciliation.

**Note 45**

In the opinion of the Management, there is no impairment of assets in accordance with the Ind AS -36 as on the Balance Sheet date.

**Note 46**

There are no amounts due to be credited to Investor Education and Protection Fund in accordance with Section 125 of the Companies Act, 2013 as at the year end.

**Note 47**

There are no significant subsequent events that would require adjustments or disclosures in the financial statements as on the balance sheet date.

**Note 48**

The financial statements were authorised for issue by the Board of Directors on May 03,2024.

**Note 49**

All amounts disclosed in the financial statements and notes have been rounded off to the nearest lakhs and decimal thereof as per the requirements of Schedule III to the Companies Act,2013, unless otherwise stated.

**Note 50**

Previous year's figures have been reclassified/regrouped wherever necessary to conform with the current Financial Statements.

**Note 51**

No proceeding has been initiated or pending against the Parent and Subsidiary for holding any benami property under the Benami Transactions (Prohibition) Act,1988 and rules made thereunder.

**Note 52**

The Group has borrowings from banks on the basis of security of current assets and the quarterly returns or statements of current assets filed by the Group with banks or financial institutions are in agreement with the books of accounts.

**Note 53**

The Parent and Subsidiary are not declared wilful defaulters by any bank or financial institution or other lender.

**Note 54**

The Group has no transaction with companies struck off under section 248 of the Companies Act 2013 or section 560 of Companies Act,1956.

**Note 55**

There is no charges or satisfaction yet to be registered with ROC beyond the statutory period.

**Note 56**

The Group has complied with the number of layers, wherever applicable, prescribed under clause (87) of section 2 of the Companies Act,2013 read with the Companies (Restriction on number of Layers) Rules,2017.

**Note 57**

Dividend on equity shares:

Dividend on equity shares declared and paid during the year:

Particulars	(₹ in lakhs)	
	As at March 31, 2024 (₹)	As at March 31,
Final dividend of ₹ 0.50 per share for the year 2022-23 (2021-22- ₹ NIL)	128.98	0.00
<b>Total</b>	<b>128.98</b>	<b>0.00</b>

**Note:**

The Group declares and pays dividend in Indian rupees. Companies are required to pay/distribute dividend after deducting applicable withholding income taxes. The remittance of dividends outside India is governed by Indian law on foreign exchange and is also subject to withholding tax at applicable rates.

**Note 58**

No Scheme of Arrangement has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act,2013.

**Note 59**

Utilisation of Borrowed funds and share premium :

(a) The Group has not advanced or loaned or invested funds (either borrowed funds or share premium or any other source or kind of funds) to any other person(s) or entity(ies), including foreign entities (intermediaries) with the understanding ( whether recorded in writing or otherwise) the the Intermediary (i) 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 (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

(b) The Group has not received any fund from any other person(s) or entity(ies), including foreign entities (intermediaries) with the understanding ( whether recorded in writing or otherwise) that the Company shall (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party (ultimate Beneficiaries ) or (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

**Note 60**

There is no transaction not recorded in the books of account that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act,1961. Further there is no previously unrecorded income and related assets requiring recording in the books of account during the year .

**Note 61**

The Group has used the borrowings from banks and financial institutions for the specific purpose for which it was taken at the balance sheet date.

**Note 62**

No Scheme of Arrangement has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act,2013.

**Note 63****Corporate Social Responsibility (CSR)**

	(₹ in lakhs)	
	As at 31.03.2024	As at 31.03.2023
(i) amount required to be spent by the company during the year	7.25	4.91
(ii) amount of expenditure incurred	7.25	4.91
(iii) shortfall at the end of the year	-	-
(iv) total of previous years shortfall	-	-
(v) reasons for shortfall	Not applicable	Not applicable
(vi) nature of CSR activities		
(a) Construction/acquisition of any asset	-	-
(b) On purposes other than (a) above		
Health	-	0.66
Education	7.25	4.25
	7.25	4.91
(vii) Details of related party transactions: Out of (i) above, ₹ 7.25 lakhs (Previous Year ₹ 4.25) contributed to Sat Foundation (formerly known as Taha Charitable Trust) which is related party.		
(viii) The Company does not carry any provisions for corporate social responsibility expenses for the current year and the previous year.		

**Note 64**

The Group has done an assessment to identify Core Investment Company (CIC) [including CICs in the Group] as per the necessary guidelines of Reserve Bank of India [including Core Investment Companies (Reserve Bank) Directions, 2016]. The Group is not a CIC and no entities have been identified as CIC in the Group, of which Parent and subsidiary is a part.

**Note 65**

Revenue from contract with customers differ from the revenue as per contracted price due to factors such as taxes recovered, volume rebate, discounts, etc.

**Note 66**

The Group has assets ( equipment etc.) with a lease term of 12 months or less. The Group applies the 'short term lease' recognition exemption for these leases. The Group also has certain leases of assets of low value. The Company applies 'low values lease' recognition exemption for these leases.

**Note 67**

The Group has neither long-term contracts nor derivatives as at March 31, 2024.

**Note 68**

The Group has not traded or invested in Crypto currency or Virtual Currency during the financial year.

**Note 69**

The Parliament of India has approved the Code on Social Security, 2020 (the Code) which may impact the contributions by the company towards provident fund, gratuity and ESIC. The Ministry of Labour and Employment has released draft rules for the Code on November 13, 2020. Final rules are yet to be notified. The Group will assess the impact of the Code when it comes into effect and will record related impact, if any.

**Note 70**

The company considered in the consolidated financial statement is :			
Name	Country of incorporation	% of ownership interest as at 31/03/2024	% of ownership interest as at 31/03/2023
Subsidiary :			
Fibcorp Polyweave Private Limited	India	51.01	51.01

**Note 71**

Maintenance of Books of account under Section 128 of the Companies Act, 2013 The Company has defined process to take daily back-up of books of account maintained electronically and complied with the provisions of The Companies (Accounts) Rules, 2014 (as amended).

**Note 72****Offsetting financial assets and liabilities**

The Group has not offset any financial asset and financial liability. It offsets a financial asset and a financial liability when it currently has a legal enforceable right to set-off the recognised amounts and it intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

**Collateral against borrowings**

The Group has hypothecated/mortgaged assets as collateral against a number of its sanctioned line of credit (Refer Note 17 and 19 for further information on assets hypothecated/mortgaged as security). In case of default as per borrowing arrangement, such collateral can be adjusted against the amounts due.

**Note 73**

During the financial year 2022-2023, the Parent Company raised ₹ 6630 lakhs by way of the initial public offer. Details of amount utilised out of the un-utilised amount during the year are as under :

(₹ in lakhs)

Nature of the fund raised	Purpose for which funds were raised	opening un-utilized balance	Amount utilized for the purpose during the year	Unutilized balance as at Balance sheet date	Remark
<i>Initial Public Offer</i>	Setting up of a new manufacturing facility to manufacture new variant of Flexible Intermediate Bulk Containers (FIBC)	405.02	0	405.02	Project is over. No further amount is to be incurred.
	General corporate purposes	1250.47	579.32	671.15	-
	Issue related expenses	10.01	0	10.01	No amount is outstanding and payable.

Pending utilisation, the Parent Company has temporarily invested the unutilised amount as on March 31,2024, in fixed deposits with the scheduled commercial bank.

Note 74

Additional information, as required under schedule III to the Companies Act, 2013, of enterprises controlled as subsidiary (after elimination) for the year ended March 31, 2024.

Name of the enterprises	Net assets (i.e. total assets minus total liabilities)		Share in profit or Loss		Share in Other comprehensive income		Share in Total comprehensive income	
	As % of consolidated net assets	Amount ( ₹ In lakhs)	As % of consolidated profit or loss	Amount ( ₹ In lakhs)	As % of consolidated Other comprehensive income	Amount ( ₹ In lakhs)	As % of consolidated total Comprehensive income	Amount ( ₹ In lakhs)
<b>Parent</b>								
Sah Polymers Limited	90.24	11865.92	62.15	84.18	-	-	62.15	84.18
<b>Subsidiary</b>								
<b>Indian</b>								
Fibcorp Polyweave Private Limited	9.76	1283.62	37.85	51.26	-	-	37.85	51.26
<b>Total</b>	<b>100.00</b>	<b>13149.54</b>	<b>100</b>	<b>135.44</b>	<b>-</b>	<b>-</b>	<b>100.00</b>	<b>135.44</b>

for and on behalf of  
H.R. JAIN & CO.,  
Chartered Accountants  
FRN : 000262C

Manoj Jain  
Partner  
M.No. 400459  
Udaipur, May 3, 2024



for and on behalf of the Board

HAKIM SADIQ ALI TIDIWALA  
Wholetime Director  
DIN : 00119156

LALIT KUMAR BOLIA  
Chief Financial Officer

MURTAZA ALI MOTI  
Wholetime Director  
DIN : 07876224

RUNEI SAXENA  
Company Secretary  
M.No. 28022