12th

ANNUAL REPORT

2021-22

GALA GLOBAL PRODUCTS LIMITED

Registered Office Address:

B-1, Laxmi Co. Op. Estate, B/h Old Navneet Press, Ajod dairy Road,

Sukhramnagar, Ahmedabad, Gujarat (India) – 380021

CONTENT

03 Corporate Information

05 Director's Report

16 Annexure A Particulars of Employees

18 Annexure B Particulars of Corporate Governance

44 Annexure C Particulars of Secretarial Audit Report

48 Management Discussion and Analysis Report

51 Auditors Report

61 Financial Statement

01 COMPANY INFORMATION

Board of Directors:

Ms, Neha Vishal Gala- (Managing Director and CFO)
(w.e.f. 19th July, 2022)
Vyomesh Yagnesh bhai Vaishnav –(Non-Executive Independent Director)
(w.e.f 25th July,2022)
Upto 29th July, 2022)
Mr. Umang Selani – (Additional Non-Executive Independent Director)
(w.e.f 03rd September, 2022)
Mr. Vipul Maru – (Additional Non-Executive Independent Director)
(W.e.f 03rd September, 2022)
Ms. Avani N. Shah-(Chairman & Managing Director & CFO)
(Upto 18th July, 2022)
Mr. Vishal M. Gala- Executive Director
Mr. Maulik R. Vyas
(Upto 31st May, 2021)
Ms. Stuti Kinariwala- Non-Executive Independent Director
(App. W.e.f. 01st June, 2021) (Upto 29th July, 2022)
Mr. Smit Champaneri - Non-Executive Independent Director
(Upto 15th August, 2022)
Mr. Mahipalsinh B. Jhala- Non-Executive Independent Director
(Upto 15th August, 2022)
Mrs. Yesha Bhatt - Non-Executive Independent Director
(Upto 29th July, 2022)

Company Secretary:

CS Parth Joshi
(Upto 19th August, 2022)

Committees of Board of Directors;

Audit Committee
Maulikkumar Rajulkumar Vyas – Chairman – (Upto 31st, May, 2021)
Stuti Kinariwala - Chairman (App. W.e.f. 01st June,2021) (Upto 29th July, 2022)
Vishal Gala - Member
Smit Champaneri - Member (Upto 15th August, 2022)

Stakeholders Relationship Committee
Maulikkumar Rajulkumar Vyas – Chairman – (Upto 31st, May, 2021)
Stuti Kinariwala - Chairman (App. W.e.f. 01st June,2021) (Upto 29th July, 2022)
Smit Champaneri - Member (Upto 15th August, 2022)
Mahipalsinh B. Jhala - Member (Upto 15th August, 2022)

Nomination and Remuneration Committee
Maulikkumar Rajulkumar Vyas – Chairman – (Upto 31st, May, 2021)

StutiKinariwala - Chairman (App. W.e.f. 01st June,2021) (Upto 29th July, 2022)
Smit Champaneri - Member (Upto 15th August, 2022)
Mahipalsinh B. Jhala - Member (Upto 15th August, 2022)

Auditors:

Statutory Auditors

H. K. Shah & Co.,
Chartered Accountants,
404, 'SARAP',
Opp. Navjivan Press,
Income Tax, AHMEDABAD – 380014
(w.e.f 30th July,2022)

M/s Shah Karia& Associates
Chartered Accountants
405, Scarlet Business Hub,Opp. Ankur School,
Nr. Mahalaxmi Cross Road, Fatehpura,Paldi
Ahmedabad- 380007
(Upto 29th July, 2022)

Secretarial Auditor:

M/s KGS AND COMPANY
Company Secretary
309, Aabhushan Complex,Opp. Bharat Krishna Bakery,
Nr.Stadium Golden Triangle,
Navrangpura, Ahmedabad-380014

Bankers:

Kotak Mahindra Bank

Registered Office:

Gala Global Products Limited
B-1 Laxmi Com. Co. Op. Estate,
B/H Old Navneet Press,
Sukhramnagar,
Ahmedabad-380021
CIN: **L22219GJ2010PLC063243**

Registrar & Transfer Agent
KFin Technologies Pvt. Ltd.
Selenium, Tower B, Plot No. 31-32, Financial District,
Nanakramguda,Serilingampally, Hyderabad,Rangareddi TG-500032

REPORT OF BOARD OF DIRECTORS

Dear Shareholders,

Your Directors have pleasure in presenting the 12th Annual report of your Company along with the audited financial statements, for the financial year ended March 31, 2022.

Financial Results: **(Amount in Rs.)**

Particulars	Standalone	
	F.Y. 2021-22	**F.Y. 2020-21**
Revenue from operations	1033860807	1048228359
Other Income	3697503	2122687
Total Income	1037558310	1050351046
Operating expenditure before Finance cost, depreciation and amortization	1005864600	1001657938
Earnings before Finance cost, depreciation and amortization (EBITDA)	31693710	48693108
Less: Finance costs	11303291	9150644
Depreciation and amortization expense	3027091	6751871
Profit before tax	17363327	32790593
Less: Tax expense	4253518	9576640
Profit for the year (PAT)	13109809	23213953

YEAR AT A GLANCE:

Financial Performance:

The total income of the Company for the year ended March 31, 2022 was Rs. 1037558310 as against the total income of Rs. 1050351046 for the previous year ended March 31, 2021.

The Company has earned a Net Profit after Tax of Rs. 13109809 for the year under review as compared to Net Profit of Rs. 23213953 in the previous year.

Dividend:

With a view to conserve the resources of company for future growth, the Board of Directors do not recommend any Dividend for the Financial Year 2021-22 (Previous Year Nil).

Pursuant to the provisions of Sections 124 and 125 of the Act, there is no amount of Dividend remaining unclaimed/unpaid for a period of 7 (seven) years and/or unclaimed Equity Shares which are required to be transferred to the Investor Education and Protection Fund (IEPF).

Amount transferred to Reserve:

During the year, the Company has not apportioned any amount to other reserve. The profit earned during the year has been carried to the balance sheet of the Company.

Change in Nature of Business:

During the year, your Company has not changed its business or object and continues to be in the same line of business as per main object of the Company.

SHARE CAPITAL:

Authorized Capital

The authorized share capital of the company at the end of the financial year is Rs.30, 30,00,000/- divided into 6,06,00,000 equity shares of Rs.5 each.

Issued, Subscribed & Paid-up Capital

The present Issue, Subscribed & Paid-up Capital of the Company is Rs. 27,29,40,415/- divided into 5,45,88,083 equity shares of Rs. 5 each.

BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

Constitution of Board:

The Constitution of the Board of Directors and other disclosure related to the Board of Directors are given in the Report on Corporate Governance.

Board Meeting

Regular meetings of the Board are held at least once in a quarter, inter-alia, to review the quarterly results of the Company. Additional Board meetings are convened, as and when required, to discuss and decide on various business policies, strategies and other businesses. The Board meetings are generally held at registered office of the Company.

During the year under review, Board of Directors of the Company met 9(Nine) times, viz 28th May, 2021, 24th June, 2021, 14th August, 2021, 7th September, 2021, 11th November, 2021, 23rd November, 2021, 30th November, 2021, 14th February, 2022, and 31st March, 2022.The details of attendance of each Director at the Board Meetings and Annual General Meeting are given in the Report on Corporate Governance.

Independent Directors

In terms of Section 149 of the Companies Act, 2013 and rules made there under and Listing Regulations, the Company has three Non-Promoter Non-Executive Independent Directors. In the opinion of the Board of Directors, all three Independent Directors of the Company meet all the criteria mandated by Section 149 of the Companies Act, 2013 and rules made there under and Listing Regulations and they are Independent of Management.

A separate meeting of Independent Directors was held on 1ST March, 2022 to review the performance of Non-Independent Directors and Board as whole and performance of

Chairperson of the Company including assessment of quality, quantity and timeliness of flow of information between Company management and Board that is necessary for the board of directors to effectively and reasonably perform their duties.

The terms and conditions of appointment of Independent Directors and Code for Independent Director are incorporated on the website of the Company at http://galaglobalhub.com/.

The Company has received a declaration from the Independent Directors of the Company under Section 149(7) of Companies Act, 2013 and 16(1) (b) of Listing Regulations confirming that they meet criteria of Independence as per relevant provisions of Companies Act, 2013 for financial year 2021-22. The Board of Directors of the Company has taken on record the said declarations and confirmation as submitted by the Independent Directors after undertaking due assessment of the veracity of the same. In the opinion of the Board, they fulfill the conditions for re-appointment as Independent Directors and are independent of the Management.

None of Independent Directors have resigned during the year.

The relevant details, as required under Regulation 36 (3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") and Secretarial Standards-2 issued by ICSI, of the person seeking re-appointment as Director and revision in Remuneration is annexed to the Notice convening the annual general meeting.

Key Managerial Personnel

In accordance with Section 203 of the Companies Act, 2013, the Company has Ms. Avniben Nirav Shah who is acting as Chairman and Managing Director, Chief Financial Officer of the Company. (Resigned on 18th July, 2022).

The Company has appointed Mrs. Neha Vishal Gala as a Managing Director and chief Financial Officer of the Company. (W.e.f.19th July, 2022).

The Board of Directors has appointed Mr. Parth Ajit Joshi as Company Secretary and Compliance officer of the Company (w.e .f. April 01, 2019.) (Resigned w.e.f. August 19, 2022).

Performance Evaluation

In terms of the requirement of the Act and the Listing Regulations, an annual performance evaluation of the Board is undertaken where the Board formally assesses its own performance with the aim to improve the effectiveness of the Board and the Committees. During the year under review, the Board has carried out an annual evaluation of its own performance, performance of the Directors, as well as the evaluation of the working of its committees. The exercise was led by the Chairman of the NRC along with the Chairman of Board.

The NRC has defined the evaluation criteria, procedure and time schedule for the

Performance Evaluation process for the Board, its Committees and Directors. The criteria for Evaluation of Board, Individual Directors and Committees include, inter alia, the following:

Board Evaluation	**Evaluation of Individual Directors**	**Committee Evaluation**
• Board Structure - qualifications, experience and competencies • Board Diversity • Meetings – regularity, frequency, agenda, discussion and recording of minutes • Functions – strategy, governance, compliances, evaluation of risks, stakeholder value and responsibility, conflict of interest • Independence of management from the Board, access of Board and management to each other	• Professional qualifications and experience • Knowledge, skills and competencies • Fulfillment of functions, ability to function as a team • Attendance • Commitment, contribution, integrity and independence • In addition to the above, the Chairman of the Board Meetings is also evaluated on key aspects of his role, including effectiveness of leadership and ability to steer Meetings, impartiality and ability to keep shareholders' interests in mind	• Mandate and composition • Effectiveness of the Committee • Structure of the Committee • Meetings – regularity, frequency, agenda, discussion and dissent, recording of minutes • Independence of the Committee from the Board and contribution to decisions of the Board

Directors' Responsibility Statement:

Pursuant to section 134(5) of the Companies Act, 2013, the board of directors, to the best of their knowledge and ability, confirm that:

a) In preparation of annual accounts for the year ended March 31, 2021, the applicable accounting standards have been followed and that no material departures have been made from the same;

b) The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for that year;

c) The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

d) The Directors had prepared the annual accounts for the year ended March 31, 2021 on going concern basis.
e) The Directors had laid down the internal financial controls to be followed by the Company and that such Internal Financial Controls are adequate and were operating effectively; and
f) The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

COMMITTEES OF BOARD:

There are currently three Committees of the Board, as follows:

1. Audit Committee
2. Nomination and Remuneration Committee
3 Stakeholder's Relationship Committee

Details of all the Committees along with their composition and meetings held during the year are provided in the "Report on Corporate Governance", a part of this Annual Report.

Audit Committee

The Company has formed Audit Committee in line with the provisions Section 177 of the Companies Act, 2013 and Regulation 18 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

As at March 31, 2022, the Audit Committee comprised Mr. Maulik kumar Rajulkumar Vyas (Non-Executive - Independent Director) as Chairman (Resigned w.e.f. 31st May, 2021) Stutiben Kinariwala (Non-Executive - Independent Director) as Chairman (Appointed W.e.f 01st June, 2021, Reasigned w,e,f 29th July, 2022) and Smit N Champaneri (Non-Executive - Independent Director, Resigned w.e.f 15th August, 2022) and Vishal Mulchandbhai Gala (Executive Director), as Members.

Recommendations of Audit Committee, wherever/whenever given, have been accepted by the Board of Directors.

Vigil Mechanism

The Company has established a vigil mechanism for directors and employees to report concerns about unethical behavior, actual or suspected fraud or violation of the Company's Code of Conduct or ethic policy. The said mechanism also provides for adequate safeguards against victimization of director(s)/Employee(s) who avail of the mechanism and also provide for direct access to the Chairman of the Audit Committee in exceptional cases. The details of establishment of such mechanism have been disclosed in the Board's Report. Further, the Policy on Vigil Mechanism is available on the website of the Company at http://galaglobalhub.com/.

Nomination and Remuneration Policy

Nomination and Remuneration Policy in the Company is designed to create a high-performance culture. It enables the Company to attract motivated and retained manpower in competitive market, and to harmonize the aspirations of human resources consistent with the goals of the Company. The Company pays remuneration by way of salary to its Executive Directors and Key Managerial Personnel.

The Nomination and Remuneration Policy, as adopted by the Board of Directors, is placed on the website of the Company at http://galaglobalhub.com/.

Remuneration of Directors

The details of remuneration/sitting fees paid during the financial year 2021-22 to Executive Directors/Directors of the Company is provided in Form MGT-7 and Report on Corporate Governance which are the part of this report.

PARTICULARS OF EMPLOYEES

The statement containing particulars of employees as required under Section 197 (12) of the Companies Act, 2013 read with Rule 5 (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 forms part of this Report as Annexure - A.

The statement containing employees in terms of remuneration drawn and the particulars of employees as required under Section 197(12) of the Act read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is provided in a separate annexure forming part of this report. Further, the report and the accounts are being sent to members excluding this annexure. In terms of Section 136 of the Act, the said annexure will be for inspection. Any shareholder interested in obtaining a copy of the same may write to Company Secretary.

INFORMATION ON SUBSIDIARY, ASSOCIATE AND JOINT VENTURE COMPANIES

The Company have no any Subsidiary/Joint Ventures/Associate Companies. Hence provisions of Section 129 (3) of the Companies Act, 2013, a statement containing salient features of the financial statements of the subsidiary companies in Form AOC 1 is not required to be annexed to this Report.

PUBLIC DEPOSITS

The Company has not accepted any deposits from Shareholders and Public falling within the ambit of Section 73 of the Companies Act, 2013 and rules made there under. There were no deposits, which were claimed and remained unpaid by the Company as on March 31, 2021.

PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS

Details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes to the Financial Statement for the year ended on March 31, 2020.

ANNUAL RETURN

The Annual Return of the company in Form MGT 7 as on March 31, 2022 is available on the company's website and can be accessed at http://galaglobalhub.com/.

TRANSACTIONS WITH RELATED PARTIES

All Related Party Transactions are placed before the Audit Committee for review and approval. Prior omnibus approval is obtained for Related Party Transactions on a quarterly basis for transactions which are of repetitive nature and/or entered in the Ordinary Course of Business and are at Arm's Length. All Related Party Transactions are subjected to independent review by a reputed accounting firm to establish compliance with the requirements of Related Party Transactions under the Companies Act, 2013, and Listing Regulations. There was no contracts, arrangements or transactions which was executed not in ordinary course of business and/or at arm's length basis. Further, there were no related party transactions with the Company's Promoters, Directors, Management or their relatives, which could have had a potential conflict with the interests of the Company.

All related party transactions that were entered into during the financial year were on an arm's length basis and were in the ordinary course of business. There were no any materially significant related party transactions i.e. transactions exceeding 10% of the annual consolidated turnover as per the last audited financial statement made by the Company which may have a potential conflict with the interest of the Company at large and thus disclosure in Form AOC-2 is not required. The Board has formulated Policy on Related Party Transactions.

Members may refer to the notes to the accounts for details of related party transactions entered as per Indian Accounting Standard – 24. The Board of Directors of the Company has, on the recommendation of the Audit Committee, adopted a policy to regulate transactions Company and its Related Parties, in compliance with the applicable provisions of the Companies Act 2013, the Rules there under and the SEBI LODR Regulations.

In line with the requirements of the Companies Act, 2013 and the Listing Regulations, your Company has formulated a Policy on Related Party Transactions. The Policy on Materiality of and dealing with Related Party Transactions as approved by the Board is uploaded on the Company's website www.galaglobalhub.com.The Policy intends to ensure that proper reporting, approval and disclosure processes are in place for all transactions between the Company and Related Parties.

INTERNAL FINANCIAL CONTROL (IFC) SYSTEMS AND THEIR ADEQUACY

Though the various risks associated with the business cannot be eliminated completely, all efforts are made to minimize the impact of such risks on the operations of the Company. Necessary internal control systems are also put in place by the Company on various activities across the board to ensure that business operations are directed towards attaining the stated organizational objectives with optimum utilization of the resources. Apart from these internal control procedures, a well-defined and established system of internal audit is in operation to independently review and strengthen these control measures, which is carried out by a reputed firm of Chartered Accountants. The audit is based on an internal audit plan, which is reviewed each year in consultation with the statutory auditor of the Company and the audit committee. The conduct of internal audit is oriented towards the review of internal controls and risks in its operations.

M/s. Shah Karia & Associates.,Chartered Accountants (FRN:131546W) (Upto 29th July, 2022) ,the statutory auditors of the Company has audited the financial statements included in this annual report and has issued an report annexed to the Audit Report of the Company on our internal control over financial reporting (as defined in section 143 of Companies Act, 2013).

The audit committee reviews reports submitted by the management and audit reports submitted by internal auditors and statutory auditor. Suggestions for improvement are considered and the audit committee follows up on corrective action. The audit committee also meets the statutory auditors of the Company to ascertain, inter alia, their views on the adequacy of internal control systems and keeps the board of directors informed of its major-observations periodically. Based on its evaluation (as defined in section 177 of Companies Act 2013), our audit committee has concluded that, as of 31stMarch, 2022, our internal financial controls were adequate and operating effectively.

MATERIAL CHANGES AND COMMITMENT

There are no material changes and commitments, affecting the financial position of the Company, have occurred between the ends of financial year of the Company i.e. 31stMarch, 2022 to the date of this Report.

SEXUAL HARASSMENT OF WOMEN AT WORKPLACE

To foster a positive workplace environment, free from harassment of any nature, we have institutionalized the Anti-Sexual Harassment Initiative (ASHI) framework, through which we address complaints of sexual harassment at the all workplaces of the Company. Our policy assures discretion and guarantees non-retaliation to complainants. We follow a gender-neutral approach in handling complaints of sexual harassment and we are compliant with the law of the land where we operate. The Company has setup an Internal Complaints Committee (ICC) for redressal of Complaints.

During the financial year 2021-2022, the Company has received nil complaints on sexual harassment, out of which nil complaints have been disposed of and nil complaints remained pending as of March 31, 2022.

CORPORATE SOCIAL RESPONSIBILITY

Pursuant to Section 135 of Companies Act, 2013, the Company does not require to constitute Corporate Social Responsibility Committee (“the CSR Committee”).

RISK MANAGEMENT

Business risk evaluation and management is an ongoing process within the Company. During the year under review, the Management reviewed the risk management and minimization procedure adopted by the Company covering the business operations of the Company.

ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

A. Conservation of energy –

i.) The steps taken or impact on conservation of energy: Company ensures that the operations are conducted in the manner whereby optimum utilisation and maximum possible savings of energy is achieved.

ii.) The steps taken by the Company for utilizing alternate sources of energy: No alternate source has been adopted.

iii.) The capital investment on energy conservation equipment: No specific investment has been made in reduction in energy consumption.

B. Technology absorption –

i.) The effort made towards technology absorption: Not Applicable.

ii.) The benefit derived like product improvement, cost reduction, product development or import substitution: Not Applicable

iii.) in case of imported technology (imported during the last three years reckoned from the beginning of the financial year) -

a. The details of technology imported: Nil.

b. The year of import: Not Applicable.

c. Whether the technology has been fully absorbed: Not Applicable.

d. If not fully absorbed, areas where absorption has not taken place, and the reasons thereof: Not Applicable.

iv.) The expenditure incurred on Research and Development: Nil

C. Foreign Exchange Earnings & Expenditure:

i.) Details of Foreign Exchange Earnings: Nil

ii.) Details of Foreign Exchange Expenditure: Nil

CORPORATE GOVERNANCE

Your Company strives to incorporate the appropriate standards for corporate governance. As stipulated in Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Report on Corporate Governance and Certificate of the Practicing Company Secretary with regards to compliance with the conditions of Corporate Governance is annexed to the Board's Report as **Annexure – B**.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Management Discussion and Analysis Report for the year under review, as stipulated under Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, is presented in a separate section forming part of this Annual Report.

STATUTORY AUDITOR AND THEIR REPORT

M/s. Shah Karia& Associates#, Chartered Accountants (FRN: 131546W) were appointed as Statutory Auditors of your Company at the 9th Annual General Meeting for a term of five consecutive years.

(Resigned w.e.f 29th July, 2022).

The Compnay has appointed M/s. H K Shah & Co. (FRN: 109583W), Chartered Accountants, Ahmedabad as a Statutory Auditors of the Company for a term of five years. (w.e.f. 30th July,2022)

The Report given by the Auditors on the financial statement of the Company is part of this Annual Report. There has been no qualification, reservation, adverse remark or disclaimer given by the Auditors in their Report.

REPORTING OF FRAUD

The Auditors of the Company have not reported any fraud as specified under Section 143(12) of the Companies Act, 2013.

MAINTENANCE OF COST RECORD

Since the company is not falling under prescribed class of Companies, our Company is not required to maintain cost record.

SECRETARIAL AUDITOR AND THIEIR REPORT

The Company has appointed M/s. KGS & Company, Practicing Company Secretary, to conduct the secretarial audit of the Company for the financial year 2021-22, as required under Section 204 of the Companies Act, 2013 and Rules there under. The Secretarial Audit Report for the financial year 2021-22 is annexed to this report as an **Annexure – C**.

COMPLIANCE WITH THE PROVISIONS OF SECRETARIAL STANDARD 1 AND SECRETARIAL STANDARD 2

The applicable Secretarial Standards, i.e. SS-1 and SS-2, relating to 'Meetings of the Board of Directors' and 'General Meetings', respectively, have been duly complied by your Company.

GENERAL DISCLOSURE

Your Directors state that the Company has made disclosures in this report for the items prescribed in section 134 (3) of the Act and Rule 8 of The Companies (Accounts) Rules, 2014 and other applicable provisions of the act and listing regulations, to the extent the transactions took place on those items during the year. Your directors further state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review or they are not applicable to the Company;

(i) Details relating to deposits covered under Chapter V of the Act;

(ii) Issue of Equity Shares with differential rights as to dividend, voting or otherwise;

(iii) Issue of shares (including sweat equity shares) to employees of the Company under any scheme save and ESOS;

(iv) There is no revision in the Board Report or Financial Statement;

(v) No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future;

APPRECIATIONS AND ACKNOWLEDGEMENT

Your director's wish to place on record their sincere appreciation for significant contributions made by the employees at all levels through their dedication, hard work and commitment during the year under review.

The Board places on record its appreciation for the support and co-operation your Company has been receiving from its suppliers, distributors, retailers, business partners and others associated with it as its trading partners. Your Company looks upon them as partners in its progress and has shared with them the rewards of growth. It will be your Company's Endeavour to build and nurture strong links with the trade based on mutuality of benefits, respect for and co-operation with each other, consistent with consumer interests.

Your directors also take this opportunity to thank all Shareholders, Clients, Vendors, Banks, Government and Regulatory Authorities and Stock Exchanges, for their continued support.

Registered office:
B-1, laxmi com. Co.op. Estate, b/h old navneet press,sukhramnagar
ahmedabad gj 380021

For and on behalf of Board of Directors
GALA GLOBAL PRODUCTS LIMITED
CIN: L22219GJ2010PLC063243

Sd/-

Vishal Mulchand Gala
Managing Director
DIN 00692090

Sd/-

Avani Nirav Shah
Director
DIN 00611413

Date: 07/09/2022
Place: Ahmedabad

Annexure – A

PARTICULARS OF EMPLOYEES

Disclosures pertaining to remuneration and other details as required Under Section 197(12) of the Companies Act, 2013 read with Rules made there under.

A. Information as per Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

a) The ratio of remuneration of each director to the median remuneration of employees for the financial year and the Percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year:

Sr. No.	Name	Designation	Nature of Payment	Amount Paid	Ratio against median employee's remuneration	Percentage Increase
1.	Ms. Avani Shah (Resigned w.e.f. 18th July, 2022)	Chairman & Managing Director	Remuneration	10,97,600	414.95%	21.41%
2.	Vishal Gala	Executive Director	Remuneration	36,93,600	1396.38%	72.05%
3.	Maulikkumar R Vyas (Upto 21st May, 2021)	Non-Executive Independent Director	Sitting Fees	2,000	N.A.	0.039%
4.	Smit N. Champaneri (Resigned w.e.f 15th, August 2022)	Non-Executive Independent Director	Sitting Fees	20,000	N.A.	0.39%
5.	Mahipalsinh B. Jhala (Resigned w.e.f 15th, August 2022)	Non-Executive Independent Director	Sitting Fees	20,000	N.A.	0.39%

6.	Ms. Stuti Kinariwala (Appointed w.e.f.01st June, 2021)s	Non-Executive Independent Director	Sitting Fees	16,000	NA	0.312%
7	Yesha Bhatt (Resigned w.e.f 29th July 2022)	Non-Executive Independent Director	Sitting Fees	9,000	N.A.	0.176%
8	Parth Joshi (Resigned w.e.f 19th Augut, 2022)	Company Secretary	Remuneration	2,67,600	101.167%	5.22%
9	Mrs. Neha Vishal Gala (Appointed w.e.f.19th July, 2022)	Managing Director and CFO	Remuneration	5,61,600	N.A	N.A.

b) The percentage increase in the median remuneration of employees in the financial year:

The median remuneration of the employees in current financial year was increased by 41.33% over the previous financial year.

c) The number of permanent employees on the rolls of the Company: 16 Employees as on March 31, 2022.

d) Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:

The Average 18.78% increase was made in salary of employees whereas remuneration of Executive Directors was increased by 30.87%. Further, there were no exceptional circumstances in which the salary executive Directors was increased. It was as per the approval of the shareholders of the Company.

Annexure - B

REPORT ON CORPORATE GOVERNANCE

COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

Corporate Governance ensures fairness, transparency and integrity of the management. Corporate Governance is a way of life, rather than a mere legal compulsion. It further inspires and strengthens investor's confidence and commitment to the Company. Any good Corporate Governance provides an appropriate framework for the Board, its committees and senior management, to carry out the objectives that are in the interest of the Company and the stakeholders.

The Company maintains the highest levels of transparency, accountability and good management practices through the adoption and monitoring of corporate strategies, goals and procedures to comply with its legal and ethical responsibilities.

We believe that sound Corporate Governance is critical to enhancing and retaining investor trust. Accordingly, we always seek to ensure that we attain our performance goals with integrity. Our Board exercises its fiduciary responsibilities in the widest sense of the term.

In compliance with the disclosure requirements as mentioned in Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the details are set out in this report.

BOARD OF DIRECTORS

The "Board", being the trustee of the Company, responsible for the establishment of cultural, ethical and accountable growth of the Company, is constituted with a high level of integrated, knowledgeable and committed professionals. The Board provides strategic guidance and independent views to the Company's senior management while discharging its fiduciary responsibilities.

Constitution of Board

The Company has a balanced board with optimum combination of Executive and Non-Executive Directors, including independent Directors, which plays a crucial role in Board processes and provides independent judgment on issues of strategy and performance. As on 31st March, 2022, board comprises of 5 (Five) Directors out of which 2 (Two) Directors are Executive Directors, and remaining 3 (Three) are Non-Executive Independent Directors.

Independent Directors are non-executive directors as defined under Regulation 16(1)(b) of the SEBI Listing Regulations as amended from time to time. The maximum tenure of the Independent Directors is in compliance with the Companies Act, 2013. All Independent Directors have confirmed that they meet the criteria as mentioned under Regulation 16(1)(b) of the SEBI Listing Regulations as amended from time to time and Section 149 of the Companies Act, 2013. The present strength of the Board reflects judicious mix of professionalism, competence and sound knowledge which enables the Board to provide effective leadership to the Company.

None of the Directors is a director in more than ten Public Limited Companies. Further, none of the Directors on the Company's Board is a member of more than ten Committees and Chairman of more than five Committees (Committees being, Audit Committee and Stakeholders' Relationship Committee) across all the companies in which he/she is a Director. All the Directors have made necessary disclosures regarding Committee positions

held by them in other companies and do not hold the office of Director in more than ten public companies as on 31st March, 2022. None of the Director of the Company is serving as a Whole-Time Director in any Listed Company and is holding position of Independent Director in more than three Listed Company and none of the Director of the Company is holding position as Independent Director in more than seven Listed Company. None of the Directors is Director in more than seven listed companies.

The composition of the Board is in conformity with the Regulation 17 of the SEBI Listing Regulations.

As at 31st March, 2022, the Board comprised following Directors;

Name of Director	**Category Cum Designation**	**Date of Appointment in present role**	**Directorship in other Listed Companies excluding our Company**	**^Membership of Committee in other company**		**No. of Shares held as on March 31, 2022**	**Inter-se Relation between Directors**
				in which Director is Members	**in which Director is Chairman**		
Avani Nirav Shah (Resigned w.e.f. 18th July,2022)	Promotor Managing Director and CFO	9th January, 2018	1	1	0	639670 Equity Shares	Sister of Mr. Vishal Mulchandbhai Gala
Vishal Mulchandbhai Gala	Promoter Executive Director	14th December, 2010	1	1	0	32402288 Equity Shares	Brother of Ms. Avani Nirav Shah,
Maulik R. Vyas (Upto 31st May, 2021)	Non-Executive Independent Director	14th July, 2014	1	1	0	-	No Relation
Stutiben Kinariwala (Upto 29th July, 2022)	Non-Executive Independent Director	1St June, 2021	1	2	2	-	No Relation

Smit Nileshbhai Champaneri (Resigned w.e.f 15th August, 2022)	Non-Executive Independent Director	22nd June,2018	1	2	0	-	No Relation
Mahipalsinh Bharatsinh Jhala (Resigned w.e.f 15th August, 2022)	Non-Executive Independent Director	22nd June,2018	1	1	0	-	No Relation
Yesha Upendrabhai Bhatt (Resigned w.e.f 29th July, 2022)	Non-Executive Independent Director	17th April,2020	1	1	0	-	No Relation
Umang Selani (Appointed w.e.f 3rd September, 2022)	Non-Executive Independent Director	3rd September, 2022	0	0	0	-	No Relation
Vipul Maru (Appointed w.e.f 3rd September, 2022)	Non-Executive Independent Director	3rd September, 2022	0	0	0	-	No Relation
Vyomesh Yagneshbhai Vaishnav (Appointed w.e.f 25th July, 2022)	Non-Executive Independent Director	25th July, 2022	0	0	0	-	No Relation

^ Committee includes Audit Committee and Shareholders' Grievances Committee across all Public Companies excluding our Company.

~ excluding Section 8 Company, Struck off Company, Amalgamated Company and LLPs.

None of the Directors of the Company is disqualified for being appointed as Director as specified in Section 164 (2) of the Companies Act, 2013.

Board Meeting

Regular meetings of the Board are held at least once in a quarter, inter-alia, to review the quarterly results of the Company. Additional Board meetings are convened, as and when required, to discuss and decide on various business policies, strategies and other businesses. The Board meetings are generally held at registered office of the Company.

During the year under review, Board of Directors of the Company met 9(Nine) times, viz 28th May, 2021, 24th June, 2022, 14th August, 2021, 7th September, 2022, 11th November, 2021, 23rd November, 2021, 30th November, 2021, 14th February, 2021, and 31st March, 2022.

The details of attendance of each Director at the Board Meeting and Annual General Meeting are given below;

Name of Director	**Avani Nirav Shah** (Resigned w.e.f. 18th July,2022)	**Vishal Mulchandbhai Gala**	**Maulik R. Vyas** (Resigned w.e.f. 31st May, 2021)	**Smit Nileshbhai Champaneri** (Resigned w.e.f 15th August, 2022)	**Stutiben Kinariwala** (Appointed w.e.f 01st June, 2021)	**Mahipalsinh Bharatsinh Jhala** (Resigned w.e.f 15th August, 2022)	**Yesha Bhatt** (Resigned w.e.f 29th July, 2022)
No. of Board Meeting held	9	9	9	9	9	9	9
No. of Board Meeting eligible to attend	9	9	1	9	8	9	9
Number of Board Meeting attended	9	9	1	9	8	9	9
Presence at the previous AGM	Yes	Yes	NA	Yes	Yes	Yes	Yes

During the year, the Board of Directors accepted all recommendations of the Committees of the Board, which were statutory in nature and required to be recommended by the Committee and approved by the Board of Directors. Hence, the Company is in compliance of condition of clause 10(j) of schedule V of the SEBI Listing Regulations.

Independent Directors

In terms of Section 149 of the Companies Act, 2013 and rules made there under and Listing Regulations, the Company has three Non-Promoter Non-Executive Independent Directors. In the opinion of the Board of Directors, all three Independent Directors of the Company meet all the criteria mandated by Section 149 of the Companies Act, 2013 and rules made there under and Listing Regulations and they are Independent of Management.

A separate meeting of Independent Directors was held on 01ST March, 2022 to review the performance of Non-Independent Directors and Board as whole and performance of Chairperson of the Company including assessment of quality, quantity and timeliness of flow of information between Company management and Board that is necessary for the board of directors to effectively and reasonably perform their duties.

The terms and conditions of appointment of Independent Directors and Code for Independent Director are incorporated on the website of the Company at http://galaglobalhub.com/.

The Company has received a declaration from the Independent Directors of the Company under Section 149(7) of Companies Act, 2013 and 16(1)(b) of Listing Regulations confirming that they meet criteria of Independence as per relevant provisions of Companies Act, 2013 for financial year 2021-2022. The Board of Directors of the Company has taken on record the said declarations and confirmation as submitted by the Independent Directors after undertaking due assessment of the veracity of the same. In the opinion of the Board, they fulfill the conditions for re-appointment as Independent Directors and are independent of the Management.

None of Independent Directors have resigned during the year.

Code of conduct for the Board of Directors and senior management personnel:

In terms of Regulation 17(5) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board has adopted the Code of Conduct for the Board of Directors and Senior Management Personnel of the Company. The compliance of the said code has been affirmed by them annually. The Code of Conduct also includes the duties of Independent Directors. A copy of the Code has been put up on the Company's website and same may be accessed at http://galaglobalhub.com/.

A declaration signed by the Chairman and Managing Director of the Company is attached with this report.

Familiarization Programmer for Board Members

The Company has formulated a policy to familiarize the Independent Directors with the Company, their roles, rights, responsibilities in the Company, nature of the industry in which the Company operates, business model of the Company, etc., through various programmes. The details of such familiarization programmes are disclosed on the website of the Company and the web link for the same is http://galaglobalhub.com/.

Skills/expertise/ competencies of Board of Directors:

The Board of the Company comprises eminent personalities and leaders in their respective fields. These members bring in the required skills, competence and expertise to the Board. These Directors are nominated based on well-defined selection criteria. Nomination and Remuneration Committee ('NRC') considers, inter alia, key skills, qualifications, expertise

and competencies, whilst recommending to the Board the candidature for appointment of Director. The Board of Directors have, based on the recommendations of the NRC, identified the following core key skills/expertise/competencies of Directors as required in the context of business of the Company for its effective functioning which are currently possessed by the Board Members of the Company and mapped against each of the Directors:

Name of Director	Safety and Corporate Social Responsibility	General Management and Leadership Experience	Human Resource and Communication	Corporate Strategy and Strategic Planning	Finance, Risk Management, Regulatory and Governance	Science and Technology including IT
Vyomesh Yagneshbhai Vaishnav (Appointed w.e.f 25th July, 2022)	✓	✓	✓	✓	✓	-
Mrs. Neha Vishal Gala (Appointed w.e.f 19th July,2022)	✓	✓	✓	✓	✓	-
Avani Nirav Shah (Resigned w.e.f.18thJuly, 2022)	✓	✓	✓	✓	✓	-
Vishal Mulchandbhai Gala	✓	✓	✓	✓	✓	-
Ms. Stutikinariwala (Appointed w.e.f 01st June, 2021) (Upto 29th July, 2022)	✓	✓	✓	✓	✓	
Maulik R. Vyas (Upto 31st May, 2021)	✓	-	✓	-	-	✓

Smit Nileshbhai Champaneri (Resigned w.e.f.15th August,2022)	✓	-	-	✓	-	✓
Mahipalsinh Bharatsinh Jhala (Resigned w.e.f.15th August,2022)	✓	✓	-	-	-	✓
Yesha Upendrabhai Bhatt (Resigned w.e.f. 29th July,2022)	✓	✓	-	-	-	✓
Umang Selani (Appointed w.e.f 3rd September, 2022)	✓	✓	-	-	-	✓
Vipul Maru (Appointed w.e.f 3rd September, 2022)	✓	✓	-	-	-	✓

PROHIBITION OF INSIDER TRADING

The Company has devised a Code of Conduct of Insider Trading Regulations which is applicable to all the Designated Persons of the company who are expected to have access to have access to the unpublished price sensitive information relating to the company and is available on the website of the company i.e. http://galaglobalhub.com/. The said code lays down guidelines which advise them.

COMMITTEES OF BOARD

The terms of reference of Board Committees are determined by the Board from time to time. Presently the Company has Three (3) committees i.e. Audit Committee, Nomination and Remuneration Committee, and Stakeholder's Grievance & Relationship Committee. All the decisions pertaining to the constitution of the Committees, appointment of members, and

fixing of terms of reference for committee members are taken by the Board of Directors. Details on the role and composition of these committees, including the number of meetings held during the financial year and the related attendance, are provided in detailed hereunder.

There were no instances during the financial year 2019-20, wherein the Board had not accepted recommendations made by any committee of the Board.

A. Audit Committee

The Company has formed audit committee in line with the provisions Section 177 of the Companies Act, 2013 and Regulation 18 of Listing Regulations for the purpose of assisting the Board in fulfilling its overall responsibilities of monitoring financial reporting processes, reviewing the Company's established systems and processes for internal financial controls, governance and reviewing the Company's statutory and internal audit activities.

Role of Committee:

1. Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
2. Recommendation for appointment, remuneration and terms of appointment of auditors of the Company;
3. Approval of payment to statutory auditors for any other services rendered by the statutory auditors;
4. Reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval, with particular reference to:
   a) Matters required being included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (c) of sub-section 3 of section 134 of the Companies Act, 2013.
   b) Changes, if any, in accounting policies and practices and reasons for the same.
   c) Major accounting entries involving estimates based on the exercise of judgment by management.
   d) Significant adjustments made in the financial statements arising out of audit findings.
   e) Compliance with listing and other legal requirements relating to financial statements.
   f) Disclosure of any related party transactions.
   g) Qualifications in the draft audit report.
5. Reviewing, with the management, the quarterly financial statements before submission to the board for approval;
6. Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter;
7. Review and monitor the auditor's independence and performance, and effectiveness of audit process;
8. Approval or any subsequent modification of transactions of the Company with related parties;
9. Scrutiny of inter-corporate loans and investments;
10. Valuation of undertakings or assets of the Company, wherever it is necessary;
11. Evaluation of internal financial controls and risk management systems;

12. Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
13. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
14. Discussion with internal auditors of any significant findings and follow up there on;
15. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;
16. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
17. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
18. Establish a vigil mechanism for directors and employees to report genuine concerns in such manner as may be prescribed.
19. Approval of appointment of CFO (i.e., the Whole time Finance Director or any other person heading the finance function or discharging that function) after assessing the qualifications, experience and background, etc. of the candidate;
20. Reviewing the Management letters/ letters of Internal Control weaknesses issued by Statutory Auditor;
21. Carrying out any other function as is mentioned in the terms of reference of the Audit Committee;
22. reviewing the utilization of loans and/ or advances from/investment by the holding company in the subsidiary exceeding rupees 100 crore or 10% of the asset size of the subsidiary, whichever is lower including existing loans / advances / investments existing as on the date of coming into force of the provision and
23. The audit committee may call for the comments of the auditors about internal control systems, the scope of audit, including the observations of the auditors and review of financial statement before their submission to the Board and may also discuss any related issues with the internal and statutory auditors and the management of the Company.

Review of Information by the Committee:

The Audit Committee shall mandatorily review the following information:

1. Management discussion and analysis of financial condition and results of operations;
2. Statement of significant related party transactions (as defined by the Audit Committee), submitted by management;
3. Management letters/letters of internal control weaknesses issued by the statutory auditors;
4. Internal audit reports relating to internal control weaknesses;
5. The appointment, removal and terms of remuneration of the internal auditor shall be subject to review by the Audit Committee and
6. statement of deviations:
   (a) Quarterly statement of deviation(s) including report of monitoring agency, if applicable, submitted to stock exchange(s) in terms of Regulation 32(1).
   (b) Annual statement of funds utilized for purposes other than those stated in the offer document/prospectus/notice in terms of Regulation 32(7).

7. Review and monitor the auditors' independence and performance, and effectiveness of audit process;
8. Examination of the financial statement and auditors' report thereon;
9. Approval or any subsequent modification of transactions of the Company with related parties;
10. Scrutiny of inter-corporate loans and investment;
11. Valuation of undertakings or assets of the Company, wherever it is necessary;
12. Evaluation of internal financial controls and risk management systems;
13. Monitoring the end use of funds raised through public offers and related matters;
14. Any other matters as prescribed by law from time to time.

Powers of Committee:

The Committee-

1. May call for comments of auditors about internal control system, scope of audit, including observations of auditors and review of financial statement before their submission to board;
2. May discuss any related issues with internal and statutory auditors and management of the Company;
3. To investigate into any matter in relation to above items or referred to it by Board;
4. To obtain legal or professional advice from external sources and have full access to information contained in the records of the Company;
5. To seek information from any employee;
6. To secure attendance of outsiders with relevant expertise, if it considers necessary;
7. Any other power as may be delegated to the Committee by way of operation of law.

Composition of Committee, Meeting and Attendance of each Member at Meetings:

Audit Committee meeting is generally held one in quarter for the purpose of recommending the quarterly / half yearly / yearly financial result and the gap between two meetings did not exceed one hundred and twenty days. Additional meeting is held for the purpose of reviewing the specific item included in terms of reference of the Committee. During the year under review, Audit Committee met 6 (Six) times on 31st May, 2021; 24th June, 2021, 14th August, 2021; 7th September, 2021, 11th November, 2021, 14th February, 2022.

The composition of the Committee during the year and the details of meetings attended by its members are given below:

Name of Members	Category	Designation in Committee	Number of meetings during the financial year 2021-22		
			Held	Eligible to attend	Attended
Maulik kumar Rajulkumar Vyas (Upto 31st May, 2021)	Non-Executive - Independent Director	Chairman	6	1	1

Name of Members	Category	Designation in Committee	Number of meetings during the financial year 2021-22		
			Held	Eligible to attend	Attended
Smit N Champaneri (Resigned w.e.f.15th August,2022)	Non-Executive - Independent Director	Member	6	6	6
Vishal Mulchand bhai Gala	Executive Director	Member	6	6	6
Stutiben kinariwala (Appointed w.e.f 01st June, 2021)	Non-Executive - Independent Director	Chairman	6	5	5

The Company Secretary of the Company acts as a Secretary to the Committee. The Constitution of the Audit Committee is in line with the provisions of Section 177 of the Companies Act, 2013 read with Regulation 18 of the SEBI (LODR) Regulations, 2015.

The Statutory Auditors and Internal Auditors of the Company are invited in the meeting of the Committee wherever requires. Chief Financial Officer of the Company is a regular invitee at the Meeting.

Mr. Maulik Vyas, (Resigned w.e.f 31st May, 2021) form the post of Chairman of the Committee and Ms. Stuti Kinariwala (Appointed w.e.f 01st June, 2021) has appointed as Chairman of the committee had attended last Annual General Meeting of the Company held on September 30, 2021.

Recommendations of Audit Committee have been accepted by the Board of wherever/whenever given.

B. Nomination and Remuneration Committee

The Company has formed Nomination and Remuneration committee in line with the provisions Section 178 of the Companies Act, 2013 and Regulation 19 of Listing Regulations.

Terms of reference:

1. Formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the board of directors a policy relating to, the remuneration of the directors, key managerial personnel and other employees;
2. Formulation of criteria for evaluation of performance of independent directors and the board of directors;

3. Devising a policy on diversity of board of directors;
4. Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the board of directors their appointment and removal.
5. Whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors.
6. Recommend to the board, all remuneration, in whatever form, payable to senior management.

   Explanation: Senior Management means personnel who are members of the core management team excluding BOD comprising all members of management one level below the executive directors, including functional heads.
7. Recommend to the board, all remuneration, in whatever form, payable to senior management.
8. Other terms of reference as prescribed under Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014.

Composition of Committee, Meeting and Attendance of each Member at Meetings:

Nomination and Remuneration Committee meeting is generally held at least once in a year. Additional meetings are held for the purpose of recommending appointment/re-appointment of Directors and Key Managerial Personnel and their remuneration. During the year under review, Nomination and Remuneration Committee met 1 (One) time viz, 31st May, 2021.

The composition of the Committee during the year and the details of meetings attended by its members are given below:

Name of Members	Category	Designation in Committee	Number of meetings during the financial year 2021-22		
			Held	Eligible to attend	Attended
Maulikkumar Rajulkumar Vyas (Upto 31st May, 2021)	Non-Executive Independent Director	Chairperson	1	1	1
Mahipalsinh B. Jhala (Resigned w.e.f.15th August,2022)	Non-Executive Independent Director	Member	1	1	1
Smit N. Champaneri (Resigned w.e.f.15th August,2022)	Non-Executive Independent Director	Member	1	1	1

Stutiben Kinariwala (Appointed w.e.f. 01st June, 2021)	Non-Executive Independent Director	Chairperson	NA	NA	NA

Board and Director Evaluation and criteria for evaluation

In terms of the requirement of the Act and the Listing Regulations, an annual performance evaluation of the Board is undertaken where the Board formally assesses its own performance with the aim to improve the effectiveness of the Board and the Committees. During the year under review, the Board has carried out an annual evaluation of its own performance, performance of the Directors, as well as the evaluation of the working of its Committees. The exercise was led by the Chairman of the NRC along with the Chairman of Board.

The NRC has defined the evaluation criteria, procedure and time schedule for the Performance Evaluation process for the Board, its Committees and Directors. The criteria for Evaluation of Board, Individual Directors and Committees include, inter alia, the following:

Board Evaluation

- Board Structure - qualifications, experience and competencies
- Board Diversity
- Meetings – regularity, frequency, agenda, discussion and recording of minutes
- Functions – strategy, governance, compliances, evaluation of risks, stakeholder value and responsibility, conflict of interest
- Independence of management from the Board, access of Board and management to each other

Evaluation of Individual Directors

- Professional qualifications and experience
- Knowledge, skills and competencies
- Fulfillment of functions, ability to function as a team
- Attendance
- Commitment, contribution, integrity and independence
- In addition to the above, the Chairman of the Board Meetings is also evaluated on key aspects of his role, including effectiveness of leadership and ability to steer Meetings, impartiality and ability to keep shareholders' interests in mind

Committee Evaluation

- Mandate and composition
- Effectiveness of the Committee
- Structure of the Committee
- Meetings – regularity, frequency, agenda, discussion and dissent, recording of minutes
- Independence of the Committee from the Board and contribution to decisions of the Board

Remuneration of Directors:

The Company has not entered into any pecuniary relationship or transactions with Non-Executive Directors of the Company.

Further, criteria for making payment, if any, to non-executive directors are provided under the Nomination and Remuneration Policy of the Company which is hosted on the website of the Company viz; http://galaglobalhub.com/.

During the year under review, the Company has paid remuneration to Executive Directors of the Company, details of which are as under;

Sr. No.	Name of Directors	Designation	Component of payment	Remuneration Paid (in Rs.)
1.	Ms. Avani ben Nirav Shah (Resigned w.e.f.18th July,2022)	Chairman, MD and CFO	Fixed Salary	10,97,600
2.	Mr. Vishal Gala	Executive Director	Fixed Salary	36,93,600
3	Mrs. Neha Vishal Gala (Appointed w.e.f. 19th July, 2022)	MD and CFO	Fixed Salary	5,61,600

The remuneration of the Directors is decided by the Nomination and Remuneration Committee based on the performance of the Company in accordance with the Nomination and Remuneration Policy within the limit approved by the Board or Members.

Apart from sitting fees, Non-Executive Directors do not receive any other consideration except in their professional capacity. Further, the Non-Executive Directors are paid sitting fees within the limits as stipulated under Section 197 of Companies Act, 2013, for attending Board/Committee Meetings. Sitting Fees paid to Directors does not require the approval of Shareholders and Central Government. Details of sitting fees paid to the Non-Executive Directors are given below:

Sr. No.	Name of Directors	Sitting Fees Paid (` in Rs.)
1.	Mr. Smit Champaneri (Upto 15th August,2022)	20,000
2.	Mr. Maulik Vyas (Upto 21st May, 2021)	2,000
3.	Ms. Yesha Bhatt (Upto 29th July, 2022)	9,000
4.	Mr. Mahipalsinh B. Jhala (Upto 15th August,2022)	20,000
5.	Mrs. Neha Vishal Gala (w.e.f. 19th July, 2022)	5,61,600
6.	Mr. Vyomesh Yagneshbhai Vaishnav (w.e.f. 25th July, 2022)	4,000

The Company has not entered into / paid any service contracts, notice period, severance fees. Further, the Company has not granted any stock options to its directors.

c. Stakeholder's Relationship Committee

Terms of Reference:

The Stakeholder's Relationship Committee ("SRC") looks into various aspects of interest of shareholders. The Committee ensures cordial investor relations, oversees the mechanism for redressal of investors' grievances and specifically looks into various aspects of interest of shareholders. The Committee specifically looks into redressing shareholders'/investors' complaints/ grievances pertaining to share transfers/transmission, non-receipts of annual reports, non-receipt of declared dividend and other allied complaints. The Committee oversees performance of the Registrar and Share Transfer Agents of the Company relating to investor services and recommends measures for improvement. The terms of reference of the SRC includes:

(1) Resolving the grievances of the security holders of the listed entity including complaints related to transfer/transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new/duplicate certificates, general meetings etc.

(2) Review of measures taken for effective exercise of voting rights by shareholders.

(3) Review of adherence to the service standards adopted by the listed entity in respect of various services being rendered by the Registrar & Share Transfer Agent.

(4) Review of the various measures and initiatives taken by the listed entity for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/annual reports/statutory notices by the shareholders of the company.

Composition of Committee, Meetings and Attendance of each Member at Meetings:

During the year under review, Stakeholder's Grievance & Relationship Committee met 4 (four) times viz on 9th April, 2021, 07th July, 2021, 11th October, 2021, 11th January, 2022.

The composition of the Committee during the year and the details of meetings attended by its members are given below:

Name of Members	Category	Designation in Committee	Number of meetings during the financial year 2021-22		
			Held	Eligible to attend	Attended
Maulikkumar Rajulkumar Vyas (Upto 31st May 2021)	Non-Executive Independent Director	Chairman	4	1	1
Mahipalsinh B. Jhala (Upto 15th	Non-Executive Independent Director	Member	4	4	4

Name of Members	Category	Designation in Committee	Number of meetings during the financial year 2021-22		
			Held	Eligible to attend	Attended
August,2022)					
Smit N. Champaneri (Upto 15th August,2022)	Non-Executive Independent Director	Member	4	4	4
Stutiben Kinariwala (Appointed w.e.f. 01st June, 2021)	Non-Executive - Independent Director, Chairperson	Chairperson	3	3	3

Name and Designation of Compliance Officer

Mr. Parth Ajit Joshi, Company Secretary and Compliance Officer of the Company is acting as the Compliance Officer. He has resigned as on August 19, 2022.

Complaint

Number of complaints outstanding as on April 1, 2021	Nil
Number of complaints received from the Investors from April 1, 2021 to March 31, 2022	Nil
Number of complaints solved to the satisfaction of the Investors from April 1, 2011 to March 31, 2022	Nil
Number of complaints pending as on March 31, 2022	Nil

D. Corporate Social Responsibility Committee

The company does not require to formulate corporate social responsibility committee pursuant to Section 135 of Companies Act, 2013,

GENERAL BODY MEETINGS

Annual General Meetings

Financial Year	Date, Day and Time	Location of Meeting	Time	No. of Special Resolutions passed
2021-22	Thursday, September 30, 2021	Through VC / AOVM - B-1 Laxmi Com. Co. Op. Estate, B/H Old Navneet Press,Sukhramnagar,Ahmedabad-380021	09 AM	3

2019-20	Thursday,31st December,2020	Through Two way Video Conferencing('VC')	09.00 AM	2
2018-19	Monday,30th September,2019	B-1, Laxmi Com. Co. Op. Estate, B/h Old Navneet press, Sukhramngar, Ahmedabad- 380021	11.00 AM	3

Passing of Special Resolution through Postal Ballot:

During the year special Resolution passed through Postal Ballot.

Sr No.	Date, Day and Time	No. of Special Resolutions passed
1	30TH Dec, 2021	11

MEANS OF COMMUNICATION

a. Financial Results

The quarterly, half-yearly and annual results are published in widely circulating national and local dailies such as "The Indian Express" i.e.in English and "The Financial Express" in Gujarati language and are displayed on the website of the Company http://galaglobalhub.com/.

b. Website

The Company's website http://galaglobalhub.com/. Contains a separate dedicated section namely "Investors" where shareholders information is available. The Annual Report of the Company is also available on the website of the Company http://galaglobalhub.com/.

During the year under review, the Company has not made any presentations to institutional investors or to the analysts. Further, the result of the Company has not been displayed any official news releases.

General Shareholders Information

Date, Time and Venue of 12th Annual General Meeting

Day and Date: Friday, 30th September, 2022

Time: 12.30 P.M.

Venue: Through VC / AOVM - B-1 Laxmi Com. Co. Op. Estate,B/H Old Navneet Press,Sukhramnagar,Ahmedabad-380021

Financial Year

12 months period starting from April 1 and ends on March 31 of subsequent year. This being financial year 2021-22 was started on April 1, 2021 and ended on March 31, 2022.

Financial Calendar

(Tentative and subject to change for the financial year 2021-22)

Quarter ending	Release of Results
June 30, 2021	Second week of August, 2021

September 30, 2021	Second week of November, 2021
December 31, 2021	Second week of February, 2022
March 31, 2022	End of May, 2022
Annual General Meeting for the year ending March 31, 2022	End of September, 2022

Book closure date

Thursday 22nd September, 2022 to Thursday 29th September, 2022 (both days inclusive).

Listing on Stock Exchanges

Bombay Stock Exchange
P. J. Towers,
Dalal Street, Fort,
Mumbai – 400 001

Listing fees for the financial year 2020-21 has been paid to Bombay Stock Exchange.

Stock Code/Symbol

Bombay Stock Exchange (Scrip Code – 539228)

Market Price Data

The Monthly high/low and the volume of the Company's shares traded on stock exchanges and the Monthly high/ low of the said exchanges are as follows:

Month	Gala Global Products Limited (Price in `)	
	High Price	Low Price
April, 2021	29.9	25
May, 2021	32.9	25.1
June, 2021	39	30.15
July, 2021	38	30.6
August, 2021	39.95	30.05
September, 2021	37.95	31.3
October, 2021	38.6	25.6
November, 2021	33.5	26.25
December, 2021	34.5	28.65
January, 2022	39.8	29.55
February, 2022	39.15	26.35
March, 2022	35.9	29.6ss

Registrar and Transfer Agents

Kfin Technologies Private Limited

Address: Karvy Selenium, Tower B, Plot No. 31-32, Gachibowli, Financial District, Nanakramguda, Andhra Pradesh, Hyderabad -500 032;

Tel: +91 6716 2222; **Email:** einward.ris@karvy.com; **Web:** https://www.kfintech.com/

Share Transfer System

In terms of Regulation 40(1) of SEBI LODR, as amended, securities can be transferred only in dematerialization form w.e.f. 1st April, 2019, except in case of request received for transmission or transposition of securities. Members holding shares in physical form are requested to consider converting their holdings to dematerialized form. Transfer of shares in electronic form is effected by the depositories with no involvement of the Company.

Distribution of shareholding (As on March 31, 2022)

On the basis of number of shares held:

No. of Shares		Shareholders		Amount of Shares held	
		Number	% of Total	Amount	% of Total
1	5000	3373	96.07	819065	1.50
5001	10000	26	0.74	179323	0.33
10001	20000	31	0.88	420588	0.77
20001	30000	11	0.31	272872	0.50
30001	40000	4	0.11	135233	0.25
40001	50000	3	0.09	142995	0.26
50001	100000	21	0.60	1457401	2.67
100001	Above	42	1.20	51160606	93.72
	Total	3511	100.00	54588083	100.00

On the basis of Category of Shareholders:

No. of Shares	Number of Shares held	
	Number	% of Total
Clearing Members	12976	0.02
HUF	1913989	3.51
Bodies Corporate	1851015	3.39
Non Resident Indians	18492	0.03

Non Resident Indians Non Repatriation	482	0.00
Promoters Individuals	40619077	74.41
Resident Individuals	10172052	18.63
Total	**54588083**	**100.00**

Dematerialization of Shares and Liquidity (as on March 31, 2022)

Mode	No. of Shares	Percentage
NSDL	3325590	6.09
CDSL	50621680	92.73
Physical	640813	1.17
Total	**54588083**	**100.00**

The shares are traded on Bombay Stock Exchange of India Limited. For those shareholders who hold the shares in physical form may contact Depository Participant/RTA.

Outstanding GDRs/ADRs/Warrants or any Convertible instruments conversion date and likely impact on equity

The Company has not issued any GDRs/ADRs/Warrants or any Convertible instruments till date. Hence, there are no outstanding GDRs/ADRs/Warrants or any Convertible instruments.

Plant Locations

B-8 Laxmi Co-op. Estate, Old Navneet Press Compound, Ajod Dairy Road, Sukhramnagar, Ahmedabad -360021 Gujarat

E-Mail: inf.galaglobal@gmail.com; Phone: +91 079-22772921

Address of Correspondence

i) Gala Global Products Limited

Vishal gala

Director

Address: B-1 Laxmi Co-op. Estate, Old Navneet Press Compound, Ajod Dairy Road, Sukhramnagar, Ahmedabad -360021Gujarat

E-**Mail:** inf.galaglobal@gmail.com; **Phone:** +91 079-22772921

For transfer/dematerialization of shares, change of address of members and other queries:

Kfin Technologies Private Limited

Address: Karvy Selenium, Tower B, Plot No. 31-32, Gachibowli, Financial District, Nanakramguda, Andhra Pradesh, Hyderabad -500 032; **Tel:** +91 6716 2222; **Email:** einward.ris@karvy.com; **Web:**https://www.kfintech.com/

CREDIT RATINGS AND ANY REVISION THERETO:

The Company has not issued any debt instruments and does not have any fixed deposit programme or any scheme or proposal involving mobilization of funds in India or abroad during the financial year ended March 31, 2022. The Company has not obtained any credit rating during the year.

DISCLOSURE:

Subsidiary Companies

The Company has no any Subsidiary/Joint Ventures/Associate Companies. Hence, details relating to Subsidiary/JointVentures/Associate Companies are not provided for.

Material Related Party Transaction

During the year 2021-22, there was no transaction which materially significant related party transactions which does not have any potential conflict with the interests of the Company at large for which necessary approval of the Members has been obtained. Further, there was no materially significant related party transaction that may have potential conflict with the interests of the Company at large. Attention of members is drawn to the disclosure of transactions with the related parties set out in Notes to Accounts, forming part of the Annual Report.

The Board has approved a policy for related party transactions which has been uploaded on the Company's website. The policy is uploaded on the website of the Company at http://galaglobalhub.com/.

Compliances

There were neither any instances of non-compliance by the Company nor there were any penalties or strictures imposed on the Company by the Stock Exchange/(s) or SEBI or any statutory authority, on any matter related to Capital Markets, during the last three years.

Risk Management

Business risk evaluation and management is an ongoing process within the Company. During the year under review, the Management reviewed the risk management and minimization procedure adopted by the Company covering the business operations of the Company.

Proceeds from public issues, rights issues, preferential issues etc.

During the year under review, the Company has not raised any proceeds from public issue, right issue, preferential issues, etc.

CEO/ CFO Certification

In terms of Regulation 17(8) read with part B of Schedule II of SEBI LODR Regulations, the Certification by CEO and CFO has been obtained and the said certification has been placed before the Board Members of the Company for perusal.

Accounting treatment

In the preparation of the financial statements, the Company has followed the Accounting Standards referred to in Section 133 of the Companies Act, 2013. The significant accounting policies which are consistently applied are set out in the Notes to the Financial Statements.

Whistle Blower

The Company has established a vigil mechanism for directors and employees to report concerns about unethical behavior, actual or suspected fraud or violation of the Company's Code of Conduct or ethic policy. The said mechanism also provides for adequate safeguards against victimization of director(s)/Employee(s) who avail of the mechanism and also provide for direct access to the Chairman of the Audit Committee in exceptional cases. The details of establishment of such mechanism has been disclosed in the Board's Report. Further, the Policy on Vigil Mechanism is available on the website of the Company at http://galaglobalhub.com/.

Details of Compliance with mandatory requirements and adoption of non-mandatory requirements

The Company has complied with the applicable mandatory requirements as specified under Regulation 15 of SEBI LODR. The Company has adopted following non-mandatory requirements as prescribed under Regulation 27(1) read with Part E of Schedule II of the SEBI LODR.

The Board: Since the company does not have a non-executive chairman it does not maintain such office.

Shareholders Rights: The quarterly and half-yearly financial results are published in widely circulated dailies and also displayed on Company's website viz. http://galaglobalhub.com/. Hence, these are not individually sent to the Shareholders.

Modified Opinion(s) in audit report: There is no modified opinion given in the Auditors' Report on Financial Statements.

Reporting of Internal Auditor: The internal auditor directly reports to audit committee.

Total fees paid to Statutory Auditors of the Company

Total fees of Rs. 1, 75,000/- (Rupees One Lakh Ten Thousand only) for financial year 2021-22, for all services, was paid by the Company to the statutory auditor and all entities in the network firm/network entity of which the statutory auditor is a part.

Disclosure relating to Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redsressal) Act, 2013

The Company has in place an effective mechanism for dealing with complaints relating to sexual harassment at workplace. The details relating to the number of complaints received

and disposed of during the financial year 2021-22 are prescribed under Board's Report forming part of this Annual Report.

Secretarial Compliance Report

SEBI vide its Circular No. CIR/CFD/CMD1/27/2019 dated 8th February, 2019 read with Regulation 24(A) of the Listing Regulations, directed listed entities to conduct Annual Secretarial compliance audit from a Practicing Company Secretary of all applicable SEBI Regulations and circulars/guidelines issued thereunder. The said Secretarial Compliance report is in addition to the Secretarial Audit Report by Practicing Company Secretaries under Form MR – 3 and is required to be submitted to Stock Exchanges within 60 days of the end of the financial year.

Accordingly, the Company has engaged the services of Ms. Khyati Shah (CP No. 18549), Practicing Company Secretary and Secretarial Auditor of the Company for providing this certification. The said compliance report has been submitted by the Company to Exchange.

Compliance with corporate governance requirements specified in regulation 17 to 27 and clauses (b) to (i) of sub-regulation (2) of Regulation 46 of Listing Regulations

Sr. No.	Particulars	Regulation Number	Compliance status (Yes/No/NA)
1	Independent director(s) have been appointed in terms of specified criteria of 'independence' and/or 'eligibility'	16(1)(b) & 25(6)	Yes
2	Board composition	17(1), 17(1A) & 17(1B)	Yes
3	Meeting of Board of directors	17(2)	Yes
4	Quorum of Board meeting	17(2A)	Yes
5	Review of Compliance Reports	17(3)	Yes
6	Plans for orderly succession for appointments	17(4)	Not Applicable
7	Code of Conduct	17(5)	Yes
8	Fees/compensation	17(6)	Yes
9	Minimum Information	17(7)	Yes
10	Compliance Certificate	17(8)	Yes
11	Risk Assessment & Management	17(9)	Yes
12	Performance Evaluation of Independent Directors	17(10)	Yes
13	Recommendation of Board	17(11)	Yes
14	Maximum number of directorship	17A	Yes
15	Composition of Audit Committee	18(1)	Yes
16	Meeting of Audit Committee	18(2)	Yes
17	Composition of nomination & remuneration committee	19(1) & (2)	Yes

Sr. No.	Particulars	Regulation Number	Compliance status (Yes/No/NA)
18	Quorum of Nomination and Remuneration Committee meeting	19(2A)	Yes
19	Meeting of nomination & remuneration committee	19(3A)	Yes
20	Composition of Stakeholder Relationship Committee	20(1), 20(2) and 20(2A)	Yes
21	Meeting of stakeholder relationship committee	20(3A)	Yes
22	Composition and role of risk management committee	21(1),(2),(3), (4)	NA
23	Meeting of Risk Management Committee	22	NA
24	Vigil Mechanism	22	Yes
25	Policy for related party Transaction	23(1),(1A),(5),(6),(7) & (8)	Yes
26	Prior or Omnibus approval of Audit Committee for all related party transactions	23(2), (3)	Yes
27	Approval for material related party transactions	23(4)	Not Applicable
28	Disclosure of related party transactions on consolidated basis	23(9)	Yes
29	Composition of Board of Directors of unlisted material Subsidiary	24(1)	Not Applicable
30	Other Corporate Governance requirements with respect to subsidiary of listed entity	24(2),(3),(4), (5) & (6)	Yes
31	Annual Secretarial Compliance Report	24(A)	Yes
32	Alternate Director to Independent Director	25(1)	Not Applicable
33	Maximum Tenure	25(2)	Yes
34	Meeting of independent directors	25(3) & (4)	Yes
35	Familiarization of independent directors	25(7)	Yes
36	Declaration from Independent Director	25(8) & (9)	Yes
37	D & O Insurance for Independent Directors	25(10)	Not Applicable
38	Memberships in Committees	26(1)	Yes
39	Affirmation with compliance to code of conduct from members of Board of Directors and Senior management personnel	26(3)	Yes
40	Disclosure of Shareholding by Non- Executive Directors	26(4)	Yes

Sr. No.	Particulars	Regulation Number	Compliance status (Yes/No/NA)
41	Policy with respect to Obligations of directors and senior management	26(2) & 26(5)	Yes

Registered office:
B-1, Laxmi Com. Co.Op. Estate, B/H Old Navneet Press,Sukhramnagar Ahmedabad 380021

For and on behalf of Board of Directors
Gala Global Products Limited
CIN:**L22219GJ2010PLC063243**

Vishal Gala
Director
DIN 00692090

Date: 07/09/2022
Place: Ahmedabad

CEO AND CFO COMPLIANCE CERTIFICATE

I, Ms. Neha Vishal Gala, Managing Director, and Chief Financial Officer of the Company certify that

1. We have reviewed the financial statements including the cash flow statement for the year ended 31st March, 2022 and to the best of our knowledge and belief:
   i. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
   ii. These statements together present a true and fair view of the Company's affairs and are in compliance with Indian Accounting Standards, applicable laws and regulations.
2. To the best of our knowledge and belief, no transactions entered into by the Company during the year ended 31st March, 2022 are fraudulent, illegal or violation of the Company's code of conduct.
3. We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting. Deficiencies in the design or operation of such internal controls, if any, of which we are aware have been disclosed to the auditors and the Audit Committee and steps have been taken to rectify these deficiencies.
4. There has not been any significant change in internal control over financial reporting during the year under reference;
5. There has not been any significant change in accounting policies during the year requiring disclosure in the notes to the financial statements;
6. We are not aware of any instance during the year of significant fraud with involvement therein of the management or any employee having a significant role in the Company's internal control system over financial reporting.

Ms. Neha Vishal Gala
Managing Director
Chief Financial Officer

Date: 07/09/2022
Place: Ahmedabad

`ANNEXURE C

FORM NO. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2022
(Pursuant to section 204(1)of the Companies Act,2013 and rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel)Rules,2014)

To,
The Members,
Gala Global Products Limited
B-1, LAXMI COM. CO.OP. ESTATE, B/H OLD NAVNEET PRESS,
SUKHRAMNAGAR AHMEDABAD GJ 380021 IN

I, Khyati Shah, Company Secretary in Practice, have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Gala Global Products Limited (hereinafter called the "Company"). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Gala Global Products Limited books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31st March, 2022 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by Gala Global Products Limited for the financial year ended on 31st March, 2022 according to the provisions of:

(i) The Companies Act, 2013 (the Act) and the rules made thereunder;
(ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
(iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
(iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;

(v) The following Regulations and Guidelines prescribed under the Securities and

Exchange Board of India Act, 1992 ('SEBI Act'):-

(a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

(b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

(c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;(**Not applicable to the Company during the Audit period)**

(d) The Securities and Exchange Board of India India (Share Based Employee Benefits) Regulations, 2014;**(Not applicable to the Company during the Audit period)**

(e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;**(Not applicable to the Company during the Audit period)**

(f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulation, 1993 regarding the Companies Act and dealing with the client; **(Not applicable as the Company is not registered as a Registrars to an Issue or Share Transfer Agent during the financial year under review)**

(g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **(Not applicable to the Company during the Audit period)**

(h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998. **(Not applicable to the Company during the Audit period)**

(i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

i. Secretarial Standards issued by The Institute of Company Secretaries of India with respect to board meetings and general meetings.
ii. The Listing Agreements entered into by the Company with BSE Limited read with the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The management has identified and confirmed the following laws as specifically applicable to the company:

1. Environmental Protection Act, 1986.
2. Factories Act, 1948.

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

I further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors.

The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance and in cases where shorter notice for board meetings were given company has complied with the provision of shorter notice as provided in Companies Act, 2013, a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

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

I further report that during the audit period, the Company has no major / specific events, actions having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. referred to above viz.
1.Public/Right/Preferential issue of shares / debentures/sweat equity etc.
2. Redemption/buy-back of securities
3.Decision by the members of the Company pursuant to section 180 of the Companies Act, 2013.
4. Merger/amalgamation / reconstruction etc.
5.Foreign technical collaborations.

For KGS & Company **Date: 30.08.2022**
Company Secretary **Place: Ahmedabad**

Sd/-
CS Khyati Shah
(Proprietor)
FCS:11368 CP:18549
Peer Review No:1521/2021
UDIN: F011368D000879147

Note: This report is to be read with my letter of even date which is annexed as Annexure- A and forms an integral part of this report

ANNEXURE - A .OF SECRETARIAL AUDIT REPORT

To,
The Members,
Gala Global Products Limited
B-1, LAXMI COM. CO.OP. ESTATE, B/H OLD NAVNEET PRESS,
SUKHRAMNAGAR AHMEDABAD GJ 380021 IN

My report of regarding secretarial audit is to be read along with this letter.

1. It is the responsibility of the management of the company to maintain secretarial records, devise proper systems, to ensure compliance with the provisions of all applicable laws and regulations and to ensure that the systems are adequate and operate effectively.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.
3. Where ever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
4. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to the verification of procedures on test basis.

Disclaimer:

The secretarial audit report is neither an assurance as to the future viability of the company nor the efficiency or effectiveness with which the management has conducted the affairs of the company.

For KGS & Company **Date: 30/08/2022**
Company Secretary **Place: Ahmedabad**

Sd/-
CS Khyati Shah
(Proprietor)
FCS:11368 CP:18549
Peer Review No:1521/2021
UDIN: F011368D000879147

MANAGEMENT DISCUSSIONS AND ANALYSIS

OVERVIEW OF THE INDUSTRY

Global prospects remain highly ambiguous one year into the pandemic. The broad-based growth slowdown in the global economy has been accompanied by a sharp slowdown in international trade flows and global manufacturing activity over the past year. Amid rising tariffs and shifts in trade policies, business confidence has deteriorated, dampening investment growth across most regions. While the shift towards more accommodative monetary policies seems to have eased short-term financial market pressures, long-term fault lines create significant uncertainty.

PRINTING INDUSTRY IN INDIA:

"Printing and Print – Packaging industry in India is growing; people are taking keen interest in this key industry now. The growth of this sector attributes to the two main reasons, First is the spread of education- according to the census report literacy growth in India touched nearly 70 per cent. This amazing growth in literacy together with rising educational levels and rapidly progressing trade and industry in India make the current situation a happy note. Literacy rate is growing; increase in the literacy rate has direct positive effect on the rise of the circulation of the regional papers. Currently printing sector is all set to become booming in India due to available technology, resource at a very economical cost. Also government is encouraging foreign direct investment into this sector. Lot of MNC's are expected to invest in this sector due to favourable working conditions. There are numerous jobs are expected in this industry due to overall growing percentage of S12% per annum.

HUMAN CAPITAL:

In keeping with our employee-first approach, we quickly instituted measures to trace all employees of the Company and to assure ourselves of their well-being.

To provide a safe work environment for our employees and partners, the following actions have been taken:

- Established processes for reporting, quarantining and supporting any personnel suspected of or confirmed having tested positive for the disease.
- Established detailed protocol for evacuation and sanitization of our office buildings in the event of a suspected or confirmed health incident.
- Increased cadence of sanitization of our office facilities and transport vehicles, and implemented various social distancing measures in our campuses.
- Ensured availability of thermal scanners, masks, hygiene products, medicines and medical facilities at our offices.
- Created detailed plans for enabling return-to-work in a phased manner, that emphasize social distancing and hygiene.

SEGMENT GROWTH DRIVERS:

Availability of Labor, Raw Material and Capital. A strong customer base is must for all the segments and hence required in this industry also. Keeping updates of all the available and updated technological changes.

OPPORTUNITIES:

India has averted the effects of the global slump and continues to grow. More and more multinational companies are now targeting India as the hub for manufacturing and exporting. This provides good opportunities to component manufacturers and service providers for accelerated growth. Project expansion is in progress demanding many companies.

CHALLENGES FOR PRINTING INDUSTRY:

Maintaining existing customer base, servicing them with the goal of retaining their business is imperative. Also, the importance of the retention of expert employees cannot be ignored. Building & communicating will always be the most valuable investment organization makes to delivering sustainable growth. The pressure of senior managers to deliver will intensify significantly in future with fierce competition.

INTERNALCONTROLSYSTEMSANDTHEIRADEQUACY

Company has a proper and adequate system of Internal Control including internal financial controls. Company has an Audit Committee headed by a Independent director, inter-alia, to oversees company's financial reporting process, disclosure of

Financial information, and reviewing the performance of statutory and internal auditors with management. The internal control system, including internal financial controls of the Company, is monitored by an independent internal audit team, which encompasses examination/ periodic reviews to ascertain adequacy of internal controls and compliance to Company's policies. The committee also looks into related party transactions, preventive controls, investigations, as well as other areas requiring mandatory review per applicable laws. The powers of Committee, inter-alia, include seeking information from any employee, obtaining outside legal or other professional advice, and investigating any activity of the Company within the committee's term of reference.

DETAILS OF SIGNIFICANT CHANGES IN KEY FINANCIAL RATIOS

There were no major changes in the key financial rations i.e. change of 25% or more as compared to the immediately previous financial year hence details are not provided thereof.

CAUTIONARY STATEMENT

The statements in the "Management Discussion and Analysis Report" section describes the Company's objectives, projections, estimates, expectations and predictions, which may be "forward looking statements" within the meaning of the applicable laws and regulations. The annual results can differ materially from those expressed or implied, depending upon the economic and climatic conditions, Government policies and other incidental factos

Registered office:
B-1, laxmi com. Co.op. Estate, b/h old navneet press,sukhramnagar
ahmedabad gj 380021

For and on behalf of Board of Directors
GALA GLOBAL PRODUCTS LIMITED
CIN: L22219GJ2010PLC063243

Sd/-

Vishal Mulchand Gala
Managing Director
DIN 00692090

Sd/-

Avani Nirav Shah
Director
DIN 00611413

Date: 07/09/2022
Place: Ahmedabad

SHAH KARIA & ASSOCIATES
Chartered Accountants

405, SCARLET BUSINESS HUB, OPP. ANKUR SCHOOL,
NR. MAHALAXMI FIVE ROADS, FATEHPURA, PALDI,
AHMEDABAD – 380 007, GUJARAT, INDIA

E-mail: shahkaria.ca@gmail.com
auditors.shahkaria@gmail.com

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF GALA GLOBAL PRODUCTS LIMITED

Report on the Audit of Financial Statements

Opinion

We have audited the accompanying financial statements of **Gala Global Products Limited** ("the Company"), which comprise the Balance Sheet as at **March 31, 2022**, and the Statement of Profit and Loss, including the Statement of Other Comprehensive Income, the Statement of Changes in Equity and the Cash Flow Statement for the year then ended, and notes to the financial statements including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, its profit including other comprehensive income, the changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

Emphasis of Matter

We draw attention to the requirements of Ind AS 19 – Employee Benefits have not been complied with. Based on books of account and as per the explanations given by the management, the Company is in the process of finalization of structure for the employee benefits and hence, there were no employees who were eligible for the benefits yet. Accordingly, Employee Benefits have not been provided in the financial statements as per the criteria defined by the Company. Further, we also draw attention to the management's evaluation of Covid-19 impact on the operations of the Company.

We draw attention to inability to pay Income Tax Liabilities of Rs.63.2 lakhs based on Tax Audit Assessment of the Company on the due date as well as till date, due to delay in receipt of receivables/advances to supplier, where company has high exposure in total according to the information and explanations given to us, which causes significant impact on the liquidity of the Company and going concern in future.

The Company is required to maintain cost records and required to be audited u/s 148 of the Companies Act, 2013. We have broadly reviewed the books of accounts and records maintained by the Company pursuant to the rules made per the Companies Act, 2013. However, cost records have not been maintained as prescribed, nor the same has been audited as prescribed. Also, we have not carried out a detailed audit of the same, hence we are unable to comment on the same.

Our opinion is not modified in respect of this matter.

SHAH KARIA & ASSOCIATES
Chartered Accountants

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF GALA GLOBAL PRODUCTS LIMITED

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

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Directors report, but does not include the Financial Statements and our Auditor's Report thereon. Our opinion on the Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Financial Statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the 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 the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance including other comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (IND AS) specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.

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

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

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF GALA GLOBAL PRODUCTS LIMITED

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of Section 143(11) of the Act, we give in the "Annexure 1", a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
   (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
   (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
   (c) The Balance Sheet, the Statement of Profit and Loss including other comprehensive Income, the Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
   (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards prescribed under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.
   (e) On the basis of the written representations received from the Directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
   (f) With respect to the adequacy of the internal financial controls of the Company with reference to these financial statements and the operating effectiveness of such controls, refer to our separate report in "Annexure 2" to this report.
   (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 according to the information and explanation given to us by the management, the remuneration paid/provided during the Current Year by the Company to its directors is in accordance with the provisions of Section 197 read with Schedule V of the Act, based on the resolution passed by Board.

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF GALA GLOBAL PRODUCTS LIMITED

(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, as amended, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company did not have any pending litigations which have impact on its financial position in its financial statements;

ii. The Company did not have any long-term contracts including derivative contracts for which there are any material foreseeable losses; and

iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

(a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries, except as mentioned in "Emphasis of Matter"

(b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any persons or entities, including foreign entity ("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 the audit procedures that were considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) above, contain any material misstatement.

iv. The company has not paid or proposed dividend subsequent to the year-end by the Company.

For **SHAH KARIA AND ASSOCIATES**
Chartered Accountants
ICAI Firm Registration No.: 131546W

Sd/-
Priyank Shah
Partner
Membership No.: 118627

Place: Ahmedabad
Date: May 28, 2022

UDIN: 22118627AKMPCJ5048

SHAH KARIA & ASSOCIATES
Chartered Accountants

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF GALA GLOBAL PRODUCTS LIMITED

Annexure A referred to in Paragraph 1 on Report on Other Legal and Regulatory Requirements of Our Report of even date of Gala Global Products Limited for the year ended March 31, 2022

(i)

(a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.
(B) The Company has maintained proper records showing full particulars of intangibles assets as disclosed in the books of accounts.

(b) Property, plant and equipment have been physically verified by the management during the year in accordance with a planned programme of verifying them over the period of three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were identified on such verification by the management.

(c) Based on our examination of the property tax receipts and lease agreement for land on which building is constructed registered sale deed / transfer deed / conveyance deed provided to us, we report that, The title deeds of immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in note to the financial statements under Property, Plant and Equipment are held in the name of the Company as at the balance sheet date.

(d) The Company has not revalued its Property, Plant and Equipment (including Right of use assets) or intangible assets during the year ended March 31, 2022.

(e) There are no proceedings initiated or are pending against the Company for holding any Benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made there under.

(ii)

(a) The inventory has been physically verified by the management during the year except for goods in transit and inventories lying with third parties. In our opinion, the frequency of verification by the management is reasonable and the coverage and procedure for such verification is appropriate. No discrepancies of 10% or more in aggregate for each class of inventory were noticed on such physical verification as confirmed by the management

(b) The Company has been sanctioned working capital limits in excess of Rs. five crores in aggregate from banks during the year on the basis of security of current assets of the Company. The quarterly returns/statements filed by the Company with such banks are in agreement with the books of accounts of the Company.

(iii) As during the year, the Company has provided advances to supplier in the nature of business for the purpose of tender which constitute a large exposure of the company. The company has not provided any security to any other entity and there were no investments made, guarantees provided.

(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 to directors including entities in which they are interested and in respect of grant of loans and advances, making investments and providing guarantees and securities.

(v) According to the information and explanations given to us, the Company has not accepted any deposits within the meaning of sections 73 to 76 of the Act. Therefore, the provision of Clause (v) of paragraph 3 of the Order is not applicable to the Company.

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF GALA GLOBAL PRODUCTS LIMITED

(vi) We have broadly reviewed the books of account maintained by the Company however not maintained pursuant to the rules made by the Central Government for the maintenance of cost records under section 148(1) of the Companies Act, 2013, related to the manufacture of paper products, and are of the opinion that prima facie, the specified accounts and records have not been made and maintained. We have not, however, made a detailed examination of the same.

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

(a) The Company is generally regular in depositing with appropriate authorities undisputed statutory dues except income tax liabilities of previous year including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Goods and Service Tax, Value Added tax, Custom Duty, Excise Duty, Cess and other material statutory dues applicable to it. According to the information and explanations given to us, no undisputed amounts payable except income tax payable in respect of the aforesaid dues were outstanding at the March 31, 2022 for a period of more than six months from the date of becoming payable.

(b) According to the information and explanations given to us and the records of the company examined by us, there are no dues of income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise and value added tax which have not been deposited on account of any dispute.

(viii) The Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.

(ix)

(a) The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.

(b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

(c) The Company has raised term loans during the year and were applied for the purpose for which the loans were obtained.

(d) On an overall examination of the financial statements of the Company, no funds raised on short-term basis have been used for long-term purposes by the Company.

(e) The Company does not have any subsidiaries, hence, the requirement to report on clause 3 (ix)(e) of the Order is not applicable to the Company.

(f) The Company does not have any subsidiaries. Hence, the requirement to report on clause 3 (ix)(f) of the Order is not applicable to the Company.

(x)

(a) The Company has not raised any money during the year by way of initial public offer / further public offer (including debt instruments) hence, the requirement to report on clause 3(x)(a) of the Order is not applicable to the Company.

(b) The Company has not made any preferential allotment or private placement of shares /fully or partially or optionally convertible debentures during the year under audit and hence, the requirement to report on clause 3(x)(b) of the Order is not applicable to the Company.

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF GALA GLOBAL PRODUCTS LIMITED

(xi)

(a) No fraud by the Company or no fraud on the Company has been noticed or reported during the year.

(b) During the year, no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed by cost auditor / secretarial auditor or by us in Form ADT – 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

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

(xii) The Company is not a Nidhi company and hence reporting under 3(xii)(a) (b) and (c) of Paragraph 3 the Order is not applicable to the Company.

(xiii) According to the information and explanations given by the management, transactions with the related parties are in compliance with Section 177 and 188 of Companies Act, 2013, where applicable, and the details have been disclosed in notes to the financial statements, as required by the applicable accounting standards.

(xiv)

(a) The Company has an internal audit system commensurate with the size and nature of its business.

(b) The company is in the process of outsourcing its internal audit system, currently there are no formal reports are prepared by the review team.

(xv) The Company has not entered into any non-cash transactions with its directors and hence requirement to report on clause 3(xv) of the Order is not applicable to the Company.

(xvi)

(a) The provisions of section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company. Accordingly, the requirement to report on clause (xvi)(a) of the Order is not applicable to the Company.

(b) The Company has not conducted any Non-Banking Financial or Housing Finance activities without obtained a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.

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

(d) There is no Core Investment Company as a part of the Group, hence, the requirement to report on clause 3(xvi) of the Order is not applicable to the Company.

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

(xviii) There has been no resignation of the statutory auditors during the year and accordingly requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.

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(xix) On the basis of the financial ratios disclosed in Note to the standalone 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 assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

(xx) Section 135 of the Companies Act, 2013 is not applicable on the company, hence, the requirement to report on clause 3(xx) of the Order is not applicable to the Company.

For **SHAH KARIA AND ASSOCIATES**
Chartered Accountants
ICAI Firm Registration No.: 131546W

Sd/-
Priyank Shah
Partner
Membership No.: 118627

Place: Ahmedabad
Date: May 28, 2022

SHAH KARIA & ASSOCIATES
Chartered Accountants

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF GALA GLOBAL PRODUCTS LIMITED

Annexure B referred to in Paragraph 2(f) on Report on Other Legal and Regulatory Requirements of Our Report of even date of Gala Global Products Limited for the year ended March 31, 2022

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

We have audited the internal financial controls over financial reporting of **Gala Global Products Limited** ('the Company') as of March 31, 2022 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting with reference to these financial statements based on our audit. We conducted our audit in accordance with the Guidance Note 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, and both issued by the Institute of Chartered Accountants of India. The Guidance Note and those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial Controls over financials reporting with reference to these financial statements 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 with reference to these financial statements and their operative effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting with reference to these financial statements, assessing the risk that material weakness exists, and testing and evaluating the design and operating effectiveness of internal controls 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 fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis of our audit opinion on the internal financial control system over financial reporting with reference to these financial statements.

Meaning of Internal Financial Controls Over Financial Reporting

A Company's internal financial controls over financial reporting with reference to these financial statements 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 with reference to these financial statements 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 authorizations of management and directors of the Company; and

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(3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use or disposition of the Company's assets that could have 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 with reference to these financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not to be detected. Also, projections of any evaluation of the internal financial controls over financial reporting with reference to these financial statements to future periods are subject to the risk that the internal financial controls over financial reporting with reference to these financial statements 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 explanation given by the management, the Company has, in all material respects, an adequate internal financial control system over financial reporting with reference to these financial statements and such internal financial controls over financial reporting with reference to these financial statements were operating effectively as at March 31, 2022, based on the internal controls over financials reporting criteria established by the Company considering the essential components of internal controls stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **SHAH KARIA AND ASSOCIATES**
Chartered Accountants
ICAI Firm Registration No.: 131546W

Sd/-
Priyank Shah
Partner
Membership No.: 118627

Place: Ahmedabad
Date: May 28, 2022

Gala Global Products Limited

Balance Sheet as at March 31, 2022

(Amounts mentioned are in Rupees unless otherwise specifically stated)

Particulars	Notes	As at March 31 2022	2021
ASSETS			
Non-current assets			
Property, plant and equipment	3	19,318,369	21,673,070
Other intangible assets	4	130,000,000	130,000,000
Financial assets			
Other Financial Asset	5	9,013,005	5,497,385
Deferred Tax Asset	6	1,481,989	1,756,851
		159,813,363	**158,927,306**
Current assets			
Inventories	7	170,124,830	179,382,330
Financial assets			
Trade receivables	8	353,001,620	184,231,508
Loans and Advances	9	178,200,000	-
Cash and cash equivalents	10	8,229,067	37,079,413
Others financial assets	5	8,015,295	17,786,633
Other Current Assets	11	14,075,671	45,217,008
		731,646,483	**463,696,892**
TOTAL ASSETS		**891,459,846**	**622,624,198**
EQUITIES AND LIABILITIES			
Equity			
Share capital	12	272,940,415	272,940,415
Other equity	13	149,670,766	136,560,958
		422,611,181	**409,501,373**
Non-current liabilities			
Financial liabilities			
Borrowings	14	3,735,561	12,649,586
		3,735,561	**12,649,586**
Current Liabilities			
Financial liabilities			
Borrowings	15	157,479,258	30,373,729
Trade payables	16	275,899,948	153,581,646
Provision	17	81,600	76,850
Other current liabilities	18	31,652,298	16,441,015
		465,113,104	**200,473,239**
TOTAL EQUITIES AND LIABILITIES		**891,459,846**	**622,624,198**

Summary of significant accounting policies 2

The accompanying notes form an integral part of these standalone financial statements

For Shah Karia and Associates
Chartered Accountants
ICAI Firm Registration No.: 131546W

Priyank Shah

Priyank Shah
Partner
Membership No.: 118627

SHAH KARIA & ASSOCIATES ★ AHMEDABAD ★ CHARTERED ACCOUNTANTS

Place: Ahmedabad
Date: May 28, 2022

For and on behalf of the Board of Directors of
Gala Global Products Limited

Vishal Gala
Managing Director
DIN: 00692090

Vishal Gala

Avani Nirav Shah
Chief Finance Officer
DIN: 00611413

Avani Gala

Parth Joshi
Company Secretary

GALA GLOBAL PRODUCTS LIMITED AHMEDABAD

Place: Ahmedabad
Date: May 28, 2022

Gala Global Products Limited

Statement of Profit and Loss for the year ended March 31, 2022
(Amounts mentioned are in Rupees unless otherwise specifically stated)

Particulars	Notes	Year ended on March 31 2022	2021
Revenue:			
Sale of products		1,033,860,807	1,048,228,359
Revenue from operations	19	**1,033,860,807**	**1,048,228,359**
Other income	20	3,697,503	2,122,687
Total revenue		**1,037,558,310**	**1,050,351,046**
Expenses:			
Cost of materials consumed	21	909,785,720	968,461,562
Changes in inventories of finished goods	22	40,454,605	(23,500,772)
Employee benefits expenses	23	17,390,338	13,640,675
Finance costs	24	11,303,291	9,150,644
Depreciation and amortisation expenses	3	3,027,091	6,751,871
Other expenses	25	38,233,937	43,056,473
Total expenses		**1,020,194,983**	**1,017,560,453**
Profit before tax		**17,363,327**	**32,790,593**
Tax expenses:			
Current tax		3,978,656	8,516,554
Deferred tax charge / (credit)		274,862	1,060,086
Net Profit for the year	**(A)**	**13,109,809**	**23,213,953**
OTHER COMPREHENSIVE INCOME			
Total other comprehensive income for the year (A) + (D)		**13,109,809**	**23,213,953**
Earning per share Basic and Diluted(in Rs.) [Nominal value of equity per share of Rs. 5]	26	**0.24**	**0.43**
Summary of significant accounting policies	2		

The accompanying notes form an integral part of these standalone financial statements

For Shah Karia and Associates
Chartered Accountants
ICAI Firm Registration No.: 131546W

Priyank Shah

Priyank Shah
Partner
Membership No.: 118627

SHAH KARIA & ASSOCIATES ★ CHARTERED ACCOUNTANTS ★ AHMEDABAD ★

Place: Ahmedabad
Date: May 28, 2022

For and on behalf of the Board of Directors of
Gala Global Products Limited

Vishal Gala
Managing Director
DIN: 00692090

Vishal Gala

Avani Nirav Shah
Chief Finance Officer
DIN: 00611413

Avani Shah

Parth Joshi
Company Secretary

GALA GLOBAL PRODUCTS LIMITED ★ AHMEDABAD ★

Place: Ahmedabad
Date: May 28, 2022

Gala Global Products Limited

Consolidated Cash Flow Statement for the period ended March 31, 2022
(Amounts mentioned are in Rupees unless otherwise specifically stated)

		Year ended March 31	
		2022	2021
A	**CASH FLOWS FROM OPERATING ACTIVITIES**		
	Profit Before Tax	17,363,327	32,790,593
	Adjustments for:		
	Depreciation and amortisation expense	3,027,091	6,751,871
	Loss on Sale of property, plant and equipment, net	-	241,900
	Finance income	(1,331,968)	(1,357,997)
	Finance cost	9,904,751	8,965,515
	Operating Profit before working capital changes	**28,963,201**	**47,391,883**
	Adjustments for (increase) / decrease of assets:		
	Trade Receivables	(168,770,112)	(108,865,688)
	Inventories	9,257,500	17,237,776
	Increase/Decrease in Loans and Advances	(178,200,000)	-
	Other Current financial assets	9,771,338	(4,243,732)
	Other Current assets	23,647,061	(8,653,537)
	Adjustments for increase / (decrease) of liabilities:		
	Other Provisions	4,750	76,850
	Trade Payables	122,318,302	117,617,786
	Other Current Liabilities	15,211,283	(8,843,818)
	Cash generated from Operations	**(137,796,675)**	**51,717,520**
	Taxes paid, net	-	-
	NET CASH GENERATED FROM OPERATING ACTIVITIES	**(137,796,675)**	**51,717,520**
B	**CASH FLOWS FROM INVESTING ACTIVITIES**		
	Purchase of tangible and intangible assets including CWIP	(672,390)	(464,548)
	Proceeds from sale of property, plant and equipment	-	5,125,000
	Bank Balances not considered as Cash and Cash Equivalents	(1,136,698)	36,961,822
	Interest received	1,331,968	1,357,997
	NET CASH FLOW (USED IN) INVESTING ACTIVITIES	**(477,120)**	**42,980,271**
C	**CASH FLOWS FROM FINANCING ACTIVITIES**		
	Proceeds/(Repayments) from short-term borrowings	127,105,530	(26,945,078)
	Proceeds/(Repayments) from long-term borrowings	(8,914,025)	(31,108,509)
	Finance cost	(9,904,751)	(8,965,515)
	NET CASH FLOWS GENERATED FROM/(USED IN) FINANCING ACTIVITIES	**108,286,753**	**(67,019,102)**
D	**EXCHANGE DIFFERENCE ARRISING ON CONVERSION OF FOREIGN SUBSIDIARIES**		
	NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	(29,987,042)	27,678,689
	Cash and cash equivalents at the beginning of the year	30,866,235	3,187,555
	Cash and cash equivalents at the end of the year	**879,191**	**30,866,244**
	Components of Cash and Cash Equivalents for cash flow:		
	Cash on hand	632,567	524,304
	Balance with banks	246,624	30,341,931
	Bank Deposits having maturity of less than 3 Months	-	-
	Total	**879,191**	**30,866,235**
	Less: Bank overdraft (Refer note 22)	**879,191**	**30,866,235**
	Net Cash and Cash Equivalents		

The above cashflow has been prepared under the "Indirect Method" as set out in Indian Accounting Standard 7(Ind AS 7) on Cashflow Statements.

As per our report of even date attached.

For Shah Karia and Associates
Chartered Accountants
ICAI Firm Registration No.: 131546W

Priyank Shah

Priyank Shah
Partner
Membership No.: 118627

Place: Ahmedabad
Date: May 28, 2022

SHAH KARIA & ASSOCIATES ★ CHARTERED ACCOUNTANTS ★ AHMEDABAD

For and on behalf of the Board of Directors of
Gala Global Products Limited

Vishal Gala

Vishal Gala
Managing Director
DIN: 00692090

Avani Shah

Avani Nirav Shah
Chief Finance Officer
DIN: 00611413

Parth Joshi
Company Secretary

Place: Ahmedabad
Date: May 28, 2022

GALA GLOBAL PRODUCTS LIMITED ★ AHMEDABAD

3. Property, plant and equipment

Particulars	Factory Building	Plant and Machinery	Office Equipment	Computers	Furniture and Fixtures	Vehicles	Total
As at March 2021	11,288,152	65,686,327	1,185,413	489,303	625,135	6,259,244	85,533,574
Additions	50,000	386,560	206,951		28,879		672,390
Disposals	-	-	-	-	-	-	-
As at March 2022	11,338,152	66,072,887	1,392,364	489,303	654,014	6,259,244	86,205,964
Depreciation and impairment:							
As at March 2021	5,265,742	51,042,277	997,925	421,445	614,228	5,519,435	63,861,112
Depreciation for the year	242,491.47	2,438,120.96	111,067.47	28,213.00	27,311.00	179,887.37	3,027,091
Impairment for the Year	-	-	-	-	-	-	-
On disposals	-	-	-	-	-	-	-
As at March 2022	5,508,233	53,480,398	1,108,993	449,658	641,539	5,699,322	66,888,203
Net Block excluding CWIP:							
As at March 31, 2021	6,022,410	14,644,050	187,488	67,858	10,907	739,809	21,673,070
As at March 31, 2022	5,829,919	12,592,489	283,372	39,645	12,475	559,922	19,318,369

4. Intangible assets *

Particulars	Goodwill (Refer note below)	Technical Knowhow	Total
Gross Block:			
As at March 2021	90,000,000	40,000,000	130,000,000
Additions	-	-	-
Disposals	-	-	-
As at March 2022	90,000,000	40,000,000	130,000,000
Total	90,000,000	40,000,000	130,000,000
Amortisation and impairment:			
As at March 2021	-	-	-
Amortisation / impairment for the year	-	-	-
On disposals	-	-	-
As at March 2022	-	-	-
Net Block excluding intangible Assets under development :			
As at March 31, 2021	90,000,000	40,000,000	130,000,000
As at March 31, 2022	90,000,000	40,000,000	130,000,000

*Intangible assets are tested for impairment annually and managemet believes that any reasonable possible change in any assumptions would not cause the carrying amount to exceed its recoverable amount.

HER FINANCIAL ASSETS	Non-current As at March 31 2022	Non-current As at March 31 2021	Current As at March 31 2022	Current As at March 31 2021
Security Deposites	1,213,218	1,213,218	709,270	26,126
Tender EMD	1,058,800	2,828,700	11,182,454	8,359,178
Tender Security Deposites	6,740,987	1,455,467	3,473,447	15,614,507
Tender EMD having Maturity Less than 3 Months	-	-	(7,349,876)	(5,389,178)
Tender Security Deposits having Maturity Less than 3 Months	-	-	-	(824,000)
	9,013,005	**5,497,385**	**8,015,295**	**17,786,633**

6 DEFERRED TAX ASSET/LIABILITIES (NET)

	As at March 31 2022	As at March 31 2021
Deferred tax asset/liabilities(Net)		
Excess of Net Block over Written Down Value as per Provision of Income Tax Act	1,481,989	1,756,851
Excess of Written Down Value over Net Block as per Provision of Income Tax Act	**1,481,989**	**1,756,851**
Net deferred tax Asset/(Liabilities)		

7 INVENTORIES

	As at March 31 2022	As at March 31 2021
[Valued at lower of cost and net realisable value]		
Finished goods(Certified by Management)	170,124,830	179,382,330
Total	**170,124,830**	**179,382,330**

* As per Company's management, it is not possible to give the details of Inventories of Work-in-Progress as the Company uses the same materials for different kinds of products and hence, the same is difficult to bifurcate at any point of time given.

8 TRADE RECEIVABLES

	As at March 31 2022	As at March 31 2021
Considered good	353,001,620	184,231,508
Total	**353,001,620**	**184,231,508**

The trade receivables ageing schedule for the years ended as on March 31, 2022 and March 31, 2021 is as follows :

As at 31st March, 2022

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed trade receivables – considered good	17101501	313192629.8	15383254	1494079	5830156	-	**353,001,620**
Undisputed trade receivables – credit impaired	-	-	-	-	-	-	-
Disputed trade receivables – considered good	-	-	-	-	-	-	-
Disputed trade receivables – credit impaired	-	-	-	-	-	-	-
Total	**17101501**	**313192630**	**15383254**	**1494079**	**5830156**	**0**	**353001620**

As at 31st March, 2021

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed trade receivables – considered good	2442251	169135330.4	4626631.58	6610005	1417290.48	-	**184,231,508**
Undisputed trade receivables – credit impaired	-	-	-	-	-	-	-
Disputed trade receivables – considered good	-	-	-	-	-	-	-
Disputed trade receivables – credit impaired	-	-	-	-	-	-	-
Total	**2442251**	**169135330**	**4626632**	**6610005**	**1417290**	**0**	**184231508**

9 LOAN AND ADVANCES

	Non-current As at March 31 2022	Non-current As at March 31 2021	Current As at March 31 2022	Current As at March 31 2021
Unsecured, considered good	-	-	178,200,000	-
			-	-
	-	-	**178,200,000**	-

10 CASH AND CASH EQUIVALENTS

	As at March 31 2022	As at March 31 2021
Balances with schedule banks:		
On current accounts	246,624	30,341,931
On Deposite Account(having maturity less than 3 months)	7,349,876	6,213,178
Cash on hand	632,567	524,304
Total	**8,229,067**	**37,079,413**

11 OTHER CURRENT ASSET

	As at March 31 2022	As at March 31 2021
Balance with Statutory Authorities	12,118,578	44,347,134
Loan to Staff	55,896	114,207
Tax Collect at Source Receivable	1,542,833	455,334
Other Advances	358,364	300,333
	14,075,671	**45,217,008**

12 SHARE CAPITAL

	As At March, 31			
	2022		2021	
	No. of shares	Amount	No. of shares	Amount
Authorised Shares				
Equity Shares				
6,06,00,000 equity shares of Rs.5/- each	60,600,000	303,000,000	60,600,000	303,000,000
	60,600,000	**303,000,000**	**60,600,000**	**303,000,000**

	As At March, 31			
	2022		2021	
Issued, Subscribed and Fully Paid-up Shares	No. of shares	Amount	No. of shares	Amount
Equity Shares of Rs. 5/- each - refer Note (d)	54,588,083	272,940,415	54,588,083	272,940,415
	54,588,083	**272,940,415**	**54,588,083**	**272,940,415**

(a) Reconciliation of the number of shares outstanding at the beginning and at the end of the year

	As At March, 31			
	2022		2021	
Equity Shares	No. of shares	Amount	No. of shares	Amount
At the beginning of the year	54,588,083	272,940,415	54,588,083	272,940,415
Split @ Face value of Rs. 5/-			-	-
Add: Issued during the year			-	-
Outstanding at the end of the year	**54,588,083**	**272,940,415**	**54,588,083**	**272,940,415**

(b) Details of Shareholders holding more than 5% equity shares in the company

	As At March, 31			
	2022		2021	
	No. of shares	% Holding	No. of shares	% Holding
Name of the Shareholders				
Vishal Gala	32,402,288	59.36	32,402,288	59.36
Neha Gala	6,429,197	11.78	6,429,197	11.78
	38,831,485		**38,831,485**	

(c) The details of the shares held by promoters as at March 31,2022 are as follows :

Promotor Name	No. of Shares	% of Total Shares	% Change during the Year
VISHAL M GALA HUF	661,302	1.21	-
ILABEN HARESHKUMAR DOSHI	176,400	0.32	-
PARUL AMIT CHHEDA	220	0.00	-
PINAL DHAVALBHAI TRIVEDI	220,720	0.40	-
HARESH NAGINDAS DOSHI	89,466	0.16	-
VISHAL MULCHANDBHAI GALA	32,402,288	59.36	-
AVANIBEN NIRAV SHAH	639,670	1.17	-
NEHA VISHAL GALA	6,429,011	11.78	-
Total	**40,619,077**	**74.41**	-

The details of the shares held by promoters as at March 31,2021 are as follows :

Promotor Name	No. of Shares	% of Total Shares	% Change during the Year
VISHAL M GALA HUF	661,302	1.21	-
ILABEN HARESHKUMAR DOSHI	176,400	0.32	-
PARUL AMIT CHHEDA	220	0.00	-
PINAL DHAVALBHAI TRIVEDI	220,720	0.40	-
HARESH NAGINDAS DOSHI	89,466	0.16	-
VISHAL MULCHANDBHAI GALA	32,402,288	59.36	-
AVANIBEN NIRAV SHAH	639,670	1.17	-
NEHA VISHAL GALA	6,429,011	11.78	-
Total	**40,619,077**	**74.41**	-

(d) Terms / rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs. 5 per share. Each equity shareholder is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining Assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders

The details of the shares held by promoters as at March 31,2021 are as follows :

Promotor Name	No. of Shares	% of Total Shares	% Change during the Year
VISHAL M GALA HUF	661,302	1.21	-
ILABEN HARESHKUMAR DOSHI	176,400	0.32	-
PARUL AMIT CHHEDA	220	0.00	-
PINAL DHAVALBHAI TRIVEDI	220,720	0.40	-
HARESH NAGINDAS DOSHI	89,466	0.16	-
VISHAL MULCHANDBHAI GALA	32,402,288	59.36	-
AVANIBEN NIRAV SHAH	639,670	1.17	-
NEHA VISHAL GALA	6,429,011	11.78	-
Total	**40,619,077**	**74.41**	-

(d) Terms / rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs. 5 per share. Each equity shareholder is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining Assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders

13 OTHER EQUITY

	As at March 31 2022	As at March 31 2021
Security Premium A/c		
Balance as per last financial statements	34,042,325	34,042,325
Closing Balance	**34,042,325**	**34,042,325**
Surplus in the statement of profit and loss		
Balance as per last financial statements	102,518,631 5	79,304,678 2
Profit for the year	13,109,809	23,213,953
Net surplus in the statement of profit and loss	**115,628,441**	**102,518,632**
	149,670,766	**136,560,957**

14 BORROWINGS

	Non-Current		Current	
	As at 1st April 2022	As at March 31 2021	As at March 31 2022	As at March 31 2021
Term Loans	3,735,561	12,649,586	30,134,804	1,893,518
	3,735,561	**12,649,586**	**30,134,804**	**1,893,518**
The above amount includes:				
Unsecured borrowings	3,735,561	12,649,586	30,134,804	1,893,518
Amount disclosed under the head "Short Term Borrowing" (refer note 18)	-	-	**(30,134,804)**	(1,893,518)
Net amount	**3,735,561**	**12,649,586**	**0**	**0**

15 SHORT-TERM BORROWINGS

	As at March 31 2022	As at March 31 2021
From Bank		
Cash Credit	157,479,258	30,373,729
The above amount includes		
Secured borrowings	157,479,258	30,373,729
Total	**157,479,258**	**30,373,729**

Hypothecation of entire book debts and Inventory of the companyThe cash credit is repayable on demand and carries interest @ 12.75%p.a.

16 TRADE PAYABLES

	As at March 31 2022	As at March 31 2021
Trade payables	275,899,948	153,581,646
	275,899,948	**153,581,646**

*Include dues to subsidiary

Trade payables ageing schedule for the years ended as on March 31, 2022 and March 31, 2021 is as follows :

Particulars	Particulars Not due Outstanding for following periods from due date of payment					Total
	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	
March 31,2022						
Outstanding Dues to MSME						
Others	32,441,077	207,744,219	34,472,278	-	1,242,374	**275,899,948**
Total	32441077	207744219	34472278	-	1242374	**275899948**
March 31,2021						
Outstanding Dues to MSME						
Others	5,262,450	145,252,234	-	1,816,740	1,250,221	**153,581,646**
Total	5262450	145252234	-	1816740	1250221	**153581646**

17 PROVISION

	As at March 31 2022	As at March 31 2021
Provision for Expenses	81,600	76,850
Total	**81,600**	**76,850**

18 OTHER CURRENT LIABILITIES

	As at March 31 2022	As at March 31 2021
Statutory Liabilities Payable	781,212	12,758,142
Current Maturities of Long Term Borrowings	30,134,804	1,893,518
Advance from Customer	-	1,100,000
Salary Payable	736,282	689,354
	31,652,298	**16,441,015**

19 REVENUE FROM OPERATIONS

	Year ended on March 31 2022	2021
Sale of Products		
Finished Goods	1,033,860,807	1,048,228,359
Revenue from operations (Gross)	**1,033,860,807**	**1,048,228,359**

20 OTHER INCOME

	Year ended on March 31 2022	2021
Interest Income on Deposites	1,331,968	1,357,997
Other Interest Income	-	44,690
Rent Income	720,000	720,000
Other Misc. Income	1,645,535	-
	3,697,503	**2,122,687**

21 COST OF MATERIALS CONSUMED

	Year ended on March 31 2022	2021
Inventory at the beginning of the year	95,972,999	136,711,547
Add: Purchases	940,982,825	927,723,014
	1,036,955,824	1,064,434,561
Less: Inventory at the end of the year	127,170,104	95,972,999
	909,785,720	**968,461,562**

22 CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGESS AND STOCK IN TRADE

	Year ended on March 31 2022	2021
Inventory at the end of the Year		
Finished goods	42,954,726	83,409,331
	42,954,726	83,409,331
Inventory at the beginning of the Year		
Finished goods	83,409,331	59,908,560
	83,409,331	59,908,560
	40,454,605	**(23,500,772)**

23 EMPLOYEE BENEFIT EXPENSES

	Year ended on March 31 2022	2021
Salaries, wages and bonus	11,188,135	9,297,430
Contribution to provident and other fund	802,203	533,245
Directors Remunaration	5,400,000	3,810,000
	17,390,338	**13,640,675**

24 FINANCE COSTS

	Year ended on March 31 2022	2021
Interest Expenses	9,904,751	8,965,515
Finance charges	1,398,540	185,129
	11,303,291	**9,150,644**

25 OTHER EXPENSES

	Year ended on March 31	
	2022	2021
Manufacturing Expenses	6,905,495	13,164,683
Power and Fuel	1,003,500	1,060,935
Rent Expense	77,600	1,452,825
Legal & Professional Fee	3,103,797	2,581,675
Audit fees	219,000	220,000
Testing Expenses	293,315	145,475
Bad Debts	13,078	5,975
Insurance Expense	287,946	804,986
Internet & Telephone	92,392	105,689
Office and Miscellaneous	1,523,135	1,646,068
Rates and Taxes	1,920,328	181,747
Freight Expense	13,259,286	11,804,649
Repair To Building	1,316,682	3,373,838
Repair To Machinery	582,358	182,696
Sales Promotion Exp	22,200	
Royalty	-	2,473,670
Sterilization Expenses	-	28,371
Stationary , Printing and Postage	2,156,931	314,499
Tender Fees & tender Sample	1,091,883	960,217
Traveling & Transporation Exps	2,390,873	1,844,132
Loss on sale of Fixed asset	-	241,900
Advertisement & Business	116,500	63,878
Donation Exps	8,202	3,001
Processing Fees	1,840,436	278,322
Quality Rebate	-	117,243
Trade Mark Exps	9,000	
	38,233,937	**43,056,472**

26 EARNINGS PER SHARE (EPS)

		Year ended on March 31	
		2022	2021
Net Profit as per statement of profit and loss	Rs.	**13,109,809**	**23,213,953**
Opening number of equity shares	Nos.	**54,693,738**	**54,693,738**
Weighted average number of equity shares in calculating basic EPS	Nos.	**54,693,738**	**54,693,738**
Weighted average number of equity shares in calculating diluted EPS	Nos.	**54,693,738**	**54,693,738**
Basic and Diluted earning per share	Rs.	**0.24**	**0.43**
Nominal value of shares	Rs.	**5.00**	**5.00**

28 We draw attention to the requirements of Ind AS-19 - Employee Benefits have not been complied with. Based on books of account and as per the explanations given by the management, the Company is in the process of Finalization of structure for the employee benefits and hence, there were no employees who were eligible for the benefits yet. Accordingly, Employee Benefits have not been provided in the financial statement. As per the crieteria defined by the Company. Our opinion is not modified in respect of this matter.

29 We draw attention to inability to pay Income Tax Liabilities of Rs.63.2 lakhs based on Tax Audit Assessment of the Company on the due date as well as till date, due to delay in receipt of receivables/advance to one party only, where company has high exposure in total according to the information and explanations given to us, which causes significant impact on the liquidity of the Company and going concern in future.

30 The Company is required to maintain cost records and required to be audited u/s 148 of the Companies Act, 2013. We have broadly reviewed the books of accounts and records maintained by the Company pursuant to the rules made per the Companies Act, 2013. However, cost records have not been maintained as prescribed, nor the same has been audited as prescribed. Also, we have not carried out a detailed audit of the same, hence we are unable to comment on the same.

31 During the current year, the managerial remuneration (based only on fixed component of salary) paid by the Company to its Chairman and Managing Director is in excess of the limits laid down under Section 197 read with Schedule V of the Companies Act, 2013 . The Company has obtained approval from its shareholders at the Annual General Meeting for such excess remuneration paid.

32 EVENT OCCURRED AFTER BALANCE SHEET DATE

The Company evaluates events and transactions that occur subsequent to the Balance Sheet date prior to the approval of the financial statements to determine the necessity for recognition and/or reporting of any of these events and transactions in the Financial Statements. As of 27 June 2020, there was no subsequent event to be recognized or reported that are not already disclosed elsewhere in these Financial Statements.

33 Loans and Advances/inventories are certified by Management and confirmation for the same has not received.

34 The ratios for the years ended March 31, 2022 and March 31, 2021 are as follows :

Particulars	Numerator	Denominator	As at March 31 2022	As at March 31 2021	% change
Current ratio	Current Asset	Current Liabilities	1.93	2.31	-38%
Debt – Equity ratio	Total debt (represents lease liabilities)	Shareholder's equity	0.38	0.11	28%
Debt service coverage ratio	Earnings available for debt service	Debt service	0.15	0.75	-60%
Return on Equity (ROE)	Net profits after taxes	Average shareholder's equity	0.03	0.06	-3%
Inventory Turnover Ratio	COGS	Average Inventory	5.45	5.10	36%
Trade receivables	Revenue	Average trade	3.85	8.08	-423%
Trade payables turnover ratio	Purchases of services and other expenses	Average trade payables	7.49	9.79	-230%
Net capital turnover ratio	Revenue	Working capital	3.88	3.98	-10%
Net profit ratio	Net profit	Revenue	1%	2%	-1%
Return on Capital Employed (ROCE)	Earning before interest and taxes	Capital employed	6%	13%	-7%
Unquoted	Income generated from investments	Time weighted average investments	-	-	-
Quoted	Income generated from investments	Time weighted average investments	-	-	-

35 Previous Years' figures have been regrouped/reclassified whereever necessary to confirm to Current years' classification / disclosure.

As per our report of even date

For Shah Karia and Associates
Chartered Accountants
ICAI Firm Registration No.: 131546W

Priyank Shah

Priyank Shah
Partner
Membership No.: 118627

SHAH KARIA & ASSOCIATES ★ CHARTERED ACCOUNTANTS ★ AHMEDABAD

Place: Ahmedabad
Date: May 28, 2022

For and on behalf of the Board of Directors of
Gala Global Products Limited

Vishal Gala

Vishal Gala
Managing Director
DIN: 00692090

Avni Shah

Avani Nirav Shah
Chief Finance Officer
DIN: 00611413

Parth Joshi
Company Secretary

GALA GLOBAL PRODUCTS LIMITED ★ AHMEDABAD

Place: Ahmedabad
Date: May 28, 2022

CORPORATE INFORMATION

GALA PRODUCTS LIMITED has been merged with GALA PRINT CITY LIMITED as per NCLT order dated 19th May, 2017 containing appointed date 1st April,2016. The name of the Company has been changed from Gala Print City Limited to Gala Global Products Limited with effect from 18th August, 2017.

The financial statements were authorized for issue in accordance with a resolution passed in Board Meeting held on May 28, 2022.

2 SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Preparation

The financial statements have been prepared and presented in accordance with the Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

These Ind As financial statements have been prepared on the historical cost convention and on an accrual basis, except for the following material items in the balance sheet:

(i) Employee defined benefit assets/(liability) are recognised as the net total of the fair value of plan assets, plus actuarial losses, less actuarial gains and the present value of the defined benefit obligation;

(ii) Long-term borrowings, except obligations under finance leases, are measured at amortized cost using the effective interest rate method;

(b) Use of Estimates

The preparation of financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Although these estimates are based on the management's best knowledge of the current events and actions, uncertainty about these assumption and estimates could result in the outcomes requiring a material adjustment to the carrying amount of the asset & liabilities in the future period.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected. In particular, information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements is included in the following notes:

- Useful lives of property, plant and equipment and intangible assets {Refer 2(c)&(d)}
- Valuation of inventories { Refer 2(f) }
- Employee benefits { Refer 2(h) }
- Provisions, contingent liability and contingent assets { Refer 2(l) }
- Sales returns { Refer 2(g) }
- Evaluation of recoverability of deferred tax assets { Refer 2 (i) }

(c) Property, plant and equipment

Recognition and measurement

The items of property, plant and equipment are measured at cost of acquisition or construction less accumulated depreciation and accumulated impairment losses, if any. The cost comprises of its purchase price and other incidental expenses that are directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials and other costs directly attributable to bringing the asset to a working condition for its intended use. Subsequent expenditure related to an item of fixed asset is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance.

The cost of replacing part of an item of property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Company and its cost can be measured reliably. The costs of repairs and maintenance are recognised in the statement of profit and loss as incurred.

Gains or losses arising from de-recognition of property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the Statement of Profit and Loss when the asset is de-recognized.

Intangible Assets

Intangible assets initially recognized at cost and are subsequently carried at cost less accumulated amortisation and accumulated impairment losses. These costs are amortised to profit or loss using the straight line method over their estimated useful lives.

The Company has adopted Policy of reviewing the intangible in the year of recognition for possible returns. In case of the returns are not sustainable the intangible assets could be written off with in a period of 2-3 years. And if sustainable the same would be written off as provided under the applicable standard. Since the Company is required to adopt Ind-As compulsory with effect from 01st April 2018 and it has specifically defined in these forthcoming standards that any such Intangible Assets needs to be reviewed at each balance sheet date for any impairment (if any) whereas existing accounting standards require to amortize such intangibles compulsory within maximum of 5/10 years. Further the management foresee that there would not be any impairment requirement comparing to its carrying value as on 31 march 2022 (even in near future as well) and hence no amortization of intangible asset has been made in the period under report.

Depreciation

Depreciation is recognised on pro-rata basis in the statement of profit and loss on a straight line basis over the estimated useful lives of property, plant and equipment.

Type of Assets	Useful life in years
Building	30 years
Plant and Machineries	15 years
Furniture, Fixtures and Equipments	10 years
Computers	3 years
Vehicles	8 to 10 years
Mobile Phones	5 years

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

Advances paid towards the acquisition of property, plant and equipment outstanding at each reporting date is disclosed as capital advances under other non current assets. The cost of property, plant and equipment not ready to use before such date are disclosed under capital work-in-progress. Assets not ready for use are not depreciated.

(d) Impairment of Non Financial Assets

The Management periodically assesses using, external and internal sources, whether there is an indication that an asset may be impaired. An impairment loss is recognized wherever the carrying value of an asset exceeds its recoverable amount. The recoverable amount is higher of the asset's net selling price or value in use, which means the present value of future cash flows expected to arise from the continuing use of the asset and its eventual disposal. An impairment loss for an asset is reversed if, and only if, the reversal can be related objectively to an event occurring after the impairment loss was recognized. The carrying amount of an asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortization or depreciation) had no impairment loss been recognized for the asset in prior years

Goodwill

CGUs to which goodwill has been allocated are tested for impairment annually or more frequently when there is indication for impairment. If the recoverable amount of a CGU is less than its carrying amount, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then to the other assets of the unit pro-rata on the basis of the carrying amount of each asset in the unit.

Determination of recoverable amount of CGU requires the management to estimate the future cash flows expected to arise and a suitable discount rate in order to calculate the present value. An impairment loss recognised for goodwill is not reversed in subsequent periods.

(e) Investments

Investments, which are readily realisable and intended to be held for not more than a year from the date on which such investments are made, are classified as current investments. All other investments are classified as Non-current investments.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis.

Non-current investments are carried at cost. Investments in share of foreign subsidiaries are reported in Indian Currency at the rate of exchange prevailing on the date of transaction. However, provision for diminution in value is made to recognise a decline other than temporary in the value of the investments.

On disposal of an investment, the difference between its carrying cost and net disposal proceeds is charged or credited to the statement of profit and loss.

(f) Inventories

(i) Raw materials, Packing materials, fuel, stores and spares are valued at lower of cost and net realizable value. Cost includes Purchase Price and other directly attributable costs incidental thereto. However, materials and other items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. Cost is determined on a weighted average basis.

(ii) Work-in-progress and finished goods are valued at lower of cost and net realizable value. Cost includes direct materials and labour and a proportion of manufacturing overheads based on normal operating capacity. Cost is determined on a weighted average basis.

(iii) Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

(iv) Provision for diminution in value of inventories has been made for expired, obsolete, non-moving and slow-moving inventories as per the management's estimate.

(g) Revenue Recognition

Revenue is recognized to the extent that the economic benefits will flow to the Company and the revenue can be reliably measured regardless of when the payment is being made.

(i) Revenue is measured at fair value of the consideration received or receivable. Revenue from sale of goods includes excise duty and are net of discounts, applicable taxes, rebates and estimated returns.

Revenue from sale of goods is recognized when all the significant risks and rewards of ownership of the goods have been passed to the buyer, usually on delivery of the goods, recoverability of consideration is probable, the amount of revenue and cost incurred or to be incurred in respect of transaction can be measured reliably and there is no continuing managerial involvement over the goods sold.. The company collects GST (01.04.2021 to 31.03.2022) on behalf of the government and, therefore, these are not economic benefits flowing to the company. Hence, they are excluded from revenue.

(ii) Income from services is recognized when the services are rendered or based on stage of completation.

(iii) Interest income is accounted on accrual basis at applicable rate.

(iv) Other incomes are accounted as and when the right to receive arises.

(h) Employees retirement and other benefits

Retirement/ Post retirement Benefits: The Company has not made any provision for gratuity and leave encashment as prescribed by the Indian Accounting Standard (IndAS) – 19 on Employee Benefits. Please refer Note 28.

(i) Income Taxes

Income tax expense comprises current and deferred tax expense. Income tax expenses are recognized in statement of profit and loss, except when they relate to items recognized in other comprehensive income or directly in equity, in which case, income tax expenses are also recognized in other comprehensive income or directly in equity respectively.

Current tax is the tax payable on the taxable profit for the year, using tax rates enacted or substantively enacted by the end of reporting period by the governing taxation laws, and any adjustment to tax payable in respect of previous periods. Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Deferred taxes arising from deductible and taxable temporary differences between the tax base of assets and liabilities and their carrying amount in the financial statements are recognized using substantively enacted tax rates and laws expected to apply to taxable income in the years in which the temporary differences are expected to be received or settled. The deferred tax arising from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and affects neither accounting nor taxable profit or loss at the time of the transaction are not recognized.

Deferred tax asset are recognized only to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences can be utilized. The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax assets to be utilized.

In respect of taxable temporary differences associated with investments in subsidiaries, associates and interest in jointly controlled entities, when the timing of reversal of temporary differences can be controlled and it is probable that temporary differences will reverse in foreseeable future.

Deferred tax assets and liabilities are offset when the Company has a legally enforceable right to do the same.

MAT credit is recognized as an asset only when there is convincing evidence that the company will pay normal income tax within specified period. The assets are reviewed at each balance sheet date

(j) Earnings Per Share

Basic earnings per share is computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the period. Diluted earnings per share is computed by dividing the profit after tax by the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equityshares. The number of shares and potentially dilutive equity shares are adjusted retrospectively for all periods presented for any share splits and bonus shares issues including for changes effected prior to the approval of the financial statements by the Board of Directors. Basic earnings per share is computed by dividing profit or loss attributable to equity share holders of Group by the weighted average number of equity shares outstanding during the period. Dilutes earnings per share is determined by the adjusting profit or loss attributable to ordinary shareholders and weighted average number of ordinary shares outstanding for the effects of all dilutive potential ordinary shares.

(k) Cash and cash equivalents

Cash and cash equivalents consists of cash on hand, short demand deposits and highly liquid investments, that are readily convertible into known amounts of cash and which are subject to an insignificant risk of change in value. Short term means investments with original maturities / holding period of three months or less from the date of investments. Bank overdrafts that are repayable on demand and form an integral part of the Group's cash management are included as a component of cash and cash equivalent for the purpose of statement of cash flow.

(l) Provisions, contingent liabilities and contingent assets

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources for which reliable estimate can be made. The expenses related to provision is presented in P&L net of any reimbursement.

Liabilities which are of a contingent nature are not provided but are disclosed at their estimated amount in the notes forming part of the financial statements. Contingent assets are neither recognized nor disclosed in the financial statements.

Where the company expects some or all of a provision to be reimbursed, for example under an insurance contract, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the statement of profit and loss net of any reimbursement.

(m) Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of these assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised in statement of profit and loss in the period in which they are incurred.

(n) Cash flow statement

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

(o) Operating Cycle and Current/Non-current classification

Based on the nature of products and the time between acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as twelve months for the purpose of current/non-current classification of assets and liabilities.

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is current when it is:

- Expected to be realised or intended to be sold or consumed in normal operating cycle.
- Held primarily for the purpose of trading.
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent.

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle.
- It is held primarily for the purpose of trading.
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

Related Party Disclosure

The transactions that has taken place during the year with related parties to be disclosed as required by Indian Accounting Standard -24 "Related party Disclosures"

Key Management Personnel

Vishal Mulchandbhai Gala
Avani Mulchandbhai Gala
Neha Vishal Gala

Relative of Key Management Personnel

Navya Papers Plaza
Papers Plaza
Gala Warehouse
Vishal M Gala HUF

Sr. No.	Name of Related Party	Relation	Nature of Transaction	Receipts	Payments
1	Vishal Mulchandbhai Gala	Director	Salary	-	3,693,600
			Loan Received/Paid	174,925,240	174,890,783
2	Avani Mulchandbhai Gala	Director	Salary		1,197,600
			Loan Received/Paid	569,267	546,209
3	Neha Vishal Gala	Relative of Director	Salary	-	561,600
			Loan Received/Paid	5,165,000	5,165,000
4	Navya Papers Plaza	Firm of relative of Director	Loan Received/Paid	175,000	175,000
			Sales	96,250	
			Purchase		37,637,601
5	Papers Plaza	Firm of relative of Director	Purchase of Goods and Services	-	20,468,808
			Sales	117,754	-
6	Vishal Gala HUF	Relative of Director	Reimbursement of expense	100,000	100,000
			Purchase	-	1,320,578

Gala Global Products Limited

(Amounts mentioned are in Rupees unless otherwise specifically stated)

STATEMENT OF CHANGES IN EQUITY

(A) EQUITY SHARE CAPITAL

Particulars	As at March 31	
	2022	2021
Balance as at April 1, 2021	272,940,415	272,940,415
Changes during the year	-	-
Balance as at March 31, 2022	**272,940,415**	**272,940,415**

(B) OTHER EQUITY

Particulars	Security premium account	Retained earnings	Total
Balance as at April 1, 2020	34,042,325	79,304,678	113,347,003
Profit for the year	-	23,213,953	23,213,953
Balance as at March 31, 2021	**34,042,325**	**102,518,632**	**136,560,957**
Balance as at April 1, 2021	34,042,325	102,518,632	136,560,957
Profit for the year	-		13,109,809
Balance as at March 31, 2022	**34,042,325**	**102,518,632**	**149,670,766**

For Shah Karia and Associates
Chartered Accountants
ICAI Firm Registration No.: 131546W

Priyank Shah
Partner
Membership No.: 118627

SHAH KARIA & ASSOCIATES ★ AHMEDABAD ★ CHARTERED ACCOUNTANTS

Place: Ahmedabad
Date: May 28, 2022

For and on behalf of the Board of Directors of
Gala Global Products Limited

Vishal Gala
Managing Director (DIN: 00692090)

Avani Nirav Shah
Chief Finance Officer (DIN: 00611413)

Parth Joshi
Company Secretary

GALA GLOBAL PRODUCTS LIMITED AHMEDABAD

Place: Ahmedabad
Date: May 28, 2022