Archit Organosys Limited
25 / 9 / A, 25 / 9 / B, Phase III, G.I.D.C.,
Naroda, Ahmedabad-382330. Gujarat, INDIA.
Ph. : +91-79-22821154, 22800785
CIN : L24110GJ1993PLC019941

Date: 13/08/2022

To,
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400 001

Dear Sir/Madam,

SUB: SUBMISSION OF ANNUAL REPORT OF FINANCIAL YEAR 2021-22.
SECURITY ID: ARCHITORG; ISIN: INE078I01011

Pursuant to Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 enclosing herewith the Annual report of Financial Year 2021-22.

We request you to take the above on your records.

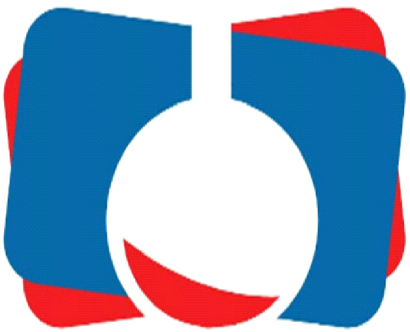
Thanking you,

Yours faithfully,
For Archit Organosys Limited

Vijay Boliya
Company Secretary & Compliance Officer

Encl: As above

Annual Report
2021-2022



ARCHIT ORGANOSYS LIMITED

CIN: L24110GJ1993PLC019941

ARCHIT ORGANOSYS LIMITED

BOARD OF DIRECTORS	Shri Kandarp Amin	Chairman and Whole Time Director
	Smt. Archana Amin	Whole Time Director
	Shri Archit Amin	Whole Time Director
	Shri Bhupendra Mehta	Independent Director
	Shri Shreeraj Desai	Independent Director
	Shri Nikul Patel	Independent Director
KEY MANAGERIAL PERSONNEL	Shri Gajendrasingh Rajput	Chief Financial Officer
	Shri Vijay Boliya	Company secretary and Compliance Officer (from 01st March, 2022)
BANKERS	Union Bank of India, Ellisbridge Branch, Ashram Road, Ahmedabad – 380006	
AUDITORS	M/s. Chirag R. Shah & Associates Ahmedabad	
REGISTERED OFFICE & UNIT I	Plot No. 25/9-A, Phase-III, G.I.D.C. Naroda, Ahmedabad 382 330.	
UNIT II	Survey No. 228/A, Paiki 7, Paiki 2, Village-Narmad, Bhavnagar-364313	
CORPORATE OFFICE	9th Floor, Venus Benecia, Near Pakwan Restaurant, Bodakdev, S.G. Highway, Ahmedabad-380054	

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ARCHIT ORGANOSYS LIMITED
CIN: L24110GJ1993PLC019941
REGD. OFF: PLOT NO 25/9-A, PHASE-III, G.I.D.C. NARODA, AHMEDABAD – 382330
PHONE: 91-79- 40082447 E-MAIL: share@architorg.com

N O T I C E

NOTICE is hereby given that the 29th Annual General Meeting of the Members of Archit Organosys Limited (the Company) will be held at **12:35 P.M. (IST) on Thursday, 08th September, 2022** through two-way Video Conferencing ('VC') facility or other audio visual means ('OAVM') to transact the following businesses:

ORDINARY BUSINESS:

(1) To receive, consider and adopt the Audited Financial Statement of the Company including Balance Sheet as at 31st March, 2022, Statement of Profit and Loss and Cash Flow Statement for the year ended on that date together with the Directors' and the Auditors' Report thereon.

(2) To declare dividend recommended by Board of Directors at Rs. 0.75/- (7.50%) per equity share of Rs. 10/- each.

(3) To appoint a Director in place of Shri Archit K. Amin (DIN:01681638) who retires by rotation and being eligible, offers himself for re-appointment.

(4) **To Appoint Statutory Auditor of the Company and fix their remuneration:**

To consider and if thought fit to pass with or without modification(s) the following resolution as an **Ordinary Resolution:**

"RESOLVED THAT pursuant to the provisions of the Section 139, 141, 142 and other applicable provisions of the Companies Act, 2013 read with the Companies (Audit & Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), M/s. G. K. Choksi & Co., Chartered Accountants, (Firm Reg. no. 101895W) be and are hereby appointed as the Statutory Auditors of the Company in place of retiring Auditors M/s. Chirag R. Shah & Associates, Chartered Accountants (Firm Registration Number- 118791W), to hold office for a term of five (5) consecutive years from the conclusion of this Annual General Meeting (AGM) till the conclusion of the AGM to be held for the financial year ending on March 31, 2027, on the remuneration and out of pocket expenses as may be decided by Board of Directors in consultation with the Statutory Auditors.

SPECIAL BUSINESS:

(5) **To ratify remuneration payable to the Cost Auditors for the financial year 2022-23:**

To consider and if thought fit to pass, with or without modifications, the following resolution as an **Ordinary Resolution:**

"RESOLVED THAT pursuant to the provisions of Section 148 and all other applicable provisions of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modifications or re-enactment thereof, for time being in force) M/s. Rajendra Patel & Associates, Cost Accountants (FRN: 101163) who were appointed by the Board on 25th July, 2022 upon recommendation of Audit committee of the Board to conduct the audit of the cost records of the company for the financial year ending on 31st March, 2023, be paid the remuneration amounting to Rs.90,000 (Rupees Ninety Thousand Only) plus taxes and reimbursement of out-of-pocket expenses that may be incurred during the course of audit, be and is hereby confirmed and ratified."

RESOLVED FURTHER THATanyone of the executive Director of the Company be and is hereby jointly or severally authorized to do all such acts, deeds and things as may be necessary and incidental for giving effect to this resolution."

(6) **To increase the limits for giving loans, making investments and providing guarantees or security under Section 186 of the Companies Act, 2013:**

To consider and if thought fit to pass, with or without modification, the following resolution as a **Special Resolution:**

"RESOLVED THAT pursuant to the provisions of Section 186 of the Companies Act, 2013, read with the Companies (Meetings of Board and its Powers) Rules, 2014 as amended from time to time and other applicable provisions of the Companies Act, 2013 (including any amendment thereto or re-enactment thereof for the time being in force), if any, consent of the shareholders of the Company be and is hereby accorded to the Board of Directors of the Company ('the Board', which term shall include any Committee authorized by the Board to exercise its powers

including powers conferred on the Board by this resolution) to (a) give any loan to any person(s) or other body corporate(s); (b) give any guarantee or provide security in connection with a loan to any person(s) or other body corporate(s); and (c) acquire by way of subscription, purchase or otherwise, securities of any other body corporate from time to time in one or more tranches as the Board of Directors in their absolute discretion deem beneficial and in the interest of the Company, for an amount not exceeding Rs.100,00,00,000 (Rupees One Hundred Crores Only) outstanding at any time, notwithstanding that such investments, loans and guarantees and security provided may exceed the limits prescribed under Section 186 of the Companies Act, 2013.

RESOLVED FURTHER THAT for the purpose of giving effect to the above, any one Executive Director and Company Secretary of the Company, be and are hereby severally authorised to take such steps as may be necessary for obtaining approvals, statutory or otherwise, in relation to the above and to all matters arising out of and incidental thereto and to sign and execute necessary deeds, applications, documents and file returns with Registrar of Companies, that may be required, on behalf of the Company and generally to do all such acts, deeds, matters and things as may be necessary, proper, expedient or incidental for giving effect to this resolution."

(7) **To re-appoint Shri Kandarp Amin (DIN: 00038972) as the Whole Time Director of the Company:**

To consider and if thought fit, to pass with or without modification(s), the following resolution as a **Special Resolution:**

"**RESOLVED THAT** pursuant to the provisions of Section 196, 197, 203 and Schedule V and all the other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 read with Regulation 17(6)(e) of SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018 (including any statutory modification(s) or re-enactment thereof for the time being in force), consent of the members be and is hereby accorded for re-appointment of Shri Kandarp Amin (DIN: 00038972) as the Whole Time Director of the Company for the period of 3 years with effect from 01st April, 2023 on the terms and conditions including remuneration as detailed in the explanatory statement.

RESOLVED FURTHER THAT the Board be and is hereby authorized to revise from time to time during the tenure of the appointment of Shri Kandarp Amin the remuneration payable to him, subject to overall limits laid down in Sections 197, Schedule V of the Act and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modifications or reenactments thereof for the time being in force) without further approval of Members of the Company but with such other approvals, sanctions or permissions, if any, required for such revision in the remuneration.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all suchacts, deeds,matters and things as may be considered necessary, usual or expedient to give effect to the aboveresolution."

(8) **To re-appoint Smt. Archana Amin (DIN: 00038985) as the Whole Time Director of the Company:**

To consider and if thought fit, to pass with or without modification(s), the following resolution as a **Special Resolution:**

"RESOLVED THAT pursuant to the provisions of Section 196, 197, 203 and Schedule V and all the other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 read with Regulation 17(6) (e) of SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018 (including any statutory modification(s) or re-enactment thereof for the time being in force), consent of the members be and is hereby accorded for re-appointment of Smt. Archana Amin (DIN: 00038985) as the Whole Time Director of the Company for the period of 3 years with effect from 01st April, 2023 on the terms and conditions including remuneration as detailed in the explanatory statement.

RESOLVED FURTHER THAT the Board be and is hereby authorized to revise from time to time during the tenure of the appointment of Smt. Archana Amin the remuneration payable to her, subject to overall limits laid down in Sections 197, Schedule V of the Act and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modifications or re-enactments thereof for the time being in force) without further approval of Members of the Company but with such other approvals, sanctions or permissions, if any, required for such revision in the remuneration.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all such acts, deeds, matters and things as may be considered necessary, usual or expedient to give effect to the above resolution."

(9) **To re-appoint Shri Archit Amin (DIN: 01681638) as the Whole Time Director of the Company:**

To consider and if thought fit, to pass with or without modification(s), the following resolution as a **SpecialResolution:**

"**RESOLVED THAT** pursuant to the provisions of Section 196, 197, 203 and Schedule V and all the other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 read with Regulation 17(6) (e) of SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018 (including any statutory modification(s) or re-enactment thereof for the time being in force), consent of the members be and is hereby accorded for re-appointment of Shri Archit Amin (DIN: 01681638) as the Whole Time Director of the Company for the period of 3 years with effect from 12th May, 2023 on the terms and conditions including remuneration as detailed in the explanatory statement.

RESOLVED FURTHER THAT the Board be and is hereby authorized to revise from time to time during the tenure of the appointment of Shri Archit Amin, the remuneration payable to him subject to overall limits laid down in Sections 197, Schedule V of the Act and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modifications or re-enactments thereof for the time being in force) without further approval of Members of the Company but with such other approvals, sanctions or permissions, if any, required for such revision in the remuneration.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all such acts, deeds, matters and things as may be considered necessary, usual or expedient to give effect to the above resolution."

Place : Ahmedabad
Date: 25th July, 2022
REGISTERED OFFICE
PLOT NO. 25/9-A, PHASE III,
G.I.D.C. NARODA,
AHMEDABAD - 382 330

BY ORDER OF THE BOARD
FOR ARCHIT ORGANOSYS LIMITED.

(KANDARP K. AMIN)
Chairman & Whole Time Director
DIN: 00038972

NOTES:

1. Pursuant to Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020issued by the Ministry of Corporate Affairs followed by Circular No. 20/2020 dated May 05, 2020,General Circular No. 22/2020 dated June 15, 2020 , General Circular No. 33/2020 dated September 28, 2020, General Circular No. 39/2020 dated December 31, 2020, Circular No. 02/2021 dated January 13, 2021, Circular No. 21/2021 dated December 14, 2021 and Circular No. 02/2022 dated May 05, 2022 and SEBI Circularsand all other relevant circulars issued from time to time, physical attendance of the Members to the AGM venue is not required and general meeting be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.The facility of casting votes by a member using remote e-voting system as well as venue voting on the date of the AGM will be provided by NSDL.
2. Information required to be furnished as required under SS-2 and pursuant to Regulation 36 (3) of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, the particulars of Director who is proposed to be re-appointed is given below:

Name of the Director	Date of Birth	Date of Appoint-ment	Qualification and Expertise in functional areas	Share-holding in the Company	Details of Directorship held in other Companies as on 31.03.2022 alongwith listed Entities from which they has resigned in the past three years.@	Details of Membership/ Chairmanship of Committee(s) held in other Companies as on 31.3.2022#	No. of board meetings attended during Financial 2021-2022
Shri. Kandarp Amin*	20/08/1957	22/01/2000	Commerce Graduate Expertise:Manufacturing, Export-import business, finance and management. Experience of about 40 years in chemicals and trading business and 25 years in manufacturing of chemicals.	36,71,295	Rajpath Club Limited	Nil	Ten
Smt Archana K. Amin	11/12/1959	01/04/2009	B.sc (Chemistry) Product Procurement, Export Business and Production planning with 14 years of experience in the chemical industry.	38,70,515	Adonis Lifecare Private Limited	NIL	Ten
Shri Archit Amin	16/08/1983	12/05/2017	B.E., Master of Science in Engineering from the University of Pennsylvania, USA.Expertise:Research & Development, Product Procurement and Processing in Chemical Industry.	16,20,395	Adonis Lifecare Private Limited	NIL	Ten

*Shri. Kandarp Amin, Whole Time Director of the Company is spouse of Smt. Archana K. Amin, Whole Time Director of the Company and Father of Shri. Archit K. Amin, Whole Time Director of the Company.

under this column, membership/Chairmanship of Audit Committee and Stakeholders Relationship Committee is only considered.

@No Director is director in any other listed entity.

3. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors,

Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis. Members attending the AGM through VC / OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013 (the Act).

4. The Register of Members and the Share Transfer Books of the Company will remain closed from **Friday, 26th August, 2022 to Thursday, 01st September, 2022 (both days inclusive).** The dividend if declared by the Members at the AGM, will be paid subject to deduction of income-tax at source ('TDS'), wherever applicable as under:

   To all the Beneficial Owners as at the end of the day on **Thursday, 25th August, 2022** as per the list of beneficial owners to be furnished by the National Securities Depository Limited and Central Depository Services (India) Limited in respect of the shares held in electronic form; and

   To all Members in respect of **shares held in physical form** after giving effect to valid transmission and transposition in respect of valid requests lodged with the Company/Registrar and Share Transfer Agent on or before the close of business hours **Thursday, 25th August, 2022.**

5. Pursuant to the Finance Act, 2020, dividend income is taxable in the hands of the Shareholders w.e.f. 1st April 2020 and the Company is required to deduct TDS from dividend paid to the Members at rates prescribed in the Income Tax Act, 1961 (the "IT Act"). In general, to enable compliance with TDS requirements, Members were requested to complete and/or update their Residential Status, Permanent Account Number ("PAN"), Category as per the IT Act with their Depository Participants ("DPs") orin case shares are held in physical form, with the Company/ RTA,by sending documents through e-mail by Thursday, 01st September, 2022.

6. Further, in order to receive the dividend in a timely manner, Members holding shares in physical form, are requested to update their mandate for receiving the dividends directly in their bank accounts through Electronic Clearing Service ("ECS") or any other means are requested to send hard copies of the following details/documents to the Company's Registrar and Share Transfer Agent ("RTA"), viz. LINK INTIME INDIA PVT. LTD. at 5th Floor, 506 to 508, Amarnath Business Centre – 1 (ABC-1), Beside Gala Business Centre, Near St. Xavier's College Corner, Off C. G. Road, Sardar Patel Nagar, Ahmedabad - 380009, latest by Thursday, 01st September, 2022:

   a) a signed request letter mentioning your Name, Folio Number, complete address and following details relating to Bank Account in which the dividend is to be received:

      i) Name and Branch of Bank and Bank Account type;

      ii) Bank Account Number and type allotted by your bank after implementation of Core Banking Solutions; and

      iii) 11 digit IFSC Code.

   b) Self-attested copy of cancelled cheque bearing the name of the Member or first holder, in case shares are held jointly;

   c) Self-attested copy of the PAN Card; and

   d) Self-attested copy of any document (such as Aadhaar Card, Driving License, Election Identity Card, Passport) in support of the address of the Member as registered with the Company.

7. For Members who are unable to receive the dividend directly in their bank accounts through ECS or any other means, due to non-registration of the Electronic Bank Mandate, the Company shall dispatch the dividend warrant/ Bankers' cheque/demand draft to such Members, through postal or courier services.

8. Members are requested to note that dividends, if not encashed for a consecutive period of 7 years from the date of transfer to Unpaid Dividend Account of the Company, are liable to be transferred to the Investor Education and Protection Fund ("IEPF"). Further, the shares in respect of such unclaimed dividends are also liable to be transferred to the DEMAT account of the IEPF Authority. The Members, whose unclaimed dividends/ shares have been transferred to IEPF, may claim the same by making an application to the IEPF Authority as prescribed under IEPF Regulations.

9. Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM through VC/OAVM and cast their votes through e-voting.

10. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company. The Notice can also be accessed from the website of the Stock Exchange i.e. BSE Limited at www.bseindia.com. The AGM Notice is also disseminated on the website of NSDL (agency for providing the Remote e-Voting facility and e-voting system during the AGM) i.e. www.evoting.nsdl.com.

THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING AND JOINING GENERAL MEETING ARE AS UNDER:-

The remote e-voting period begins on Monday, 05th September, 2022 at 10:00 A.M. and ends on Wednesday, 07th September, 2022 at 05:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. Thursday, 01st September, 2022, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being Thursday, 01st September, 2022.

How do I vote electronically using NSDL e-Voting system?

The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:

Step 1: Access to NSDL e-Voting system:

A) Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode:

In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their DEMAT account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their DEMAT accounts in order to access e-Voting facility.

Login method for Individual shareholders holding securities in DEMAT mode is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with **NSDL.**	1. If you are already registered for **NSDL IDeAS facility**, please visit the e-Services website of NSDL. Open web browser by typing the following URL: **https://eservices.nsdl.com**/ either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "**Beneficial Owner**" icon under "Login" which is available under "**IDeAS**" section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on options available against company name or **e-Voting service provider - NSDL** and you will be re-directed to NSDL e-Voting website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2. If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS" Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp 3. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number held with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on options available against company name or **e-Voting service provider - NSDL** and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 4. Shareholders/Members can also download NSDL Mobile App "NSDL Speede" facility by scanning the QR code mentioned below for seamless voting experience. NSDL Mobile App is available on App Store Google Play  

Individual Shareholders holding securities in demat mode with **CDSL**	1. Existing users who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or www.cdslindia.com and click on New System Myeasi. 2. After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of **e-Voting service provider i.e. NSDL**. Click on **NSDL** to cast your vote. 3. If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration 4. Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. **NSDL** where the e-Voting is in progress.
Individual Shareholders (holding securities in demat mode) login through their **depository participants**	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. Once login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on options available against company name or **e-Voting service provider-NSDL** and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. NSDL and CDSL.

Login type	Helpdesk details
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30
Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022- 23058738 or 022-23058542-43

B) Login Method for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.

How to Log-in to NSDL e-Voting website?

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.

   Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at https://eservices.nsdl.com/ with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.

4. Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12****** then your user ID is IN300***12******.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12********** then your user ID is 12**********
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Password details for shareholders other than Individual shareholders are given below:

   a) If you are already registered for e-Voting, then you can user your existing password to login and cast your vote.

   b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.

   c) How to retrieve your 'initial password'?

      (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.

      (ii) If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered**

6. If you are unable to retrieve or have not received the " Initial password" or have forgotten your password:

   a) Click on "**Forgot User Details/Password**?"(If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.

   b) **Physical User Reset Password**?" (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.

   c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address etc.

   d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.

7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.

8. Now, you will have to click on "Login" button.

9. After you click on the "Login" button, Home page of e-Voting will open.

Step 2: Cast your vote electronically and join General Meeting on NSDL e-Voting system.

How to cast your vote electronically and join General Meeting on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle and General Meeting is in active status.

2. Select "EVEN" of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on "VC/OAVM" link placed under "Join General Meeting".
3. Now you are ready for e-Voting as the Voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
5. Upon confirmation, the message "Vote cast successfully" will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to evoting@parikhdave.com with a copy marked to evoting@nsdl.co.in.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password?" option available on www.evoting.nsdl.com to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no.: 1800 1020 990 and 1800 22 44 30 or send a request to Ms. Pallavi Mhatre, Senior Manager, NSDL, Address: Trade World, A wing, 4th Floor, Kamala Mills Compound, Lower Parel, Mumbai - 400013 Email ID: evoting@nsdl.co.in.

Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to share@architorg.com.
2. In case shares are held in DEMAT mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to share@architorg.com. If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at **step 1 (A)** i.e. **Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode**.
3. Alternatively shareholder/members may send a request to evoting@nsdl.co.in for procuring user id and password for e-voting by providing above mentioned documents.
4. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE AGM ARE AS UNDER:-

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members/ shareholders, who will be present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.
3. Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.

4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the EGM/AGM shall be the same person mentioned for Remote e-voting.

THE MANNER IN WHICH PERSONS WHO HAVE ACQUIRED SHARES AND BECOME MEMBERS OF THE COMPANY AFTER THE DISPATCH OF NOTICE MAY OBTAIN THE LOGIN ID AND PASSWORD:-

Any person who acquires shares and becomes shareholder of the Company after dispatch of the notice and holding shares as of the cut-off date may cast their votes by following the instructions and process of e-voting as provided above.

INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE EGM/AGM THROUGHVC/OAVM ARE AS UNDER:

1. Member will be provided with a facility to attend the EGM/AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for **Access to NSDL e-Voting system**. After successful login, you can see link of "VC/OAVM link" placed under **"Join General meeting"** menu against company name. You are requested to click on VC/OAVM link placed under Join General Meeting menu. The link for VC/OAVM will be available in Shareholder/Member login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.
2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
5. Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at share@architorg.com. The same will be replied by the company suitably.
6. The Board of Directors has appointed Mr. Umesh Parikh or failing him, Mr. Uday Dave partners of M/s. Parikh and Associates, Company Secretaries as Scrutinizer to scrutinize the voting at the AGM and remote e-Voting process, in a fair and transparent manner.

Place : Ahmedabad
Date: 25th July, 2022
REGISTERED OFFICE
PLOT NO. 25/9-A, PHASE III,
G.I.D.C. NARODA,
AHMEDABAD - 382 330

BY ORDER OF THE BOARD
FOR ARCHIT ORGANOSYS LIMITED.

(KANDARP K. AMIN)
Chairman & Whole Time Director
DIN: 00038972

EXPLANATORY STATEMENT
PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013

The following Statement pursuant to Section 102 of the Companies Act, 2013, sets out all material facts relating to the businesses mentioned in the accompanying Notice. Further, for Item No. 4 the explanatory statement is being provided pursuant to the Regulation 36(5) of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015("SEBI Listings Regulations")

ITEM NO. 4: To Appoint Statutory Auditor of the Company and fix their remuneration :

M/s. Chirag R. Shah & Associates, Chartered Accountants (Firm Registration Number- 118791W) were appointed as Statutory Auditors of the Company at 24th Annual General Meeting ('AGM') held on 23rd September, 2017 to hold the office of the Auditors up to the conclusion of the 29th Annual General Meeting (AGM of Financial year 2021-22).

The appointment term of five consecutive years of existing Auditor's firm has completed pursuant to Section 139(2) of the Companies Act, 2013. The Audit Committee and the Board of Directors at their respective meetings held on 25th July, 2022 recommended appointment of M/s. G. K. Choksi & Co., Chartered Accountants, (Firm Reg. no. 101895W) as the Statutory Auditors of the Company for a term of five years from the conclusion of 29th AGM till the conclusion of the 34th AGM (AGM of Financial year 2026-27), in place of retiring Auditors.

M/s. G.K. Choksi & Co. is a well renowned firm which has experience of more than 5 decades and today it stands with work force of more than 200 personnel and H.O. in Ahmedabad and three other offices with one each in the commercial capital. It provides Tax Consultancy, Financial Transaction Advisory Services, Audit and Assurance Services to its various clients.

The remuneration payable to the statutory auditors for the financial year 2022-23 has been fixed as Rs.7.50 Lakhs plus applicable taxes and out of pocket expenses. The remuneration for the subsequent year(s) of their term shall be determined based on the recommendation of the Audit Committee and as mutually agreed between the Board of Directors of the Company and the Statutory Auditors. Considering the experience & expertise of the said firm the increase in remuneration from previous auditor is justified.

M/s. G.K. Choksi & Co., Chartered Accountants, have consented to the said appointment and confirmed that their appointment, if made, would be within the limits specified under Section 141(3)(g) of the Act. They have further confirmed that they are not disqualified to be appointed as statutory auditors in terms of the provisions of the proviso to Section 139(1) and Section 141(3) of the Act and the provisions of the Companies (Audit and Auditors) Rules, 2014.

The Board of Directors recommends the ordinary resolution with or without modification as per item No. 4 of the accompanying notice for approval of the members of the Company.

None of the Directors or Key Managerial Personnel of the Companyor their relatives are concerned or interested, financially or otherwise in the resolution as per item No. 4 of the notice.

ITEM NO. 5: To Ratify remuneration payable to the Cost Auditors for the financial year 2022-23:

The Board at its meeting held on 25th July, 2022, on the recommendation of the Audit Committee, has approved the appointment and recommended remuneration of Rajendra Patel & Associates, Cost Accountants, to conduct the audit of the cost records of the company for the financial year ending on 31st March,2023.

In accordance with the provisions of Section 148 of the Act read with the Companies (Audit and Auditors) Rules, 2014, the remuneration of Rs.90,000 (Rupees Ninety Thousand) plus applicable taxes and out of pocket expenses payable to the Cost Auditor has subsequently required to be approved by the shareholders of the company. The remuneration of the Cost Auditor shall be ratified by the shareholders.

None of the Directors / Key Managerial Personnel of the company and their relatives are concerned or interested, financially or otherwise, in the resolution set out at the Item No. 5 of the accompanying Notice of the AGM.

The Board recommends the resolution at Item no.5 to be passed with or without modification as an Ordinary Resolution.

ITEM NO. 6:To increase the limits for giving loans, making investments and providing guarantees or security under Section 186 of the Companies Act, 2013

In order to make optimum use of funds available with the Company and also to achieve long term strategic and business objectives, the Board of Directors of the Company proposes to make use of the same by making investment in other bodies corporate or granting loans, giving guarantee or providing security to other persons or other body corporate as and when required. Shareholder may note that pursuant to Section 186 of the Companies Act, 2013 ("Act"), the Company can give loan or give any guarantee or provide security in connection with a loan to any other body corporate or person and acquire securities of any other body corporate, in excess of 60% of its paid up share capital, free reserves and securities premium account or 100% of its free reserves and securities premium account, whichever is more, with approval of Members by special resolution passed at the general meeting.

In view of the aforesaid and considering the future business plans it is proposed to take approval under Section 186 of the Companies Act, 2013, by way of special resolution, up to a limit of Rs. 100 Crores, as proposed in the Notice.

The above proposal is in the interest of the Company and the Board recommends the Resolution with or without modification as set out at Item No.6 for approval by the members of the Companyas Special Resolution.

None of the Directors or Key Managerial Personnel or their relatives are in any way concerned with or interested, financially or otherwise in the resolution at Item no. 6 of the accompanying notice.

ITEM NO. 7: To re-appoint Shri Kandarp Amin (DIN: 00038972) as a Whole Time Director of the Company:

The present term of appointment of Shri Kandarp K. Amin as a Whole-time Director of the Company shall expire on 31st March, 2023. Considering his experience, knowledge, skills and his valuable contribution towards the company the Board of Directors, upon the recommendation of Nomination and Remuneration Committee at its meeting held on 25th July, 2022, has re-appointed him as the Whole-time Director of the Company subject to approval of members in the ensuing general meeting on revised terms w.e.f. 01st April, 2023 for a term of three years.

a) Remuneration:

Remuneration plus allowances with different breakup be payable on monthly / yearly basis within overall limit not exceeding **Rs. 7,50,000/-** (Rupees Seven Lakhs Fifty Thousand only) per month. Annual increment maximum up to 30% of last remuneration depending upon work performance, working of the Company etc. as may be decided by the Nomination and Remuneration Committee of the Board from time to time.

b) Perquisites:

In addition to the Salary as described in (a) above, he shall be eligible for the following perquisites, which shall not be included in the computation of ceiling on remuneration specified hereinabove.

i. Provident Fund: Contribution to Provident Fund, Superannuation Fund or Annuity Fund to the extent these either singly or put together are not taxable under the Income Tax Act, 1961.

ii. Gratuity: The Company shall pay gratuity as per the Company's Rules.

iii. Encashment of leave at the end of the tenure

c) Other Perquisites:

i. Medical Reimbursement: Expenses incurred for Self and family subject to the ceiling of one month's salary per year which can be carried forward upto 3 years.

ii. Leave travel concession: For self and family once in a year within such limits as may be approved by the Nomination and Remuneration Committee from time to time.

iii. Bonus / Ex-gratia payments: The Company shall pay as per the rules of the Company.

iv. The Company shall pay the residence telephone expenses, however the long-distance personal call shall be billed by the Company.

v. He shall be entitled to the benefits under all the other schemes, privileges and amenities as are granted to the senior executives of the Company in accordance with the company's practice, rules, regulations in forcefrom time to time.

d) Contribution to Pension Scheme (NPS): The Companymay contribute in Pension Scheme as per the Company's rules.

e) He will be entitled to all other benefits as applicable to the senior executives of the Company.

f) For all other terms and conditions not specifically spelt out above, the rules and order of the Company shall apply.

Notwithstanding anything to the contrary herein contained, where, in any financial year the Company, has no profits or its profits are inadequate, the Company shall pay remuneration by way of remuneration and perquisites and allowances as specified above subject to the limits as may be prescribed or amended in future from time to time under the provisions of the Companies Act, 2013, Schedule thereof and the Rules framed there under as well as any other statutoryprovisions as may be applicable.

Pursuant to the provisions of Section 196, 197,203 read with Schedule V of the Companies Act, 2013 read with Regulation17(6) (e) of SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018, the approval of the members is being sought to approve the terms, conditions and stipulations for the re-appointment of Shri Kandarp K. Amin as Whole Time Director and the remuneration payable to him. In the opinion of the Board, Shri Kandarp K. Amin fulfills the conditions specified in the Companies Act, 2013 and rules made there under for his re-appointment as a Whole Time Director of the Company.

Shri Kandarp K. Amin has given required consent and disclosure to act as Whole Time Director of the Company and

declaration in terms of Circulars No. NSE/CML/2018/24 issued by NSE and LIST/COMP/14/2018-19 issued by BSE dated June 20, 2018 stating that he is not debarred/restrained for being re-appointed or for holding the office of director in the Company by virtue of any order issued by SEBI or any other competent authority.

The Board recommends the resolution at Item No.7 to be passed with or without modifications as Special Resolution.

Except Shri Kandarp K.Amin being an appointee and Smt. Archana K. Amin and Shri Archit Amin, Whole time Directors being relative, none of the other Directors and Key Managerial Personnel of the Company and / or their relatives are concerned or interested, financially or otherwise, in the proposed resolution.

Statement containing information required to be given as per item(iv) of third proviso of Section II of Part II of ScheduleV to the Companies Act, 2013.

I. *General Information:

As per Note below

II. Information about the appointee:

1) Background details: He is a CommerceGraduate and has a vast experience of about 40 years in chemicals and trading business and 25 years in chemical manufacturing industry.

2) Past Remuneration: Rs. 6,50,000/- per month during the financial year 2021-22.

3) Recognition and awards:NIL

4) Job profile and his suitability: TheWhole-time Director is responsible for production, project and corporate strategy subject to the superintendence, control and direction of the Board of Directors. Considering the long association and notable contributions made by him his appointment as a Whole Time Director is in the best interest of the Company.

5) Remuneration proposed: As mentioned Above.

6) Taking into consideration the size of the Company, the profile, knowledge, skills and responsibilities shouldered by him the remuneration proposed to be paid is commensurate with the remuneration packages paid to his similar counterparts in other companies.

7) He has no other pecuniary transactions directly or indirectly in the company except to the extent of his shareholding in the Company and other transactions covered in notes to accounts.

III. **Other information:

As per Note Below.

ITEM NO. 8: To re-appoint Smt. Archana Amin (DIN: 00038985) as a Whole Time Director of the Company:

The present termof appointment of Smt. Archana K. Amin as a Whole-time Director of the Company shall expire on 31st March, 2023, Considering her experience, knowledge and skills and her valuable contribution towards the company the Board of Directors, upon the recommendation of Nomination and Remuneration Committee at its meeting held on 25th July, 2022, has re-appointed her as the Whole-time Director of the Company subject to approval of members in the ensuing general meeting on revised terms w.e.f. 01st April, 2023 for a term of three years.

a) Remuneration:

Remuneration plus allowances with different breakup be payable on monthly / yearly basis within overall limit not exceeding **Rs. 6,50,000/-** (Rupees Six Lakhs Fifty Thousand) per month. Annual increment maximum up to 30% of last remuneration depending upon work performance, working of the Company etc. asmay be decided by Nomination and Remuneration Committee of the Board from time to time.

b) Perquisites:

In addition to the salary as described in (a) above, she shall be eligible for the following perquisites, which shall not be included in the computation of ceiling on remuneration specified hereinabove.

i. Provident Fund: Contribution to Provident Fund, Superannuation Fund or Annuity Fund to the extent these either singly or put together are not taxable under the Income Tax Act, 1961.
ii. Gratuity: The Company shall pay gratuity as per the Company's Rules.
iii. Encashment of leave at the end of the tenure

c) Other Perquisites:

i. Medical Reimbursement: Expenses incurred for Self and family subject to the ceiling of one month's salary per year which can be carried forward upto 3 years.

ii. Leave travel concession: For self and family once in a year within such limits as may be approved by the Nomination and Remuneration Committee from time to time.

iii. Bonus / Ex-gratia payments: The Company shall pay as per the rules of the Company.

iv. The Company shall pay the residence telephone expenses, however the long distance personal call shall be billed by the Company.

v. She shall be entitled to the benefits under all the other schemes, privileges and amenities as are granted to the senior executives of the Company in accordance with the company's practice, rules, regulations in force from time to time.

d) Contribution to Pension Scheme (NPS): The Companymay contribute in Pension Scheme (d) as per the Company's rules.

e) She will be entitled to all other benefits as applicable to the senior executives of the Company.

f) For all other terms and conditions not specifically spelt out above, the rules and order of the Company shall apply.

Notwithstanding anything to the contrary herein contained, where, in any financial year the Company, has no profits or its profits are inadequate, the Company shall pay remuneration by way of salary and perquisites and allowances as specified above subject to the limits as may be prescribed or amended in future from time to time under the provisions of the Companies Act, 2013, Schedule thereof and the Rules framed there under as well as any other statutoryprovisions as may be applicable.

Pursuant to the provisions of Section 196, 197, 203 read with Schedule V of the Companies Act, 2013 read with Regulation 17(6) (e) of SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018, the approval of the members is being sought to approve the terms, conditions and stipulations for the re-appointment of Smt. Archana K. Amin as Whole Time Director and the remuneration payable to her. In the opinion of the Board, Smt. Archana K. Amin fulfils the conditions specified in the Companies Act, 2013 and rulesmade there under for her re-appointment as Whole Time Director of the Company.

Smt. Archana K. Amin has given required consent and disclosure to act as Whole Time Director of the Company and declaration in terms of Circulars No. NSE/CML/2018/24 issued by NSE and LIST/COMP/14/2018-19 issued by BSE dated June 20, 2018 stating that he is not debarred/restrained for being re-appointed or for holding the office of director in the Company by virtue of any order issued by SEBI or any other competent authority.

The Board recommends the resolution at Item No. 8 to be passed with or without modifications as Special Resolution.

Except Smt. Archana K. Amin being an appointee and Shri Kandarp K. Amin and Shri Archit Amin, Whole time Directors being relative, none of the other Directors and Key Managerial Personnel of the Company and / or their relatives are concerned or interested, financially or otherwise, in the proposed resolution.

Statement containing information required to be given as per item(iv) of third proviso of Section II of Part II of ScheduleV to the Companies Act, 2013.

i. *General Information:

As per Note below

ii. Information about the appointee:

(1) Background details: She has done B.sc (Chemistry) and has vast experience in the field of Procurement, Export Business and Production planning and having overall experience of 16 years in the chemical industry.

(2) Past Remuneration: Rs. 6,00,000/- per month including perquisites & benefits during the financial year 2021-22.

(3) Recognition and awards:NIL

(4) Job profile and his suitability: The Whole-time Director is responsible for production, project and corporate strategy subject to the superintendence, control and direction of the Board of Directors. Considering the long association and expertise in relevant field she is suited for the appointment as Whole Time Director of the Company.

(5) Remuneration proposed: As mentioned Above.

(6) Taking into consideration the size of the Company, the profile, knowledge, skills and responsibilities shouldered by her the remuneration proposed to be paid is commensurate with the remuneration packages paid to her similar counterparts in other companies.

(7) She has no other pecuniary transactions directly or indirectly in the company except to the extent of her shareholding in the Company and other transactions covered in notes to accounts.

III. **Other information:

As per Note Below.

ITEM NO. 9:To re-appoint Shri Archit Amin (DIN: 01681638) as the Whole Time Director of the Company:

The present term of appointment of office of Shri Archit K. Amin as aWhole-time Director of the Company shall expireon 11th May, 2023, Considering his experience, knowledge and skills, the Board of Directors of the Company, upon the recommendation of Nomination and remuneration committee at its meeting held on 25th July, 2022, has re-appointed him as the Whole-Time Director of the Company subject to approval of members in the ensuing general meeting on revised terms w.e.f. 12th May, 2023 for a term of three years.

a) Remuneration:

Salary plus allowances with different breakup be payable on monthly / yearly basis within overall limit not exceeding **Rs. 5,50,000/-** (Rupees Five Lakhs Fifty Thousand) per month. Annual increment maximum up to 30% of last remuneration depending upon work performance, working of the Company etc. asmay be decided by Nomination and Remuneration Committee of the Board from time to time.

b) Perquisites:

In addition to the salary as described in (a) above, he shall be eligible for the following perquisites, which shall not be included in the computation of ceiling on remuneration specified hereinabove.

(i) Provident Fund: Contribution to Provident Fund, Superannuation Fund or Annuity Fund to the extent these either singly or put together are not taxable under the Income Tax Act, 1961.

(ii) Gratuity: The Company shall pay gratuity as per the Company's Rules.

(iii) Encashment of leave at the end of the tenure

c) Other Perquisites:

(i) Medical Reimbursement: Expenses incurred for Self and family subject to the ceiling of one month's salary per year which can be carried forward for 3 years.

(ii) Leave travel concession: For self and family once in a year within such limits as may be approved by the Nomination and Remuneration Committee from time to time.

(iii) Bonus / Ex-gratia payments: The Company shall pay as per the rules of the Company.

(iv) The Company shall pay the residence telephone expenses, however the long distance personal call shall be billed by the Company.

(v) He shall be entitled to the benefits under all the other schemes, privileges and amenities as are granted to the senior executives of the Company in accordance with the company's practice, rules, regulations in force from time to time.

d) Contribution to Pension Scheme (NPS) the Company may contribute in Pension Scheme as per the Company's rules.

e) He will be entitled to all other benefits as applicable to the senior executives of the Company.

f) For all other terms and conditions not specifically spelt out above, the rules and order of the Company shall apply.

Notwithstanding anything to the contrary herein contained, where, in any financial year the Company, has no profits orits profits are inadequate, the Company shall pay remuneration by way of salary and perquisites and allowances as specified above subject to the limits as may be prescribed or amended in future from time to time under the provisions of the Companies Act, 2013, Schedule thereof and the Rules framed there under as well as any other statutory provisions as may be applicable.

Pursuant to the provisions of Section 196, 197, 203 read with Schedule V of the Companies Act, 2013 read with Regulation 17(6)(e) of SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018, the approval of the members is being sought to approve the terms, conditions and stipulations for re-appointment of Shri Archit K. Amin as Whole Time Director and the remuneration payable to him. In the opinion of the Board, Shri Archit K. Amin fulfills the conditions specified in the Companies Act, 2013 and rules made there under for his re-appointment as Whole Time Director of the Company.

Shri Archit K. Amin has given required consent and disclosure to act as Whole Time Director of the Company and declaration in terms of Circulars No. NSE/CML/2018/24 issued by NSE and LIST/COMP/14/2018-19 issued by BSE dated June 20, 2018 stating that he is not debarred/restrained for being re-appointed or for holding the office of director in the Company by virtue of any order issued by SEBI or any other competent authority.

The Board recommends the resolution at Item No. 9 to be passed with or without modifications as Special Resolution.

Except Shri Archit K.Amin being an appointee and Shri Kandarp K. Amin and Smt. Archana K. Amin, Whole time Directors being relative, none of the other Directors and Key Managerial Personnel of the Company and / or their relatives are concerned or interested, financially or otherwise, in the proposed resolution.

Statement containing information required to be given as per item(iv) of third proviso of Section II of Part II of ScheduleV to the Companies Act, 2013.

I. *General Information:

As per Note below

II. Information about the appointee:

(1) Background details: He hold a bachelors Degree in Engineering from Gujarat University and Master degree in Engineering from the University of Pennsylvania, USA and has experience of working in Research & Development, product process and procurement field in the Chemical Industry.

(2) Past Remuneration: Rs. 4,75,000/- per month during the financial year 2021-22.

(3) Recognition and awards:NIL

(4) Job profile and his suitability: The Whole-time Director is responsible for production, project and corporate strategy subject to the superintendence, control and direction of the Board of Directors. Considering the long association and expertise in relevant field he is suited for the appointment as Whole Time Director of the Company.

(5) Remuneration proposed: As mentioned Above.

(6) Taking into considerationthe size of theCompany, the profile, knowledge, skills and responsibilities shouldered by her the remuneration proposed to be paid is commensurate with the remuneration packages paid to him similar counter parts in other companies.

(7) He has no other pecuniary transactions directly or indirectly in the company except to the extent of his shareholding in the Company and other transactions covered in notes to accounts.

III. **Other information:

As per Note Below.

Note:-

***General information of the Company:**

(1) Nature of Industry: Chemical Industry

(2) The commercial operations have already begun.

(3) The Company is not a new Company.

(4) Financial Performance: (Rs. in lacs)

PARTICULARS	Year ended 31-03-2022	Year ended 31-03-2021
Revenue from Operations	13,666.42	9,451.12
Other Income	192.01	54.32
Profit before Exceptional Items and Tax	1,142.54	468.41
Exceptional items –	-	-
Profit before Tax	1,142.54	468.41
Tax Expense	319.38	(32.24)
Profit After Tax (PAT)	823.16	500.65
Other Comprehensive Income	2.38	4.91
Total Comprehensive Income	825.54	505.56

(5) The company has not made any foreign investments and neither entered into any foreign collaboration.

**** Other information:**

1. Reason for loss or inadequate profits: The Company has earned profits after tax of Rs. 500.65 Lacs in the Financial Year 2020-21 and has earned profit after tax of Rs.823.16 Lacs in the Financial Year 2021-22. The company put best efforts to increase Sales and Profit to reduce overheads. However, due to new project, the Interest and Depreciation are higher so the profits are lower. The Company in order to compensate the efforts put by the whole time Directors has proposed the resolution as set out in the explanatory statement above.

2. Steps taken or proposed to be taken for improvement and expected increase in productivity and profits in measurable terms: The Management of the Company is deliberately looking after the cost cutting measures implemented and effective utilisation of capacity. Consequently, the profit for the year ended on 31st March, 2022 has increased as compared to 31st March, 2021 and the company is ambitious for the same improved position.

Place : Ahmedabad
Date: 25th July, 2022
REGISTERED OFFICE
PLOT NO. 25/9-A, PHASE III,
G.I.D.C. NARODA,
AHMEDABAD - 382 330

BY ORDER OF THE BOARD
FOR ARCHIT ORGANOSYS LIMITED.

(KANDARP K. AMIN)
Chairman & Whole Time Director
DIN: 00038972

D I R E C T O R S' R E P O R T

To,
The Members,

Your Directors have pleasure in presenting the 29th Annual Report together with the Audited Statement of Accounts for the year ended on 31st March, 2022.

FINANCIAL RESULTS:

The operating results of the Company for the year ended on 31st March, 2022 are briefly indicated below:

(₹ in lacs)

	Year 2021-2022	Year 2020-2021
Total Income	13,858.43	9505.44
Operating Cost including Depreciation	12,471.84	8,712.50
Financial Expenses	244.05	324.53
Total Expenses	***12,715.89***	***9,037.03***
Profit before Taxation	***1,142.54***	***468.41***
Provision for taxation - For Current Tax	145.00	46.00
Provision for taxation - For Deferred Tax	312.20	(32.24)
MAT credit Entitlement	(137.82)	(46.00)
Profit after Taxation	***823.16***	***500.65***

DIVIDEND AND TRANSFER TO RESERVES:

An amount of Rs. 823.16lacs (previous year Rs. 500.65 lacs) is proposed to be held as Retained Earnings.

Your Directors have recommended a dividend of Rs. 0.75 (7.50%) per share, for the approval of the Members at the ensuing 29th Annual General Meeting.

PERFORMANCE OF THE COMPANY & FUTURE PROSPECTS:

With the consistent performance and sheer dedication, the Company was able to stand out in the difficult times of second wave of COVID-19 in India. Not only, the Company was able to continue the momentum of earning profit but has shown outstanding performance by reaching the bottom line profits of Rs. 1142.53 Lacs as compared to Rs. 468.41 Lacs in the previous financial year.

Total revenue from Operations of the Company for fiscal year 2022 increase at Rs. 13,666.42 Lakhs as against Rs. 9,451.12 Lakhs for fiscal year 2021, showing a growth of 44.60%.

Company's Net profit after Tax (PAT) is Rs. 823.15 lakhs for fiscal year 2022 against Profit of Rs. 500.65 lacs for fiscal year 2021 i.e. increase by 64.41%.

MATERIAL CHANGES AND COMMITMENTS, IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY FROM THE CONCLUSION OF THE FINANCIAL YEAR TILL THE END OF THIS REPORT:

There were no other material changes and commitments affecting the financial position of the Company which have occurred between the end of the financial year of the Company and the date of this report.

MANAGEMENT DISCUSSIONS AND ANALYSIS REPORT:

A report on Management Discussion and Analysis (MDA) is annexed to this report as **Annexure B**, inter-alia deals adequately with the operations and also current and future outlook of the Company.

SHARE CAPITAL

As on March 31, 2022, the paid up capital of the Company was Rs. 20,52,07,230/- divided into 2,05,20,723 equity shares of Rs. 10/- each.

During the year, Company has allotted 55,00,000 equity shares in tranches upon conversion of convertible warrants issued on preferential basis as approved by members at the 27th Annual General Meeting of the Company held on

September 29, 2020. The Company received trading approval from BSE Limited vide notice no. 20210705-5 dated July 5, 2021 admitting 20,00,000 number of equity shares for trading w.e.f. July 6, 2021 and allowed trading for balance 35,00,000 equity shares w.e.f. August 5, 2021 vide its Letter no. 20210804-18 dated August 4, 2021.

VARIATION IN UTILIZATION OF PROCEEDS OF RIGHTS ISSUE:

Details of amount utilized from convertible warrants till **March 31, 2022** is as follows:(Rs. In Lacs)

No.	Total issue size of Convertible Warrants (Rs.)	Amount received @10 per warrant	Amount utilized
1	**550**	**550**	**550**

DEPOSITS:

The Company has not accepted or renewed any deposits from public falling within the purview of Section 73 of Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014.

CORPORATE SOCIAL RESPONSIBILITY:

The Company does not fall under the criteria mentioned in Section 135 of the Companies Act, 2013 ("the Act") read with the Companies (Corporate Social Responsibility Policy) Rules, 2014, and accordingly the Company is not required to constitute CSR Committee and to spend any amount towards CSR Activity during reporting financial year.

DIRECTORS AND KEY MANAGERIAL PERSONNEL:

Pursuant to the provisions of Section 152 and other applicable provisions if any, of the Companies Act, 2013, Shri Archit K. Amin (DIN:01681638), Whole Time Director of the Company is liable to retire by rotation at the forthcoming Annual General Meeting and he is being eligible offers himself for re-appointment.

In terms of the provision of Section 149 of the Companies Act, 2013 and Regulation 17(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, A Company shall have at least one woman director on the board of the Company. Your company has Mrs. Archana Amin as Director on the board since 01/04/2009, who is presently the whole-time director of your Company.

Details of Director seeking re-appointment as required under the Listing Regulations are provided in the Notice forming part of this Annual Report. Upon expiration of term of appointment, the Board of Directors has recommended re-appointment of Shri Kandarp Amin, Smt. Archana Amin and Shri Archit Amin as Whole Time Director on the Board w.e.f. 01st April, 2023, 01st April, 2023 and 12th May, 2023 respectively. Necessary resolutions have been proposed at ensuing Annual General Meeting for getting consent of members. Their re-appointments are appropriate and in the best interest of the Company.

Your Directors recommend passing resolutions.

Following changes in Director and KMP were taken place during the Year:

1. Shri Rajendraprasad Shah has been ceased from the post of Independent Director of the Company w.e.f 14 July, 2021.

2. Shri Nikul Patel has been appointed as a Director (Category: Independent Director) of the Company w.e.f 05 August, 2021.

The Key Managerial Personnel (KMP) in the Company as per Section 2(51) and 203 of the Companies Act, 2013 are as follows

1. Shri Kandarp Amin-Chairman and Whole Time Director

2. Shri Archana Amin - Whole Time Director

3. Shri Archit Amin - Whole Time Director

4. Shri Gajendra Sigh Rajput - Chief Financial Officer

5. Mr. Vijay Boliya–Whole Time Company Secretary (Appointed w.e.f. 01/03/2022)

6. Ms. Anchal Bansal –Whole Time Company Secretary (Ceased w.e.f. 08/02/2022)

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.

Disclosure about receipt of any commission by MD/WTD from a company and also receiving commission/remuneration from its Holding or Subsidiary pursuant to section 197(14) of the Act: Not Applicable

Disclosure on Reappointment of Independent director pursuant to section 149(10): Not Applicable as term of appointment of none of the independent directors is expiring during FY 2021-22 and up to the date of the report.

ANNUAL RETURN:

Pursuant to Section 92 of the Act read with the applicable Rules, the Annual Return for the year ended 31st March 2022 will be accessed on the Company's website at www.architorg.com.

CORPORATE GOVERNANCE REPORT:

In terms of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, a Report on "Corporate Governance" is attached as an **Annexure C** and forms part of this report.

DIRECTORS' RESPONSIBILITY STATEMENT :

Pursuant to the provisions of Section 134(5) of the Companies Act, 2013 with respect to the Directors' responsibility Statement, the Directors' confirms that:

i. in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanations relating to material departures, if any;

ii. they have selected such appropriate accounting policies and applied them consistently and made judgments and estimates that were 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 on 31st March, 2022 and of the profit of the Company for the year under review;

iii. they have 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;

iv. they have prepared the accounts for the period ended on 31st March, 2022 on a going concern basis.

v. They have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and operating effectively; and

vi. They have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

NUMBER OF BOARD MEETINGS:

During the year the Board of Directors duly met Ten (10) times. The details of the Board Meetings are provided in the Corporate Governance Report which is annexed to the Report.

INSURANCE:

The properties and assets of the Company are adequately insured.

DECLARATION BY INDEPENDENT DIRECTORS:

Pursuant to the provisions of Section 134 of the Companies Act, 2013 with respect to the declaration given by the Independent Directors of the Company under Section 149 (6) of the Companies Act, 2013, the Board hereby confirms that all the Independent Directors have given declarations and further confirms that they meet the criteria of Independence as per the provisions of Section 149(6) and Regulation 25 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and they are independent to the Management of the Company.

PERFORMANCE EVALUATION OF THE BOARD COMMITTEES AND INDEPENDENT DIRECTORS:

Pursuant to the provisions of the Companies Act, 2013 and Rules framed thereunder read with Regulation 17 and Regulation 25 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 formal annual evaluation is to be made by the Board of its own performance and that of its Committees and Individual Directors. The Board after taking into consideration the criteria of evaluation laiddown by the Nomination and Remuneration Committee in its policy such as Board Composition, level of involvement, performance of duties, attendance etc. hade valuated its own performance, the performance of its committees and Independent Directors (excluding the Director being evaluated).

The performance evaluation of the Chairman and the Non-Independent Directors was carried out by the Independent Directors at their separate meeting. The Directors expressed their satisfaction with the evaluation process.

During the financial year under review, the Independent Directors met on 14th June, 2021 interalia, to discuss evaluation of Board, Committee(s) and Individual Directors.

POLICY ON DIRECTORS APPOINTMENT AND POLICY ON REMUNERATION:

Pursuant to the requirements of the Companies Act, 2013, the policy on appointment of Board Members and policy on remuneration of the Directors, KMPs and other employees is attached as **Annexure D** to this report.

SECRETARIAL AUDIT REPORT:

M/s. Chetan Patel & Associates, Practicing Company Secretaries, was appointed as Secretarial Auditor of the Company to conduct secretarial audit for the financial year 2021-22 pursuant to the provisions of Section 204 of the Companies Act, 2013. The Annual Secretarial Compliance Report and Secretarial Audit Report submitted by them is attached as **Annexure E** to this report.

COMMENT OF BOARD ON SECRETARIAL AUDITORS' OBSERVATIONS:

With respect to

observations of the Secretarial Auditors'

1. Due to oversight filing of CHG-1 for car loan was missed except that company has complied all compliance with respect to Car Loan.
2. Due to oversight the attachment of Statement on Impact of Audit Qualifications for the Financial Year ended on 31st March, 2021 was missed in Annual Report however, company has prepared the same at the time of publishing financial results and same published on website of BSE and the Company.
3. Due to oversight one of the instructions of MCA Circular No. 20/2020 regarding mandate for receiving dividend was missed except that all compliance has been done.

CONTRACTS OR AGREEMENTS WITH RELATED PARTIES:

Pursuant to the provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2013 all the contracts and arrangements with related parties entered by the Company during the financial year were in ordinary course of Business and on arms' length basis. Details of the transactions are as mentioned in **Annexure G.**

During the year the Company has not entered into any materially significant related party transactions which may have potential conflict with the interest of the Company at large. Suitable disclosures as required are provided in IndAS-24 which is forming the part of the notes to financial Statement.

The policy on Related Party Transactions has been uploaded on the website i.e. www.architorg.com.

DISCLOSURE UNDER RULE 5 OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014:

Details pertaining to remuneration and other details as required under Section 197(12) of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is attached as **Annexure F** of this report.

The statement containing particulars of employees as required under section 197 of the Companies Act, 2013 read with Rule 5(2) of the companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, will be provided upon request. In terms of Section 136 of the Companies Act, 2013, the Report and accounts are being sent to the members and others entitled thereto, excluding the information on employees' particulars which is available for inspection by members at the Registered office of the Company during business hours on working days of the Company upto the ensuing Annual General Meeting. If any member is interested in obtaining a copy thereof, such member may write to the Company Secretary in this regard.

INTERNAL FINANCIAL CONTROL AND THEIR ADEQUACY:

The Company has adopted internal control system considering the nature of its business and the size and complexity of operations. The Board has adopted the policies and procedures for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records and the timely preparation of reliable financial disclosures etc. The management is taking further steps to strengthen the internal control system.

RISK MANAGEMENT POLICY:

The Company has formulated the Risk Management Policy in order to safeguard the organization from various risks through timely actions. It is designed to mitigate the risk in order to minimize the impact of the risk on the Business. The Management is regularly reviewing the risk and is taking appropriate steps to mitigate the risk.

In the opinion of the Board there has been no identification of element of risk that may threaten the existence of the Company.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186 OF THE COMPANIES ACT,2013:

The details of loan provided and investments made, if any are as mentioned in the notes to accounts. The Company has not provided any guarantee or security falling under purview of Section 186 of the Companies Act, 2013 during the financial year under review.

Board has approved the investment, loan, guarantee and security limit under Section 186 upto Rs. 100 crore subject to approval of members in their ensuing annual general meeting, the same is proposed in the ensuing 29th AGM.

STATUTORY AUDITORS:

In terms of the provisions of Section 139 of the Companies Act, 2013, the Board has recommended the appointment of M/s. G. K. Choksi & Co., Chartered Accountants, (Firm Reg. no. 101895W) as the Statutory Auditors of the Company in place of M/s. Chirag R. Shah & Associates, Chartered Accountants (Firm Registration Number- 118791W), for a term of five consecutive years to hold office from the conclusion of this Annual General Meeting (AGM) till the conclusion of the AGM to be held for the financial year ending on March 31, 2027, on the remuneration as may be decided by Board in consultation with the Statutory Auditors. Written consent cum certificate of the proposed auditors containing that the appointment, if made, shall be in accordance with the conditions specified in Rule 4 of the Companies (Audit and Auditors) Rules, 2014 has been received.

The Statutory Auditors' Report on the financial statements of the Company for the financial year ended on 31st March, 2022 is self-explanatory, except for the effects of the matter described in the basis for Qualified Opinion, other than that, do not call for further explanations or comments.

COMMENT OF BOARD ON AUDITORS' OBSERVATIONS:

With regard to the observation of auditors relating to Non provision of the option loss including interest, the management has given proposal to HDFC for amicable settlement for amount of rupees of Eleven lakhs as full and final amount.

INTERNAL AUDITOR

M/s. S. N. Shah & Associates, Chartered Accountants, Ahmedabad has been appointed as Internal Auditors of the Company. Internal Auditors are appointed by the Board of Directors of the Company on a yearly basis, based on the recommendation of the Audit Committee. The Internal Auditor reports their findings on the Internal Audit of the Company, to the Audit Committee on a yearly basis. The scope of internal audit is approved by the Audit Committee.

COST AUDITOR

Your Company has appointed Rajendra Patel & Associates, Cost Accountants, Ahmedabad, as Cost Auditor of your Company to audit the cost records for the financial year 2022-23. As per Section 148 read with Companies (Audit and Auditors) Rules, 2014 and other applicable provisions, if any, of the Companies Act, 2013,subject to the ratification bythe members at the ensuing Annual General Meeting, at such remuneration to be paid of Rs. 90,000 (Rupees Ninety Thousand Only) excluding GST (if applicable) and out of pocket expenses, if any.

MAINTENANCE OF COST RECORDS:

The Directors of the Company to the best of their knowledge and belief state that the Company has maintained adequate Cost records as required to be maintained by the Company under the provisions of Section 148 of the Companies Act,2013 read with the relevant Rules framed thereunder.

DISCLOSURE OF AUDIT COMMITTEE:

The Audit Committee of the Company as on 31st March, 2022 consists of following Directors as its members:

1. Shri Bhupendra Mehta -Chairman
2. Shri Sheeraj Desai -Member
3. Shri Rajendra Shah - Member

VIGIL MECHANISM :

Pursuant to provisions of Section 177(9) of the Companies Act, 2013 and Rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014 read with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board of Directors had approved the Policy on Vigil Mechanism/ Whistle Blower Policy. Through this policy Directors, Employees or business associates may report the unethical behavior, malpractices, wrongful conduct, frauds, violations of the Company's code etc. to the Chairman of the Audit Committee.

The vigil mechanism / whistle blower policy is also available on the website of the Company www.architorg.com.

COMPOSITION OF INTERNAL COMPLAINTS COMMITTEE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

The Company has complied with the provision relating to constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. Further, no case has been received under the said act during the year.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:

The information pertaining to conservation of energy, technology absorption, Foreign exchange Earnings and outgo as required under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is furnished in **Annexure A** which is attached to this report.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS:

The Company has not received any significant or material orders passed by any regulatory authority, court or tribunal which shall affect the going concern status of the Company's operations as on date of this report.

INDUSTRIAL RELATIONS:

The Company has maintained cordial relations with the employees of the Company throughout the year. The Directors wishes to place on record sincere appreciation for the services rendered by the employees of the Company during the year.

COMPLIANCE OF SECRETARIAL STANDARD:

The Company has complied with the applicable secretarial standards.

ACKNOWLEDGEMENT:

The Board is thankful to its bankers for their continued support and assistance, which has played important role in progress of the Company.

Your Directors places on records the contribution of employees of the Company at all levels and other business associates for their commitment, dedication and respective contribution to the Company's operations during the year under review.

Place : Ahmedabad
Date: 25th July, 2022
REGISTERED OFFICE
PLOT NO. 25/9-A, PHASE III,
G.I.D.C. NARODA,
AHMEDABAD - 382 330

BY ORDER OF THE BOARD
FOR ARCHIT ORGANOSYS LIMITED.

(KANDARP K. AMIN)
Chairman & Whole Time Director
DIN: 00038972

ANNEXURE A

Details of Conservation of Energy, Technology Absorption, Foreign Exchange Earning and Outgo:

	(A) Conservation of energy:	
(i)	the steps taken or impact on conservation of energy;	The Company has taken measures and applied strict control system to monitor day to day power consumption, to endeavor to ensure the optimal use of energy with minimum extent possible wastage as far as possible. The day to day consumption is monitored and various ways and means are adopted to reduce the power consumption in an effort to save energy. The office area is designed in such a way that during day time not much artificial lighting is necessary in the office.
(ii)	the steps taken by the company for utilizing alternate sources of energy;	N.A.
(iii)	the capital investment on energy conservation equipments	Company is continuously monitoring and making efforts for optimum utilization of equipment's which ensures to conserve energy during routine operations itself. During the F.Y. 2021-22 company has also plan to set up new solar Rooftop Project of 300 Kw at Bhavnagar factory's surrounding.

(B) Technology Absorption:

(i)	the efforts made towards technology absorption;	Company has always been making best effort towards technology absorption, adaptation and innovation to improve the quality.
(ii)	the benefits derived like product improvement, cost reduction, product development or import substitution	It improves the quality of company's products being manufactured and reduces the cost of production.
(iii)	in case of imported technology (imported during the last three years reckoned from the beginning of the financial year:-	N.A.
	(a) the details of technology imported;	N.A.
	(b) the year of import	N.A.
	(c) whether the technology been fully absorbed	N.A.
	(d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof;	N.A.
(iv)	the expenditure incurred on Research and Development	NIL
(v)	Foreign Exchange Earning Foreign Exchange Outgo	Rs. 3,530.83 Lakh (previous year Rs. 1,120.04 Lakh) Rs. 5.02 Lakh (previous year Rs. 0.16 Lakh)

Place : Ahmedabad
Date: 25th July, 2022
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BY ORDER OF THE BOARD
FOR ARCHIT ORGANOSYS LIMITED.

(KANDARP K. AMIN)
Chairman & Whole Time Director
DIN: 00038972

ANNEXURE B

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Industry Structure and Developments:

The Company is primarily engaged in the business of manufacturing and selling of various chemical products. The production of chemicals (which includes alkali chemicals, inorganic chemicals, organic chemicals, pesticides and insecticides, dyes and dyestuff) has increased at a Compound Annual Growth Rate (CAGR) of approximately 3% between FY03 and FY20. In terms of value, the Indian chemical industry has grown significantly in the last ten years at a CAGR of approximately 7% and 5% between FY10–15 and FY15–20 respectively. It was estimated to be worth USD 187 billion in FY20, followed by a reduction in FY21 (estimated USD 177 billion) as a result of lower demand and supply-chain disruption due to the pandemic.

Chemicals and chemical products are of significant importance in the overall manufacturing sector due to their direct and indirect applications in most industrial segments such as food and beverages, textiles, leather, metal extraction and processing, petroleum refining, pharmaceuticals and rubber. As a result, manufacturing of chemicals is closely related to the manufacturing sector's IIP. Manufacturing of chemicals and chemical products contributed to over 9% of the overall gross value added (GVA) of the manufacturing sector in FY20.

With The index of industrial production (IIP)of chemical and chemical products manufacturing recovering to pre-COVID levels, the chemical industry is expected to witness a V-shaped recovery by FY22, similar to India's GDP recovery trend. The industry is expected to grow at a CAGR of 6.4% by FY25 to reach USD 254 billion. In order to reach USD 300 billion by FY25, the chemical industry needs to grow at a CAGR of 9.9% in the next five years, which seems achievable considering Government initiatives and the growth in the consumer base, changes in lifestyle, increase in disposable incomes and focus on healthcare and hygiene.

The Company has capacity to withstand in the market and face the stiff competition prevailing in the chemical business market.

Opportunities and Outlook:

The Company is optimistic about its growth prospect in the future. The Company has been concentrating on building brand image in the market.

The Company is facing stiff competition from various chemical companies in domestic market. However, Company is well positioned to leverage the opportunities to manage the challenges that have arisen in domestic market.

Outlook:

The Company expects to increase its market share in the existing market by various scheme, especially in pharma industry, expanding its geographical coverage in more regions and undertaking large job contracts. We are cautiously optimistic of our prospects and believe that the year will go a long way in stabilizing our growth path. The Company also puts more efforts in R & D activities, reduction in process cycles, and improvement in existing process etc. The company is also diversifying in to pharma line, by importing bulk drugs and marketing in local market. Our Company has a well-established market of its own. The Directors are actively connected with the customers. Major customers of the Company include several large Indian and International companies who are engaged in the Agrochemical Manufacturing Sector, Pharmaceuticals Manufacturing Sector and Cosmetics Manufacturing Sector.

Company has developed various product like MCA, SMCA, CAC and TCAC. Company is selling their products across Pan India as well as USA, Europe, Latin America, Other Asian Countries and South Africa.

Our products find their uses mainly in pharmaceutical Intermediates like Ibuprofen, Diclofenac, Aceclofenac, Oil field chemicals used for Oil Drilling mainly In CMC manufacturing, Agriculture field product majorly 2,4 D-Acid and many others, surfactants and cosmetic products as well as day to day personal use products, also used in Pigment.

Risk and Concerns:

Company is facing competition from various small-scale manufacturers in certain products. Manufacturing cost and administrative costs are also increasing day by day. But Company is equipped to meet the challenges by better marketing tactics and effective management of cost and expenses.

The Company is also required to follow and maintain the norms laid down by Gujarat Pollution Control Board (GPCB) for discharge of its effluents. The Company is adhering to the norms laid down by GPCB and has spent a large amount of funds on changing the old machinery and erecting new machines which adhere to the new stringent laws of GPCB.

Internal Control Systems and their adequacy:

The Company has an adequate system of Internal Control relating to purchase of stores, raw materials, plant & machineries, equipments & various components and for the sale of goods commensurate with the size and nature of business of the Company.

The system of Internal Control of the Company is adequate keeping in mind the size and complexity of your Company's business. Systems are regularly reviewed to ensure effectiveness.

Financial Performance:

Financial Performance with respect to Operational Performance is discussed in the main part of the Report. Operational expenditures have also increased because of the establishment of Bhavnagar Unit.

Details of Key Financial Ratios are given below:

Ratios	2021-22	2020-21	Change %
Debtors Turnover	5.21	4.22	23.61
Inventory Turnover	28.81	27.66	4.14
Interest Service Coverage Ratio	7.60	3.57	112.89
Current Ratio (In times)	1.14	1.00	14.52
Debt Equity Ratio	0.65	0.76	(13.62)
Operating Profit Margin %	10.15	8.39	20.98
Net Profit Margin %	6.03	5.31	13.63
Return on Net Worth %	16.86	11.70	44.16

Return on Net Worth is being increased as earnings before interest and taxes is gone up as compare to previous year.

Material Developments in Human Resources / Industrial Relations:

The Chemical industry is knowledge driven, considering this aspect we continue to build our team with high quality talent. The Company is putting thrust on providing training both in-house and outside. The key personnel are technically qualified and fully trained to run chemical plants.

The Company maintains cordial & harmonious relation with its employees.

Place : Ahmedabad
Date: 25th July, 2022
REGISTERED OFFICE
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(KANDARP K. AMIN)
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DIN: 00038972

ANNEXURE C

CORPORATE GOVERNANCE REPORT

1) Company's Philosophy on Code of Corporate Governance.

The Company believes that good corporate governance leads to corporate growth and long term gain in shareholders' value. The spirit of Corporate Governance is prevailing in the Company. The Company is committed to maintain the highest standards of corporate governance in its conducts towards shareholders, employees, customers, suppliers and other stakeholders.

Our focus on sustainable growth, productivity improvement, commitment to quality and safety in operations is unrelenting.

2) Board of Directors.

Composition:

The Board of Directors consists of Six Directors consisting of Shri Kandarp K. Amin, Chairman and Whole Time Director, Smt. Archana K. Amin, Whole - Time Director and Shri Archit K Amin, Whole Time Director and other three Independent Directors. The composition of the Board represents an optimal mix of professionalism, knowledge, experience and enables the Board to discharge its responsibilities and provide effective leadership to the business. The composition of Board of Directors is in compliance with the provisions of Companies Act, 2013 and Regulation 17 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the relevant Rules framed thereunder.

Board meetings:

During the year, Ten Board Meetings were held on 31/05/2021, 14/06/2021, 23/06/2021, 15/07/2021, 05/08/2021, 21/09/2021, 01/11/2021, 04/12/2021, 12/02/2022 & 28/02/2022. The Company has observed the provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 regarding meeting of Board of Directors and that the time gap between two consecutive board meetings was not more than one hundred and twenty days. The necessary quorum was present for all the meetings.

The composition of the Board, category, the attendance of Directors at the Board Meetings during the year and at the last Annual General Meeting and also number of other directorship and other committee Memberships are given below:

Sr.	Name of Director	Category of Directorship	No. of Board Meetings attended	Attendance at last AGM	@No. of other Directorship in in other Company	*No. of Committee Membership/ Chairmanship in other companies		Name of other Listed Entities where the directors of the company are directors and category of directorship	
						Member	Chairperson	Other listed Entities	Category
1.	Shri Kandarp Amin, Chairman	Promoter/Whole Time Director/Executive	10	Yes	1	-	-	-	-
2.	Smt. Archana Amin	Promoter/Whole Time Director /Executive	10	-	-	-	-	-	-
3.	Shri. Archit Amin	Promoter/Whole Time Director/ Executive	10	Yes	-	-	-	-	-
4.	Shri Bhupendra Mehta	Independent Non-Executive Director	10	Yes	-	-	-	-	-
5.	Shri Rajendra Shah#	Independent Non-Executive Director	03	-	3	-	2	Bhagwati Autocast Limited	Non-Executive Independent Director
6.	Shri Shreeraj Desai	Independent Non-Executive Director	10	Yes	-	-	-	-	-
7.	Shri Nikul Patel#	Independent Non-Executive Director	05	Yes	1	-	-	Dangee Dums Limited	Managing Director

Note:

@ Excludes alternate Directorships/Directorship of Private Limited Companies, Foreign Companies and Companies covered under Section 8 of the Companies Act, 2013.

*under this column, member/Chairpers on of Audit Committee and Stakeholders Relationship Committee only is considered.

#Shri Rajendra Shah ceased to be Independent Director due to expiry of term of Appointment w.e.f 14/07/2021 and Shri Nikul Patel was appointed as an Independent, Non-Executive Director w.e.f. 05/08/2021.

None of Directors on the Board are members in more than ten committees and they do not act as Chairman of more than five committees across all companies in which they are Directors. In computing the said number only Audit committee and Stakeholder Relationship Committee, have been considered in terms of Regulation 26(1) of the SEBI Listing Regulations.

The Company did not have any pecuniary relationship or transactions with the non-executive directors during the year under review except to the extent of their shareholding in the Company.

Shri Kandarp Amin, is spouse of Smt. Archana K. Amin. Shri Archit Amin is son of Shri Kandarp Amin and Smt. Archana Amin. Apart from that none of the other Directors are related to each other inany way.

Shareholding of Non-Executive Directors as on 31st March, 2022 is as follows:

Name of the Directors	Number of Equity Shares/ Convertible instruments of the company
Shri Bhupendra Mehta	100
Shri Sheeraj Desai	NIL
Shri Nikul Patel	03

The details of familiarization programme imparted to Independent Directors of the Company are available on the website of the Company at the web linki.e. https://www.architorg.com/

Qualifications and Expertise of Board of Directors:

The details pertaining to expertise/ skills/competence of the Board and name of Directors possessing the same:

Areas of Skills/ Expertise / Competencies	**Name of Director**
Manufacturing	Shri Kandarp Amin, Smt. Archana Amin, Shri Archit Amin, Shri Shreeraj Desai, Shri Bhupendra Mehta, Shri Nikul Patel and Shri Rajendra Shah*
Corporate Strategy and planning	Shri Kandarp Amin, Smt. Archana Amin, Shri Archit Amin and Shri Bhupendra Mehta
Commercial and Financial	Shri Kandarp Amin, Smt. Archana Amin, Shri Archit Amin
Human resources	Smt. Archana Amin, Shri Archit Amin and Shri Shreeraj Desai
Legal expertise	Shri Kandarp Amin and Shri Archit Amin
Administrative Management	Shri Kandarp Amin, Smt. Archana Amin, Shri Archit Amin and Shri Rajendra Shah*

*Shri Rajendra Shah ceased from the directorship due to expiry of term of Appointment on 14/07/2021.

Confirmation regarding Independent Directors

Pursuant to the provisions of Section 134 of the Companies Act, 2013 with respect to the declaration given by the Independent Directors of the Company under Section 149 (6) of the Companies Act, 2013, the Board hereby confirms that all the Independent Directors fulfil the conditions specified in the SEBI (LODR) Regulations, 2015 and are independent of the management.In the opinion of the Board, the Independent Directors fulfil the conditions of independence specified in the Act and the Listing Regulations and are independent of the management. Further, the Board is of the opinion that the Independent Directors of the Company possess requisite qualifications, experience (including the proficiency) and expertise in their respective fields and that they hold highest standards of integrity.

In terms of Regulation 25(8) of the SEBI (LODR) Regulations, the Independent Directors have confirmed that they are not aware of any circumstances or situations which exists or may be reasonably anticipated that could impair or impact their ability to discharge their duties.

During the year 2021-22 No Independent director of the company has resigned before the expiry of his/her tenure.

3) Audit Committee

As required under the provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board has constituted an Audit Committee consisting of following Directors as Members of the Committee:

Name of Audit Committee Members	Category	No. of Meetings held	No. of Meetings attended
Shri Bhupendra Mehta, Chairman	Independent Director	5	5
Shri Rajendra J. Shah, Member*	Independent Director	5	2
Shri Shreeraj Desai, Member	Independent Director	5	5
Shri Nikul Patel, Member#	Independent Director	5	2
Shri Kandarp Amin, Member@	Executive Director	5	1

*Ceased to be member of the Committee w.e.f. from 14/07/2021

Appointed as a Member of the Committee w.e.f. 05/08/2021

@ Appointed as member of the Committee w.e.f. 15/07/2021 and ceased to be member of the committee w.e.f. 05/08/2021.

The Constitution of the Committee meets the requirements of Section 177 of the Companies Act, 2013 as well as Regulation 18 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. During the year, 5 (Five) Committee Meetings were held on 31-05-2021, 14-06-2021, 05-08-2021, 01-11-2021 &12-02-2022 in which required quorum was present.

The functions of Audit Committee as outlined in the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is as mentioned below:

Brief description of Terms of Reference:

1. To review the quarterly (un-audited) and annual financial statements before the same are submitted to the Board and to oversee the Company's financial reporting process and the disclosures of its financial information to ensure that the financial statement is correct, adequate and credible;
2. The recommendation for appointment, remuneration and terms of appointment of Auditors of the company;
3. To review and monitor the Auditors independence, performance and effectiveness of audit process;
4. To review the adequacy of internal control systems, evaluation of internal financial controls and risk management systems and to review the functioning of the Whistle Blower mechanism;
5. Scrutiny of loans, advances and investments, valuation of undertakings or assets of the company, wherever it is necessary and to approve the transactions of the company with related parties and any subsequent modification thereto;
6. To review the utilization of loans and/ or advances from/investment in the subsidiary Company, if any exceeding Rs. 100 crore or 10% of the asset size of the subsidiary, whichever is lower including existing loans / advances / investments.
7. To carry out any other function that relates to accounts and audit of the company.
8. To review management discussion and analysis of financial condition and results of operations;
9. To review management letters / letters of internal control weaknesses issued by the statutory auditors;
10. To review internal audit reports relating to internal control weaknesses; and
11. To review the appointment, removal and terms of remuneration of the chief internal auditor shall be subject to review by the audit committee.
12. To review 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).

The time gap between any two consecutive committee meetings was less than 120 days. The audit committee adheres to the SEBI guidelines in terms of quorum of its meetings, functioning, role and powers as also those set out in the Companies Act, 2013.

4) Nomination and Remuneration Committee

As required under the provisions of Companies Act, 2013, read with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board has constituted the Nomination and Remuneration Committee consisting of following Directors as Members of the Committee:

Name of Nomination and Remuneration Committee Members	Category	No. of Meetings held	No. of Meetings attended
Shri Bhupendra V. Mehta, Chairman	Independent Director	2	2
Shri Rajendra J. Shah, Member*	Independent Director	2	-
Shri Shreeraj Desai, Member	Independent Director	2	2
Shri Nikul Patel, Member#	Independent Director	2	1

*Ceased to be member of the committee w.e.f. from 14/07/2021
#Appointed as a member of the Committee w.e.f. 05/08/2021

During the year 2 (Two) committee meetings were held on 05-08-2021 & 28-02-2022.

Brief description of Terms of Reference is as under:

1. To identify persons who are qualified to become Directors and who may be appointed in senior management in accordance with the criteria laid down;
2. To recommend to the Board their appointment and removal and shall carry out evaluation of Directors' performance;
3. To formulate the criteria for determining qualifications, positive attributes and in dependence of a director;
4. To recommend to the Board, a policy relating to the remuneration for the Directors, Key Managerial Personnel, senior management and other employees.
5. For every appointment of an independent director, the Nomination and Remuneration Committee shall evaluate the balance of skills, knowledge and experience on the Board and on the basis of such evaluation, prepare a description of the role and capabilities required of an independent director. The person recommended to the Board for appointment as an independent director shall have the capabilities identified in such description

Accordingly, Committee reviews the remuneration package of the Whole Time Directors of the Company and recommends suitable remuneration package / revision to the Board, in accordance with the guidelines laid out by the statute.

Performance Evaluation:

The Performance of the Independent Director is evaluated based on the criteria such as his knowledge, experience, integrity, expertise in any area, number of Board/Committee meetings attended, time devoted to the Company, his participation in the Board/Committee meetings etc. The Performance evaluation of the Independent Directors was carried out by the Board and while evaluating the performance of the Independent Directors, the Director who was subject to the evaluation did not participate.

Remuneration Policy:

In accordance with the provisions of Section 178 of the Companies Act, 2013 the Nomination and Remuneration Committee recommended the remuneration policy relating to the remuneration of the Directors, Key Managerial Personnel and other employees which was approved by the Board and is annexed with the Directors' Report. The detailed terms of reference and Nomination & Remuneration Policy is also available on the website of the company i.e. https://www.architorg.com/.

Details of remuneration paid for the year ended on 31-03-2022:

Name	Position held During the period	Salary and Allowances ₹ In lacs	Perquisites
Shri. Kandarp K Amim	Whole-time Director	78.00	As per the approval of the shareholders and policy of Company
Smt. Archana K. Amin	Whole -time Director	72.00	
Shri. Archit K. Amin	Whole -time Director	57.00	

Service Contract and Notice Period: The appointment of Shri Kandarp K. Amin,Smt. Archana K. Amin and Shri Archit Amin as Whole Time Directors of the Company is for the 3 years, terminable by six months' notice in writing by either side.

There was not any performance linked incentives paid to Whole-time Directors. The Company has not formulated any scheme for giving any stock options to the employees. Hence no stock options have been granted to the Executive Directors during the year ended on 31-03-2022.

The Company has not paid sitting fees to any Independent Directors.

5) Stakeholders Relationship Committee

As required under the provisions of the Companies Act, 2013 read with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the company has constituted Stakeholders Relationship Committee which looks into matter of redressing investor/shareholders grievances, investor complaints, approves transfer and transmission of shares; authorizes issue of duplicate share certificates and generally deals with all matters in connection with shares issued by the Company from time to time.

S**hri Bhupendra Mehta (Independent Director) being the Chairman heads the committee.**

Name and Designation of Compliance Officer:

Ms. Anchal Bansal – Whole -Time Company Secretary and Compliance Officer (Ceased w.e.f. 08/02/2022).

Mr. Vijay Boliya– Whole -Time Company Secretary and Compliance Officer (Appointed w.e.f. 01/03/2022)

The status of the Investors' Complaints during the Financial Year 2021-22 are as under:

Investor Complaints during F Y 2021-22	No. of Complaints
Pending at the beginning of the Financial Year 2021-22	0
Received during the Financial Year 2021-22	0
Disposed of during the Financial Year 2021-22	0
Remaining unresolved at the end of the Financial Year 2021-22	0

6) CORPORATE SOCIAL RESPONSIBILITY COMMITTEE:

As the Company does not fall under the criteria mentioned in the provision of Section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014, the company is not required to constitute Corporate Social Responsibility Committee.

7) RISK MANAGEMENT COMMITTEE:

The Company has in place a committee known as "Risk Management Committee". However Company is not mandatorily required to constitute a Risk Management Committee as per Regulation 21 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The brief terms of reference of the Committee are as under:

Brief description of Terms of Reference:

- To consider, review and recommend the Risk Management Policy, guidelines, processes and practices of the Company.
- To ensure that the Company is taking the appropriate measures to achieve balance between the risk and reward in ongoing and new business activities.
- To evaluate significant risk exposures of the Company and assess management's actions to mitigate the exposures in a timely manner.
- To adopt best method in the interest of the Company to deal with different kinds of risks being confronted by the Company.

The Composition of the Committee is as under:

Name of Risk Management Committee Members	Composition
Shri Kandarp Amin, Chairman	Executive Director
Smt. Archana Amin	Executive Director
Shri Bhupendra Mehta	Independent Director

The Board of Directors has framed, approved and implemented risk management policy of the company including identification of element of risk. The Primary purpose of the policy is to review the major risks identified by the Management along with the Mitigation plan, monitoring and reviewing the Company's risk Management plan and to apprise the Board on the risk assessment and minimization process. The Policy is available on the website of the Company www.architorg.com.

8) INDEPENDENT DIRECTORS:

As per the provisions of the Companies Act, 2013 read with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Independent Directors of the Company shall hold at least one meeting in the year without attendance of the Non Independent Directors. Independent Directors at their meeting held on 14-06-2021 has reviewed the performance of the Non Independent Directors (Including the Chairman of the Company) and assessed the quality, quantity and timeliness of the flow of information between the Company and the Management. All the independent Directors have attended the meeting.

All the Independent Directors meet the criteria of Independence as mandated by SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

9) Vigil Mechanism Policy:

In accordance with the provisions of the Companies Act, 2013 and the Rules made there under read with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has established a Vigil Mechanism Policy (Whistle Blower Policy) for directors and employees to report concerns about unethical behavior, actual or suspected fraud or violation of the Company's Code of Conduct or Ethics Policy, which 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 Vigil Mechanism Policy is devised in such a manner that would enable the stakeholders, including individual employees and their representative bodies, to freely communicate their concerns about illegal or unethical practices. Also the employees of the Company have not been denied the access to the Audit Committee to report the genuine concern or grievance.

The Vigil Mechanism Policy is made available on the website of the Company www.architorg.com.

10) Code of Fair Disclosure:

The Board of Directors has laid down a Code of fair Disclosure as required under SEBI (Prohibition of Insider Trading Regulations), 2015. This code is applicable to all the Promoters, Directors, and Connected persons (as mentioned in the Code).

The Code of Conduct is made available on the website of the Company www.architorg.com

11) General Body Meetings

Annual General Meetings held in last three financial years were as under: -

Annual General Meeting:

Financial Year ended	Date	Time	Venue
31-03-2021	17-09-2021	11.00 a.m.	Through Video Conferencing ('VC') facility or other audio visual means ('OAVM')
31-03-2020	29-09-2020	11.00 a.m.	Through Video Conferencing ('VC') facility or other audio visual means ('OAVM')
31-03-2019	28-09-2019	11.00 a.m.	Ahmedabad Management Association, ATIRA Campus, Dr.Vikram Sarabhai Marg, University Area, Ahmedabad-380015

No Extra Ordinary General Meeting was held during the year.

The Company has not obtained any approval by way of Postal ballot during the previous year.

At the forthcoming Annual General Meeting there is no agenda that needs approval by way of Postal Ballot.

The following are the Special Resolutions passed at General Meetings held in the past 3 financial years:

Annual General Meeting (AGM)	Summary
AGM 2021	No special resolution was passed.
AGM 2020	1. Issue of 55,00,000 convertible warrants at the price of Rs. 10/- each on preferential basis. 2. Re-appoint Shri Kandarp Amin (DIN: 00038972) as a Whole Time Director of the Company. 3. Re-appoint Snit. Archana Amin (DIN: 00038985) as a Whole Time Director of the Company. 4. Re-appoint Shri Archit Amin (DIN: 01681638) as a Whole Time Director of the Company.

AGM 2019	1. Payment of remuneration to Executive Directors who are Promoters or members of the Promoter Group in excess of the threshold limit prescribed under the said regulation as per Regulation 17(6) (e) of the SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018

Disclosures

Related party transactions during the year have been disclosed as required under applicable Indian Accounting Standard. Details of related party transactions were periodically placed before the Audit Committee. These transactions are not likely to have any conflict with the Company's interest.

The Board has approved a policy for related party transactions which has been uploaded on the website of the Company www.architorg.com.

In preparation of financial statements, the Company has followed the applicable Accounting Standards. The significant accounting policies that are consistently applied have been set out in the Notes to the Accounts.

The Company has complied with the requirements of regulatory authorities and no strictures / penalties have been imposed on the Company by the Stock Exchange or SEBI or any statutory authority on any matters related to the capital market during last 3 years.

Business risk evaluation and managing such risk is an ongoing process within the organization.

The Board is regularly briefed of risks assessed and the measures adopted by the company to mitigate the risks. The Company has laid down the procedures to inform the Board members about the risk assessment and risk mitigation mechanism, which is periodically reviewed and reported to the Board of Directors by senior executives.

The Company's code of conduct has clearly laid down procedures for reporting unethical behavior, actual or suspected fraud or violation of the ethics policies. No employee of the company was denied access to the Audit Committee.

The Company has ensured commodity price risk and Commodity hedging Activity.

Company has not received any complaint under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 during the year and no complaint is pending at the year end.

Mandatory/ Non-Mandatory Requirements:

During the year the Company has complied with all the mandatory requirements ofSEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Company has during the financial year ended on 31.03.2022 has not adopted any non-mandatory requirements of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Company has complied with corporate governance requirements specified in regulation 17 to 27 and clause(b) to (i) of Sub regulation (2) of regulation 46 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Company has duly fulfilled the following discretionary requirements as prescribed in Schedule II Part E of the SEBI (LODR) Regulations:

1. The Internal Auditor reports directly to the Audit Committee.

Fees to Statutory Auditors:

The details of fees paid to the Statutory Auditors are given in the Note no. 41 forming part of the financial statement.

12) Means of Communication

A. Financial Results:

The Quarterly, Half Yearly and Annual Results are published in widely circulated national and local dailies such as Western Times, Gujarati and English Edition and are displayed on the website of the Company www.architorg.com.

B. News Releases, Presentations etc:

Official News releases, press releases and presentation made to the Analysts, institutional investors etc. (if any) are displayed on the website of the Company www.architorg.com.

C. Website:

The Company's Website www.architorg.com contains a separate dedicated section namely "Investors' Relations" where the useful information for the Shareholders is available.

D. The Management Discussion & Analysis report forms part of the Annual Report, which is posted to all the members of the Company.

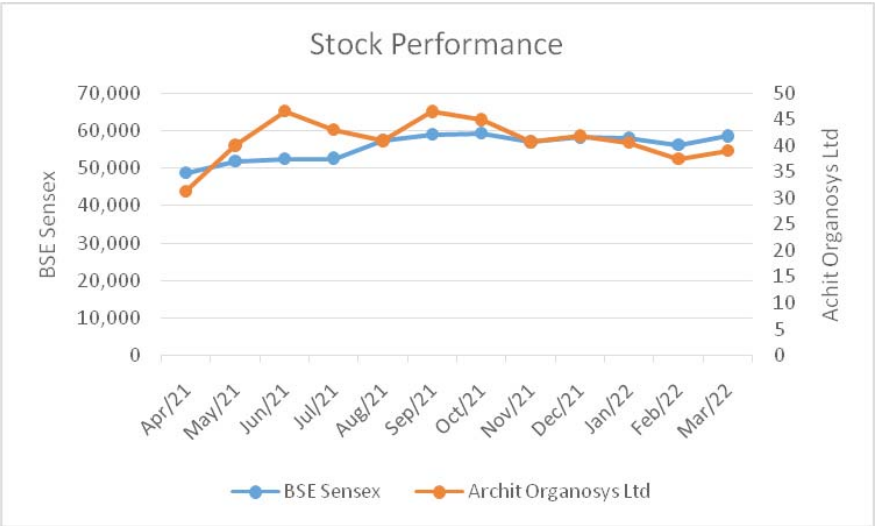
13) General Shareholder Information

Day, Date, time and venue of AGM	Thursday, September 08, 2022 at 12.35 P.M. at through two-way Video Conferencing ('VC') facility or other audio visual means ('OAVM')
Financial Year	Financial year of the Company Commence from 01st April, 2021 and ends on 31st March, 2022.
Listing on Stock Exchanges	BSE Ltd. (BSE) Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001
Listing Fees	Company has paid listing fees to BSE Limited.
ISIN No.	INE078I01011
Scrip Code	524640
Registered Office	25/9/A, Phase III, GIDC Industrial Estate, Naroda, Ahmedabad – 382 330.
Dividend Payment Date	Dividend of Rs. 0.75 per share of Rs. 10/- each fully paid up (7.50%) for the financial year 2021-22 has been recommended by the Board of Directors to Members for their approval. If approved by the Members, payment will be made within 30 days from declaration.
Compliance Officer	Mr. Vijay Boliya Email ID: share@architorg.com Contact No. 9081444532
Registrar and Share Transfer Agent	LINK INTIME INDIA PVT. LTD. 5th Floor, 506 to 508, Amarnath Business Centre – 1 (ABC-1), Beside Gala Business Centre, Off C G Road, Navrangpura, Ahmedabad - 380009.

14) As on 31st March, 2022 the share price of the Company on BSE Ltd. was Rs. 39.05 per share.

The details of market price data of Fully paid up-high & low during the reporting period is as under:

Sr.No.	Month	High (In ₹)	Low (In ₹)
1.	April '21	41.70	21.75
2.	May '21	41.45	30.30
3.	June '21	62.35	36.10
4.	July '21	52.00	38.60
5.	August '21	50.20	35.20
6.	September'21	52.50	34.10
7.	October '21	54.80	43.00
8.	November'21	48.90	36.50
9.	December '21	44.00	38.05
10.	January '22	49.95	40.00
11.	February '22	45.00	36.25
12.	March '22	42.00	35.05



15) Financial Calendar 2022-2023(tentative)

Annual General Meeting	on or before 30th September, 2022
Results for quarter ending June 30, 2022	on or before 14th August,2022
Results for quarter ending September 30, 2022	on or before 14th November, 2022
Results for quarter ending December 31, 2022	on or before 14th February, 2022
Results for year ending March 31, 2023	on or before 30th May, 2023

16) Distribution of Shareholding as on 31-03-2022:

No. of Shares	No. of Shareholders	% of holders	No. of Shares	% of Shares
Up to 500	6041	77.21	12,72,391	6.20
501 - 1000	916	11.71	7,53,816	3.67
1001 - 2000	420	5.37	6,35,904	3.10
2001 - 3000	134	1.71	3,51,149	1.71
3001 - 4000	77	0.98	2,80,045	1.36
4001 - 5000	68	0.87	3,19,282	1.56
5001 -10000	78	1.00	5,54,670	2.70
10001 and above	90	1.15	1,63,53,466	79.69
Total	**7824**	**100.00**	**2,05,20,723**	**100.00**

17) Pattern of Shareholding as on 31-03-2022:

Sr. No	Category	No. of Shares	(%)
1.	Promoters & Promoter group	1,17,78,400	57.40
2.	Bodies Corporate	2,43,185	1.19
3.	NRIs	1,64,233	0.80
4.	Individuals / HUF	82,88,794	40.40
5.	Clearing Members	46,008	0.22
6.	Independent Directors	103	0.00
	TOTAL	**2,05,20,723**	**100.00**

18) Dematerialization of Shares, Registrar & Transfer Agent & Share Transfer System.

(i) Share Transfer System

The process of transfer / transmission / transposition etc. of equity shares in physical form including dispatch of the share certificates is completed within a period of 15 days if the documents are in order in all respects.

(ii) Dematerialization of shares, Registrar & Transfer system:

The equity shares of the Company are available for dematerialization through National securities depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL).

LINK INTIME INDIA PRIVATE LIMITED, having its office at 5th Floor, 506 to 508, Amarnath Business Centre–1 (ABC-1), Beside Gala Business Centre, Off C G Road, Navrangpura, Ahmedabad – 380009 as Registrar and Share Transfer Agents being a Common Agency for Physical and Electronic modes.

1,94,84,323 equity shares comprising of 94.95% of the total equity shares of the Company are in dematerialized form.

(iii) Investors Correspondence:

All shareholder's queries are sent to the Company at its Corporate office at 9th Floor, Venus Benecia, Near Pakwan Restaurant, Bodakdev, S.G. Highway, Ahmedabad-380054 or to the Registrar & Transfer Agent as aforementioned address.

19) Secretarial Audit for Reconciliation of Capital:

As stipulated by SEBI, Practicing Company Secretaries carry out Secretarial Audit to reconcile the total admitted capital with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) and the total issued and listed capital. This audit is carried out every quarter and report there on is submitted to the Stock Exchange(s) where shares of the Company are listed. The audit confirms that the total listed and paid-up capital is in agreement with the aggregate of the total number of shares in dematerialized from (held with NSDL and CDSL) and total number of shares in physical form.

20) Plant Location

The Company's plant is located at 25/9-A, Phase III, GIDC Industrial Estate, Naroda, Ahmedabad – 382330 Gujarat and Survey no 228/A, Paiki 7, Paiki 2, Village - Narmad, Bhavnagar-364313, Gujarat

21) CEO/CFO Certification

The CEO/CFO of the Company has given certification on the financial reporting and internal controls to the Board in terms of SEBI (Listing Obligations and disclosure Requirements) Regulations, 2015. The CEO/CFO has also given quarterly certification on financial results to the Board in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

22) Details of non-compliance by the listed entity, penalties, strictures imposed on the listed entity by stock exchange(s) or the board or any statutory authority, on any matter related to capital markets, during the last three years:

The Company has complied with the requirements of the Stock Exchanges / SEBI and statutory Authorities on allmatters related to the capital markets during the last three years. No penalty/strictures were imposed on the Company by any of these authorities.

24) Details of utilization of funds raised through preferential allotment or qualified institutions placement as specified under Regulation 32(7A)

During the financial year, the company has fully utilized funds raised through issuance of 55 Lakhs Convertible Warrants of Rs. 10 each on preferential basis.

25) Web link for policy on Material Subsidiary:

Policy on dealing with related party transactions is available at www.architorg.com.

26) Certificate from a Company Secretary in Practice that none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as directors of companies by the Board/Ministry of Corporate Affairs or any such statutory authority.

All the Directors of the Company have submitted a declaration stating that they are not debarred or disqualified, by the virtue of any order issued by Securities and Exchange Board of India / Ministry of Corporate Affairs or any other Competent or Statutory Authority, from being appointed or continuing as Directors of Companies. Parikh Dave & Associates, Practicing Company Secretaries, has submitted a certificate to this effect, which being enclosed at the end of this Report.

27) During the year under review, the Board has accepted all the recommendations of its Committees.

28) Declaration for Compliance of Code of conduct:

Pursuant to the provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and according to the information provided/available, it is hereby confirmed that all the Board Members and Senior Management Personnel have affirmed compliance with the Code of Conduct of the Company for the Financial Year 2021-2022. The Code of Conduct is also posted on the website of the Company i.ewww.architorg.com.

Place : Ahmedabad
Date: 25th July, 2022
REGISTERED OFFICE
PLOT NO. 25/9-A, PHASE III,
G.I.D.C. NARODA,
AHMEDABAD - 382 330

BY ORDER OF THE BOARD
FOR ARCHIT ORGANOSYS LIMITED.

(KANDARP K. AMIN)
Chairman & Whole Time Director
DIN: 00038972

AUDITORS' CERTIFICATE

To,
The Members,
ARCHIT ORGANOSYS LIMITED
CIN: L24110GJ1993PLC019941

We have examined relevant registers, records, forms, returns and disclosures in respect of the Directors of **ARCHIT ORGANOSYS LIMITED** (the Company) having its registered office situated at Plot No. 25/9-A, Phase-III GIDC, Naroda, Ahmedabad-382330, Gujarat which were produced before us by the Company for the purpose of issuing a certificate as stipulated in Regulation 34 (3) read with Clause (10) (i) of Para C of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, amended from time to time.

In our opinion and to the best of our information and on the basis of verification of the above stated documents (including the status of Directors Identification Number - DIN at the portal of Ministry of Corporate Affairs - MCA www.mca.gov.in), we hereby certify that none of the Directors on the Board of the Company as on March 31, 2022 have been debarred or disqualified from being appointed or continuing as a Director of the Company by the Securities and Exchange Board of India (SEBI), Ministry of Corporate Affairs (MCA) or any such other statutory authority.

Ensuring the eligibility for the appointment / continuity of every Director on the Board is the responsibility of the Management of the Company. Our responsibility is to express an opinion on the basis of verification of documents produced before us and made available to us. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted affairs of the Company.

For Parikh Dave & Associates
Company Secretaries

UMESH G. PARIKH
PARTNER
FCS NO. 4152 CP. NO. 2413
UDIN: F004152D000679519
ICSI Unique Code No.: P2006GJ009900
Peer review Certificate No.: 796/2020

Date : 25th July, 2022
Place : Ahmedabad

COMPLIANCE CERTIFICATE ON CORPORATE GOVERNANCE

To,
The Members,
ARCHIT ORGANOSYS LIMITED
CIN: L24110GJ1993PLC019941

We have examined all relevant records of **ARCHIT ORGANOSYS LIMITED** for the purpose of certifying compliance of conditions of Corporate Governance as stipulated under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time for the year ended on March 31, 2022.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to the procedures and implementation thereof adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company. This certificate is neither an assurance as to the further viability of the Company nor of the effectiveness with which the management has conducted the affairs of the Company.

On the basis of the examination of the records produced, explanations and information furnished, we certify that the Company has complied with the applicable conditions of the Corporate Governance as stipulated in regulations 17 to 27 and clauses (b) to (i) of regulation 46(2) and para C and D of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.

This certificate is issued solely for the purpose of complying with the aforesaid regulations and may not be suitable for any other purpose.

For Parikh Dave & Associates
Company Secretaries

UMESH G. PARIKH
PRACTICING COMPANY SECRETARY
PARTNER
FCS NO. 4152 CP. NO. 2413
UDIN: F004152D000679521
ICSI Unique Code No.: P2006GJ009900
Peer review Certificate No.: 796/2020

Place : Ahmedabad
Date : 25th July, 2022

ANNEXURE D

POLICY ON DIRECTORS APPOINTMENT AND REMUNERATION:

In terms of Section 178 of the Companies Act, 2013 read with the applicable rules thereunder and Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Nomination and Remuneration Committee recommended the policy on nomination and remuneration of Directors, Key Managerial Personnel and Senior Management of the Company which was approved and adopted by the Board of Directors of the Company.

Objectives:

- To provide guidance to the Board for appointment and removal of Directors, KMP and Senior Management;
- To formulate criteria for performance evaluation of Directors, KMP and Senior Management and to provide necessary evaluation report to the Board;
- To recommend to the Board remuneration payable to the Directors, KMP and Senior Management.

Role of Nomination and Remuneration Committee:

The Committee shall perform the role for following matters:

Criteria for appointment of Director:

- To determine the age, qualifications, qualities, skills, positive attributes and independence of a director and other expertise required to be a Director.

Nomination of directors:

- Identifying, screening and reviewing candidates qualified to be appointed as Executive Directors, Non-Executive Directors and Independent Directors.
- Recommending to the Board candidature for appointment or re-appointment of Directors;
- The Nomination and Remuneration Committee may act on its own in identifying potential candidates, inside or outside the Company, or may act upon proposals submitted by the Chairman of the Board of Directors. The Committee will review and discuss all documents pertaining to candidates and will conduct evaluation of candidates in accordance with a process that it deem fit and appropriate, passing on the recommendations for the nomination to the Board.

Evaluation of Director:

- The Committee develops, subject to approval by the Board, a process for an annual evaluation of the performance of the Board, the individual directors on the basis of detailed performance parameters set for directors at the beginning of the year.
- The Committee may, from time-to-time, also evaluate the usefulness of such performance parameters, and make necessary amendments.

Consultative role:

- The Nomination and Remuneration Committee plays a consultative role for any appointment requiring Board approval, as stipulated by law or regulation, for senior management positions. It provides its advice and recommendations to the Board.

Senior Management of the Company consist of:

All the officers / personnel of the Company involved in the core management team and all the members excluding the Board of Directors of the management that are one level below CEO / MD / WTD / Manager and includes the Chief financial officer and Company Secretary of the Company.

Evaluation of KMP and Senior Management:

- The committee shall annually review and approve for the KMP and Senior Management the corporate goals and objectives applicable to them, evaluate at least annually their performance in light of those goals and objectives, and determine and approve their (a) annual base salary, (b) annual incentive bonus, including the specific goals and amount, (c) any other benefits, compensation or arrangements, based on this evaluation.

- The Committee may also make recommendations to the Board with respect to incentive compensation plans. The committee may review the Company's incentive compensation arrangements to determine whether they encourage excessive risk-taking, review and discuss at least annually the relationship between risk management policies and practices and compensation, and evaluate compensation policies and practices that could mitigate any such risk.

Duties of Nomination and Remuneration Committee:

A. The duties of the Committee in relation to nomination matters include:

- To ensure that appropriate induction and training programme are in place for new Directors and members of Senior Management and to periodically review its effectiveness;
- To ensure that on appointment, Non-Executive Directors receive a formal letter of appointment in accordance with the Guidelines provided under the Companies Act, 2013;
- To ensure that the Independent Directors continues to fulfill the Independence criteria as specified in the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended from time to time.
- To determine the appropriate size, diversity and composition of the Board;
- To identify and recommend names of Directors who are to retire by rotation;
- To set up a formal and transparent procedure for selecting Directors for appointment to the Board;
- To evaluate the performance of the Board members and Senior Management in the context of the Company's performance from business and compliance perspective;
- To develop a succession plan for the Board and Senior Management and to regularly review the plan;
- To recommend necessary changes in the Board;
- To delegate any of its powers to the members or the Secretary of the Committee;
- To decide for extension or to continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors.
- To consider any other matters as may be requested by the Board.

B. The duties of the Committee in relation to remuneration matters include:

- To recommend the remuneration payable to the Senior Management of the Company in accordance with the Remuneration Policy of the Company and while designing the remuneration package it must consider that the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate directors of the quality required to run the company successfully;
- To ensure that the remuneration to Directors, KMP and Senior Management of the Company involves a balance between fixed and incentive pay reflecting short and long term performance objectives appropriate to the working of the Company and its goals;
- To delegate any of its powers to the members or the Secretary of the Committee;
- To consider any other matters as may be requested by the Board.

Place : Ahmedabad
Date: 25th July, 2022
REGISTERED OFFICE
PLOT NO. 25/9-A, PHASE III,
G.I.D.C. NARODA,
AHMEDABAD - 382 330

BY ORDER OF THE BOARD
FOR ARCHIT ORGANOSYS LIMITED.

(KANDARP K. AMIN)
Chairman & Whole Time Director
DIN: 00038972

ANNEXURE E

Form No. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED on March 31, 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,
ARCHIT ORGANOSYS LIMITED.
CIN: L24110GJ1993PLC019941
Plot No. 25/9-A, Phase-III,
GIDC Naroda,
Ahmedabad - 382 330

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **ARCHIT ORGANOSYS LIMITED** (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, 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 whether electronically or otherwise during the conduct of secretarial audit; we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on March 31, 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:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2021 according to the provisions of:

1) The Companies Act, 2013 (the Act) and the Rules made thereunder;
2) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made thereunder;
3) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
4) Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; - Not applicable to the extent of External Commercial Borrowings as there were no reportable events during the financial year under review;
5) 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, 2018;
   (d) The Securities and Exchange Board of India (Share Based Employees Benefits), Regulations, 2014 - Not applicable during the year under review;
   (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 - Not applicable during the year under review;
   (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
   (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 - Not applicable during the year under review;
   (h) The Securities and Exchange Board of India (Buy Back of Securities) Regulations, 2018 - Not applicable during the year under review;
   (i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

   We have also examined compliance with the applicable Standards / Clauses / Regulations of the following:

   i. Secretarial Standards issued by The Institute of the Company Secretaries of India (ICSI) and made effective from time to time.
   ii. The Uniform Listing Agreement entered into by the Company with BSE Limited (BSE).

During the Audit period under review, the Company has complied with the applicable provisions of the Act, Rules, Regulations, Guidelines, Standards etc. except (i) Company has not register secured charge for vehicle loan in compliance of provision of section 77 of the companies Act, 2013 (ii)Company has not enclosed Statement on Impact of Audit Qualification in Annual Report for the Financial year 2020-21 as stipulated in regulation 33(3)(d) of LODR (iii) Company has not cover all mandatory instruction for e-voting newspaper advertisement given for, in compliance general circular no 20/ 2020, as mentioned above.

We further report that:

During the audit period under review there were no specific laws which were exclusively applicable to the Company / Industry. However, having regard to the Compliance system prevailing in the Company and on examination of relevant documents and records on test - check basis, the Company has complied with the material aspects of the following significant laws applicable to the Company being engaged in the manufacturing activities:

1. Factories Act, 1948;
2. Acts prescribed under prevention and control of pollution;
3. Acts prescribed under Environmental protection.

We 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 Board that took place during the year under review were carried out in compliance of the provisions of Act.

Adequate notice is given to all Directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Decisions at the meetings of Board of Directors/ Committees of the Company were carried unanimously. We were informed that there were no dissenting views of the members' on any of the matters during the year that were required to be captured and recorded as part of the minutes.

We further report that :

Based on the review of compliance mechanism established by the Company, the information provided by the Company, its officers and authorized representatives during the conduct of the audit and compliance certificate(s) placed before the Board Meetings, 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 general laws, rules, regulations and guidelines.

We further report that:

The Compliance by the Company of the applicable financial laws like Direct and Indirect Tax laws, has not been reviewed in this Audit since the same have been subject to the review by the Statutory Auditors and other designated professionals.

We further report that :

During the Audit period under review, the material event in pursuance of the abovementioned laws, rules, regulations, guidelines, standards, etc. is as mentioned below:

The Board of Directors on has allotted total 55,00,000 equity share of Rs. 10/- each on preferential basis to allottees belonging to Promoter and Promoter group and Public category.

Apart from the above, there were no instances of:

a) Redemption / buy-back of securities.
b) Obtaining the approval from shareholders under Section 180 of the Companies Act, 2013.
c) Merger / amalgamation / reconstruction, etc.
d) Foreign technical collaborations.

FOR, CHETAN PATEL & ASSOCIATES
COMPANY SECRETARIES

Date : 25/07/2022
Place : Ahmedabad

CHETAN PATEL
PROPRIETOR
PRACTICING COMPANY SECRETARY
M.NO:5188 C. P. No.: 3986
UDIN: F005188D000673163

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

ANNEXURE - A

To,
The Members,
ARCHIT ORGANOSYS LIMITED
CIN: L24110GJ1993PLC019941

Our report of even date is to be read along with this letter.

1. Maintenance of Secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.

2. We have followed the audit practices and process 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. We believe that the process and practices followed by us provide a reasonable basis for our opinion.

3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.

4. Wherever required, we have obtained the Management representation about the Compliance of laws, rules and regulations and happening of events etc.

5. The Compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. Our examination was limited to the verification of procedure on test basis.

6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

FOR, CHETAN PATEL & ASSOCIATES
COMPANY SECRETARIES

Date : 25/07/2022
Place : Ahmedabad

Chetan Patel
PROPRIETOR
PRACTICING COMPANY SECRETARY
M.NO:5188 CPNO:3986
UDIN: F005188D000673163

ANNEXURE F

DISCLOSURE UNDER RULE 5 OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

i. Ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year ended on 31st March, 2022;

(Amount in ₹)

Sr. No.	Director	Remuneration	Median Remuneration	Ratio
1.	Shri Kandarp K. Amin	78.00 Lacs	2.14 Lacs	36.44:1
2.	Smt. Archana K. Amin	72.00 Lacs	2.14 Lacs	33.64:1
3.	Shri Archit K. Amin	57.00 Lacs	2.14 Lacs	26.64:1

ii. 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.	Key Managerial Personnel	% increase
1.	Shri Kandarp K. Amin, Whole Time Director	NIL
2.	Smt. Archana K. Amin, Whole Time Director	NIL
3.	Shri Archit K. Amin, Whole Time Director	26.67
4.	Company Secretary	NIL
5.	Chief Financial Officer	NIL

iii. The percentage increase in the median remuneration of employees in the financial year;

Not Applicable

iv. The Company has 78 permanent employees on the rolls of company

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;

There is no exceptional circumstances for increase in managerial remuneration as except for Mr. Archit Amin there is no increase in remuneration to Whole Time Directors. The increase in remuneration to Mr. Archit Amin is in line with approval taken from the members of the Company and company's Human resource policy. Due to decrease in permanent employees on the roll, there is decrease in median remuneration of employees.

v. The key parameters for any variable component of remuneration availed by the directors;

The Whole Time Directors have not availed any variable remuneration components.

vi. Affirmation that the remuneration is as per the remuneration policy of the company:

It is affirmed that the remuneration paid is as per the remuneration policy of the company.

Place : Ahmedabad
Date: 25th July, 2022
REGISTERED OFFICE
PLOT NO. 25/9-A, PHASE III,
G.I.D.C. NARODA,
AHMEDABAD - 382 330

BY ORDER OF THE BOARD
FOR ARCHIT ORGANOSYS LIMITED.

(KANDARP K. AMIN)
Chairman & Whole Time Director
DIN: 00038972

ANNEXURE – G

FORM NO. AOC -2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014.

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms length transaction under third proviso thereto.

1. Details of contracts or arrangements or transactions not at Arm's length basis during F.Y. 2021-22:

Sr. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	N.A
b)	Nature of contracts/arrangements/transaction	N.A
c)	Duration of the contracts/arrangements/transaction	N.A
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	N.A
e)	Justification for entering into such contracts or arrangements or transactions'	N.A
f)	Date of approval by the Board	N.A
g)	Amount paid as advances, if any	N.A
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	N.A

2. Details of contracts or arrangements or transactions at Arm's length basis during F.Y. 2021-22:

Sr. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	As per Annexure G1
b)	Nature of contracts/arrangements/transaction	
c)	Duration of the contracts/arrangements/transaction	
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	
e)	Date of approval by the Board	

Annexure G1 **(₹ in Lacs)**

Details						
Name (s) of the related party	**Nature of relationship**	**Nature of contracts/ arrangements/ transaction**	**Duration of the contracts/ arrangements/ transaction**	**Salient terms of the contracts or arrangements or transaction including the value, if any**	**Date of approval by the Board***	**Amount paid as advances, if any***
Kandarp Amin	Whole Time Director	To avail services (taken property on rent)	1st April, 2021 to 29th March, 2022	6.00	-	NIL
Archana Amin	Whole Time Director	To avail services (taken property on rent)	1st April, 2021 to 29th March, 2022	43.79	-	NIL
Shimoli Amin	Relative of Director	To avail services (taken property on rent)	1st April, 2021 to 29th March, 2022	12.64	-	NIL
Manini Amin	Relative of Director	To avail services (taken property on rent)	1st April, 2021 to 29th March, 2022	7.68	-	NIL
Suchit Amin	Relative of Director	Payment of Salary	1st April, 2021 to 31st March, 2022	29.40	-	NIL
Shimoli Amin	Relative of Director	Payment of Salary	1st April, 2021 to 31st March, 2022	21.60	-	NIL
Manini Amin	Relative of Director	Payment of salary	1st April, 2021 to 31st March, 2022	27.60	-	NIL
Archana Amin	Whole Time Director	Security Deposit Paid	1st April, 2021 to 31st March, 2022	7.30	-	NIL
Shimoli Amin	Relative of Director	Security Deposit Paid	1st April, 2021 to 31st March, 2022	2.11	-	NIL
Manini Amin	Relative of Director	Security Deposit Paid	1st April, 2021 to 31st March, 2022	1.28	-	NIL
Kandarp Amin	Whole Time Director	Security Deposit Paid	1st April, 2021 to 31st March, 2022	18.10	-	NIL
Krishna Orgochem	Proprietorship firm in which Director is proprietor	Purchase of Goods and materials	1st April, 2021 to 31st March,2022	313.30	-	NIL
Adonis Lifecare Pvt Ltd	Private company in which a director or his relative is a member or director	Purchase of Goods and materials	1st April, 2021 to 31st March, 2022	133.89	-	NIL
Archit Advance Materials	Partnership firm, in which a director, or his relative is a partner	Purchase of Goods and materials	1st April, 2021 to 31st March, 2022	367.84	-	NIL
Kalindi Impex	Partnership firm, in which a director, or his relative is a partner	Purchase of Goods and materials	1st April, 2021 to 31st March, 2022	592.43	-	NIL
S.D Agro Organosys	Proprietorship firm in which Director is proprietor	Purchase of Goods and materials	1st April, 2021 to 31st March, 2022	38.71	-	NIL
Adonis Lifecare Pvt.Ltd	Private company in which a director or his relative is a member or director	Sales	1st April, 2021 to 31st March, 2022	33.75	-	NIL
Kandarp K. Amin	Whole Time Director	Sale of Assets	1st April, 2021 to 31st March, 2022	5.00	-	NIL

*Appropriate approvals have been taken for related party transactions. No amount was paid as advance.

Place : Ahmedabad
Date: 25th July, 2022
REGISTERED OFFICE
PLOT NO. 25/9-A, PHASE III,
G.I.D.C. NARODA,
AHMEDABAD - 382 330

BY ORDER OF THE BOARD
FOR ARCHIT ORGANOSYS LIMITED.

(KANDARP K. AMIN)
Chairman & Whole Time Director
DIN: 00038972

INDEPENDENT AUDITOR'S REPORT

To,
The Members,
ARCHIT ORGANOSYS LIMITED,
Ahmedabad.

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the accompanying financial statements of **ARCHIT ORGAONSYS LIMITED** ("the Company"), which comprise the balance sheet as at 31st March 2022, and the statement of Profit and Loss(Including Other Comprehensive Income), statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as 'financial statements').

In our opinion and to the best of our information and according to the explanations given to us, *except for the effects of the matter described in the Basis for Qualified Opinion* 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 Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31,2022, and its profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Qualified Opinion

The company had entered into derivative contract for sale of foreign currency with HDFC Bank Ltd. in financial year 2008-2009 which has resulted into loss to the tune of ₹ 197.52 lacs against which the sum of ₹ 55.07 lacs has already been paid to HDFC Bank Ltd. and charged to Statement of Profit and Loss in the aforesaid financial year. Consequent upon adjustment of fixed deposits amounting to ₹ 23.64 lacs against the balance loss of ₹ 142.46 lacs, the liability on account of aforesaid loss, as per bank statement provided up to 31st January, 2013 stands to ₹ 147.07 including interest, which has not been provided for by the company. Such non provision of liability has resulted into noncompliance of Ind AS 37 issued by Institute of Chartered Accountants of India and also resulted into under statement of current liabilities. Since the interest/charges, if any, for the period from 1st February, 2013 to 31st March, 2022 has not been intimated to company, the impact thereof on profit for the year under review could not be ascertained.

The company, however, considered aforesaid liability as contingent in nature and disclosed a sum of ₹ 11.00 Lacs as contingent liability as against ₹ 147.07 Lacs which was hitherto disclosed as contingent liability in earlier financial year as referred to note 42 of financial statements.

Had the observations made by us in Para above been considered, there would have been profit for the year amounting to ₹ 676.09 lacs as against reported profit of ₹ 823.156 Lacs, current liabilities would have been ₹ 3907.54 lacs as against reported current liabilities of ₹ 3760.47 lacs.

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

Key Audit Matters

Ke have determined that there are no key audit matters to communicate in our report.

Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexure to Board's report, Business Responsibility Report, Corporate Governance Report and Share Holders Information, but does not include the financial statements and our auditor's report thereon. The other information report is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we will 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 identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

When we read the other information report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance to initiate actions applicable in the applicable laws and regulations.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

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

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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

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

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure - A - a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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), Statement of Changes in Equity, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

(d) *Except for the matter described in the basis for Qualified Opinion paragraph,* in our opinion, the aforesaid financial Statements comply with the Ind AS specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;.

(e) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.

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

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

(i) The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 43 to the financial statements;

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

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

(iv) (a) The Management has represented that, to the best of its knowledge and belief, 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 person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) 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 person or entity, 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;

(c) Based on the audit procedures that have been 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 (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

(iv) As stated in Note 20.1 to the financial statements.

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

(b) The Board of Directors of the Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The amount of dividend proposed is in accordance with section 123 of the Act, as applicable

(h) With respect to the matter to be included in the Auditor's Report under Section 197(16):

In our opinion and according to the information and explanation given to us, the remuneration is paid in accordance with the provision of Section 197 read with Schedule V of the Act. The remuneration paid to any director is not in excess to the limits as laid down in Section 197 read with Schedule V of the Act.

For Chirag R. Shah & Associates
[Firm Registration No. 118791W]
Chartered Accountants

(Chirag R. Shah)
Partner
Membership No. 106139
UDIN:22106139AIWHSH6030

Date : 12th May, 2022
Place : Ahmedabad

Annexure - A to the Independent Auditors' Report of even date on financial statements of Archit Organosys Limited

(i) (a) (A) The company has maintained proper records showing full particulars, including quantitative details and situation, of its Property, Plant and Equipment *but such records require to be updated as regard to locations and additions/deletions for the year ended 31st March, 2022*.

(B) The company has maintained proper records showing full particulars, including quantitative details and situation, of its intangible assets *but such records require to be updated as regard to locations and additions/deletions for the year ended 31st March, 2022*.

(b) *We were informed that the fixed assets were not physically verified by the Management at reasonable intervals. Therefore we are unable to comment on material discrepancies if any.*

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.

(d) The Company has not revalued any of its Property, Plant and Equipment and intangible assets during the year.

(e) In our opinion and according to the information and explanations given to us, no proceedings have been initiated during the year or are pending against the Company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

(ii) (a) According to information and explanation given to us, the Management of the Company has conducted physical verification of inventory at reasonable intervals and no material discrepancies were noticed on such physical verification during the year.

(b) According to information and explanation given to us, the Company has been sanctioned working capital limits in excess of ₹ 5 crore, in aggregate, during the year, from banks on the basis of security of current assets. Quarterly return & statement filed by the Company with such banks or financial institutions are materially in agreement with the books of account of the company.

(iii) The Company has made investment in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties, during the year, in respect of which,:

(a) The Company has granted any loans or provided advances in the nature of loans, or stood guarantee, or provided security to four entities other than subsidiaries, joint ventures and associates, as given hereunder:-

[₹ in Lakhs]

Aggregate amount of loan granted during the year	Balance outstanding at the balance sheet date
980.47	235.55

(b) In our opinion, the investments made and the terms and conditions of the grant of loans, during the year are, prima facie, not prejudicial to the Company's interest.

(c) In the absence of stipulated period with respect to schedule of repayment of principal and payment of interest of unsecured loans granted, opinion as to whether parties have repaid the loans as stipulated, can not be given.

(d) As per explanation given to us, loans granted repayable on demand, hence there are no loans which are overdue more than ninety days.

(e) No loan granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the over dues of existing loans given to the same parties.

(f) The Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment to promoters, related parties as defined in clause 2(76) of Companies Act, 2013

The Company has not provided any guarantee or security to companies, firms, Limited Liability Partnerships or any other parties.

(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 Act, wherever applicable with respect to the loans, investments, guarantees and securities.

(v) According to information and explanations given to us, the Company has not accepted any deposits as defined in the Companies (Acceptance of Deposits) Rules 2014. Accordingly, the provisions of Clause 3(v) of the Order are not applicable to the Company.

(vi) We have broadly reviewed the cost records maintained by the Company pursuant to rules made by the Central Government. We are of the opinion that prima facie the prescribed accounts and records have been maintained

and being made. We have not, however, made a detailed examination of these records with a view to determine whether they are accurate or complete.

(vii) (a) According to the information given to us, In our opinion, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities and There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues in arrears as at March 31, 2022 for a period of more than six months from the date they became payable except the followings:

Statutory Due	₹ in Lacs
Professional Tax	1.45
Total :	1.45

(b) According to the information and explanations given to us, thecompany has no disputed outstanding statutory dues as at 31st March, 2022 other than stated below:

Name of the Statute	Nature of Dues	Amount ₹ in lacs	Period to which the amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax	29.28	A.Y. 2014-2015	CIT(A), Ahmedabad
		9.10	A.Y. 2015-2016	CIT(A), Ahmedabad
		0.04	A.Y. 2016-2017	CIT(A), Ahmedabad

(viii) According to information and explanations given to us, the Company has not surrendered or disclosed any unrecorded transaction as income during the year in the tax assessments under the Income Tax Act, 1961. Accordingly, the provisions of Clause 3(viii) of the Order are not applicable to the Company.

(ix) (a) According to the information and explanations given to us, the Company has raised loans and other borrowings from banks. As per the information and explanation given and represented by the management, we report that there are no default in case of any repayment of loans and borrowing.

(b) According to the information and explanations given to us, the Company has not been declared as willful defaulter by any bank or financial institution or other lender.

(c) According to the information and explanations given to us, term loans were applied for the purpose for which the same were obtained.

(d) On an overall examination of the Ind AS Financial Statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.

(e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.

(f) The Company has not raised any loans during the year on the pledge of securities held in its subsidiaries and hence reporting on clause (ix)(f) of the Order is not applicable.

(x) (a) Accordingly to information and explanation provided to us, the Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, the provisions of Clause 3(x)(a) of the Order are not applicable to the Company.

(b) According to the information and explanations give to us, the Company has made preferential allotment shares which is in compliance with the requirement of section 42 of companies act, 2013.

(xi) (a) Based on examination of the books and records of the Company and according to the information and explanations given to us, considering the principles of materiality outlined in Standards on Auditing, we report that no fraud by the Company or on the Company has been noticed or reported during the course of the audit.

(b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Companies Act, 2013 has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

(c) As represented by the management, there are no whistle blower complaints received by the Company during the year.

(xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the Order is not applicable.

(xiii) According to the information and explanations given to us, transactions with the related parties are in compliance with section 177 and 188 of the Act, where applicable and details have been disclosed in the Ind AS Financial Statements as required by the applicable accounting standards.

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

(b) The internal audit reports furnished by the internal auditors for the period under audit have been considered by us.

(xv) In our opinion and according to the information and explanations given to us during the year the Company has not entered into any non-cash transactions with its Directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.

(xvi) (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.

(b) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.

(xvii) In our opinion and according to the information and explanation provide to us, the Company has not incurred cash losses during the current financial year and in the immediately preceding financial year.

(xviii) During the year there has not been any resignation of the statutory auditors. Accordingly, paragraph 3(xviii) of the Order are not applicable.

(xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence, 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 information available and explanation provided 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) In our opinion and according to the information and explanations given to us, the company does not have net worth of rupees five hundred crore or more, or turnover of rupees one thousand crore or more or a net profit of rupees five crore or more during immediately preceding financial year. Hence, reporting under clause 3(xx)(a) and (b) of the Order is not applicable.

For Chirag R. Shah & Associates
[Firm Registration No. 118791W]
Chartered Accountants

(Chirag R. Shah)
Partner
Membership No. 106139
UDIN:22106139AIWHSH6030

Date : 12th May 2022
Place : Ahmedabad

Annexure B" to the Auditors' Report
(Referred to in our Report of even date to the members of Archit Organosys Limited)

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

We have audited the internal financial controls over financial reporting Archit Organosys Limited ("the Company") as of 31 March 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 issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

(1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;

(2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and

(3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Chirag R. Shah & Associates
[Firm Registration No. 118791W]
Chartered Accountants

(Chirag R. Shah)
Partner
Membership No. 106139
UDIN:22106139AIWHSH6030

Date : 12th May, 2022
Place : Ahmedabad

BALANCE SHEET AS AT MARCH 31, 2022

[₹ in Lacs]

Particulars	Notes	As at 31 March 2022	As at 31 March 2021
Assets			
Non-current assets			
Property, plant and equipment	5	**4 289.36**	4 642.17
Right of Use Assets	6	**216.06**	124.55
Intangible assets	7	**0.00**	0.02
Capital work-in-progress	8	**1 274.57**	298.15
Financial assets			
- Investments	9	**140.00**	30.00
- Other financial assets	10	**101.89**	82.73
Deferred Tax Assets	11	**0.00**	138.07
Other non-current assets	12	**40.68**	16.28
		6 062.56	**5 331.97**
Current assets			
Inventories	13	**593.74**	353.93
Financial assets			
- Trade receivables	14	**2 735.31**	2 500.47
- Cash and cash equivalents	15	**534.97**	380.97
- Loans	16	**235.55**	2.15
- Other financial assets	17	**95.27**	97.08
Other current assets	18	**90.81**	69.10
Current tax assets (Net)	19	**0.94**	7.61
Non current Assets held for sale	20	**6.19**	5.50
		4 292.78	3 416.81
Total Assets		**10 355.34**	8 748.78
Equity and liabilities			
Equity			
Equity share capital	21	**2 052.07**	1 502.07
Other equity	22	**3 137.20**	2 551.76
		5 189.27	4 053.83
Liabilities			
Non-current liabilities			
Financial liabilities			
- Borrowings	23	**1 220.97**	1 211.37
Other Financial Liabilites	24	**120.63**	29.66
Provisions	25	**26.83**	26.27
Deferred tax liabilities (Net)	11	**37.18**	0.00
		1 405.61	1 267.30
Current liabilities			
Financial liabilities			
- Borrowings	26	**1 991.15**	1 776.04
Lease Liability	27	**64.17**	54.91
- Trade Payables	28		
total outstanding dues of micro enterprises and small enterprises		**12.95**	7.47
total outstanding dues of creditors other than micro enterprises and small enterprises		**1 342.88**	1 453.62
- Other financial liabilities	29	**277.65**	68.40
Other current liabilities	30	**32.87**	23.39
Provisions	31	**31.05**	27.78
Current-tax liabilities	32	**7.74**	16.04
		3 760.46	3 427.65
Total liabilities		**5 166.07**	4 694.95
Total equity and liabilities		**10 355.34**	8 748.78

The accompanying notes form an integral part of these financials statements

As per our attached report of even date
FOR Chirag R. Shah & Associates
[Firm Registration No. 118791W]
Chartered Accountants
Chirag R Shah
Partner
Mem. No. 106139
Place : Ahmedabad
Date : 12th May, 2022

For and on behalf of Board of Directors of
ARCHIT ORGANOSYS LIMITED

Kandarp K Amin
Whole Time Director
DIN: 00038972

Archana K Amin
Whole Time Director
DIN: 00038985

Gajendra Rajput
Chief Financial Officer

Vijay Boliya
Company Secretary

Place : Ahmedabad
Date : 12th May, 2022

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2022

[₹ in Lacs]

Particulars	Notes	For the year ended 31 March 2022	For the year ended 31 March 2021
Income			
Revenue from operations	33	**13 666.42**	9 451.12
Other income	34	**192.01**	54.32
Total income		**13 858.43**	9 505.44
Expenses			
Cost of materials consumed	35	**5 406.00**	3 063.35
Purchases of traded goods	36	**4 171.74**	3 089.05
Changes in inventories of finished goods and work-in-progress	37	**(18.45)**	(41.13)
Employee benefits expense	38	**651.31**	610.10
Finance costs	39	**244.05**	324.53
Depreciation and amortization expense	40	**468.62**	366.55
Other expenses	41	**1 792.62**	1 624.58
Total expenses		**12 715.89**	9 037.03
Profit/(loss) before tax		**1 142.54**	468.41
Tax expense:			
Current tax		**145.00**	46.00
Tax of earlier periods		**0.00**	(2.11)
Deferred tax		**312.20**	(30.13)
MAT credit entitlement (net of utilisation)		**(137.82)**	(46.00)
Income tax expense		**319.38**	(32.24)
Profit /(Loss) for the year		**823.16**	500.65
Other comprehensive income			
Items not to be reclassified to profit or loss in subsequent periods			
Re-measurement gains/ (losses) on defined benefit plans		**3.25**	6.71
tax relating to remeasurement of the defined benefit plans		**(0.87)**	(1.80)
Other comprehensive income/ (expense) for the year		**2.38**	4.91
Total comprehensive income for the year		**825.54**	505.56
Earnings per equity share			
Basic and diluted earnings per equity shares	42	**4.01**	3.33
Diluted earnings per equity shares		**4.24**	3.33

The accompanying notes form an integral part of these financials statements

As per our attached report of even date
FOR Chirag R. Shah & Associates
[Firm Registration No. 118791W]
Chartered Accountants

Chirag R Shah
Partner
Mem. No. 106139

Place : Ahmedabad
Date : 12th May, 2022

For and on behalf of Board of Directors of
ARCHIT ORGANOSYS LIMITED

Kandarp K Amin
Whole Time Director
DIN: 00038972

Archana K Amin
Whole Time Director
DIN: 00038985

Gajendra Rajput
Chief Financial Officer

Vijay Boliya
Company Secretary

Place : Ahmedabad
Date : 12th May, 2022

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2022

A. Equity share capital

[₹ in Lacs]

As at April 1, 2020	**1 502.07**
Changes in equity share capital during the current year	0.00
As at March 31, 2021	**1 502.07**
Changes in equity share capital during the current year	0.00
As at March 31, 2022	**1 502.07**

B. Other equity

[₹ in Lacs]

Particulars	Reserves and Surplus						
	Retained earnings	Security premium	Capital Redemption Reserve	General Reserve	Other comprehensive income, (Remeasurement of employee benefits)	Money Received Against Share Warrant	Total equity
Balance as at April 1, 2020	54.14	1 854.66	6.77	1.50	(8.37)	0.00	**1 908.70**
Add: Addition due to forfeiture of Equity (Right issue)	0.00	0.00	0.00	0.00	0.00	0.00	**0.00**
Profit / (Loss) for the year	500.65	0.00	0.00	0.00	0.00	0.00	**500.65**
Money Received	0.00	0.00	0.00	0.00	0.00	137.50	**137.50**
Less : Deduction due to forfeiture of Equity (Right issue)	0.00	0.00	0.00	0.00	0.00	0.00	**0.00**
Other comprehensive income for the year	0.00	0.00	0.00	0.00	4.91	0.00	**4.91**
Balance as at March 31, 2021	**554.79**	**1 854.66**	**6.77**	**1.50**	**(3.46)**	**137.50**	**2 551.76**
Add: Profit / (Loss) for the year	823.16	0.00	0.00	0.00	0.00	0.00	**823.16**
Less : Other comprehensive income for the year	0.00	0.00	0.00	0.00	2.38	0.00	**2.38**
Transfer to Share Capital pursuant to preferential share warrants	0.00	0.00	0.00	0.00	0.00	(137.50)	**(137.50)**
Dividend paid	(102.60)	0.00	0.00	0.00	0.00	0.00	**(102.60)**
Balance as at March 31, 2022	**1 275.35**	**1 854.66**	**6.77**	**1.50**	**(1.08)**	**0.00**	**3 137.20**

The accompanying notes form an integral part of these financials statements

As per our attached report of even date
FOR Chirag R. Shah & Associates
[Firm Registration No. 118791W]
Chartered Accountants

Chirag R Shah
Partner
Mem. No. 106139

Place : Ahmedabad
Date : 12th May, 2022

For and on behalf of Board of Directors of
ARCHIT ORGANOSYS LIMITED

Kandarp K Amin
Whole Time Director
DIN: 00038972

Archana K Amin
Whole Time Director
DIN: 00038985

Gajendra Rajput
Chief Financial Officer

Vijay Boliya
Company Secretary

Place : Ahmedabad
Date : 12th May, 2022

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2022

[₹ in Lacs]

Particulars	2021-2022	2020-2021
A. Cash flow from operating activities:		
Profit/(Loss) for the year before taxation	**1 142.54**	468.41
Adjustments for		
Depreciation on Property, Plant and Equipments	**402.05**	311.32
Depreciation on Right of Use Assets	**66.57**	52.40
Finanace Cost (Borrowings and others)	**221.14**	315.67
Finance Cost (Right of Use Assets)	**22.91**	8.86
Interest Income	**(46.05)**	(43.73)
Derecognition Of Lease Liability	**(4.92)**	0.00
Loss / (Profit) on sale of Fixed Assets / Asset Impaired	**48.32**	23.08
Remeasurement gain/(loss) on defined benefit plans	**3.25**	6.71
Net Foreign Exchange Differences	**(39.25)**	2.57
Bad Advances written off	**(48.60)**	0.00
Provision for Doubtful Advances	**0.00**	22.44
Provision for Doubtful Debts	**10.37**	43.46
Sundry Balance Written Back	**(1.14)**	(0.26)
Sundry Balance Written Off	**1.40**	7.05
Operating profit before working capital changes	**1 778.59**	1 217.98
Adjustments for Changes in working capital		
Decrease / (Increase) in Inventories	**(239.81)**	(25.81)
Decrease / (Increase) in Other Non current financial assets	**(19.66)**	(7.65)
Decrease / (Increase) in Other Non current assets	**(24.39)**	(15.78)
Decrease / (Increase) in Other Non current assets held for sale	**(0.69)**	(5.50)
Decrease / (Increase) in Other current financial asset	**58.82**	114.78
Decrease / (Increase) in Other current assets	**(21.71)**	91.55
Decrease / (Increase) in Loans	**(233.40)**	0.20
Decrease / (Increase) in Trade Receivables	**(207.36)**	(581.29)
Increase / (Decrease) in Trade Payables	**(104.13)**	169.90
Increase / (Decrease) in Other current financial liabilities	**209.25**	184.89
Increase / (Decrease) in Other current liabilities	**9.49**	(29.24)
Increase / (Decrease) in Provision	**3.84**	(1.39)
Cash generated from operations	**1 208.84**	1 112.64
Direct taxes Refund/(paid)	**(146.64)**	(1.72)
Net cash from operating activities **[A]**	**1 062.20**	1 110.92
B. Cash flow from investing activities		
Purchase of Property, Plant and Equipment	**(107.54)**	(18.70)
Purchase of Capital Work-in-progress	**(976.42)**	(297.08)
Purchase of Investments	**(110.00)**	(30.00)
Sale of Property, Plant and Equipments	**10.00**	14.06
Interest received	**32.39**	45.01
Net Cash from / (used in) investing activities [B]	**(1 151.57)**	(286.71)

[₹ in Lacs]

Particulars		2021-2022	2020-2021
C.	**Cash flow from financing activities**		
	Procurement/(Repayment) of long/ short term borrowings	**224.71**	(500.23)
	Money Received against share warrants	**0.00**	137.50
	Issue of Equity Share Capital	**412.50**	0.00
	Dividend paid	**(102.60)**	0.00
	Rent Paid	**(70.10)**	(59.43)
	Interest paid	**(221.14)**	(315.67)
	Net cash flow from financial activities **[C]**	**243.37**	(737.83)
	Net Increase/(Decrease) in cash and cash equivalents **[A+B+C]**	**154.00**	86.38
	Cash and cash equivalents opening	**380.97**	294.59
	Cash and cash equivalents closing	**534.97**	380.97
	Components of cash and cash equivalent		
	Balances with scheduled banks	**34.58**	4.42
	Cheques on Hand	**463.74**	372.90
	Cash in hand	**6.78**	3.53
	Fixed Deposits	**29.87**	0.12
		534.97	380.97

Explanatory Notes to Cash Flow Statement

1 The Cash Flow Statement is prepared by using indirect method in accordance with the format prescribed by Indian Accounting Standard 7.

2 In Part A of the Cash Flow Statements, figures in brackets indicates deductions made from the net profit for deriving the cash flow from operating activities. In part B & part C, figures in brackets indicates cash outflows.

3 Figures of the previous year have been regrouped wherever necessary, to confirm to current years presentation.

4 Disclosure of debt reconciliation statement in accordance with IND AS 7

[₹ in lacs]

Particulars	As at 1st April, 2021	Net Cash flow	Non-cash changes	As at 31st March, 2022
Borrowings	**2 987.41**	**230.73**	**(6.03)**	**3 212.12**

As per our attached report of even date
FOR Chirag R. Shah & Associates
[Firm Registration No. 118791W]
Chartered Accountants

Chirag R Shah
Partner
Mem. No. 106139

Place : Ahmedabad
Date : 12th May, 2022

For and on behalf of Board of Directors of
ARCHIT ORGANOSYS LIMITED

Kandarp K Amin
Whole Time Director
DIN: 00038972

Archana K Amin
Whole Time Director
DIN: 00038985

Gajendra Rajput
Chief Financial Officer

Vijay Boliya
Company Secretary

Place : Ahmedabad
Date : 12th May, 2022

NOTES TO STANDALONE FINANCIALS STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

Note 1: Company Overview

Archit Organosys Limited is a Public Company, domiciled in India and is incorporated under the provisions of the Companies Act applicable in India. The company's shares are listed on Bombay Stock Exchange the Company is mainly engaged in the business of Manufacturing and Trading of Chemicals. The registered office of the Company is located at Plot No 25/9-A Phase-III, GIDC Naroda, Ahmedabad 382330.

The financial statements for the year ended March 31, 2022 were considered by the Board of Directors and approved for issuance on 12th May, 2022.

Note 2: Basis of Preparation

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and presentation requirements of Division II of Schedule III to the Companies Act, 2013, (Ind AS compliant Schedule III), as applicable to the Financial Statements. Accounting Policies have been consistently applied except where newly issued accounting standard is initially adopted or revision to the existing standards requires a change in the accounting policy hitherto in use. Management evaluates all recently issued or revised accounting standards on an on-going basis.

The financial statements are prepared in INR and all the values are rounded to the nearest lakhs, except when otherwise indicated.

2.1 Statement of Compliance

The financial statements comprising Balance Sheet, Statement of Profit and Loss, Statement of Changes in Equity and Cash Flow Statement, together with notes for the year ended March 31, 2022 have been prepared in accordance with Ind AS as notified under section 133 of the Companies' Act, 2013 ("the Act") and approved by Board of directors on 12th May, 2022.

2.2 Basis of Measurement

The financial statements of the Company have been prepared and presented in accordance with the Generally Accepted Accounting Principles (GAAP) under the historical cost convention on accrual basis of accounting, except for certain Assets and Liabilities as stated below:

(a) Financial instruments (assets / liabilities) classified as Fair Value through profit or loss or Fair Value through Other Comprehensive Income are measured at Fair Value.

(b) The defined benefit asset/liability is recognized as the present value of defined benefit obligation less fair value of plan assets.

The above items have been measured at Fair Value and the methods used to measure Fair Values are discussed further in Note 4.16.

2.3 Functional and Presentation Currency

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the Company operates ("the functional currency"). Indian Rupee is the functional currency of the Company.

The financial statements are presented in Indian Rupees (') and all values are rounded to the nearest lakhs as per the requirement of Schedule III, except when otherwise indicated.

2.4 Recent Indian Accounting Standards (Ind AS)

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 23, 2022, MCA amended the Companies (Indian Accounting Standards) Amendment Rules, 2022, as below:

Ind AS 16 – Property Plant and equipment –

The amendment clarifies that excess of net sale proceeds of items produced over the cost of testing, if any, shall not be recognised in the profit or loss but deducted from the directly attributable costs considered as part of cost of an item of property, plant, and equipment. The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2022. The Company has evaluated the amendment and there is no impact on its consolidated financial statements.

Ind AS 37 – Provisions, Contingent Liabilities and Contingent Assets

The amendment specifies that the 'cost of fulfilling' a contract comprises the 'costs that relate directly to the contract'. Costs that relate directly to a contract can either be incremental costs of fulfilling that contract (examples would be direct labour, materials) or an allocation of other costs that relate directly to fulfilling contracts (an example would be the allocation of the depreciation charge for an item of property, plant and equipment used in fulfilling the contract). The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2022, although early adoption is permitted. The Company has evaluated the amendment and the impact is not expected to be material.

Ind AS 109 Financial Instruments

The amendment clarifies which fees an entity includes when it applies the '10 per cent' test in assessing whether to derecognise a financial liability. Annual Improvement apply to to financial liabilities that are modified or exchanged. In determining those fees paid net of fees received, a borrower includes only fees paid or received between the borrower and the lender, including fees paid or received by either the borrower or lender on the other's behalf.

Note 3: Significant accounting judgments, estimates and assumptions

The preparation of financial statements in conformity with Ind AS requires the management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, the disclosures of contingent assets and contingent liabilities at the date of financial statements, income and expense during the period. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. However, uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in future periods.

Estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognized in the periods in which the estimates are revised and in future periods which are affected.

Critical Accounting Estimates and Judgments

In the process of applying the Company's accounting policies, management has made the following judgments, which have the most significant effect on the amounts recognised in the financial statements.

(i) Contingences and Commitments

In the normal course of business, contingent liabilities may arise from litigations and other claims against the Company. Where the potential liabilities have a low probability of crystallizing or are very difficult to quantify reliably, such liabilities are treated as contingent liabilities. Such liabilities are disclosed in the notes but are not provided for in the financial statements. Although there can be no assurance regarding the final outcome of the legal proceedings, the management do not expect them to have a materially adverse impact on our financial position or profitability.

(ii) Taxes

Deferred tax assets are recognised for unused tax credits to the extent that it is probable that taxable profit will be available against which the losses can be utilised. Significant management judgment is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

(iii) Employee Benefits

Discount rate used to determine the carrying amount of the Company's defined benefit obligation.

The cost of defined benefit plans are determined using actuarial valuations. The actuarial valuation involves making assumptions about discount rates, expected rates of return on assets, future salary increases, mortality rates and future pension increases. Due to the long-term nature of these plans, such estimates are subject to significant uncertainty.

In determining the appropriate discount rate for plans operated in India, the management considers the interest rates of government bonds in currencies consistent with the currencies of the post-employment benefit obligation.

(iv) Fair value measurement of financial instruments

When the fair values of financial assets and financial liabilities recorded in the Balance Sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of

judgment is required in establishing fair values. Estimated irrecoverable amounts are based on the ageing of the receivable balance and historical experience. Individual trade receivables are written off when management deems it not to be collectible.

(v) Allowance for uncollectible trade receivables

Provision matrix takes into accounts historical credit loss experience and adjusted for forward looking information. The expected credit loss allowance is based on the ageing of the day of the receivables are due and the rates as given in the provision matrix.

(vi) Impairment of Property, Plant & Equipment

The value in use calculation requires the directors to estimate the future cash flows expected to arise from the cash-generating unit and a suitable discount rate in order to calculate present value. Where the actual future cash flows are less than expected, an impairment loss which is material in nature is accounted for.

(vii) Litigations

The provision is recognized based on the best estimate of the amount desirable to settle the present obligation arising at the reporting period and of the income is recognized in the cases involving high degree of certainty as to realization.

(viii) Useful Life of Property, Plant and Equipment

As described in Note 4.3, the Company reviews the estimated useful lives and residual values of property, plant and equipment at the end of each reporting period. During the current financial year, the management determined that there were no changes to the useful lives and residual values of the property, plant and equipment.

Note 4: Significant Accounting Policies

4.1 Financial Instruments

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments.

(a) Financial Assets

Financial Assets comprises of investments in equity instruments, trade receivables, cash and cash equivalents and other financial assets.

Initial Recognition:

All financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through Profit or Loss, transaction costs that are attributable to the acquisition of financial assets. Purchases or sales of financial assets that requires delivery of assets within a period of time frame established by regulation or convention in the market place (regular way trades) are recognized on the trade date, i.e., the date that the company committed to purchase or sell the asset.

Subsequent Measurement:

(i) Financial assets measured at amortized Cost:

Financial assets are subsequently measured at amortised cost if these financial assets are held within a business whose objective is to hold these assets in order to collect contractual cash flows and where contractual terms of financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

(ii) Financial assets at Fair Value through Other Comprehensive Income (FVTOCI):

Financial Assets that are held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding are subsequently measured at FVTOCI. Fair Value movements in financial assets at FVTOCI are recognized in Other Comprehensive Income.

Equity instruments held for trading are classified as at fair value through profit or loss (FVTPL). For other equity instruments the company classifies the same as FVTOCI. The classification is made on initial recognition and is irrevocable. Fair Value changes on equity instruments at FVTOCI, excluding dividends are recognized in Other Comprehensive Income (OCI).

(iii) Fair Value through Profit or Loss (FVTPL):

Financial Assets are measured at FVTPL if it does not meet the criteria for classification as measured at amortized cost or at FVTOCI. All fair value changes are recognized in the Statement of Profit and Loss.

De-recognition of Financial Assets:

Financial Assets are derecognized when the contractual rights to cash flows from the financial assets expire or the financial asset is transferred and the transfer qualifies for de-recognition. On de-recognition of the financial assets in its entirety, the difference between the carrying amount (measured at the date of de-recognition) and the consideration received (including any new asset obtained less any new liability assumed) shall be recognized in the Statement of Profit and Loss.

(b) Financial Liabilities

Initial Recognition and Measurement

Financial Liabilities are initially recognized at fair value plus any transaction costs, (if any) which are attributable to acquisition of the financial liabilities.

Subsequent Measurement:

Financial Liabilities are classified for subsequent measurement into following categories:

(i) Financial liabilities at Amortized Cost:

The Company is classifying the following under amortized cost:

- Borrowing from Banks
- Borrowing from Others
- Trade Payables
- Other Financial Liabilities

Amortized cost for financial liabilities represents amount at which financial liability is measured at initial recognition minus the principal repayments, plus or minus cumulative amortization using the effective interest method of any differences between the initial amount and maturity amount.

(ii) Financial liabilities at Fair Value through Profit or Loss:

Financial liabilities held for trading are measured at Fair Value through Profit or Loss

De-recognition of Financial Liabilities:

Financial liabilities shall be derecognized when, and only when, it is extinguished i.e. when the obligation specified in the contract is discharged or cancelled or expires.

(c) Offsetting of Financial assets and Financial Liabilities

Financial assets and Financial Liabilities are offset and the net amount is presented in Balance Sheet when, and only when, the Company has legal right to offset the recognized amounts and intends either to settle on the net basis or to realize the assets and liabilities simultaneously.

(d) Reclassification of Financial Assets and Financial Liabilities

The Company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are categorized as equity instruments at FVTOCI, and financial assets or liabilities that are specifically designated as FVTPL. For financial assets which are debt instruments, a reclassification is made only if there is a change in business model for managing those assets. Changes to the business model are expected to be very infrequent. The management determines the change in a business model as a result of external or internal changes which are significant to the Company's Operations. A Change in business occurs when the company either begins or ceases to perform an activity that is significant to its operations. If the Company reclassifies financial assets, it applies the reclassification prospectively effective from the reclassification date which is the first day of the immediately next reporting period following the change in business model. The Company does not restate any previously recognised gains, losses (including impairment gains or losses) or interest.

4.2 Share Capital

Ordinary Shares are classified as equity. Incremental costs directly attributable to the issue of new ordinary shares or share options are recognized as a deduction from equity, net of any tax effects.

4.3 Property, Plant and Equipment

Property, plant and equipment held for use in the supply of goods or services, or for administrative purposes, are stated in the balance sheet at cost less accumulated depreciation and accumulated impairment losses. Freehold land is not depreciated. All repairs and maintenance costs are charged to the income statement during the financial period in which they are incurred.

Properties in the course of construction for supply of services or administrative purpose are carried at cost, less any recognised impairment loss. Cost includes professional fees and other directly attributable cost and for qualifying assets, borrowing cost capitalised in accordance with the Company's accounting policy. Such properties are classified to the appropriate categories of Property Plant and equipment when completed and ready for intended use. Depreciation of these assets, on the same basis as other property assets, commences when the assets are ready for their intended use.

Depreciation is recognised so as to write off the cost of assets (other than freehold land and properties under construction) less their residual values over their useful lives as prescribed under Part C of Schedule II to the Companies Act 2013, using the straight-line method. The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis. Depreciation for assets purchased/sold during a period is proportionately charged for the period of use.

Assets held under finance leases are depreciated over their expected useful lives on the same basis as owned assets. Leasehold land with lease term of 99 years or more and it is amortized over the period of lease i.e. 99 years.

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

4.4 Intangible assets

Intangible Assets acquired separately

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortisation and accumulated impairment losses. Amortisation is recognised on a straight-line basis over their estimated useful lives. The estimated useful life and amortisation method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis. Intangible assets with indefinite useful lives that are acquired separately are carried at cost less accumulated impairment losses.

Derecognition of intangible assets

An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses arising from de-recognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset, and are recognised in statement of profit and loss when the asset is de-recognised.

Useful lives of intangible assets

Estimated useful lives of the intangible assets are as follows:

Type of Asset	Useful Life
Computer software	3 years

4.5 Inventories

(i) Raw Materials, Stock-in-process, Finished Goods are valued at lower of cost or net realizable value. Cost of stock-in-process and finished goods include materials, labour, manufacturing overhead and other cost incurred in bringing the inventories to their present location.

(ii) Stock of stores, spares, consumable and packing materials are valued at cost.

4.6 Impairment

(a) Financial assets (other than at fair value)

The Company assesses at each date of balance sheet, whether a financial asset or a company of financial assets is impaired. Ind AS 109 requires expected credit losses to be measured though a loss allowance. The Company recognises lifetime expected losses for all contract assets and / or all trade receivables that do not constitute financing transaction. For all other financial assets, expected credit losses are measured at an amount equal to the twelve-month expected credit losses or at an amount equal to the life time expected credit losses if the credit risk on the financial asset has increased significantly, since initial recognition.

(b) Non-financial assets

Tangible and Intangible assets

Property, Plant and equipment and intangible assets with finite life are evaluated for recoverability whenever there is an indication that their carrying amounts may not be recoverable. If any such indication exists, the recoverable amount (i.e. higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for cash generating unit (CGU) to which the asset belongs.

If the recoverable amount of an asset (or CGU) is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount. An impairment loss is recognised in the statement of profit and loss.

Reversal of impairment loss

Impairment losses recognized in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists.

An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, if no impairment loss had been recognized directly in other comprehensive income and presented within equity.

4.7 Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognized if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. If the effect of the time value of money is material, provisions are discounted using a current pre tax rates that reflects, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

A provision for onerous contract is recognized when the expected benefits to be derived by the Company from a contract are lower than the unavoidable cost of meeting its obligations under the contract. The provision is measured at the present value of the lower of the expected cost of terminating the contract and the expected net cost of continuing with the contract. Before a provision is established, the Company recognizes any impairment loss on the assets associated with the contract.

Contingent liabilities are not recognised in the financial statements. A contingent asset is neither recognised nor disclosed in the financial statements.

4.8 Revenue Recognition

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.

The Company has generally concluded that it is the principal in its revenue arrangements, because it typically controls the goods or services before transferring them to the customer.

The specific recognition criteria described below must also be met before revenue is recognized.

Sale of Goods

(i) Revenue is recognised when control of goods is transferred to a customer in accordance with the terms of the contract. The control of the goods is transferred upon delivery to the customers either at factory gate of the Company or specific location of the customer or when the goods are handed over to the freight carrier, as per the terms of the contract. A receivable is recognised by the Company when the goods are delivered to the customer as this represents the point in time at which the right to consideration becomes unconditional, as only the passage of time is required before payment is due.

(ii) The Company accounts for pro forma credits, refunds of duty of customs or excise, or refunds of sales tax/ GST in the year of admission of such claims by the concerned authorities. Export benefits are classified as other operating income and recognized on accrual basis in the year of export based on eligibility and when there is no uncertainty on receiving the same.

Interest Income

Interest income is recognised using the effective interest method as set out in Ind AS 109 – Financial Instruments: Recognition and Measurement, when it is probable that the economic benefits associated with the transaction will flow to the Company and the amount of the revenue can be measured reliably. The effective interest method is a method of calculating the amortised cost of a financial asset or a financial liability and of allocating the interest income or interest expense over the relevant period.

4.9 Leases

The Company assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Company as a lessor

Leases in which the Company does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Rental income from operating lease is recognised on a straight-line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income. Contingent rents are recognised as revenue in the period in which they are earned

Leases are classified as finance leases when substantially all of the risks and rewards of ownership transfer from the Company to the lessee. Amounts due from lessees under finance leases are recorded as receivables at the Company's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease.

The Company as a lessee

The Company applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Company recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

(i) Right-of-use assets

The Company recognises right-of-use assets ("ROU Assets) at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets.

If ownership of the leased asset transfers to the company at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset. The right-of-use assets are also subject to impairment. Refer to the accounting policies in 4.6 Impairment of non-financial assets.

(ii) Lease liabilities

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments

(including in substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Company and payments of penalties for terminating the lease, if the lease term reflects the Company exercising the option to terminate. Variable lease payments that do not depend on an index or a rate are recognised as expenses (unless they are incurred to produce inventories) in the period in which the event or condition that triggers the payment occurs.

In calculating the present value of lease payments, the Company uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset. Lease liabilities has been presented under the head "Other Financial Liabilities".

iii Short-term leases and leases of low-value assets

The Company applies the short-term lease recognition exemption to its short-term leases (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption that are considered to be low value. Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

4.10 Foreign Currency Translation

The functional currency of the Company is the Indian Rupee (').

Exchange differences on monetary items are recognised in the Statement of profit and loss in the period in which they arise except for:

(i) exchange differences on foreign currency borrowings relating to assets under construction for future productive use, which are included in the cost of those assets when they are regarded as an adjustment to interest costs on those foreign currency borrowings;

(ii) exchange differences arising from translation of long-term foreign currency monetary items recognised in the financial statements of the Company for the period immediately before the beginning of the first Ind AS financial reporting period (prior to 1st April, 2016), as per the previous GAAP, pursuant to the Company's choice of availing the exemption as permitted by Ind AS 101.

Non-monetary assets and liabilities that are measured in terms of historical cost in foreign currencies are not retranslated.

4.11 Borrowing Costs

Borrowing costs include

(i) interest expense calculated using the effective interest rate method,

(ii) finance charges in respect of finance leases, and

(iii) exchange differences arising from foreign currency borrowings to the extent that they are regarded as an adjustment to interest 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 those assets, until such time as the assets are substantially ready for their intended use or sale.

Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

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

4.12 Employee benefits

(a) Short-term obligations

Liabilities for salaries, including other monetary and non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

(b) Post-employment obligations

The Company operates the following post-employment schemes: a) defined contribution plans - provident fund b) defined benefit plans - gratuity plans

(i) Defined contribution plans

The Company has defined contribution plan for the post-employment benefits namely Provident Fund and Employees Death Linked Insurance, the contributions towards such funds and schemes are recognised as employee benefits expense and charged to the Statement of Profit and Loss when they are due. The Company does not carry any further obligations with respect to this, apart from contributions made on a monthly basis.

(ii) Defined benefit plans

The Company has defined benefit plan, namely gratuity for eligible employees in accordance with the Payment of Gratuity Act, 1972 the liability for which is determined on the basis of an actuarial valuation (using the Projected Unit Credit method) at the end of each year.

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the tenor of the related obligation. The liability or asset recognized in the balance sheet in respect of gratuity is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets.

The service cost (including current service cost, past service cost, as well as gains and losses on curtailments and settlements) is recognised in the Statement of profit and loss in the line item 'Employee benefits expense'.

Remeasurements of the net defined liability, comprising of actuarial gains and losses, return on plan assets (excluding amounts included in net interest on the net defined benefit liability) and any change in the effect of asset ceiling (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through Other Comprehensive Income (OCI) in the period in which they occur. Remeasurements are not reclassified to profit or loss in subsequent periods.

Change in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognised immediately in the profit or loss as past service cost.

4.13 Income Taxes

Income tax expense represents the sum of the tax currently payable and deferred tax

(i) Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

(ii) Deferred Tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial recognition of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

(iii) Current and deferred tax for the year

Current and deferred tax are recognised in the Statement of profit and loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity respectively. Where current tax or deferred tax arises from the initial accounting for a business combination, the tax effect is included in the accounting for the business combination.

4.14 Derivative financial instruments

Derivatives are initially recognised at fair value at the date the derivative contracts are entered into and are subsequently re-measured to their fair value at the end of each reporting period. Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative.

4.15 Earnings per share

The Company presents basic and diluted earnings per share (EPS) data for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to the ordinary shareholders of the company by the weighted average number of ordinary shares outstanding during the period. Where ordinary shares are issued but not fully paid, they are treated in the calculation of basic earnings per share as a fraction of an ordinary share to the extent that they were entitled to participate in dividends during the period relative to a fully paid ordinary share. Diluted earnings per share is computed by dividing the net profit after tax by the weighted average number of equity shares considered for deriving basic EPS and also weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares. Dilutive potential equity shares are deemed converted as of the beginning of the period, unless issued at a later date. Dilutive potential equity shares are determined independently for each period presented.

4.16 Fair Value Measurement

A number of Company's accounting policies and disclosures require the determination of fair value, for both financial and non-financial assets and liabilities. Fair value is the price that would be received on sell of an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. A fair value measurement assumes that the transaction to sell the asset or transfer the liability takes place either in the principal market for the asset or liability or in the absence of a principal market, in the most advantageous market for the asset or liability. The principal market or the most advantageous market must be accessible to the Company.

The fair value of an asset or liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy based on the lowest level input that is significant to the fair value measurement as a whole. The fair value hierarchy is described as below:

(a) Level 1 - unadjusted quoted prices in active markets for identical assets and liabilities.

(b) Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

(c) Level 3 - unobservable inputs for the asset or liability.

For assets and liabilities that are recognized in the financial statements at fair value on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization at the end of each reporting period.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of fair value hierarchy.

Fair values have been determined for measurement and / or disclosure purposes based on the following methods. When applicable, further information about the assumptions made in determining fair values is disclosed in the notes specific to that asset or liability.

(a) Investment in equity and debt securities

The fair value is determined by reference to their quoted price at the reporting date. In the absence of quoted price, the fair value of the financial asset is measured using valuation techniques.

(b) Trade and other receivables

The fair value of trade and other receivables, excluding construction contracts in progress, is estimated as the present value of future cash flows, discounted at the market rate of interest at the reporting date. However in respect of such financial instruments, fair value generally approximates the carrying amount due to short term nature of such assets. This fair value is determined for disclosure purposes or when acquired in a business combination.

(c) Non derivative financial liabilities

Fair Value, which is determined for disclosure purposes, is calculated based on the present value of future principal and interest cash flows, discounted at the market rate of interest at the reporting date. For finance leases, the market rate of interest is determined by reference to similar lease agreements.

4.17 Current / non- current classification

An asset is classified as current if:

(a) it is expected to be realized or sold or consumed in the Company's normal operating cycle;

(b) it is held primarily for the purpose of trading;

(c) it is expected to be realized within twelve months after the reporting period; or

(d) it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is classified as current if:

(a) it is expected to be settled in normal operating cycle;

(b) it is held primarily for the purpose of trading;

(c) it is expected to be settled within twelve months after the reporting period;

(d) it has no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

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

The operating cycle is the time between acquisition of assets for processing / trading / assembling and their realization in cash and cash equivalents. The Company has identified twelve months as its operating cycle.

4.18 Cash and cash equivalent

The Company considers all highly liquid financial instruments, which are readily convertible into known amounts of cash that are subject to an insignificant risk of change in value and having original maturities of three months or less from the date of purchase, to be cash equivalents. Cash and cash equivalents consists of balances with banks which are unrestricted for withdrawal and usage.

Notes to standalone financials statements for the year ended 31 March 2022

Note 5 - Property, plant and equipment

Note 5.1 : As at March 31, 2022

[₹ in Lacs]

Particulars	Gross carrying amount				Accumulated Depreciation				Net carrying
	As at 01/04/2021	Additions	Deduction Adjustments	As at 31/03/2022	Upto 31/03/2021	For the year	Deduction Adjustments	Upto 31/03/2022	amount 31/03/2022
Owned Assets									
Freehold land	82.98	0.00	0.00	**82.98**	0.00	0.00	0.00	**0.00**	**82.98**
Buildings	1 585.58	0.00	97.83	**1 487.75**	276.85	51.73	55.82	**272.76**	**1 214.99**
Plant & Machinery	4 004.08	0.00	23.61	**3 980.47**	859.91	315.94	12.71	**1 163.14**	**2 817.33**
Office Equipments	30.11	3.21	0.00	**33.32**	19.26	4.50	0.00	**23.76**	**9.56**
Computer	8.73	1.14	0.00	**9.87**	8.03	0.40	0.00	**8.43**	**1.44**
Furnitures and Fixtures	67.10	0.58	0.00	**67.68**	23.82	6.23	0.00	**30.05**	**37.63**
Vehicles	74.67	102.59	28.50	**148.76**	43.29	12.02	23.10	**32.21**	**116.55**
Leasehold Improvements	50.81	0.00	0.00	**50.81**	30.73	11.20	0.00	**41.93**	**8.88**
	5 904.06	107.52	149.94	**5 861.64**	1 261.89	402.02	91.63	**1 572.28**	**4 289.36**

Note 5.1 : As at March 31, 2021

[₹ in Lacs]

Particulars	Gross carrying amount				Accumulated Depreciation				Net carrying
	As at 01/04/2020	Additions	Deduction Adjustments	As at 31/03/2021	Upto 31/03/2020	For the year	Deduction Adjustments	Upto 31/03/2021	amount 31/03/2021
Owned Assets									
Freehold land	82.98	0.00	0.00	**82.98**	0.00	0.00	0.00	**0.00**	**82.98**
Buildings	1 582.76	2.82	0.00	**1 585.58**	222.60	54.25	0.00	**276.85**	**1 308.73**
Plant & Machinery	3 948.88	107.24	52.04	**4 004.08**	656.61	229.10	25.80	**859.91**	**3 144.17**
Office Equipments	25.17	4.94	0.00	**30.11**	14.60	4.66	0.00	**19.26**	**10.85**
Computer	8.60	0.13	0.00	**8.73**	7.21	0.82	0.00	**8.03**	**0.70**
Furnitures and Fixtures	66.01	1.09	0.00	**67.10**	17.63	6.19	0.00	**23.82**	**43.28**
Vehicles	98.80	4.37	28.50	**74.67**	56.45	9.45	22.61	**43.29**	**31.38**
Leasehold Improvements	47.31	3.50	0.00	**50.81**	21.20	9.53	0.00	**30.73**	**20.08**
	5 860.51	124.09	80.54	**5 904.06**	996.30	314.00	48.41	**1 261.89**	**4 642.17**

Note :

1. The legal ownership of vehicle is in the name of directors on behalf of company.
2. All the title deeds for the immoveable property are in the name of the Company.

Note 6 : Right of Use Asset

Note 6.1 : As at March 31, 2022

[₹ in Lacs]

Particulars	Gross Block				Accumulated Depreciation				Net carrying
	As at 01/04/2021	Additions	Deduction Adjustments	As at 31/03/2022	Upto 31/03/2021	For the year	Deduction Adjustments	Upto 31/03/2022	amount 31/03/2022
ROU Asset									
Land	56.79	0.00	0.00	**56.79**	10.27	0.55	0.00	10.82	**45.97**
Building	152.91	128.86	0.00	**281.77**	94.10	62.56	0.00	156.66	**125.11**
Godown	28.82	29.22	0.00	**58.04**	9.60	3.46	0.00	13.06	**44.98**
	238.52	158.08	0.00	**396.60**	113.97	66.57	0.00	180.54	**216.06**

Note 6.1 : As at March 31, 2021

[₹ in Lacs]

Particulars	Gross Block				Accumulated Depreciation				Net carrying
	As at 01/04/2020	Additions	Deduction Adjustments	As at 31/03/2021	Upto 31/03/2020	For the year	Deduction Adjustments	Upto 31/03/2021	amount 31/03/2021
ROU Asset									
Land	55.74	1.05	0.00	**56.79**	9.72	0.55	0.00	10.27	**46.52**
Building	152.91	0.00	0.00	**152.91**	47.05	47.05	0.00	94.10	**58.81**
Godown	28.82	0.00	0.00	**28.82**	4.80	4.80	0.00	9.60	**19.22**
	237.47	1.05	0.00	**238.52**	61.57	52.40	0.00	113.97	**124.55**

Note 7 : Intangible assets

Note 7.1 : As at March 31, 2022

[₹ in Lacs]

Particulars	Gross Block				Accumulated Depreciation				Net carrying
	As at 01/04/2021	Additions	Deduction Adjustments	As at 31/03/2022	Upto 31/03/2021	For the year	Deduction Adjustments	Upto 31/03/2022	amount 31/03/2022
Owned Assets									
Software	5.25	0.00	0.00	**5.25**	5.23	0.02	0.00	**5.25**	**0.00**
	5.25	0.00	0.00	**5.25**	5.23	0.02	0.00	**5.25**	**0.00**

Note 7.1 : As at March 31, 2021

[₹ in Lacs]

Particulars	Gross Block				Accumulated Depreciation				Net carrying
	As at 01/04/2020	Additions	Deduction Adjustments	As at 31/03/2021	Upto 31/03/2020	For the year	Deduction Adjustments	Upto 31/03/2021	amount 31/03/2021
Owned Assets									
Software	8.06	0.00	2.82	**5.24**	5.73	0.15	0.66	**5.22**	**0.02**
	8.06	0.00	2.82	**5.24**	5.73	0.15	0.66	**5.22**	**0.02**

Note 8 : Capital Work in Progress

Note 8.1 : As at March 31, 2022

[₹ in Lacs]

Particulars	As at April 01, 2021	Additions during the year	Deduction/ Adjustment during the year	Capitalised	As at March 31, 2022
Building	0.00	98.96	0.00	0.00	**98.96**
Plant And Machinery	298.15	877.46	0.00	0.00	**1 175.61**
Total :	**298.15**	**976.42**	**0.00**	**0.00**	**1 274.57**

Note 8.1 : As at March 31, 2021

[₹ in Lacs]

Particulars	As at April 01, 2020	Additions during the year	Deduction/ Adjustment during the year	Capitalised	As at March 31, 2021
Plant And Machinery	107.52	298.15	1.07	106.45	**298.15**
Total :	107.52	298.15	1.07	106.45	**298.15**

CWIP Aging Schedule

[₹ in Lacs]

CWIP	Amount in CWIP as at 31st March, 2022				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	976.42	298.15	0.00	0.00	1 274.57
Projects Temporarily suspended	0.00	0.00	0.00	0.00	0.00

[₹ in Lacs]

CWIP	Amount in CWIP as at 31st March, 2021				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	298.15	0.00	0.00	0.00	298.15
Projects Temporarily suspended	0.00	0.00	0.00	0.00	0.00

Note : There is no capital work-in-progress is being overdue or has exceeded its cost compared to its original plan

[₹ in Lacs]

Particulars	As at 31 March 2022	As at 31 March 2021
Note 9 : Investments (Non-Current)		
Financial instruments at FVTPL		
Alternate Investment fund	**140.00**	30.00
Total :	**140.00**	30.00
Aggregate amount of investments and market value thereof	**140.00**	30.00
Note 9.1: Investment in Alternative investment fund		
Investment in Alternative investment fund at FVTPL		
9unicorns Accelerator Fund-I	**140.00**	30.00
Total :	**140.00**	30.00
Note 10 : Other Financial Assets (Non-Current)		
Security deposits	**89.15**	82.73
Advance Rental	**12.74**	0.00
Total:	**101.89**	82.73
The amount dues by :		
Directors	**61.52**	36.50
Officers either severally or jointly with other persons	**NIL**	NIL
Firms or private companies in which any director is partner or director or a member.	**NIL**	NIL
Note 11 : Income Taxes		
A. The major components of income tax expense for the year as under :		
(i) **Income tax recognised in the statement of Profit and Loss**		
Current tax:		
Expenses for current year	**145.00**	46.00
Expenses for earlier year	**0.00**	(2.11)
MAT Credit availed/utilised during the year	**(137.82)**	(46.00)
Deferred tax:		
Deferred tax for current year	**312.20**	(30.13)
	319.38	(32.24)
(ii) **Income tax expense recognised in other comprehensive income (OCI)**		
Remeasurment Gains/(Losses) on defined benefit plans	**(0.87)**	(1.80)
	(0.87)	(1.80)
B. Reconciliation of effective tax rate :		
Profit / (Loss) before tax	**1 142.54**	468.41
Income tax calculated at 27.82% (P.Y. 27.82%)	**317.85**	130.31
Tax effect on non-deductible expenses	**12.65**	9.13
Unaborbed Depreciation	**(301.78)**	(125.67)
Others (Net)	**290.65**	(46.00)
	319.37	(32.23)
Effective tax Rate (%)	**27.95**	(6.88)
C. Deferred Tax		
Deferred Tax Assets		
Disallowance u/s. 43(b) under income tax act, 1961	**15.54**	14.51
Unamortized Processing Fees	**0.69**	0.69
Unabsorbed depreciation	**166.83**	502.41
Lease Liability	**3.94**	1.75
MAT Credit Entitlement	**247.56**	109.74
	434.56	629.10
Deferred Tax Liabilities		
Depreciable assets	**471.74**	491.03
	471.74	491.03
Net Deferred Tax Liability / (Asset)	**(37.18)**	138.07

Movement of Deferred Tax Liabilites / (Assets) during the year

Year ended 31st March 2022

Particulars	Opening Balance as at April 1, 2021	Recognised in Statement of Profit and Loss	Recognised in Other Comprehensive Income	Closing Balance as at March 31, 2022
Deferred Tax liabilites / (assets) in relation to				
Property, Plant and Equipments	(491.03)	19.29		(471.74)
Unabsorb Depreciation	502.41	(335.58)	0.00	166.83
Unamortized Cost adjusted on borrowings	0.69	0.00	**0.00**	0.69
Provision for Employee benefit expense	14.51	1.90	(0.87)	15.54
Lease Liability	1.75	2.19	0.00	3.94
MAT Credit Entitlement	109.74	137.82	0.00	247.56
	138.07	**(174.38)**	**(0.87)**	**(37.18)**

Year ended 31st March 2021

Particulars	Opening Balance as at April 1, 2020	Recognised in Statement of Profit and Loss	Recognised in Other Comprehensive Income	Closing Balance as at March 31, 2021
Deferred Tax liabilites / (assets) in relation to				
Property, Plant and Equipments	(454.66)	(36.37)	**0.00**	(491.03)
Unabsorb Depreciation	437.68	64.73	**0.00**	502.41
Unamortized Cost adjusted on borrowings	0.69	0.00	**0.00**	0.69
Provision for Employee benefit expense	14.88	1.43	**(1.80)**	14.51
Lease Liability	1.41	0.34	**0.00**	1.75
MAT Credit Entitlement	63.74	46.00	**0.00**	109.74
	63.74	**76.13**	**(1.80)**	**138.07**

[₹ in Lacs]

Particulars	As at 31 March 2022	As at 31 March 2021
Note 12 : Other assets (Non-Current)		
Capital advances	**40.68**	16.28
Total:	**40.68**	16.28
Note 13 : Inventories		
Raw Materials (Including goods-in-transit)	**269.01**	47.14
Stock in Progress	**174.35**	231.16
Finished Goods	**107.40**	33.38
Stock-in-Trade	**14.65**	13.41
Packing Materials	**24.97**	20.19
Consumable Stores	**3.36**	8.65
Total :	**593.74**	353.93

Inventory items have been valued considering the significant accounting policy disclosed in note 4(4.5) to this financial statement.

NOTES TO STANDALONE FINANCIALS STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

[₹ in Lacs]

Particulars	As at 31 March 2022	As at 31 March 2021
Note 14 : Trade Receivable		
Unsecured, considered good		
Low Credit Risk	**2 747.75**	2 502.54
Significant increase in Credit Risk	**0.00**	0.00
Credit Impaired	**100.26**	135.36
Less: Loss Allowance	**(100.26)**	(135.36)
	2 747.75	2 502.54
Less: Allowance for Expected Credit Losses (Refer note 44)	**(12.44)**	(2.07)
Total:	**2 735.31**	2 500.47
Included in the financial statement as follows:		
Non-current	**0.00**	0.00
Current	**2 735.31**	2 500.47
Total:	**2 735.31**	2 500.47

The company does not have any outstanding dues from directors, officers of the company either severally or jointly with other persons or firms or private companies in which any directors is partner or director or a member

Trade receivable ageing schedule as at 31st March, 2022

[₹ in Lacs]

Particulars	Outstanding for following periods from date of transaction					Total
	Less than 6 months	6 months - 1 year	1-2 Years	2-3 years	More than 3 years	
Undisputed Trade receivables						
considered good	2 490.20	52.87	13.75	131.86	59.07	2 747.75
which have significant increase in credit risk	0.00	0.00	0.00	0.00	0.00	0.00
credit impaired	0.00	0.00	2.50	5.67	92.09	100.26
Disputed Trade receivables						
considered good	0.00	0.00	0.00	0.00	0.00	0.00
which have significant increase in credit risk	0.00	0.00	0.00	0.00	0.00	0.00
credit impaired	0.00	0.00	0.00	0.00	0.00	0.00

Trade receivable ageing schedule as at 31st March, 2021

[₹ in Lacs]

Particulars	Outstanding for following periods from date of transaction					Total
	Less than 6 months	6 months - 1 year	1-2 Years	2-3 years	More than 3 years	
Undisputed Trade receivables						
considered good	2 252.79	44.39	130.42	74.94	0.00	2 502.54
which have significant increase in credit risk	0.00	0.00	0.00	0.00	0.00	0.00
credit impaired	0.00	2.50	40.77	0.00	92.09	135.36
Disputed Trade receivables						
considered good	0.00	0.00	0.00	0.00	0.00	0.00
which have significant increase in credit risk	0.00	0.00	0.00	0.00	0.00	0.00
credit impaired	0.00	0.00	0.00	0.00	0.00	0.00

[₹ in Lacs]

Particulars	As at 31 March 2022	As at 31 March 2021
Note 15 : Cash and cash equivalents		
Balance with Schedule Bank		
In current account / Cash Credit Account	**34.58**	4.42
Cheques on hand	**463.74**	372.90
Cash in hand	**6.78**	3.53
Fixed Deposits (maturity of less than three months)	**29.87**	0.12
Total:	**534.97**	380.97
Note 16 : Loans (Current)		
Loans Receivable considered good - Unsecured		
Low Risk	**235.55**	2.15
Significant increase in Credit Risk	**0.00**	0.00
Credit Impaired	**0.00**	0.00
Total:	**235.55**	2.15

The company does not have any outstanding dues from directors, officers of the company either severally or jointly with other persons or firms or private companies in which any directors is partner or director or a member

Note 17 : Other Financial Assets (current)		
Security deposits	**0.88**	0.86
Subsidy Receivables	**38.75**	65.10
Interest accrued	**9.16**	0.77
Other Recoverable - Unsecured		
Low Risk	**46.48**	52.79
Significant increase in Credit Risk	**0.00**	0.00
Credit Impaired	**0.00**	0.00
Less: Loss Allowance	**0.00**	(22.44)
	46.48	30.35
Total:	**95.27**	97.08
Note 18 : Other Current Assets		
Advances to suppliers	**7.20**	5.85
Prepaid expenses	**13.76**	5.34
Balances with Revenue authorities	**69.85**	57.91
Total:	**90.81**	69.10

The company does not have any outstanding dues from directors, officers of the company either severally or jointly with other persons or firms or private companies in which any directors is partner or director or a member

Note 19 : Current tax assets (Net)		
Advance tax & TDS	**46.94**	7.61
Less: Provision for taxation	**46.00**	0.00
Total:	**0.94**	7.61
Note 20 : Non current Assets held for sale		
Planrt and Machinery	**6.19**	5.50
Total:	**6.19**	5.50

[₹ in Lacs]

Particulars	As at 31 March 2022	As at 31 March 2021
Note 21 : Equity share capital		
Authorised share capital		
Equity Share Capital		
2,50,00,000 (March 31, 2021 : 2,50,00,000) Equity Shares of ₹ 10/- each	**2 500.00**	2 500.00
Issued share capital		
2,05,63,300 (March 31, 2021: 1,50,63,300) Equity Shares of ₹ 10/ each	**2 056.33**	1 506.33
Subscribed and fully paid up Equity Share Capital		
2,05,20,723 (March 31, 2021: 1,50,20,723) equity Shares of ₹ 10/- each fully paid up	**2 052.07**	1 502.07
	2 052.07	1 502.07

Note 21.1 : Equity share capital

During the period of five financial years immediately preceding the Balance Sheet date,

(i) The Company has not allotted any fully paidup equity shares by way of bonus shares;

(ii) The Company has not allotted any equity shares pursuant to any contract without payment being received in cash;

(iii) The company has not bought back any equity shares

Note 21.2 Reconciliation of number of shares outstanding at the beginning and at the end of the Reporting Year

At the beginning of the year	**1 50 20 723**	1 50 20 723
Add : Shares issued pursuant to preferential share warrants	**55 00 000**	0
	2 05 20 723	1 50 20 723
Less : Shares bought back / Redemption / Forfeited	**0**	0
At the end of the year	**2 05 20 723**	1 50 20 723

Note 21.3 Details of shareholders holding more than 5% Shares in the company

Particulars	As at March 31, 2022		As at March 31, 2021	
	No. of Shares	% of holding	No. of Shares	% of holding
Kandarp K. Amin	**36 71 295**	**17.89**	36 71 295	24.44
Archana K. Amin	**38 70 515**	**18.86**	26 95 515	17.95
Suchit K. Amin	**16 16 195**	**7.88**	10 66 195	7.10
Archit K. Amimn	**16 20 395**	**7.90**	8 45 395	5.63

Note 21.4 Rights, Preferences and Restrictions

The rights and privileges to equity shareholders are general in nature and defined under the Articles of Association.

Equity Shares : The Company has only class of equity shares having a par value of ' 10/- per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors, if any, is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, if any, in proportion to their shareholding.

Note 21.5 Details of Promoters holding in the company

Promoter name	As at March 31, 2022		As at March 31, 2021		% Change during the year
	No. of Shares	% of holding	No. of Shares	% of holding	
Kandarp K. Amin	**36 71 295**	**17.89**	36 71 295	24.44	-
Archana K. Amin	**38 70 515**	**18.86**	26 95 515	17.95	43.59
Suchit K. Amin	**16 16 195**	**7.88**	10 66 195	7.10	51.59
Archit K. Amin	**16 20 395**	**7.90**	8 45 395	5.63	91.67
Manini S. Amin	**5 00 000**	**2.44**	**0**	0	100.00
Shimoli A. Amin	**5 00 000**	**2.44**	**0**	0	100.00

[₹ in Lacs]

Particulars	As at 31 March 2022	As at 31 March 2021
Note 22 : Other Equity		
Reserve and Surplus		
Retained Earnings	**1 274.27**	551.33
Securities Premium	**1 854.66**	1 854.66
Capital Reserve	**6.77**	6.77
General Reserve	**1.50**	1.50
Money Received against share warrants	**0.00**	137.50
Total	**3 137.20**	2 551.76
Note 22.1 : Other Equity *…Detailed..*		
Retained Earnings		
Balance as per previous financial statements	**551.33**	45.77
Add : Profit / Loss) for the year	**823.16**	500.65
Add / (Less) : OCI for the year (net of tax)	**2.38**	4.91
Balance available for appropriation	**1 376.87**	551.33
Less: Dividend Paid during the year	**102.60**	0.00
Total:	**1 274.27**	551.33
Note 22.2 : Securities Premium		
Opening Balance	**1 854.66**	1 854.66
Add : Addition during the year	**0.00**	0.00
Less: Deduction on account of forfeiture of shares	**0.00**	0.00
Balanace at the end of the year	**1 854.66**	1 854.66
Note 22.3 : Capital Reserve		
Opening Balance	**6.77**	6.77
Add : Amount transferred on account of equity forfeited	**0.00**	0.00
Balanace at the end of the year	**6.77**	6.77
Note 22.4 : General Reserve		
Opening Balance	**1.50**	1.50
Add : Addition during the year	**0.00**	0.00
Balanace at the end of the year **Total:**	**1.50**	1.50
Note 22.5 : Money Received against share warrants		
Opening Balance	**137.50**	137.50
Add : Addition during the year	**0.00**	0.00
Less: Transferred to share capital	**(137.50)**	0.00
Balance at the end of the year **Total:**	**0.00**	137.50

Retained Earnings

The retained earnings reflect the profit of the Company earned till date net of appropriations. The amount that can be distributed by the Company as dividends to its equity shareholders is determined based on the balance in this reserve, after considering the requirements of the Companies Act, 2013

Securities Premium

Securities premium reserve is the premium received on issue of shares. These reserve is utilized in accordance with the provisions of the Companies, Act, 2013

Capital Reserve

Capital Reserve is created out of forfeiture of equity shares.

General Reserve

General reserve was created by transfer of profits as per Companies (Transfer of Profits to Reserve) Rules, 1975. It is a transfer from one component of equity that is retained earnings for appropriation purpose.

Dividend

The entity has recommend the dividend @ 7.5% (₹ 0.75/- per equity share) on equity shares of ₹ 10.00 each for the year ended 31st March, 2022.

[₹ in Lacs]

Particulars	As at 31 March 2022	As at 31 March 2021
Note 23 : Borrowings (Non-Current)		
Secured term loans from banks		
Union Bank of India Account No. 1163	**887.48**	1 521.44
Union Bank of India Account No. 1174	**147.89**	190.12
Union Bank of India Account No. 1176	**0.00**	68.61
Union Bank of India Account No. 0031	**204.35**	248.76
Union Bank of India Account No. 0068	**744.97**	0.00
Unsecured Vehicle Loan		
Union Bank of India	**20.43**	0.00
Toyota Financial Services India Ltd	**52.67**	0.00
Total:	**2 057.79**	2 028.93
Less : Current maturities of long term debts		
Secured term loans from banks		
Union Bank of India Account No. 1163	**679.41**	668.28
Union Bank of India Account No. 1174	**54.40**	44.49
Union Bank of India Account No. 1176	**0.00**	63.33
Union Bank of India Account No. 0031	**84.00**	41.46
Unsecured Vehicle Loan		
Union Bank of India	**9.32**	0.00
Toyota Financial Services India Ltd	**9.69**	0.00
Total:	**836.82**	817.56
	1 220.97	1 211.37

Details of security and repayment thereof

Note 23.1 : Nature of Security

Term Loans

The Term loans including current maturities amounting to ₹ 1984.69 Lacs (P.Y. ₹ 2028.93 Lacs) from Union Bank of India is secured Union Bank of India is secured by way of hypothecation of plant and machinery created out of project and further secured by factory land and building situated at Bhavnagar and also personal guarantee of Director.

Vehicle Loans

The Loans including current maturities amounting to ₹ 73,10,363/- (P.Y. ₹ NIL) are secured against Vehicles.

Note 23.2 : Terms of Repayment of Loans

Term Loan

Union Bank of India

The Company has availed five different loans for acquisition for building,plant and machineries and working capital for which the terms of repayable are as under :

Account No. 1163

Repayable in 62 monthly installments in step-up method commencing from November,2017. Last Installment due on December, 2023. Rate of interest 9% as at period end. (P.Y. 10.55%).

Account No. 1174

Repayable in 62 monthly installments in step-up method commencing from November,2017. Last Installment due on December, 2023. Rate of interest 9 % as at period end. (P.Y. 9.65%).

Account No. 0031

Repayable in 36 monthly installments in equated monthly installment commencing from September,2020. Last Installment due on October, 2024. Rate of interest 7.50% as at period end. (P.Y. 7.50%).

Account No. 1176

Repayable in 18 monthly installments in equated monthly installment commencing from November,2020. Last Installment due on April, 2022. Rate of interest 8 %as at period end. (P.Y. 8%).However, the company has paid entire loan in current financial year.

Account No. 0068

Repayable in 36 monthly installments of ₹ 20,68,444/-. monthly installment commencing from July,2024. Last Installment due on June, 2027. Rate of interest 7.5% as at period end. (P.Y. NIL).

Vehicle Loan

Union Bank of India

Loan is repayable in 36 equated monthly installments of ₹ 77,650/- commencing from August, 2021 and last installment falls due on July, 2024.Rate of interest 7.40% as at period end. (P.Y. NIL).

Toyota Financial Services India LtdLoan is repayable in monthly installments of ₹ 1,08,907/- commencing from January, 2022 and last installment falls due on December, 2026.Rate of interest 7.01%as at period end. (P.Y. NIL).

[₹ in Lacs]

Particulars	As at 31 March 2022	As at 31 March 2021
Note 24 : Lease Liability (Non Current)		
Lease Liability	**120.63**	29.66
Total:	**120.63**	29.66
Note 25 : Provisions (Non- Current)		
Provision For Gratuity	**47.29**	45.44
Less : Plan Assets	**(20.46)**	(19.17)
Total:	**26.83**	26.27
Note 26 : Borrowings (Current)		
Secured		
Working capital facilities from bank	**1 154.33**	958.48
Current Maturities of Long Term Borrowings *(Refer Note 23)*	**836.82**	817.56
Total:	**1 991.15**	1 776.04

Terms of working capital facility from banks

The Working Capital Loans amounting to ₹ 1154.33 Lacs (P.Y. ₹ 958.48 Lacs) are secured by Hypothecation of Book Debts, Bills, stock not older than 120 Days. Further it is secured by Factory Land and Building at plot no. 25/9/A and 25/9/B and FDR. Further it is secured by personal guarantee of Directors.

Note 27 : Lease Liability (Current)		
Lease Liability	**64.17**	54.91
Total:	**64.17**	54.91
Note 28 : Trade Payables		
Current		
Due to Micro and Small Enterprise (Refer Note 55)	**12.95**	7.47
Others	**1 342.88**	1 453.62
Total:	**1 355.83**	1 461.09

Trade Payable Ageing

Particulars	Outstanding for following periods from date of transaction					
	Not Due	Less than 1 year	1-2 Years	2-3 years	More than 3 years	Total
As at 31st March, 2022						
MSME	**0.00**	**12.95**	**0.00**	**0.00**	**0.00**	**12.95**
Others	**13.47**	**1 322.05**	**6.14**	**0.57**	**0.65**	**1 342.88**
Disputed Dues - MSME	**0.00**	**0.00**	**0.00**	**0.00**	**0.00**	**0.00**
Disputed Dues - Others	**0.00**	**0.00**	**0.00**	**0.00**	**0.00**	**0.00**
As at 31st March, 2021						
MSME	7.47	0.00	0.00	0.00	0.00	7.47
Others	9.84	1 426.89	19.93	1.55	2.88	1 461.09
Disputed Dues - MSME	0.00	0.00	0.00	0.00	0.00	0.00
Disputed Dues - Others	0.00	0.00	0.00	0.00	0.00	0.00

[₹ in Lacs]

Particulars	As at 31 March 2022	As at 31 March 2021
Note 29 : Other Financial Liabilities (Current)		
Payable towards Capital Goods	**194.96**	24.97
Derivative not recognized as hedge	**1.72**	0.00
Other Payable	**80.97**	43.43
Total:	**277.65**	68.40
Note 30 : Other Current liabilities		
Advance from Customer	**6.82**	2.36
Statutory Liabilities	**26.05**	21.03
	32.87	23.39
Note 31 : Short Term Provisions		
Gratuity	**31.05**	27.78
Total:	**31.05**	27.78
Note 32 : Current Tax Liabilities		
Provision for Tax	**145.00**	46.00
Less : Advance Tax	**137.26**	29.96
Total:	**7.74**	16.04

[₹ in Lacs]

Particulars	2021-2022	2020-2021
Note 33 : Revenue from Operations		
Sale of products		
Manufactured Goods	**9 157.35**	6 116.08
Stock-in-Trade	**4 492.80**	3 313.60
Sale of Services		
Job Work Income	**0.00**	3.89
Other operating revenue		
Export Incentives	**4.57**	17.55
Facilitaing sale of Chlorine	**11.70**	0.00
	13 666.42	9 451.12

Break up of Revenue from contracts with customers

[₹ in Lacs]

Particulars	2021-2022	2020-2021
Manufactured		
MCAA	**5 605.99**	3 203.65
SMCA	**855.56**	715.55
EDTA Tetra - Sodium	**0.00**	1.10
CAC	**2 247.53**	1 924.28
TCAC	**227.87**	216.43
Hydro Chlorine Acid	**1.24**	5.31
Others	**219.17**	49.76
	9 157.36	6 116.08
Stock in trade		
Acid Slurry	**318.57**	232.90
J Acid	**113.38**	301.74
Acetic Anhydride	**1 107.73**	804.63
Linear Alkyl Beneze	**2 060.23**	1 588.00
Others	**892.89**	386.33
	4 492.80	3 313.60
Break up of Other Operating revenue		
Export benefits (Net)		
Mrchandise Exports from India Scheme	**0.00**	17.55
Duty Drawback	**4.57**	0.00
Lifting Charges of Chlorine	**11.70**	0.00
	16.27	17.55
Note 34 : Other Income		
Interest income		
On Fixed deposits	**0.52**	0.65
On Other deposits and investments	**37.85**	32.13
On VAT Refund	**0.00**	8.44
Other Interest	**7.68**	2.50
Interest and Electricity Subsidy	**60.80**	5.65
Foreign Exchange Fluctuations	**39.25**	0.00
Insurance Claim Received	**40.99**	0.00
Miscellaneous income	**4.92**	4.95
	192.01	54.32

[₹ in Lacs]

Particulars	2021-2022	2020-2021
Note 35 : Cost of materials consumed		
Raw Materials	**5 279.63**	2 971.03
Freight Charges, Inward Clearing and Commission	**126.37**	92.32
	5 406.00	3 063.35
Note 36 : Purchases of traded goods		
Chemicals and Intermediates	**4 171.74**	3 089.05
	4 171.74	3 089.05
Note 37 : Changes in Inventories		
Closing Stock		
Work-in-progress	**174.35**	231.16
Finished Goods (Inclusive of Goods in Transit)	**107.40**	33.38
Traded Goods	**14.65**	13.41
	296.40	277.95
Opening Stock		
Work-in-progress	**231.16**	82.29
Finished Goods (Inclusive of Goods in Transit)	**33.38**	113.92
Traded Goods	**13.41**	40.61
	277.95	236.82
Decrease/(Increase) in Inventories	**(18.45)**	(41.13)
Note 38 : Employee benefits expense		
Salaries, wages and allowance	**601.63**	527.98
Contribution to provident and other funds	**16.11**	14.74
Staff welfare expenses	**33.57**	67.38
	651.31	610.10
Note 39 : Finance Cost		
Interest to :		
Banks	**214.85**	300.99
Unwinding interest cost on Lease Liability	**17.16**	8.86
Interest cost on Security Deposits	**5.76**	0.00
Micro and Small Enterprise	**0.00**	0.16
Amortisation of Processing Fees	**6.03**	6.03
Other Borrowing Cost		
Processing charges	**0.25**	8.49
	244.05	324.53
Note 40 : Depreciation and Amortization		
Depreciation on Property, Plant and Equipments	**402.03**	314.00
Amortization expense on intangible assets	**0.02**	0.15
Depreciation on Right of Use Assets	**66.57**	52.40
	468.62	366.55

[₹ in Lacs]

Particulars	2021-2022	2020-2021
Note 41 : Other expenses		
Manufacturing Expenses		
Stores & Other Consumables	**125.88**	295.55
Power Fuel & Water Charges	**486.08**	359.11
Repairs and Maintenance		
Plant and Machinery	**26.27**	37.15
Building	**4.34**	16.96
Laboratory Expenses	**6.35**	2.61
Job work Charges	**0.21**	9.41
Lifting charges of Chemicals	**164.70**	118.73
	813.83	839.52
Establishment Expenses		
Fees and Legal Expenses	**51.00**	47.61
Insurance Charges	**17.62**	20.49
Travelling Expenses	**8.05**	2.67
Rent, Rates & Taxes	**21.96**	34.78
Other Repairs	**5.32**	6.22
Auditor's Remuneration	**1.50**	1.50
Interest to Suppliers	**0.69**	0.51
Exchange fluctuation on foreign currency transactions (Net)	**0.00**	2.57
Detention charges	**0.00**	0.68
Vehicle Expense	**16.83**	14.30
Security Expense	**15.24**	12.45
Sundry Balance written off (net)	**0.27**	6.79
Miscellaneous Expenditure	**34.16**	33.96
Loss on sale of asset / Assests Impaired	**48.32**	23.08
Bad Advances written off	**8.94**	0.00
Less :Reversal of provision for bad advances	**(57.54)**	0.00
	(48.60)	0.00
Provision for Doubtful Debts	**10.37**	43.46
Provision for Doubtful Advances	**0.00**	22.44
	182.73	273.51
Selling and Distribution Expenses		
Packing Material Consumed	**156.59**	148.69
Sales Commission	**123.09**	184.44
Clearing and Forwarding	**61.03**	16.22
Freight Charges	**455.35**	162.20
	796.06	511.55
Total:	**1 792.62**	1 624.58
Auditor's Remuneration is made of		
Statutory Audit Fees	**1.50**	1.50
Note 42 : Earning per Share		
Profit / (Loss) attributable to Equity shareholders (₹ in Lacs)	**823.16**	500.65
Number of equity shares	**2 05 20 723**	1 50 20 723
Diluted Number of equity shares	**1 93 96 065**	1 50 20 723
Basic earning per Share (₹)	**4.01**	3.33
Diluted earning per Share (₹)	**4.24**	3.33

Note: The Company has issued 55,00,000 equity shares converted from warrants during the year under review.

Note 43: Contingent Liabilities and Commitments

Particulars		As at 31st March 2022	As at 31st March 2021
A	**Contingent Liabilities not provided for in respect of**		
	Income Tax (Refer note(i) below)	**38.42**	NIL
	Claim against the company not acknowledged as debt from HDFC Bank Limited (Refer note (ii) below)	**11.00**	11.00
	Custom Duty (Import under Advance Licenses Export Obligation Pending)	**143.96**	39.72
		193.38	50.72
B	**Capital Commitments and Other Commitments**		
	Estimated amount of contract remaining to the executed on capital accounts	**39.54**	Nil

(i) The Company has not recognized and acknowledged the Income Tax demand as liability in its books of accounts aggregating to ₹ 38.42 lacs in respect of earlier years since the company has disputed the demand and has filed appeals before appropriate authorities. The same are pending for final adjudication.

(ii) The company had entered in to derivatives contracts (for sale of foreign currency) with HDFC bank Limited which have already been concluded in earlier years. The company had incurred loss on such contracts against which the sum of ₹ 78.71 Lacs (including adjustment of fixed deposit amounting to ₹ 23.64 Lacs have already been paid and charged to Statement of Profit and Loss under the head "Loss on Derivative Contract". The company had also received summons / show cause notice from Mumbai Debt Recovery Tribunal in the month of May, 2009. In response to the same, based on legal advise, the company had filed its reply with appropriate authority. Pending final outcome, the management is of the opinion that the aforesaid liability is of contingent nature and therefore the company has not recognized as liability for the balance loss of ₹ 147.07 Lacs including interest up to January, 2013. Further, In earlier years, HDFC Bank Limited had retained the sum of ₹ 25.48 Lacs out of proceeds of right issues against which the company has initiated legal actions. Pending final outcome of such legal proceedings, the company has vide its letter dated 20th May, 2021 addressed to HDFC Bank Limited, shown its willingness to pay the sum of ₹ 11.00 Lacs over and above the amount already recovered to be adjusted against the demand in order to settle the whole dispute in its totality. Although, the company has not yet received any response from the bank in this regard, the company expects an affirmative response from the bank and therefore in view of aforesaid letter, the company has disclosed the sum of ₹ 11.00 Lacs only as contingent liability as against ₹ 147.07 lacs which was hitherto disclosed as contingent liability in earlier years.

Further disclosed a sum of ₹ 25.48 Lacs as retained by HDFC Bank Limited as recoverable and classified under other financial assets till final adjustment upon receipt of response from HDFC Bank Limited.

Note 44 : Employee Benefits

Note 44.1 Defined contribution plan

The Company has defined contribution plan in form of Provident Fund & Pension Scheme and Employee State Insurance Scheme for qualifying employees. Under the Schemes, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits. The total expense recognized in the Statement of profit and loss under employee benefit expenses in respect of such schemes are given below:

[₹ in Lacs]

Particulars	For the year 2021-2022	For the year 2020-2021
Contribution to Provident Fund and Pension Scheme, included under contribution to provident and other funds	**8.64**	6.67
Contribution to Employee State Insurance Scheme, included under contribution to provident and other funds	**0.19**	0.34

Note 44.2 Defined benefit plan

(a) Gratuity

The Company offers gratuity plan for its qualified employees which is payable as per the requirements of Payment of Gratuity Act, 1972. The benefit vests upon completion of five years of continuous service and once vested it is payable to employees on retirement or on termination of employment. In case of death while in service, the gratuity is payable irrespective of vesting.

(b) Defined Benefit Plan

The principal assumptions used for the purposes of the actuarial valuations were as follows:

Gratuity

Particulars	Valuation	
	As at 31st March, 2022	**As at 31st March, 2021**
Discount rate	**7.33%**	6.95%
Expected rate(s) of salary increase	**6.00%**	6.00%
Rate of return on plan assets	**7.33%**	6.95%
Rate of Employee Turnover	**2.00%**	2.00%

The following table sets out the status of the amounts recognized in the balance sheet & movements in the net defined benefit obligation as at 31st March, 2022.

[₹ in Lacs]

Particulars		For the year ended 2021-2022 Gratuity (Funded)	For the year ended 2020-2021 Gratuity (Funded)
Changes in the present value of obligation			
1.	Present value of obligation (Opening)	**73.22**	71.90
2.	Interest cost	**5.09**	4.90
3.	Past service cost adjustments/Prior year Charges	**-**	-
4.	Current service cost	**3.33**	4.12
5.	Curtailment Cost / (Gain)	**-**	-
6.	Settlement Cost / (Gain)	**-**	-
7.	Benefits paid	-	(0.98)
8.	Actuarial (Gain) / Loss arising from change in financial assumptions	**(1.99)**	(0.62)
9.	Actuarial (Gain) / Loss arising from change in demographic assumptions	**(0.07)**	-
10.	Actuarial (Gain) / Loss arising from change on account of experience changes	**(1.23)**	(6.10)
11.	Present value of obligation (Closing)	**78.35**	73.22
Changes in the fair value of plan assets			
1.	Present value of plan assets (Opening)	**19.17**	18.87
2.	Expected return on plan assets	**(0.03)**	0.10
3.	Interest Income	**1.33**	1.28
4.	Actuarial Gain / (Loss)	-	-
5.	Employers Contributions	-	-
6.	Employees Contributions	-	-
7.	Benefits paid	-	(0.98)
8.	Fair Value of Plan Assets (Closing)	**20.47**	19.17
Percentage of each category of plan assets to total fair value of plan assets at the year end			
1.	Bank Deposits	-	-
2.	Debt Instruments	-	-
3.	Policy of Insurance	100%	100%
4.	Others	-	-
Reconciliation of Present Value of Defined Benefit Obligation and the Fair value of Assets			
Present Value of funded obligation at the end of the year			
Fair Value of Plan Assets as at the end of the period		**20.47**	19.17
Amount not recognized due to asset limit		-	-

[₹ in Lacs]

Particulars	For the year ended 2021-2022 Gratuity	For the year ended 2020-2021 Gratuity
Deficit of funded plan		
Deficit of unfunded plan		
- Current	**31.05**	27.78
- Non current	**26.83**	26.27
Amount recognized in standalone statement of profit and loss in respect of defined benefit plan are as follows:		
Expense recognized in the Statement of Profit and Loss		
Current Service Cost	**3.33**	4.12
Past Service Cost	-	-
Net interest Cost	**3.76**	3.62
Net value of re-measurements on the obligation and plan assets	-	-
(Gains)/Loss on Settlement	-	-
Total Expenses recognized in the Statement of Profit and Loss #	**7.09**	7.73
#Included in 'Salary and Wages' under 'Employee benefits expense'		
Amount recorded in Other comprehensive Income (OCI)		
Re-measurements during the year due to		
Changes in financial assumptions	**(1.99)**	(0.62)
Changes in demographic assumptions	-	-
Experience adjustments	**(1.23)**	(6.10)
Return on plan assets excluding amounts included in interest income	**0.04**	-
Amount recognized in OCI during the year	**(3.25)**	(6.72)

(c) Sensitivity analysis

The sensitivity of the defined benefit obligation to changes in the weighted principal assumption is:

Gratuity

Particulars	Impact on defined benefit obligation							
	Change in Assumption		Increase in Assumptions			Decrease in Assumptions		
	March 31, 2022	March 31, 2021		March 31, 2022	March 31, 2021		March 31, 2022	March 31, 2021
Discount rate	1%	1%	Decrease by	(4.60)	(4.27)	Increase by	5.57	5.21
Salary growth rate	1%	1%	Increase by	2.41	2.05	Decrease by	(2.12)	(1.84)
Employee Turnover	1%	1%	Increase by	3.01	2.34	Decrease by	(3.47)	(2.73)

The above sensitivity analyses are based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (present value of the defined obligation calculated with the projected unit credit method at the end of reporting period) has been applied as when calculating the defined benefit liability recognized in the balance sheet. The methods and types of assumptions used in preparing the sensitivity analysis did not change compared to the prior year.

(d) Major Category of Plan Asset as a % of total Plan Assets

Category of Assets (% Allocation)	As at March 31, 2022 %	As at March 31, 2021	As at March 31, 2022 ₹ in lacs	As at March 31, 2021
Insurer managed funds	100%	100%	**20.47**	19.17
Total	100%	100%	**20.47**	19.17

(e) Risk exposure

Through its defined benefit plans, the group is exposed to a number of risks, the most significant of which are detailed below:

Asset volatility

The plan liabilities are calculated using a discount rate set with reference to bond yields; if plan assets underperform this yield, this will create a deficit.

The gratuity fund is administered through Life Insurance Corporation of India (insurer) under its group gratuity scheme. Accordingly almost the entire plan asset investment is maintained by the insurer. These are subject to interest rate risk which is managed by the insurer.

Changes in bond yields

A decrease in bond yields will increase plan liabilities, although this will be partially offset by an increase in the value of the plans' assets maintained by the insurer.

The gratuity fund is administered through Life Insurance Corporation (LIC) of India under its Group Gratuity Scheme.

(f) Defined benefit liability and employer contribution

The Company generally eliminates the deficit in the defined benefit gratuity plan with in next one year.

Expected contribution to the post -employment benefit plan (Gratuity) for the next year is ₹ 31.06 lakh (P.Y 27.78 lakhs)

The weighted average duration of the defined benefit obligation is 8 Years (P.Y. 8 Years).

The expected maturity analysis of undiscounted post -employment benefit plan (gratuity) is as follows:

(a) Gratuity

[₹ In Lacs]

Particulars	As at 31st March 2022	As at 31st March 2021
1st following year	**41.38**	41.06
2nd following year	**1.48**	1.18
3rd following year	**1.56**	1.25
4th following year	**1.60**	1.31
5th following year	**1.65**	1.35
Sum of year 6 to 10th	**11.26**	8.79
Sum of Years 11 and above	**106.27**	94.36

Note 45: Segment Information

The operating segment of the company is identified to be " **Manufacturing and trading of Chemicals and Organics**", as the Chief Operating Decision Maker (CODM) reviews business performance at an overall company level as one segment and hence, does not have any additional disclosures to be made under Ind AS 108 Operating Segments.

However, The Company has two geographical segments "India and Rest of World", revenue from the geographic segments based on domicile of the customer are as follows:

[₹ in Lacs]

Description	India	Rest of the world	Total
Revenues			
- Year ended 31st March, 2022	**10119.32**	**3530.83**	**13650.15**
- Year ended 31st March, 2021	8309.64	1120.04	9429.68

Note 46:

1. Related Party Disclosures for the year ended March 31, 2022

(a) Details of Related Parties

Sr.No.	Description of Relationship	Names of Related Parties
1	Key Management Personnel (KMP)	Kandarp K. Amin Archana K. Amin Archit K. Amin
2	Relatives of KMP	Suchit K Amin Shimoli A. Amin Manini S. Amin
3	Enterprise over which KMP / Relatives of KMP exercise significant influence through controlling interest (Other Related Party)	Krishna Orgochem Adonis Lifecare Private Limited Archit Advance Materials Kalindi Impex S.D. Agro Organosys Kalindi Industries

(b) Details of transactions with related parties for the year ended March 31, 2022 in the ordinary course of business:

[₹ In Lacs]

Sr. No.	Nature of Relationship / Transaction	Key Management Personnel (KMP)	Relatives of KMP	Enterprise over which KMP and Relatives have significant influence	Total
1	**Director Remuneration**				
	Archanaben K. Amin	72.00	-	-	72.00
	Kandarp K. Amin	78.00	-	-	78.00
	Archit K. Amin	57.00	-	-	57.00
2	**Loan taken during the year**				
	Kandarp K. Amin	50.00	—	—	**50.00**
	Archanaben K. Amin	40.00	—	—	**40.00**
	Krishna Orgochem	—	—	50.00	**50.00**
	Archit K. Amin	100.00	—	—	**100.00**
3	**Loan given during the year**				
	Kandarp K. Amin	50.00	—	—	**50.00**
	Archanaben K. Amin	40.00	—	—	**40.00**
	Krishna Orgochem	—	—	50.00	**50.00**
	Archit K. Amin	100.00	—	—	**100.00**
4	**Security Deposit Paid**				
	Archanaben K. Amin	7.30	—	—	**7.30**
	Shimoli A. Amin	—	2.11	—	**2.11**
	Manini S. Amin	—	1.28	—	**1.28**
	Kandarp K. Amin	18.10	—	—	**18.10**
5	**Salary**				
	Suchit K Amin	-	29.40	-	29.40
	Shimoli A. Amin	-	21.60	-	21.60
	Manini S. Amin	-	27.60	-	27.60
6	**Rent paid**				
	Archanaben K. Amin	43.79	--	--	43.79
	Kandarp K. Amin	6.00	--	--	6.00
	Shimoli A. Amin	--	12.64	--	12.64
	Manini S. Amin	--	7.68	--	7.68

[₹ In Lacs]

Sr. No.	Nature of Relationship / Transaction	Key Management Personnel (KMP)	Relatives of KMP	Enterprise over which KMP and Relatives have significant influence	Total
7	**Purchase**				
	Krishna Orgochem	--	--	313.30	313.30
	Adonis Lifecare Pvt Ltd	--	--	133.89	133.89
	Archit Advance Materials	--	--	367.84	367.84
	Kalindi Impex	--	--	592.43	592.43
	S.D. Agro Organosys			38.71	38.71
8	Sales				
	Adonis Lifecare Pvt Ltd	--	--	33.75	33.75
9	Sale of Asset				
	Kandarp K. Amin	5.00	--	--	5.00

c) Amount due to / from related parties as at March 31, 2022

1	**Security Deposit for rent**				
	Archanaben K. Amin	43.56	-	-	43.56
	Shimoli A. Amin	-	12.56	-	12.56
	Manini S. Amin	-	7.63	-	7.63
	Kandarp K. Amin	17.95	--	--	17.95

2. Related Party Disclosures for the year ended March 31, 2021

(a) Details of Related Parties

Sr.No.	Description of Relationship	Names of Related Parties
1	Key Management Personnel (KMP)	Kandarp K. Amin Archana K. Amin Archit K. Amin
2	Relatives of KMP	Suchit K Amin Shimoli A. Amin Manini S. Amin
3	Enterprise over which KMP / Relatives of KMP exercise significant influence through controlling interest (Other Related Party)	Krishna Orgochem Adonis Lifecare Private Limited Archit Advance Materials Kalindi Impex S.D. Agro Organosys Kalindi Industries

(b) Details of transactions with related parties for the year ended March 31, 2021 in the ordinary course of business:

[₹ In Lacs]

Sr. No.	Nature of Relationship / Transaction	Key Management Personnel (KMP)	Relatives of KMP	Enterprise over which KMP and Relatives have significant influence	Total
1	**Director Remuneration**				
	Archanaben K. Amin	72.00	—	—	72.00
	Kandarp K. Amin	78.00	—	—	78.00
	Archit K. Amin	45.00	—	—	45.00
2	**Salary**				
	Suchit K Amin		29.40	--	29.40
	Shimoli A. Amin		18.00	--	18.00
	Manini S. Amin		24.00	--	24.00
3	**Rent paid**				
	Archanaben K. Amin	36.50	--	--	36.50
	Kandarp K. Amin	6.00	--	--	6.00
	Shimoli A. Amin	--	10.53	--	10.53
	Manini S. Amin	--	6.40	--	6.40
4	**Purchase**				
	Krishna Orgochem	--	--	188.32	188.32
	Adonis Lifecare Pvt Ltd	--	--	126.59	126.59
	Archit Advance Materials	--	--	317.61	317.61
	Kalindi Impex	--	--	314.34	314.34
5	**Commision Expense**				
	Archit Advance Materials	--	--	5.37	5.37
6	**Sale of Asset**				
	Kandarp K. Amin	3.00	--	--	3.00

(c) Amount due to / from related parties as at March 31, 2021

1	Security Deposit for rent				
	Archanaben K. Amin	36.51	—	—	36.51
	Shimoli A. Amin	—	10.53	—	10.53
	Manini S. Amin	—	6.40	—	6.40

Note 47: Leases

The Company has lease contracts for Land and Building. Before the adoption of Ind AS 116, the Company classified each of its leases (as lessee) at the inception date as either a finance lease or an operating lease. A lease was classified as a finance lease if it transferred substantially all of the risks and rewards incidental to ownership of the leased asset to the Company; otherwise it was classified as an operating lease. Finance leases were capitalised at the commencement of the lease at the inception date at fair value of the leased property or, if lower, at the present value of the minimum lease payments. Lease payments were apportioned between interest (recognised as finance costs) and reduction of the lease liability.

The Company has also entered into various Lease Arrangements for “Land” for the purpose of factory building, which are “Non-cancellable” and thus, creates enforceable rights. The Company applied the standard on such Lease Arrangements and recognised the “Right of Use”. Further, the Company, having already paid the upfront Lease rentals / premium at the time of execution of Lease Deed which accounted for almost all the lease payments, does not owe any lease obligations under such lease arrangement and accordingly “Lease obligations” corresponding to “Right of Use” asset are not recognised.

In an operating lease, the leased property was not capitalised and the lease payments were recognised as rent expense in profit or loss on a straight-line basis over the lease term. Any prepaid rent and accrued rent were recognised under Prepayments and Trade and other payables, respectively

The Company also applied the available practical expedients wherein it:

- Applied single discount rate to a portfolio of leases with reasonably similar characteristics
- Applied the exemption not to recognize right-of-use assets and liabilities for leases with less than 12 months of lease term on the date of initial application
- Excluded the initial direct costs from the measurement of the right-of-use asset at the Date of initial application
- Applied the practical expedient provided by the standard when applying Ind AS 116 to leases previously classified as operating leases under Ind AS 17 and therefore, has not reassessed whether a contract, is or contains a lease, at the date of initial application

(i) Amounts recognised in the Balance sheet and statement of profit and loss:

Set out below, are the carrying amounts of the Company's right-of-use assets and lease liabilities and the movements for the financial year 31st March, 2022:

[₹ in Lacs]

Particulars	Right of Use Asset
As at April 01, 2021	124.55
Additions	158.08
Depreciation on Right of Use Asset	(66.57)
As at March 31, 2022	216.06

[₹ in Lacs]

Particulars	Lease Liabilities
As at April 01, 2021	84.57
Additions	153.17
Interest Expenses	17.16
Payments	(70.10)
As at March 31, 2022	184.80

Set out below, are the amounts recognised in Statement of profit and loss:

[₹ in Lacs]

Particulars	For the year ended March 31, 2022
Depreciation expense of right-of-use assets	66.57
Interest expense on lease liabilities	17.16
Interest cost on security deposits	5.75
Rent expense - short-term leases and leases of low value assets	14.08
Derecognition of Lease Liabiity	(4.92)
Interest Income on security deposit	(5.26)
Total amounts recognised in (profit) or loss	93.38

Set out below, are the carrying amounts of the Company's right-of-use assets and lease liabilities and the movements for the financial year 2021:

[₹ in Lacs]

Particulars	**Right of Use Asset**
As at April 01, 2020	175.90
Additions on account of adoption of Ind AS 116	1.05
Depreciation on Right of Use Asset	52.40
As at March 31, 2021	124.55

[₹ in Lacs]

Particulars	**Lease Liabilities**
As at April 01, 2020	135.15
Addition on account of adoption of Ind AS 116	--
Interest Expenses	8.85
Payments	(59.43)
As at March 31, 2021	84.57

Set out below, are the amounts recognised in Statement of profit and loss:

[₹ In Lacs]

Particulars	For the year ended March 31, 2021
Depreciation expense of right-of-use assets	52.40
Interest expense on lease liabilities	8.86
Rent expense - short-term leases and leases of low value assets	5.25
Total amounts recognised in (profit) or loss	66.51

Note 48 : Capital Management

The Company manages its capital to ensure that entities in the Company will be able to continue as going concerns while maximizing the return to stakeholders through the optimization of the debt and equity balance. The capital structure of the Company consists of net debt (borrowings offset by cash and bank balances) and total equity of the Company.

[₹ In Lacs]

Particulars	As at 31st March 2022	As at 31st March 2021
Equity share capital	**2052.07**	1502.07
Other equity	**3137.20**	2551.76
Total equity	**5189.27**	4053.83
Non-current borrowings	**1220.97**	1211.37
Short term borrowings	**1991.15**	1776.03
Total loans and borrowings	**3212.12**	2 987.4
Cash and cash equivalents	**534.97**	380.97
Net Debt	**2677.15**	2606.43
Net debt to equity	**51.59%**	**64.30%**

Note 49 : Fair value measurements

A. Financial instruments by category

[₹ in lacs]

Particulars	March 31, 2022			March 31, 2021		
	Amortized cost	FVTPL	FVTOCI	Amortized cost	FVTPL	FVTOCI
Financial Assets						
Investments	--	**140.00**	--	--	30.00	--
Trade receivables	**2735.31**	--	--	2500.47	--	--
Cash and cash equivalents	**534.97**	--	--	380.97	--	--
Other bank balances	--	--	--	--	--	--
Loans	**235.55**	--	--	2.15	--	--
Others financial assets	**197.16**	--	--	179.81	--	--
Total Financial Assets	**3702.99**	**140.00**	**--**	**3063.40**	**30.00**	--
Financial Liabilities						
Borrowings	**3212.12**	--	--	2987.41	--	--
Lease Liability	184.80	--	--	84.57		
Trade payables	**1355.83**	--	--	1461.09	--	--
Other financial liabilities	**277.65**	--	--	**68.40**	--	--
Total Financial Liabilities	**5030.40**	**--**	**--**	**4601.47**	--	**--**

B. Fair value hierarchy for assets / (liabilities)

Financial assets / (liabilities) measured at fair value at 31st March, 2022

[₹ in lacs]

	Level 1	Level 2	Level 3	Total
Financial Assets / (liabilities)				
Investment in alternative investment fund	--	--	140.00	140.00
Derivative Instruments	--	--	--	--
Financial assets / (liabilities) measured at fair value at 31st March, 2021				
Financial Assets				
Investment in alternative investment fund	**—**	**—**	**30.00**	**30.00**
Derivative Instruments	**—**	--	--	**—**

Notes:

L**evel 1** hierarchy includes financial instruments measured using quoted prices (unadjusted) in active market for identical assets that the entity can access at the measurement date. This represents mutual funds that have price quoted by the respective mutual fund houses and are valued using the closing Net asset value (NAV).

L**evel 2** hierarchy includes the fair value of financial instruments measured using quoted prices for identical or similar assets in markets that are not active.

L**evel 3** if one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted compound instruments.

There are no transfers between any of these levels during the year. The Company's policy is to recognize transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

C. Valuation techniques used to determine fair value

Specific valuation techniques used to value financial instruments include:

(i) The use of quoted market prices or mutual fund houses quotes (NAV) for such instruments. This is included in Level 1

D. Fair value of financial assets and liabilities measured at amortized cost

The Management has assessed that fair value of loans, trade receivables, cash and cash equivalents, other bank balances, other financial assets and trade payables approximate their carrying amounts largely due to their short-term nature. Difference between carrying amount of Bank deposits, other financial assets , borrowings and other financial liabilities subsequently measured at amortised cost is not significant in each of the years presented.

For financial assets and liabilities that are measured at fair value, the carrying amounts are equal to the fair values.

Note 50 : Financial risk management

The Company's board of directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The board has established the Audit Committee, which is responsible for developing and monitoring the Company's risk management policies. The Committee holds regular meetings and report to board on its activities.

The Company's risk management policies are established to identify and analyses the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reûect changes in market conditions and the Company's activities. The Company, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

The audit committee oversees how management monitors compliance with the Company's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Company. The audit committee is assisted in its oversight role by internal audit. Internal audit undertakes both regular and ad hoc reviews of risk management controls and procedures, the results of which are reported to the audit committee.

This note explains the sources of risk which the entity is exposed to and how the entity manages the risk.

Risk	Exposure arising from	Measurement	Management of risk
Credit risk	Cash and cash equivalents, trade receivables, Financial assets measured at amortized cost.	Aging analysis	Diversification of funds to bank deposits, Liquid funds and Regular monitoring of credit limits.
Liquidity risk	Borrowings and other liabilities	Rolling cash flow forecasts	Availability of surplus cash, committed credit lines and borrowing facilities
Market risk – foreign exchange	Recognized financial assets and liabilities not denominated in Indian rupee (₹)	Cash flow forecasting Sensitivity analysis	Regular monitoring to keep the net exposure at an acceptable level, with option of taking Forward Foreign exchange contracts if deemed necessary.
Price Risk	Investments in mutual funds	Credit ratings	Portfolio diversification and regular monitoring

(a) Credit risk

Credit risk is the risk of financial loss to the company if a customer or counterparty to a financial instrument fails to meet its contractual obligations. The company is exposed to the credit risk from its trade receivables, unbilled revenue, investments, cash and cash equivalents, bank deposits and other financial assets. The maximum exposure to credit risk is equal to the carrying value of the financial assets. The objective of managing counterparty credit risk is to prevent losses in financial assets.

Credit Risk Management

Credit risk is the risk that a counterparty fails to discharge an obligation to the Company. The Company is exposed to this risk for various financial instruments, for example by granting loans and receivables to customers, placing deposits etc. the Company's maximum exposure to credit risk is limited to the carrying amount of financial assets recognized at 31 March 2022, as summarized below:

[₹ In Lacs]

Particulars	As at 31st March, 2022	As at 31st March, 2021
Loans	**235.55**	2.15
Other financial assets	**197.16**	179.81
Cash and cash equivalents	**534.97**	380.97
Trade receivables	**2735.31**	2500.47
	3702.99	3063.40

Trade and other receivables

Trade receivables comprise a widespread customer base. Management evaluates credit risk relating to customers on an ongoing basis. If customers are independently rated, these ratings are used. Otherwise, if there is no independent rating, risk control assesses the credit quality of the customer, taking into account its financial position, past experience and other factors.

For trade receivables, provision is provided by the company as per the below mentioned policy:

[₹ in lacs]

Particulars	Gross carrying amount	Expected credit losses rate (%)	Expected credit losses	Carrying amount of trade receivable
As at March 31, 2022				
Considered Good				
0 – 1 year	2549.99	0.1%	2.55	2547.44
More than 1 year	197.76	5%	9.89	187.87
Total	2747.75		12.44	2735.31
Considered Doubtful	100.26	100%	100.26	--
Total :	2848.01	--	112.70	2735.31
As at March 31, 2021				
Considered Good				
0 – 1 year	2295.78	--	--	2295.78
More than 1 year	206.76	1%	2.07	204.69
Total	2502.54		2.07	2500.47
Considered Doubtful	135.36	100%	135.36	--
Total :	2637.90	--	137.43	2500.47

Reconciliation of loss allowance provision

As at 31st March, 2022

Trade receivables

Particulars	(₹ in Lacs)
Loss allowance as on 31st March, 2021	(137.43)
Changes in loss allowance	(24.73)
Loss allowance as on 31st March, 2022	(112.70)

As at 31st March, 2021

Trade receivables

Loss allowance as on 31st March, 2020	(93.97)
Changes in loss allowance	43.46
Loss allowance as on 31st March, 2021	(137.43)

Cash and Cash Equivalents

Credit risk on cash and cash equivalents and other deposits with banks is limited as the Company generally invests in deposits with banks with high credit ratings assigned by external credit rating agencies; accordingly the Company considers that the related credit risk is low. Impairment on these items is measured on the 12-month expected credit loss basis.

(b) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

The Company's treasury maintains flexibility in funding by maintaining liquidity through investments in liquid funds and other committed credit lines. Management monitors rolling forecasts of the group's liquidity position (comprising the undrawn borrowing facilities below) and cash and cash equivalents on the basis of expected cash flows.

Financing arrangements

The working capital position of the Company is given below:

[₹ in lacs]

Particulars	31st March, 2022	31st March, 2021
Cash and cash equivalents	**534.97**	380.97

Liquidity Table

The Company's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods is given below. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Company can be required to pay. The tables include both interest and principal cash flows. The contractual maturity is based on the earliest date on which the Company may be required to pay.

As at March 31, 2021

[₹ in Lacs]

Financial Liabilities	Payable within 0 to 12 Months	More Than 12 Months	Total
Non-current financial liabilities			
Borrowings	—	1220.97	1220.97
Lease Liability	--	120.63	120.63
	--	1341.60	1341.60
Other Financial Liability			
Borrowings from Banks	1991.15	--	1991.15
Lease Laibilty	64.17	--	64.17
Trade payables	1355.83	--	1355.83
Other Financial Liability	277.65	--	277.65
	3688.80	--	3688.80
Total financial liabilities	3688.80	1341.60	5030.40

As at March 31, 2021

[₹ in Lacs]

Financial Liabilities	Payable within 0 to 12 Months	More Than 12 Months	Total
Non-current financial liabilities			
Borrowings	—	1211.37	1211.37
Lease Liability	--	29.66	29.66
	--	1241.03	1241.03
Other Financial Liability			
Borrowings from Banks	1776.03	--	1776.03
Lease Liability	54.91	--	54.91
Trade payables	1461.09	--	1461.09
Other Financial Liability	68.41	--	68.41
	3360.44	--	3360.44
Total financial liabilities	3360.44	1241.03	4601.47

(c) Market Risk

Market risk is the risk arising from changes in market prices – such as foreign exchange rates and interest rates – will affect the Company's income or the value of its holdings of financial instruments. Market risk is attributable to all market risk sensitive financial instruments including foreign currency receivables and payables and long term debt. The Company is exposed to market risk primarily related to foreign exchange rate risk, interest rate risk and the market value of the investments. Thus, the exposure to market risk is a function of investing and borrowing activities and revenue generating and operating activities in foreign currency.

(i) Currency Risk

The Company is exposed to currency risk on account of foreign currency transactions including recognized assets and liabilities denominated in a currency that is not the Company's functional currency ('), primarily in respect of US$, and Euro. The Company ensures that the net exposure is kept to an acceptable level and is remain a net foreign exchange earner.

Exposure to currency risk

The currency profile of financial assets and financial liabilities are given below:

Particulars	As at March 31, 2022		As at March 31, 2021	
	Amount Foreign Currency	Amount in Indian Currency	Amount Foreign Currency	Amount in Indian Currency
Financial Assets				
Trade receivables				
Unhedged	USD 3.25	246.04	USD 0.35	25.74
Hedged	USD 7.16	543.72	--	--
Total	USD 10.41	789.76	USD 0.35	25.74
Financial liabilities				
Trade payable				
Unhedged	-	-	-	-
Hedged	-	-	-	-
Total	-	-	-	-

Sensitivity Analysis

Any change with respect to strengthening (weakening) of the Indian Rupee against various currencies as at March 31, 2022 and March 31, 2021 would have affected the measurement of financial instruments denominated in respective currencies and affected equity and profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular interest rates.

[₹ in lacs]

Particulars	Profit or Loss March 31, 2022		Profit or Loss March 31, 2021	
	Strengthening	Weakening	Strengthening	Weakening
USD sensitivity				
USD (Increase/decrease by 1%, March 31, 201-1%)	7.90	(7.90)	0.26	(0.26)
Total	7.90	(7.90)	0.26	(0.26)

(ii) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's debt obligations with floating interest rates and investments

Most of the Company's borrowings are on a floating rate of interest. The Company has exposure to interest rate risk, arising principally on changes in Marginal Cost of Funds based Lending Rate (MCLR). The Company uses a mix of interest rate sensitive financial instruments to manage the liquidity and fund requirements for its day to day operations like short term credit lines besides internal accruals.

The exposures of the Company's financial assets / liabilities at the end of the reporting period are as follows:

[₹ In Lacs]

Particulars	As at 31st March 2022	As at 31st March 2021
Fixed rate borrowings	204.35	317.37
Floating rate borrowings	3007.77	2670.03
Total borrowings	3212.12	2987.40

Interest rate risk sensitivity:

The below mentioned sensitivity analysis is based on the exposure to interest rates for floating rate borrowings.

For this it is assumed that the amount of the floating rate liability outstanding at the end of the reporting period was outstanding for the whole year. If interest rate had been 50 basis points higher or lower, other variables being held constant, following is the impact on profit.

[₹ in Lacs]

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Interest sensitivity*		
Interest rates – increase by 50 basis points (50 bps)	15.04	13.35
Interest rates – decrease by 50 basis points (50 bps)	(15.04)	(13.35)

** Holding all other variables constant*

(iii) Price Risk

Exposure

The Company's exposure to securities price risk arises from investments held in mutual funds and classified in the balance sheet at fair value through profit or loss. To manage its price risk arising from such investments, the Company diversifies its portfolio. Further these are all debt base securities for which the exposure is primarily on account of interest rate risk. Quotes (NAV) of these investments are available from the mutual fund houses.

Profit for the year would increase/decrease as a result of gains/losses on these securities classified as at fair value through profit or loss.

Note 51: Derivative Instruments

The category wise outstanding position of derivative instrument is as under:

Nature	Particulars of derivatives		Purpose
	March 31, 2022 ₹ in Lacs	March 31, 2021 ₹ in Lacs	
Forward Contract	USD 7.16 lacs (Amount equivalent to INR 544.51 lacs)	-	Hedging of equivalent export trade receivables (INR) to mitigate the risk of foreign currency fluctuation.

Note 52: Other Regulatory Information

(a) Fair Value of Investment Property

The Company does not own any immovable property which is classified as Investment property as at the end of the year.

(b) Revaluation of Property, Plant and Equipment (including Right-of-Use Assets) and Intangible Assets

The Company has not revalued its Property, Plant and Equipment (including Right-of-Use Assets) and Intangible assets.

(c) The company has not granted any loans or advances in the nature of loans are granted to promoters, directors, KMPs and the related parties

(d) Details of Benami Property held

The company does not hold any benami property as defined under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder. No proceeding has been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made there under.

(e) Borrowings obtained on the basis of security of current assets

The Company has been sanctioned working capital limits from banks on the basis of security of current assets. The quarterly returns / statements filed by the Company with such banks are materially in agreement with the books of accounts.

(f) Wilful Defaulter

The Company has not been declared Wilful Defaulter by any bank or financial institution or any other lender.

(g) Relationship with Struck off Companies

The Company does not have any transactions with struck off companies.

(h) Registration of charges or satisfaction with Registrar of Companies (ROC)

The company does not have any charges or satisfaction, which is yet to be registered with ROC beyond the statutory period.

(i) Compliance with number of layers of companies

The Company is in compliance with number of layers of companies in accordance with clause 87 of Section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.

(j) Utilization of Borrowed funds and share premium:

(a) During the year, no funds have been advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) by the company to any other persons or entities, including foreign entities with the understanding whether recorded in writing or otherwise that the Intermediary shall 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 to or on behalf of the Ultimate Beneficiaries.

(b) During the year, the company has not received any fund from any persons or entities, including foreign entities (Funding Parties) with the understanding whether recorded in writing or otherwise that the company shall 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.

(k) Approved scheme of arrangements

The Company has not entered into any scheme of arrangement approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013.

(l) Undisclosed Income

The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

(m) Details of Crypto Currency or Virtual Currency

The Company has not traded or invested in crypto currency or virtual currency during the financial year.

Note :- 53 Financial Ratio

Sr. No.	Particulars	Numerator	Denominator	Financial Year 2021-2022	Financial Year 2020-2021	(%) of Variance	Remarks
1	Current Ratio (In times)	Total Current Asset	Total Current Liabilites	1.14	1.00	14.52	—
2	Debt-Equity Ratio (In times)	Total Debt (Long term borrowings , Short Term Borrowings and Lease liabilites (Current & Non Current))	Shareholder's Equity	0.65	0.76	(13.62)	—
3	Debt Service Coverage Ratio (In times)	Earning for Debt Service (Net Profit after taxes + Non-cash operating expenses+Interest+Other non-cash adjustments)	Debt service (Interest and lease payments + Principal repayments)	1.46	1.31	11.20	—
4	Return on Equity Ratio (in %)	Profit for the year less Preference dividend (if any)	Average Shareholders equity	17.81	13.41	32.78	Refer Note 1
5	Inventory turnover ratio (In times)	Sales	Average Inventory	28.81	27.66	4.14	—

Sr. No.	Particulars	Numerator	Denominator	Financial Year 2021-2022	Financial Year 2020-2021	(%) of Variance	Remarks
6	Trade Receivables turnover ratio (In times)	Net Sales	Average Debtors	5.21	4.22	23.61	—
7	Trade Payable turnover ratio (In times)	Cost of Material Consumed + Other Expenses	Average Creditors	8.07	5.65	42.86	Refer Note 2
8	Net capital turnover ratio (In times)	Net Sales	Working capital	25.64	(870.26)	102.95	Refer Note 3
9	Net profit ratio (in %)	Net Profit after Tax	Net Sales	6.03	5.31	13.63	—
10	Return on Capital employed (in %)	Earning before Interest and taxes	Capital employed (Net worth + Lease liabilities + Deferred tax liabilities)	16.86	11.70	44.16	Refer Note 4
11	Return on investments	Income from Investments	Average Investments	0.00	0.00	0.00	—

Notes:

Note 1: Return of Equity ratio is increased since the profit for the year is gone up as compare to previopus financial year.
Note 2:Trade payable turnover ratio is being increased since payment to trade payable is made to creditors resulting into higher tradepayable as compare to previous year.
Note 3: Net Capital turnover ratio is being increased as net sales is being increased and working capital is increased as compare to previous year.
Note 4: Return on capital employed ratio is being increased as earnings before interest and taxes is gone up as compare to previous year.

Note 54: Code on Social Security, 2020

The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post- employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The company will assess the impact of the Code when it comes into effect and will record any related impact after the Code becomes effective.

Note 55 :

(a) Due to Micro, Small and Medium Enterprise

[₹ in Lacs]

Sr. No.	Particulars	2021-2022	2020-2021
1	Principal amount and interest due thereon remaining unpaid to any supplier as at the end of each accounting year.	**12.95**	**7.47**
2	The amount of interest paid by the buyer in terms of section 16, of the Micro Small and Medium Enterprise Development Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year**.**	**NIL**	NIL
3	The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro Small and Medium Enterprise Development Act, 2006.	**NIL**	NIL
4	The amount of interest accrued and remaining unpaid at the end of each accounting year; and	**NIL**	0.16
5	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act 2006.	**NIL**	NIL

The company has received confirmation from suppliers who have registered themselves under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006). The above mentioned information has been compiled to the extent of responses received by the company from its suppliers with regard to their registration under Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006).

(b) The company has circulated letters of Balance Confirmation to Sundry Debtors, Sundry Creditors and the parties to whom loans and advances have been granted. Confirmations were received in some cases.

Note 56 : Statement of Management

(a) The non current financial assets, current financial assets and other current assets are good and recoverable and are approximately of the values, if realized in the ordinary courses of business unless and to the extent stated otherwise in the Accounts. Provision for all known liabilities is adequate and not in excess of amount reasonably necessary. There are no contingent liabilities except those stated in the notes.

(b) Balance Sheet, Statement of Profit and Loss, cash flow statement and change in equity read together with Notes to the accounts thereon, are drawn up so as to disclose the information required under the Companies Act, 2013 as well as give a true and fair view of the statement of affairs of the Company as at the end of the year and financial performance of the Company for the year under review.

Note 57:

The figures for the previous year have been regrouped / reclassified wherever necessary to make them comparable with the figures for the current year. Figures are rounded off to nearest lacs.

As per our attached report of even date
FOR Chirag R. Shah & Associates
[Firm Registration No. 118791W]
Chartered Accountants

Chirag R Shah
Partner
Mem. No. 106139

Place : Ahmedabad
Date : 12th May, 2022

For and on behalf of Board of Directors of
ARCHIT ORGANOSYS LIMITED

Kandarp K Amin
Whole Time Director
DIN: 00038972

Archana K Amin
Whole Time Director
DIN: 00038985

Gajendra Rajput
Chief Financial Officer

Vijay Boliya
Company Secretary

Place : Ahmedabad
Date : 12th May, 2022

Statement on Impact of Audit Qualification (for audit report with modified opinion) submitted along-with Annual Audited Financial Results

Statement on Impact of Audit Qualifications for the Financial Year ended 31st March, 2022

[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

[Amount Rs. in Lakhs]

I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover / Total income	13858.43	13858.43
	2.	Total Expenditure	12715.89	12862.96
	3.	Net Profit / (Loss) Before Tax	1142.53	995.46
	4.	Earnings Per Share(Basic)	4.01	3.29
	5.	Total Assets	10355.34	10355.34
	6.	Total Liabilities	5166.08	5313.15
	7.	Net Worth	5189.26	5042.19
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-

II	Audit Qualification (each audit qualification separately)			
	1.	a.	Details of Audit Qualification	The company had entered into derivative contract for sale of foreign currency with HDFC Bank Ltd. in financial year 2008-2009 which has resulted into loss to the tune of Rs. 197.52 lakhs against which the sum of Rs. 55.07 lakhs has already been paid to HDFC Bank Ltd. and charged to Statement of Profit and Loss in the aforesaid financial year. Consequent to adjustment of fixed deposits amounting to Rs. 23.64 lakhs /- against the balance loss of Rs. 142.46 lakhs /- the liability on account of aforesaid loss as per bank statement provided upto 31st Jan 2013 stands to Rs. 147.07 lakhs including interest which has not been provided for by the company. Such non provision of liability has resulted into non-compliance of IND AS 37 issued by Institute of Chartered Accountants of India and also resulted into understatement of current liabilities. Since the interest/charges, if any, for the period from 1st February, 2013 to 31st March, 2022 has not been intimated to company, the impact thereof on profit for the year under review could not be ascertained. The company, however, considered aforesaid liability as contingent in nature and disclosed a sum of Rs. 11.00 Lacs as contingent liability as against Rs. 147.07 Lacs which was hitherto disclosed as contingent liability in earlier financial year as refer to note 2 of financial results.
		b.	Type of Audit Qualification	Qualified Opinion
		c.	Frequency of qualification	The qualifications are being repeated since long i.e financial year 2011-2012.
		d.	For Audit Qualification(s) where the impact is quantified by the auditor, Management's views	Not Applicable

	e.	For Audit Qualifications(s) where the impact is not quantified by the auditor:	
		(i) Management's estimation on the impact of audit qualification:	NIL
		(ii) If management is unable to estimate the impact, reasons for the same	The management has given proposal to HDFC Bank Limited for amicable settlement at Rupees Eleven Lacs as full and final amount.
		(iii) Auditors' Comments on (i) or (ii) above	Agree with management comments.
III	Signatories		
	KANDARP AMIN Chairman & Whole time Director		
	GAJENDRASINGHRAJPUT CFO		
	Bhupendra Mehta Audit Committee Chairman		
	FOR CHIRAG R. SHAH & ASSOCIATES [Firm Registration No. 118791W] Chartered Accountants		
	CHIRAG R. SHAH Proprietor Mem. No. 106139		
	Place : Ahmedabad Date :12/05/2022		



ARCHIT ORGANOSYS LIMITED
CIN: L24110GJ1993PLC019941

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