



## **AMI ORGANICS LIMITED**

**Corporate Identity Number: U24100GJ2007PLC051093**

**Registered Office: Plot No. 440/4, 5 & 6, Road No. 82/A, GIDC Sachin, Surat – 394 230 Gujarat, India**

**Telephone: +91 261 2397193 website : [www.amiorganics.com](http://www.amiorganics.com)**

## **ANNUAL REPORT 2020-21**

## **CORPORATE INFORMATION**

### **BOARD OR DIRECTORS (At Present)**

Nareshbhai R. Patel – Executive Chairman & Managing Director

Mr. Chetankumar Vaghasia – Whole Time Director

Mr. Virendra Nath Mishra – Whole Time Director

Mr. Girikrishna Maniar – Independent Director

Mr. Hetal Gandhi – Independent Director

Mrs. Richa Goyal – Independent Director

\*Mr. Girish Chovatia – Chairman & WTD (Till 31.03.2021)

\*Mrs. Kamini Shah – Independent Director (Till 31.03.2021)

### **KEY MANAGERIAL PERSONNEL**

Mr. Abhishek Patel - CFO

Mrs. Ekta Kumari - Company Secretary

### **BANKERS:**

Axis Bank Limited

HDFC Bank Limited

### **REGISTERED OFFICE:**

Plot No. 440/4, 5 & 6,

Road No. 82/A, GIDC Sachin,

Surat – 394 230 Gujarat, India

### **WORKS**

#### **UNIT I**

Plot No. 440/4, 5 & 6,

Road No. 82/A, GIDC Sachin,

Surat – 394 230 Gujarat, India

#### **UNIT II**

Plot No. 127/1 G.I.D.C. Industrial Estate,

Ankleshwar, Gujarat , 393002,

#### **UNIT III**

Plot No. 910/1, GIDC Industrial Estate,

Jhagadia, District Bharuch- 393110

### **BOARD COMMITTEES**

(Reconstituted w.e.f April 28, 2021)

#### **AUDIT COMMITTEE**

Mr. Girikrishna Maniar – Chairman (Ind. Director)

Mr. Hetal Gandhi – Member (Ind. Director)

Mr. Naresh Patel – Member (Managing Director)

#### **NOMINATION & REMUNERATION COMMITTEE**

Mr. Hetal Gandhi – Chairman (Ind. Director)

Mr. Girikrishna Maniar – Member (Ind. Director)

Mrs. Richa Goyal - Member (Ind. Director)

#### **STAKEHOLDERS RELATIONSHIP COMMITTEE**

Mrs. Richa Goyal - Chairperson (Ind. Director)

Mr. Naresh Patel – Member (Managing Director)

Mr. Chetankumar Vaghasia – Member (WTD)

#### **CSR COMMITTEE**

Mrs. Richa Goyal - Chairperson (Ind. Director)

Mr. Naresh Patel – Member (Managing Director)

Mr. Chetankumar Vaghasia – Member (WTD)

#### **IPO COMMITTEE**

Mr. Naresh Patel – Chairman (Managing Director)

Mr. Chetankumar Vaghasia – Member (WTD)

Mr. Virendra Nath Mishra – Member (WTD)

#### **STATUORY AUDITORS :**

M/s Maheshwari & Co.

10-11, Third Floor, Esplanade Building, 3,

A.K. Naik Marg, Fort,

C.S.T. Mumbai -400001

#### **REGISTRAR & SHARE TRANSFER AGENTS**

Link Intime India Pvt. Ltd.

C-101, 247 Park, LBS Marg, Vikhroli (West)

Mumbai 400083

**WEBSITE :** [www.amiorganics.com](http://www.amiorganics.com)

**CIN :** U24100GJ2007PLC051093

**Investors Relations Mail ID :** [cs@amiorganics.com](mailto:cs@amiorganics.com)



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### **NOTICE**

**NOTICE** is hereby given that the Fourteenth (14<sup>th</sup>) Annual General Meeting of members of **AMI ORGANICS LIMITED** (“the Company”) will be held on Saturday, 15<sup>th</sup> May, 2021 at 11.00 A.M. Indian Standard Time (IST) at the registered Office of the Company at Plot No.440/4, 5 & 6, Road No. 82/A, G.I.D.C. Sachin, Surat – 394 230 at shorter notice with the consent of members, to transact the following business:

#### **ORDINARY BUSINESS :**

1. To consider and adopt the Audited Standalone & Consolidated Financial Statements of the Company for the financial year ended on 31<sup>st</sup> March, 2021 together with the reports of the Board of Directors and Auditors thereon and in this regard pass the following resolution as an Ordinary Resolution:

**“RESOLVED THAT** the Audited Standalone & Consolidated Financial Statements of the Company for the financial year ended 31<sup>st</sup> March, 2021 together with the reports of the Board of Directors and the Auditors thereon be and are hereby considered, approved and adopted.”

2. To appoint a Director in place of Mr. Nareshbhai R. Patel (DIN: 00906232), who retires by rotation and being eligible, offers himself for re-appointment and in this regard to pass the following resolution as an Ordinary Resolution :

**“RESOLVED THAT** Mr. Nareshbhai R. Patel (DIN: 00906232), Managing Director of the Company, who retires by rotation at this Annual General Meeting in accordance with section 152 of the Companies Act, 2013 and being eligible for re-appointment, be and is hereby reappointed as Director of the Company, liable to retire by rotation.”

#### **SPECIAL BUSINESS :**

3. **To ratify the remuneration of Cost Auditors for FY 2021-22:**

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

**“RESOLVED THAT** pursuant to provision of Section 148(3) of the Companies Act, 2013 read with Rule 4 of Companies (Audit & Auditors) Rules, 2014 as proposed by the Board, consent of the Company be and is hereby accorded to pay remuneration of Rs. 2,00,000/- excluding out of pocket expenses plus applicable taxes to CMA Chirag Vallabhbhai Vekariya, Surat for the F.Y. 2021-22.

**FURTHER RESOLVED THAT** Mr. Nareshbhai R. Patel, Managing Director and Mr. Chetankumar Vaghasia, Whole Time Director be and are hereby severally authorized to take necessary action in connection with appointment and remuneration of cost auditors and to do all such acts, deeds, things for giving effect to above resolution including filing of necessary forms with MCA/ROC if any.”

4. To reappoint Mr. Nareshbhai Ramjibhai Patel (DIN 00906232), as the Managing Director designated as Executive Chairman & Managing Director and approve payment of remuneration and in this regard to consider and, if thought fit, to pass the following resolution as **Special Resolution**:

**“RESOLVED THAT** pursuant to and in accordance with the provisions of Section 196, 197, 198, 203, Schedule V of the Companies Act, 2013 read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and all the other applicable provisions made under the Companies Act, 2013 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force), and Articles of Association of the Company and upon recommendation of Nomination and Remuneration Committee and Board of Directors, consent of the Members of the Company is hereby accorded for reappointment of Mr. Nareshbhai Ramjibhai Patel (DIN: 00906232) as the Managing Director, designated as Executive Chairman & Managing Director of the Company, for a period of five years starting with effect from May 01, 2021 till April 30, 2026 and payment of remuneration as mentioned in the Explanatory Statement for a period of three financial years starting w.e.f. May 1, 2021 till April 30, 2024, provided however that the total maximum managerial remuneration payable to Mr. Nareshbhai Ramjibhai Patel shall not exceed Rs. Six crores per annum.

**RESOLVED FURTHER THAT** the office of Mr. Nareshbhai Ramjibhai Patel shall be reckoned for the purpose of arriving Directors liable to retire by rotation and as long as he functions as the Managing Director of the Company, he will not be paid any sitting fees for attending the meetings of the Board of Directors or any committee(s) thereof.

**RESOLVED FURTHER THAT** for the purpose of giving effect to the foregoing resolution, the Board of Directors be and is hereby authorised to do all such acts, deeds and things, as it may in its absolute discretion deem necessary, proper or desirable, and to settle any question, difficulty or doubt that may arise in respect of aforesaid without being required to seek any further consent or approval of the Members of Company, or otherwise to the end and intent that they shall be deemed to have given their approval thereto expressly by the authority of this resolution.”

5. To reappoint Mr. Chetankumar Vaghasia (DIN 01375540), as the Whole Time Director and approve payment of remuneration and in this regard to consider and, if thought fit, to pass the following resolution as **Special Resolution**:

**“RESOLVED THAT** pursuant to and in accordance with the provisions of Section 196, 197, 198, 203, Schedule V of the Companies Act, 2013 read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and all the other applicable provisions made under the Companies Act, 2013 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force), and Articles of Association of the Company and upon recommendation of Nomination and Remuneration Committee and Board of Directors, consent of the Members of the Company is hereby accorded for reappointment of Mr. Chetankumar Chhaganlal Vaghasia (DIN: 01375540) as Whole Time Director of the Company for a period of five years starting with effect from May 01, 2021 till April 30, 2026 and payment of remuneration as mentioned in the Explanatory Statement for a period of three financial years starting w.e.f. May 1, 2021 till April 30, 2024 provided however that the total maximum managerial remuneration payable to Mr. Chetankumar Chhaganlal Vaghasia shall not exceed Rs. six crores per annum.

**RESOLVED FURTHER THAT** the office of Mr. Chetankumar C. Vaghasia shall be reckoned for the purpose of arriving Directors liable to retire by rotation and as long as he functions as the Whole Time Director of the Company, he will not be paid any sitting fees for attending the meetings of the Board of Directors or any committee(s) thereof.

**RESOLVED FURTHER THAT** for the purpose of giving effect to the foregoing resolution, the Board of Directors be and is hereby authorised to do all such acts, deeds and things, as it may in its absolute discretion deem necessary, proper or desirable, and to settle any question, difficulty or doubt that may arise in respect of aforesaid without being required to seek any further consent or approval of the Members of Company, or otherwise to the end and intent that they shall be deemed to have given their approval thereto expressly by the authority of this resolution.”

6. To appoint Mr. Virendra Nath Mishra (DIN 07815490), as the Whole Time Director and approve payment of remuneration and in this regard to consider and, if thought fit, to pass the following resolution as **Special Resolution** :

“**RESOLVED THAT** Mr. Virendra Nath Mishra who was appointed as Additional Director of the Company upon recommendation of the Nomination and Remuneration Committee, by the Board of Directors w.e.f 3rd March, 2021 and who holds office upto the date of this Annual General Meeting pursuant to Section 161(1) of the Companies Act, 2013 is hereby appointed as the Director of the Company, liable to retire by rotation.

**RESOLVED FURTHER THAT** pursuant to and in accordance with the provisions of Section 196, 197, 198, 203, Schedule V of the Companies Act, 2013 read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and all the other applicable provisions made under the Companies Act, 2013 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force), and Articles of Association of the Company and upon recommendation of Nomination and Remuneration Committee and Board of Directors, consent of the Members of the Company is hereby accorded for appointment of Mr. Virendra Nath Mishra (DIN: 07815490) as Whole Time Director of the Company for a period of five years starting with effect from April 01, 2021 till March 31, 2026 and payment of remuneration as mentioned in the explanatory statement for a period of 3 financial years starting w.e.f. April 1, 2021 till March 31, 2024, provided however that total maximum managerial remuneration payable to Mr. Virendra Nath Mishra shall not exceed Rs. one crore and thirty two lakhs per annum.

**RESOLVED FURTHER THAT** the office of Mr. Virendra Nath Mishra shall be reckoned for the purpose of arriving Directors liable to retire by rotation and as long as he functions as the Whole Time Director of the Company, he will not be paid any sitting fees for attending the meetings of the Board of Directors or any committee(s) thereof

**RESOLVED FURTHER THAT** for the purpose of giving effect to the foregoing resolution, the Board of Directors be and is hereby authorised to do all such acts, deeds and things, as it may in its absolute discretion deem necessary, proper or desirable, and to settle any question, difficulty or doubt that may arise in respect of aforesaid without being required to seek any further consent or approval of the Members of Company, or otherwise to the end and intent that they shall be deemed to have given their approval thereto expressly by the authority of this resolution.”

7. To appoint Mr. Hetal Madhukant Gandhi (DIN 00106895), as Director (Non-Executive & Independent) and approve payment of remuneration and in this regard to consider and, if thought fit, to pass the following resolution as **Special Resolution** :

**RESOLVED THAT** pursuant to Sections 149 and 152 read with Schedule IV, Section 161 and other applicable provisions, if any, of the Companies Act, 2013 (including any amendments, modifications or re-enactment), rules made thereunder, each as amended (“**Companies Act**”), the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (“**SEBI Listing Regulations**”) and other applicable provisions of



law, if any, and pursuant to the provisions of the Articles of Association of the Company, Mr. Hetal Madhukant Gandhi (DIN:00106895 ), who was appointed as Additional Director of the Company by the Board of Directors w.e.f 28<sup>th</sup> April, 2021 and who holds office upto the date of this Annual General Meeting pursuant to Section 161(1) of the Companies Act, 2013 and upon recommendation of Nomination and Remuneration Committee and Board of Directors, be and is hereby appointed as an Independent Director of the Company to hold office for five consecutive years from April 28<sup>th</sup> 2021 till 27<sup>th</sup> April, 2026, 2026 whose period of office shall not be liable to determination for retirement by rotation. Mr. Hetal Madhukant Gandhi shall be entitled to receive sitting fees for attending meetings of the Board or any committees thereof and annual commission, as may be determined by the Board from time to time, which shall not exceed limits prescribed under Para A of Part II of Section II of Schedule V of the Companies Act, 2013.

**RESOLVED FURTHER THAT** Nareshkumar R. Patel, Managing Director and Mr. Chetankumar C. Vaghasia and Mrs. Ekta Kumari, Company Secretary, be and are hereby severally authorised to do all the acts, deeds and things which are necessary to the appointment of Mr. Hetal Madhukant Gandhi as an Independent Director of the Company.

8. To appoint Mrs. Richa Manoj Goyal (DIN 00159889), as Director (Non-Executive & Independent) and approve payment of remuneration and in this regard to consider and, if thought fit, to pass the following resolution as **Special Resolution** :

**RESOLVED THAT** pursuant to Sections 149 and 152 read with Schedule IV, Section 161 and other applicable provisions, if any, of the Companies Act, 2013 (including any amendments, modifications or re-enactment), rules made thereunder, each as amended ("**Companies Act**"), the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("**SEBI Listing Regulations**") and other applicable provisions of law, if any, and pursuant to the provisions of the Articles of Association of the Company, Mrs. Richa Manoj Goyal (DIN:00159889 ), who was appointed as Additional Director of the Company by the Board of Directors w.e.f 1<sup>st</sup> April, 2021 and who holds office upto the date of this Annual General Meeting pursuant to Section 161(1) of the Companies Act, 2013 and upon recommendation of Nomination and Remuneration Committee and Board of Directors, be and is hereby appointed as an Independent Director of the Company to hold office for five consecutive years from April 01, 2021 till March 31, 2026 whose period of office shall not be liable to determination for retirement by rotation. Mrs. Richa Manoj Goyal shall be entitled to receive sitting fees for attending meetings of the Board or any committees thereof and annual commission, as may be determined by the Board from time to time, which shall not exceed limits prescribed under Para A of Part II of Section II of Schedule V of the Companies Act, 2013.

**RESOLVED FURTHER THAT** Nareshbhai R. Patel, Managing Director and Mr. Chetankumar C. Vaghasia and Mrs. Ekta Kumari, Company Secretary, be and are hereby severally authorised to do all the acts, deeds and things which are necessary to the appointment of Mrs. Richa Manoj Goyal as an Independent Director of the Company.

9. To approve payment of commission to Non-Executive Directors and in this regard to consider and, if thought fit, to pass the following resolution as **Special Resolution** :

**RESOLVED THAT** pursuant to the provisions of section 197 read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013, including any statutory modification(s) or re-enactment(s) thereof, the Non-executive Directors of the Company be paid commission annually, for each of the financial years commencing from FY 2021-22, as may be decided by the Board or committee thereof from time to time, not exceeding one percent of the net profits of the Company for that financial year as computed in the manner prescribed under section 198 of the Companies Act, 2013.

**RESOLVED FURTHER THAT** Mr. Nareshbhai R. Patel, Managing Director and Mr. Chetankumar C. Vaghasia, be and are hereby severally authorized to do all such acts, deeds, matter and things as may be required to give effect to this resolution.”

**10. To Alter the Memorandum of Association of the Company and in this regard to consider and, if thought fit, to pass with or without modification, the following resolution as Special Resolution:**

**“RESOLVED THAT** in pursuance with the provisions of Section 4 & 13 of the Companies Act, 2013 (the “Act”), Schedule I made thereunder, read with Companies (Incorporation) Rules, 2014 and other applicable provisions, if any, of the Act (including any statutory modification(s) or re-enactment thereof for the time being in force), the consent of the members of the Company be and is hereby accorded to alter Memorandum of Association as follows :

i. Clause III [A] - the heading of Clause III[A] be substituted as follows :

“The Objects to be pursued by the Company on its incorporation is: “

ii. Clause III [B] - the heading of clause III [B] be substituted as follows :

“ Matters which are necessary for furtherance of the objects specified in clause III (A) are : “

**RESOLVED FURTHER THAT** for the purpose of giving full effect to this resolution, the Board of Directors of the Company (“**Board**”) be and is hereby authorised on behalf of the Company to do all such acts, deeds, matters and things as it may, in its absolute discretion, deem necessary, expedient, proper or desirable and to settle all questions, difficulties or doubts that may arise in this regard at any stage without requiring the Board to secure any further consent or approval of the members of the Company to the end and intent that they shall be deemed to have given their approval thereto expressly by the authority of this resolution. “

**NOTE :**

1. A MEMBER ENTITLED TO ATTEND THE MEETING IS ENTITLED TO APPOINT A PROXY INSTEAD OF HIMSELF TO ATTEND AND VOTE AT THE MEETING AND THE PROXY NEED NOT BE A MEMBER.
2. Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 (“the Act”) setting out material facts concerning the special business under Item Nos. 3 to 9 of the accompanying Notice, is annexed hereto.

**By the order of the Board of Directors  
AMI ORGANICS LIMITED**

**Date : May 7, 2021  
Place: Surat**

**Ekta Kumari  
Company Secretary**

**Explanatory Statement Pursuant to Section 102 of the Companies Act, 2013:**

**Item No. 3**

As per the provision of. Section 148 of the Companies Act, 2013 and as per Companies (Audit & Auditors) Rules, 2014, the proposal for Appointment of Cost Auditor was considered by the Board in its meeting held on May 07, 2021. The Board considered and approved the proposal to appoint Mr. Chirag Vallabhbhai Vekariya, as Cost Auditor of the Company for the F.Y. 2021-2022 at the remuneration of Rs. 2,00,000/- excluding out of pocket expenses plus applicable taxes. Now, the resolution is being placed before the Members of the Company for the approval and ratification of the remuneration payable to the Cost Auditor.

None of the Directors, relative of Directors or Key Managerial Personnel of the Company are in any way concerned or interested in the resolution proposed under item no. 3.

Accordingly the Board recommends the resolution set forth in Item No. 3 of the notice for approval of the members as Ordinary Resolution.

**Special Business : Item No. 4 , 5 & 6**

The Company at its Extra Ordinary General Meeting held on April 23, 2018 had reappointed Mr. Nareshbhai R. Patel (DIN: 00906232) as the Managing Director, and Mr. Chetankumar Vaghasia (DIN 01375540) as Whole Time Director, for a period of 3 (three) years effective from May 1, 2018 till 30<sup>th</sup> April, 2021. The Board of Directors at its meeting held on 31/03/2021 upon recommendation of Nomination and Remuneration Committee have recommended the reappointment of Mr. Nareshbhai R. Patel as Managing Director designated as Executive Chairman & Managing Director and Chetankumar Vaghasia as Whole time Director for another term of five years subject to the approval of shareholders. Therefore, it is proposed to seek members' approval for the reappointment of Mr. Nareshbhai R. Patel, Managing Director and Chetankumar C. Vaghasia as Whole Time Director for a term of five consecutive years starting from May 01, 2021 till April 30, 2026 and remuneration payable to Mr. Nareshbhai R. Patel and Mr. Chetankumar C. Vaghasia for a period of three years starting from May 1, 2021 till April 30, 2024 in terms of Schedule V and other applicable provisions of the Companies Act 2013, for Companies having inadequate profits.

Mr. Virendra Nath Mishra who was originally appointed as Additional Director (Executive) by the Board is now recommended by the Board to be appointed as the Whole Time Director for a term of five years starting from April 1, 2021 till 31<sup>st</sup> March, 2026. The Board has proposed the remuneration payable to him and since the overall managerial remuneration recommended to Executive Directors shall fall under the Inadequacy of Profits criteria stipulated under section 197 of the Companies Act, the remuneration payable to Mr. Virendra Nath Mishra is also proposed to be approved for a period of three years starting from April 1 2021 till March 31, 2024 in terms of schedule V of the Companies act, 2013.

In terms of the provisions of Section 197 read with Schedule V of the Act, the Company is required to obtain the approval of the members by way of a special resolution for payment of remuneration to Managerial Personnel in case of no profits/ inadequacy of profits. In case of your Company, the remuneration payable to Managerial Personnel is likely to exceed 10% of Net Profit of the Company during the financial year ending FY 2021-22 and onwards and the aggregate remuneration payable to the aforementioned Managerial Personnel during financial year ending FY 2021-22 onwards is also likely to exceed the limits prescribed under Section II of Part II of Schedule V of the



Act. Hence as per the provisions of Schedule V of the Companies Act, the Board proposes the resolution to be passed as special resolution by the members.

The Company has not committed any default in repayment of any of its debt (including public deposits) or debentures or interest payable thereon for a continuous period of thirty days in the preceding financial year.

**Accordingly, the Board recommends the resolution set forth in Items No.4, 5 & 6 for the approval of the Members as Special resolution.**

#### **STATEMENTS AS PER PART II OF SECTION II OF SCHEDULE V OF THE COMPANIES ACT, 2013**

In terms of provisions contained in section II Part II of Schedule V of the Companies Act, 2013, in case of inadequate profit for managerial remuneration, the relevant details regarding the performance of the Company and of the appointee are furnished hereunder:

##### **General Information:**

1) Nature of Industry	Manufacturing of Organic & Inorganic Chemicals
2) Date of Commencement of Commercial Production	Since Incorporation
3) Financial Performance for the Financial Year ended 31.03.2021	Total Income : Rs. 341.93 crores Profit After Tax : Rs. 54 crores Net Worth : 163.95 crores
5) Foreign Investment or Collaboration	The Company has one foreign collaboration as Joint Venture with <b>AMI ONCO-THERANOSTICS LLC.</b>

##### **Information about the Directors:**

##### **Background Details:**

Mr. Nareshbhai R. Patel and Mr. Chetankumar C. Vaghasia are founder promoters of the Company since inception. They have been associated with the management of the Company since long & have been holding the position of Managing Director and Whole Time Director since many years. Both of them have vast experience in chemical and bulk drugs industries. Mr. Virendra Nath Mishra has been associated with the Company since incorporation. He has been Production head and later designated as Director -Operations of the Company.

**Past Remuneration:** Both Mr. Nareshbhai R. Patel and Mr. Chetankumar C. Vaghasia were paid a monthly remuneration of Rs. 15,00,000/- ( As on 31<sup>st</sup> March, 2021). Mr. Virendra Nath Mishra was paid a monthly remuneration of Rs. 6,50,000/- p.m. (as on 31<sup>st</sup> March, 2021).

**Recognition of Awards:** -- Under the visionary leadership of Mr. Nareshbhai R. Patel and Mr. Chetankumar Vaghasia, the company has achieved many awards like awards from Chemexil, Best Recruiter by Uka Tarsadia University, Bardoli , the FGI Award for Excellence in Research in Science and Technology and Golden Jubilee Award for Outstanding Entrepreneur in MSME Segment in the year 2021.

##### **Job Profile and Suitability:**

**Mr. Nareshbhai R. Patel** – Mr. Nareshbhai Patel is the Promoter, Executive Chairman and Managing Director of the Company. He has been the Director of the Company since incorporation and is also

one of the subscribers of MOA of the Company. He holds a degree in Bachelor of Engineering in Chemical Branch. He has an experience of more than 18 years in chemical industry. He is overall incharge of management of affairs of the Company.. He has a vast experience, knowledge and expertise in the Chemical & Bulk drugs industry. The proposed managerial remuneration of Mr. Nareshbhai R. Patel is commensurate with his qualification, expertise and experience and in the interest of the Company to retain such managerial person.

**Mr. Chetankumar Vaghasia** – Mr. Chetankumar Vaghasia, is the Promoter and Whole Time Director of the Company. He has been the Director of the Company since incorporation and is also one of the subscribers of MOA of our Company. He holds a diploma degree in Man Made Textile Processing . He has an experience of more than 18 years in chemical & bulk drugs industry. At present he is involved in overall management of affairs of the Company. The proposed managerial remuneration of Mr. Chetankumar Vaghasia is commensurate with his qualification, expertise and experience and in the interest of the Company to retain such managerial person.

**Mr. Virendra Nath Mishra** - Mr. Virendra Nath Mishra has been associated with the company since incorporation. He is the incharge of overall production and operations of the company. He holds the degree of Bachelor of Science and Master of Science. He has vast knowledge and expertise in the heading the production operation of chemical company. He has an experience of more than 26 years in the chemical industry. At present he heads the Production and Operations of all the units of Company. The proposed managerial remuneration of Mr. Virendra Nath Mishra is commensurate with his qualification, expertise and experience and in the interest of the Company to retain such managerial person.

#### **Remuneration Proposed to the appointees –**

**Mr. Nareshbhai R. Patel** -The remuneration proposed to Mr. Nareshbhai R. Patel is as under :

- (a) By way of Salary, perquisites and Allowance, aggregating to Rs. 35,50,000/- p.m. with authority to the Board of Directors to revise the basic salary from time to time.
- (b) Annual Performance Bonus or Incentives upon availability of net profits and as may be decided by the Board from time to time, upon recommendation by Nomination & Remuneration Committee on an yearly / half yearly review of the performance appraisal of Mr. Nareshbhai Ramjibhai Patel based upon the audited / unaudited financial statements of the Company during the year or half year.

Provided however that the total remuneration payable to Mr. Nareshbhai Ramjibhai Patel including salary, perquisites, allowances, performance bonus, incentives etc. shall be subject to the overall limit of Rs. six crores per annum, which shall be within the limits prescribed under Schedule V of the Companies Act, 2013.

- (c) In addition to above mentioned remuneration, Mr. Nareshbhai Ramjibhai Patel shall be entitled to the following perquisites and allowances, which shall not be included in computation of said ceiling limit for the remuneration:
  - (i) Company's contribution to provident Fund and Superannuation Fund or Annuity Fund to the extent these either singly or together are not taxable under the Income-Tax Act, 1961.
  - (ii) Gratuity payable as per the rules of the Company.
  - (iii) Leave encashment at the end of the tenure.
  - (iv) The provision for use of Company's car with driver for official use.

- (v) Reimbursement of all reasonable expenses including entertainment expenses incurred bonafide in connection with business of the Company

**Mr. Chetankumar Vaghasia** - The remuneration proposed to Mr. Chetankumar Vaghasia is under

- (a) By way of Salary, perquisites and Allowance, aggregating to Rs. 35,50,000/- p.m. with authority to the Board of Directors to revise the basic salary from time to time.
- (b) Annual Performance Bonus or Incentives upon availability of net profits and as may be decided by the Board from time to time, upon recommendation by Nomination & Remuneration Committee on an yearly / half yearly review of the performance appraisal of Mr. Chetankumar Vaghasia based upon the audited / unaudited financial statements of the Company during the year or half year.

Provided however that the total remuneration payable to Mr. Chetankumar Vaghasia including salary, perquisites, allowances, performance bonus, incentives etc. shall be subject to the overall limit of Rs. six crores per annum, which shall be within the limits prescribed under Schedule V of the Companies Act, 2013.

- (c) In addition to above mentioned remuneration, Mr. Chetankumar Vaghasia shall be entitled to the following perquisites and allowances, which shall not be included in computation of said ceiling limit for the remuneration:
  - (i) Company's contribution to provident Fund and Superannuation Fund or Annuity Fund to the extent these either singly or together are not taxable under the Income-Tax Act, 1961.
  - (ii) Gratuity payable as per the rules of the Company.
  - (iii) Leave encashment at the end of the tenure.
  - (iv) The provision for use of Company's car with driver for official use.
  - (v) Reimbursement of all reasonable expenses including entertainment expenses incurred bonafide in connection with business of the Company

**Mr. Virendra Nath Mishra** – The remuneration proposed to Mr. Virendra Nath Mishra is as under :

- (a) Remuneration/ Perquisites/ allowances:  
By way of Salary, perquisites and allowances aggregating to Rs. 7,15,000/- per month.

Provided that the Board or any Committee thereof be and is hereby authorized to review the salary from time to time, based on performance evaluation and remuneration policy of the Company, and to fix the remuneration payable to Mr. Virendra Nath Mishra subject to a limit of Rs. 11,00,000/- per month which shall be within the limits prescribed under Section 197 or Schedule V of the Companies Act, 2013.

- (b) In addition to above mentioned remuneration, Mr. Virendra Nath Mishra shall be entitled to the following perquisites and allowances, which shall not be included in computation of said ceiling limit for the remuneration:
  - (i) Company's contribution to provident Fund and Superannuation Fund or Annuity Fund to the extent these either singly or together are not taxable under the Income-Tax Act, 1961.
  - (ii) Gratuity payable as per the rules of the Company.
  - (iii) Leave encashment at the end of the tenure.
  - (iv) The provision for use of Company's car with driver for official use.

- (v) Reimbursement of all reasonable expenses including entertainment expenses incurred bonafide in connection with business of the Company

**Comparative Remuneration profile with respect to industry, size of the Company, profile of the person and position :** The remuneration profile of the Managing Director and Whole Time Directors cannot be exactly compared with respect to industry, size of the Company, profile of the person and position and hence not provided.

**Pecuniary relationship directly or indirectly with the Company or relationship with the managerial personnel, if any :** Other than receipt of managerial remuneration, all the appointee directors do not have any pecuniary relationship with the Company. All the appointee directors are not related to one another or with any managerial personnel.

**Other Information:**

**Reason for inadequacy of profits, steps taken for improvement and expected increased in productivity:**

At present, the scale of operations of the Company and sales turnover / profitability is not enough to sustain required profitability as provided in section 197 of the Companies Act, 2013. Effective steps are taken to improve the performance of the Company by reducing cost of production and other direct costs and by acquisitions and expanding existing manufacturing facilities and by ensuring increase in turnover effectively. This would help the Company to achieve better economies of scale, larger turnover volume and improved profitability. The revenue and turnover of the Company is growing at a steady rate on year on year basis.

**Steps taken or proposed to be taken for improvement :** Effective steps are taken to improve the performance of the Company by reducing cost of production and other direct costs and by expanding existing manufacturing facilities and by ensuring increase in turnover effectively. In view of this, company has acquired two new business units of Gujarat Organics Limited, one in Ankleshwar and another in Jhagadia in Gujarat. Both the units are in running condition and the turnover and profits derived from all the three units of company in coming times, is expected to suffice the payment of managerial remuneration to all the Executive Directors.

**Expected increase in productivity and profits in measurable terms:** During the year 2020-21 amidst the adversities posed by global pandemic, Company managed to outperform w.r.t to revenue and profitability. The revenue increased at a growth rate of around 41% and Net Profit increased at the rate of around 97% as compared to preceding years figures. For the current FY 2021-22, Company is quite hopeful to maintain the growth momentum with a projection of increase in turnover by 30% and growth in net profit by around 25%.

**Disclosures**

The following disclosures as may be applicable has been mentioned in the financial statements:

- (i) all elements of remuneration package such as salary, benefits, bonuses, stock options, pension, etc., of all the directors.
- (ii) details of fixed component and performance linked incentives along with the performance criteria .
- (iii) service contracts, notice period, severance fees – N.A
- (iv) stock option details, if any, and whether the same has been issued at a discount as well as the period over which accrued and over which exercisable – N.A

**Accordingly, the Board recommends the Special Resolution as set out in Item 4, 5 & 6 for approval of the Members.**

Mr. Nareshbhai R. Patel, Mr. Chetankumar C. Vaghasia and Mr. Virendra Nath Mishra are interested in the resolution set out at Item No. 4, 5 & 6 respectively. The relatives of Mr. Nareshbhai R. Patel, Mr. Chetankumar C. Vaghasia and Mr. Virendra Nath Mishra may be deemed to be interested in the resolution set out at Item No. 4, 5 & 6 respectively of the Notice, to the extent of their shareholding interest, if any, in the Company. Save and except the above, none of the other Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financially or otherwise, in the aforementioned resolution.

### **Special Business : Item No. 7**

#### **Appointment of Independent Director**

Upon recommendation of the Nomination and Remuneration Committee, the Board of Directors at their meeting held on 28<sup>th</sup> April, 2021 made appointment of Mr. Hetal Madhukant Gandhi as an Additional Director of the Company with effect from April 28, 2021 who holds office upto the date of the Annual General Meeting. Mr. Hetal Madhukant Gandhi is proposed to be appointed as Independent Director of the Company, in accordance with applicable laws, including the Companies Act, 2013 and the SEBI Listing Regulations. In this regard, the Board is of the opinion that Mr. Hetal Madhukant Gandhi fulfils the criteria for being appointed as independent director, as set out in the Companies Act, 2013, SEBI Listing Regulations and that he is independent of the management of the Company.

The Board of Directors has recommended the appointment of Mr. Hetal Madhukant Gandhi as an Independent Director for a term of five years starting from April 28, 2021 till April 27, 2026. He shall not be liable to retire by rotation and shall be paid sitting fees and commission as may be decided by the Board from time to time.

**Brief Profile** – Mr. Hetal Madhukant Gandhi is a certified member of the Institute of Chartered Accountants of India. Mr. Hetal Gandhi has over 35 years of experience in the financial services industry that encompasses private equity investments, credit markets, investment banking and turnaround situations. He co-founded the India Advisory firm for Tano Capital. Tano is a mid-market Private Equity Fund manager that has, over the last 15 years, invested in high growth companies in their early stages. Mr. Hetal Gandhi has been on the Board of Companies, both listed and private, actively contributing to their strategy, organization, building and execution, and helped them scale up significantly. Prior to co-founding Tano India Advisors Pvt. Ltd, he was the CEO for a large financial services Institution.

**The board hence recommends the resolution proposed in item no. 07 to be passed by members as Special resolution.**

None of the directors and key managerial personnel of the Company and their relatives (as defined in the Companies Act, 2013) are concerned or interested in the proposed resolution, other than the proposed appointee Mr. Hetal Madhukant Gandhi.

### **Special Business : Item No. 8**

#### **Appointment of Independent Director**

Upon recommendation of the Nomination and Remuneration Committee, the Board of Directors at their meeting held on 31<sup>st</sup> March, 2021 made appointment of Mrs. Richa Manoj Goyal as an Additional Director of the Company with effect from April 1, 2021. Mrs. Richa Manoj Goyal holds office upto the date of the forthcoming Annual General Meeting. Mrs. Richa Manoj Goyal is proposed to be appointed as Independent Director of the Company, in accordance with applicable laws, including the Companies Act, 2013 and the SEBI Listing Regulations. In this regard, the Board is of



the opinion that Mrs. Richa Manoj Goyal fulfils the criteria for being appointed as independent director, as set out in the Companies Act, 2013, SEBI Listing Regulations and that she is independent of the management of the Company.

The Board of Directors has recommended the appointment of Mrs. Richa Manoj Goyal as an Independent Director for a term of five years starting from April 1, 2021 till March 31, 2026. She shall not be liable to retire by rotation and shall be paid sitting fees and commission as may be decided by the Board from time to time.

**Brief Profile** – Mrs. Richa Manoj Goyal is a member of the Institute of Company Secretaries of India. Her educational qualifications include B.com, CS and LLB. She is currently the head of a legal firm named 'Richa Goyal and Associates which deals with matters concerning Corporate Law, Trademark Law, Copyright law, MSME, Patent, GST, Customs, FEMA, and Allied Laws. Mrs. Richa Goyal holds directorship in other companies and has significantly contributed to the corporate management and legal advisory.

**The board hence recommends the resolution proposed in item no. 08 to be passed by members as Special resolution.**

None of the directors and key managerial personnel of the Company and their relatives (as defined in the Companies Act, 2013) are concerned or interested in the proposed resolution, other than the proposed appointee Mrs. Richa Manoj Goyal.

#### **Special Business : Item No. 9**

##### **Payment of Commieeion to Non-Executive Directors :**

The Board recognises the contribution of Non-Executive Directors in the conduct of the affairs of Company. As a reward of their efforts, it is proposed to pay remuneration to Non- Executive Directors by way of annual commission payable as a fixed amount or upto certain percentage of Net profit calculated under the provision of section 198 of the Companies Act, 2013. The Board or committee thereof from time to time is authorized to fix the remuneration subject to the limit prescribed under section 197 of the Act, such that the total remuneration paid to all Non -executive Directors during a financial year does not exceed one percent of the net profits of the Company for that financial year, as computed in the manner prescribed under section 198 of the Act.

**The board hence recommends the resolution proposed in item no. 09 to be passed by members as Special resolution.**

None of the directors and key managerial personnel of the Company and their relatives (as defined in the Companies Act, 2013) are concerned or interested in the proposed resolution other than the Non-Executive Directors of the Company.

#### **Special Business : Item No. 10**

##### **Alteration in Memorandum of Association :**

In accordance with the provision of section 4 & 13 of the Companies Act 2013, the Board proposes the amendment of Memorandum of Association of Company by alteration in the headings of Clause III [A] and III[B] to make it in line with the provisions of Schedule I Table A of the companies Act, 2013, which specifies the heading of objects clause to be worded as :

- (a) The objects to be pursued by the Company on its incorporation are-
- (b) Matters which are necessary for furtherance of the objects specified in clause 3(a) are -



Accordingly the Board recommends the substitution of the heading of Clause III [A] and III [B] with the above mentioned headings, in the existing Memorandum of Association of the Company.

None of the Directors, relative of Directors or Key Managerial Personnel of the Company are in any way concerned or interested in the resolution proposed under item no. 10.

Accordingly the Board recommends the resolution set forth in Item No. 10 of the notice for approval of the members as Special Resolution.

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## BOARD'S REPORT

To  
**The Members,**  
**AMI Organics Limited**  
**Surat.**

Your Directors have pleasure in presenting their 14<sup>th</sup> Annual Report of the Company together with the Audited Financial Statements of the Company for the year ended on 31<sup>st</sup> March, 2021.

### **Financial Results : Standalone**

(Rs.)

Particulars	2020-21	2019-20
Revenue from Operations	3,406,078,937	2,396,425,542
Other Income	13,302,886	27,749,097
<b>Total Revenue</b>	<b>3,419,381,823</b>	<b>2,424,174,639</b>
Expenditure	2,702,119,590	2,076,632,291
<b>Profit/Loss before Tax</b>	<b>717,262,233</b>	<b>347,542,348</b>
Provision for Tax:		
Current tax	175,640,341	67,981,999
Deferred tax	1,632,725	4,858,184
<b>Profit/ Loss after Tax</b>	<b>539,989,167</b>	<b>274,702,165</b>
Other comprehensive Income /Loss		
Remeasurement of defined employee benefit plans	(372,938)	(8,390,322)
Tax impact of items that will not be reclassified to statement of profit and loss	93,868	2,111,676
<b>Total comprehensive income for the year</b>	<b>539,710,097</b>	<b>268,423,519</b>
Earnings per equity shares		
1. Basic	<b>17.14</b>	<b>8.72</b>
2. Diluted	<b>17.14</b>	<b>8.72</b>

### **Reserves:**

No amount is transferred to the reserves by the Company.

### **Dividend:**

To augment working capital requirements, and with a view to long term prospects for investments, your directors have not recommended any dividend for the financial year ended 31st March, 2021.

### **Financial Highlights of the Company:**

Company's revenue increased to Rs. 341.94 crores in FY 2020-21 as compared to 242.42 crores in previous year 2019-20 registering a growth of about 41% on year on year basis. The Net profit of the company registered an impressive growth of about 97 % rising from 27.47 crores to 54 crores. Key factors which can be attributed to higher topline and bottomline growth in FY 2020-21 are : the growth is volume driven with better sales volume in domestic as well as international markets; better product mix with emphasis on production of niche products. During the year production capacity was optimally utilised. Earnings per share increased from Rs. 8.72 per share in FY 2019-20 to Rs. 17.14 per share in the FY 2020-21 registering a growth of around 97% on year on year basis.



### **Financial Highlights of Joint Venture :**

Ami Onco-Theranostics, LLC was incorporated as a limited liability company on January 29, 2015 in the State of Delaware, U.S.A. as an international corporate joint venture between Photolitec LLC, a limited liability company formed under the laws of New York state in the United States of America and Ami Organics Limited. Ami Onco-Theranostics, LLC is primarily engaged in the business of commercialising, manufacturing, marketing and selling its pharmaceutical products as authorised under the objects clause of its constitutional documents.

During the year of review the joint venture contributed a net loss of Rs. 95.88 lakhs.

### **Business:**

During the year under review, there is no change in the business activities of the Company. However Company has acquired two business units at Ankleshwar and Jhagadia of Gujarat Organics Limited on slump sale basis. The acquired business units are in the same line of business of manufacturing of organic and inorganics chemicals.

### **Material changes and commitment occurred after the end of Financial Year and up to the date of Report:**

#### **I. Reclassification of Promoter and Promoter Group :**

The Board of Directors at their meeting held on March 31, 2021 approved the reclassification of Mr. Girishkumar L. Chovatia and his family members from “Promoter and Promoter Group” category to “Public Category” pursuant to the Business Separation agreement between Company and Girishkumar Chovatia and his family members effective from March 31, 2021.

#### **II. Resignation of Executive Chairman and appointment of new Executive Chairman :**

Mr. Girishkumar Chovatia resigned from being the Chairman and Director of Company w.e.f close of business hours of 31<sup>st</sup> March, 2021. To fill up the vacancy Mr. Nareshbhai Patel, Managing Director was appointed as Executive Chairman of the Company from April 1, 2021.

#### **III. Appointment of Whole Time Director :**

The members of the Board, appointed Mr. Virendra Nath Mishra as an Additional Director w.e.f March 03, 2021 and later changed designation to Whole Time Director of the Company w.e.f April 1, 2021. Board of Company has also made the re-appointment of Mr. Nareshbhai Patel as Managing Director, designated as Executive Chairman and Managing Director and Mr. Chetankumar Vaghasia as Whole Time Director w.e.f May 1, 2021 for five years term. The appointments of above Directors are subject to approval of shareholders in ensuing 14<sup>th</sup> Annual General Meeting of Company.

#### **IV. Appointment of Independent Directors :**

Members of the Board appointed Mrs. Richa Manoj Goyal as an Additional Director (Non-Executive & Independent) starting from April 1, 2021 and Mr. Hetal Madhukant Gandhi as an Additional Director (Non-Executive & Independent) starting from April 28, 2021. The Board proposes regularization of appointment of both the Independent Directors at the ensuing 14<sup>th</sup> AGM of Company. The Board is of the opinion that the Independent Directors so appointed are persons of integrity and have relevant experience , expertise and proficiency which is best suitable and in the interests of the Company.



**V. Reconstitution of Committees :**

The Board of Directors have at their meeting held on April 28, 2021 reconstituted the Stakeholders Relationship Committee and IPO Committee.

The Board of Directors have at their meeting held on April 28, 2021 reconstituted the Audit Committee, Nomination and Remuneration Committee and Corporate Social Responsibility Committee.

**VI. Adoption of Corporate Policies :**

In line with the requirements of SEBI (Listing Obligations & Disclosures Requirement) Regulations, 2015 and SEBI (Issue of Capital Disclosure Requirement) Regulations, the Company has formulated some new policies and revised/ amended existing policies. The same are available at the website of Company [www.amiorganics.com](http://www.amiorganics.com)

**Subsidiary Company:**

The Company does not have any subsidiary company. Details of foreign joint venture company have been attached under form AOC-1. **(Annexure A)**

**Internal Financial Controls:**

The Company has in place adequate internal financial controls with reference to operational activities. During the year, such controls were tested and no reportable material weaknesses in the design or operation were observed.

**Deposits:**

The Company has neither accepted nor renewed any deposits during the year under review to which the provisions of the Companies (Acceptance of Deposits) Rules 2014 applies.

**Loans, Guarantees or Investments made under Section 186 of the Companies Act, 2013:**

There were no loans or guarantees given by the Company under Section 186 of the Companies Act, 2013 during the year under review. Investments made during the year were within the limits approved by Board of Directors and the limits prescribed under section 186 of the Companies Act, 2013.

**Share Capital:**

The paid up Equity share capital of Company as on 31<sup>st</sup> March, 2021 is Rs. 31,50,00,000/- . During the year, the members of the Company, vide their Extra Ordinary General Meeting held on January 30, 2021 have approved to increase the authorized capital of the Company from Rs. 15,00,00,000 to Rs. 50,00,00,000.

**a. Buy Back of Securities:**

The Company has not bought back any of its securities during the year under review.

**b. Sweat Equity:**

The Company has not issued any Sweat Equity Shares during the year under review.

**c. Bonus Shares:**

The Company has issued bonus share during the year under review as detailed below:

During the year Bonus shares were issued to the existing shareholders of the Company as on the record date of 31.03.2021 by issue of 2,10,00,000 Equity shares of face value of Rs. 10 each. Bonus shares were allotted in the ratio of 2:1 i.e Two new equity shares for every one existing shares of the company, by utilisation of retained earnings of the Company amounting to Rs. 21,00,00,000 as on 31<sup>st</sup> March, 2021.



**d. Employees Stock Option Plan:**

The Company has not provided any Stock Option Scheme to the employees.

**e. Fresh Issue of Shares:**

The Members of Company at its Extraordinary General Meeting held on 31/03/2021 have approved the Fresh issue of Equity Shares (Initial Public Offering) along with Offer for Sale of Shares by existing shareholders aggregating to Rs. 3500 millions. The Company is in process of filing the Draft Red Herring Prospectus to Securities Exchange Board of India (SEBI). The Company shall initiate the IPO process after approval of SEBI.

**Adoption of New Sets of Memorandum of Association and Articles of Association:**

The members of the Company have adopted new set of Memorandum of Association pursuant to and in accordance with the provisions of the Companies Act, 2013 vide their Extra Ordinary General Meeting held on January 30, 2021.

The members of the Company have adopted new set of Articles of Association pursuant to and in accordance with the provisions of the Companies Act, 2013 primarily based on the form of Table F under the Act, in the place of existing articles of association of the Company vide their Extra Ordinary General Meeting held on March 31, 2021.

**Transfer to Investor Education & Protection Fund:**

The provisions of Section 125(2) of the Companies Act, 2013 do not apply as there was no amount required to be transferred to Investor Education & Protection Fund.

**Directors & Key Managerial Personnel :**

During the year Mr. Virendranath Mishra was appointed as an Additional Director (Executive) of the Company from March 3, 2021. Mr. Girishkumar Chovatia resigned from being the Chairman and Director of Company w.e.f April 1, 2021 and Mrs. Kamini Kiran Shah resigned as an Independent Director w.e.f April 1, 2021. . The Board places on record its appreciation for the services provided by Mr. Girishkumar Chovatia as Chairman and Managing Director and Mrs. Kamini Shah as an Independent Director.

Mr. Vishalkumar Laxmilal Shah (ICSI Membership No. A58564) resigned from the post of Company Secretary on November 9, 2020 and Ms. Mitali Chouhan (ICSI Membership No. 43033) was appointed as Company Secretary and Compliance officer of the company w.e.f November 9,2020. During the year Ms. Mitali Chouhan resigned from the post of a Company Secretary and Compliance officer on February 22,2021 and Mrs. Ekta kumari (ICSI Membership No. 27323) was appointed as the Company secretary and Compliance officer of the company w.e.f February 22,2021.

Mr. Nareshbhai R. Patel, Managing Director will retire by rotation at ensuing Annual General Meeting and being eligible, he has offered to be re-appointed as Director. The Board proposes his reappointment to the members.

**Board Evaluation:**

Pursuant to the provisions of the Companies Act, 2013, the Board has carried an annual performance evaluation of its own performance, committees and the directors individually.

**Remuneration Policy:**

The Board has on the recommendation of the Nomination & Remuneration Committee, formulated criteria for determining, qualifications, positive attributes and independence of a Director and also a



policy for remuneration of directors, key managerial personnel and senior management. The Nomination and Remuneration Policy of Company is available at the website of the Company [www.amiorganics.com](http://www.amiorganics.com). The composition of Nomination & Remuneration Committee is as follows:

Position in Committee	Till 31 <sup>st</sup> March, 2021	Reconstituted w.e.f April 28, 2021
Chairman	Mrs. Kamini Kiran Shah (Independent Director)	Mr. Hetal Gandhi (Independent Director)
Member	Mr. Girish L. Chovatia (Whole Time Director)	Mr. Girikrishna Maniar (Independent Director)
Member	Mr. Girikrishna Maniar (Independent Director)	Mrs. Richa Goyal (Independent Director)

#### **Declaration by Independent Directors :**

The Independent Directors have submitted their disclosures to the Board that they fulfill all the requirements as stipulated in Section 149(6) of the Companies Act, 2013 so as to qualify themselves to be appointed as Independent Directors under the provisions of the Companies Act, 2013 and the relevant rules.

#### **Audit Committee and Vigil Mechanism:**

The Audit Committee comprises of following Board Members:

Position in Committee	Till 31 <sup>st</sup> March, 2021	Reconstituted w.e.f April 28, 2021
Chairman	Mr. Girikrishna Maniar (Independent Director)	Mr. Girikrishna Maniar (Independent Director)
Member	Mr. Girish L. Chovatia (Whole Time Director)	Mr. Hetal Gandhi (Independent Director)
Member	Mrs. Kamini Kiran Shah (Independent Director)	Mr. Nareshbhai Patel (Managing Director)

During the year Five Audit Committee Meetings were held on 08.06.2020, 20.08.2020, 15.09.2020, 06.11.2020 and 20.02.2021.

#### **Vigil Mechanism :**

Pursuant to the provisions of section 177(9) & (10) of the Companies Act, 2013 and Companies Meeting of Board and its powers Rules, 2014, Company has constituted a Vigil Mechanism for directors and employees to report genuine concerns has been established. The Vigil Mechanism Policy has been uploaded on the website of the Company.

#### **Board Meetings :**

During the year 17 Board Meetings were convened and held on 08.06.2020, 09.07.2020, 25.08.2020, 07.09.2020, 15.09.2020, 19.09.2020, 26.10.2020, 09.11.2020, 23.11.2020, 17.12.2020, 05.01.2021, 27.01.2021, 29.01.2021, 22.02.2021, 25.02.2021, 03.03.2021 and 31.03.2021.

#### **Director's Responsibility Statement :**



In accordance with the provisions of Section 134(5) of the Companies Act, 2013 the Board hereby submit its responsibility Statement;

1. That in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
2. That the Directors have selected such accounting policies and applied them consistently and made judgements 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 and of the profit and loss of the company for the year under review;
3. That the Directors 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;
4. That the Directors have prepared the annual accounts on a going concern basis and the directors, had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
5. That the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

#### **AUDITORS:**

##### **➤ Statutory Auditors:**

The Company's Auditors M/s. Maheshwari & Co., Chartered Accountants, bearing (ICAI Registration Number: 105834W) was appointed as statutory auditor of the company from a period of five years financial year 2018-19 to financial year 2022-2023. The report of the Statutory Auditors of the Company is annexed herewith as "Annexure D"

##### **➤ Cost Auditors:**

Maintenance of cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013, are applicable to the Company and accordingly such records are being maintained. Mr. Chirag Vallabhbhai Vekariya, Cost Accountant has been appointed as Cost Auditors of the Company under the provisions of section 148 of the Companies Act, 2013.

##### **➤ Internal Auditors:**

The Company had appointed CA Paresh B. Kasala (ICAI Membership no. 196318) as the Internal Auditors for conducting Internal audit of the company for FY 2020-21.

#### **Observation of Auditors:**

There are no qualifications, reservations or adverse remarks made by the Statutory Auditors, Internal Auditors and Cost Auditors. The auditors have not reported any frauds under sub section 12 of section 143 other than those which are reportable to the Central Government.

#### **Risk Management Policy:**

The risk management includes identifying types of risks and its assessment, risk handling and monitoring and reporting. The Company has framed a sound Risk Management Policy to identify and evaluate potential business risks and its mitigation and the same has become integral part of Company's



day to day operations. The key business risks identified by the Company are as follows viz. Industry Risk, Management and Operations Risk, Market Risk, Government Policy risk, Liquidity risk, and Systems risk. The Company has in place adequate mitigation plans for the aforesaid risks. During the CoVID global pandemic Company quickly recognized and invoked its Risk Management Policy to minimize the impact on its operations, customers, suppliers and employees. During the year an incident of fire took place damaging the company's property, plant and equipment and also raw material, packing material and stores and consumables resulting into loss amounting to Rs. 107.49 Million. These assets were however fully secured through insurance.

#### **Disclosure under the Sexual Harassment of Women at workplace (Prevention Of, Prohibition and Redressal) Act, 2013.**

The Company has in place an anti Sexual Policy in line with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition and Redressal) Act, 2013. All employees (permanent, contractual, temporary, trainees) are covered under this policy. Company has constituted the Internal Complaints committee consisting of male and female employees of Company and a female representative of NGO. As per the Annual Report of Internal Complaints Committee there were no sexual harassments complaints received from any employee during the Financial Year 2020-21.

#### **Conservation of Energy, Technology Absorption and Foreign Earnings and Outgo :**

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

##### **(A) Conservation of energy:**

Steps taken / impact on conservation of energy, with special reference to the following:

- (i) steps taken by the company for utilizing alternate sources of energy including waste generated :NIL

##### **(B) Technology absorption:**

1. Efforts, in brief, made towards technology absorption. Benefits derived as a result of the above efforts, e.g., product improvement, cost reduction, product development, import substitution, etc.

The Company has not entered into any technology based venture during the year under review.

2. In case of imported technology (imported during the last 3 years reckoned from the beginning of the financial year), following information may be furnished:

The Company has not imported any technology and hence not applicable.

3. Expenditure incurred on Research and Development: Rs. 5,59,11,926/-

##### **(C) Foreign exchange earnings and Outgo :**

<b>PARTICULARS</b>	<b>Amt (In Rs.)</b>
Foreign Exchange earned in terms of actual inflows during the year	1,72,86,50,946
Foreign Exchange outgo during the year in terms of actual outflows	52,66,82,467



### Statement under Rule 5 (2) Of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

The particulars of employee in the Company drawing remuneration aggregating to Rs. 8.50 lacs or above per month or Rs. 1.02 crore or above per annum are as under:

Particulars	Name of the Employee		
	*Girishkumar Chovatia	Naresh R. Patel	Chetan Vaghasiya
Designation of the Employee	Whole time Director	Managing Director	Whole time Director
Remuneration Received	Rs. 1,11,00,000	Rs. 1,80,00,000	Rs. 1,80,00,000
Nature of Employment, whether contractual / otherwise	As per Agreement	As per Agreement	As per Agreement
Qualification and experience of the Employee	MBA	BE, Chemical	Graduate
Date of commencement of employment	12/06/2007	12/06/2007	12/06/2007
The age of the employee	52	47	47
The last employment held by such employee before joining the Company	Self-Employed	L&T	Self-Employed
The percentage of equity shares held by the employee in the company within the meaning of clause (iii) of sub - rule (2) of Rule 5	18.59%	12.71%	9.83%
Whether any such employee is a relative of any director or manager of the company and if so, name of such director or manager	No	No	No

\*Resigned with effect from April 1, 2021.

### Details of top ten employees of Company in terms of remuneration drawn :

SR. NO.	NAME OF EMPLOYEE	DESIGNATION	REMUNERATION	QUALIFICATION	EXPERIENCE	AGE	DATE OF JOINING	LAST EMPLOYMENT HELD
1	Virendranath Hridanarayan Mishra	Director - Operation	69,27,852	M.Sc.	26	50	01-02-2005	Surya Organics & Chemicals
2	Ajit Chaubey	President Technical	53,15,784	Msc & PHD	35	65	01-04-2017	IPCA Labs
3	Mithilesh Kumar R N Ray	Vice President-Operation	29,65,656	B.E.- Chemical	16	41	16-07-2018	IPCA Labs
4	Dr. Rajeev Kumar Dubey	General Manager	27,97,788	P.hd	22	44	03-06-2019	SMS Pharmaceuticals Ltd.
5	Abhishek Haribhai Patel	Chief Financial Officer	24,00,120	BE & MBA	13	37	01-06-2018	Abhiket Financial services Pvt. Ltd.
6	Hemant Patel	General Manager	21,68,904	M.Phil	30	48	10-06-2019	Arkay Healthcare Pvt. Ltd.
7	Amritlal Motilal Patel	Senior Manager-Production	20,11,644	B.Sc.- Chemistry & PDIS	24	46	01-12-2012	SE Electricals Ltd. (Suzlon Group)



8	Sarvesh Kumar Ramroop Sharma	Manager-Technology Transfer	18,50,892	M.Sc.	25	50	01-08-2018	Teva API India Pvt. Ltd.
9	Jayesh Babubhai Khatri	Assistant General Manager-QC	16,78,668	B.Sc.	28	54	01-06-2006	
10	Vinaykumar Hirabhai Patel	Assistant General Manager-QA	16,78,668	B.Sc.	22	44	01-06-2010	Ranbaxy Laboratory Ltd

#### **Disclosure in respect of scheme formulated under section 67(3) of the Companies act, 2013:**

Company has not formulated any scheme in terms of Section 67(3) of the Companies Act, 2013 for the benefit of employees.

#### **Disclosures pursuant to section 197 (14) of the Companies act, 2013:**

None of the Directors of the Company are in receipt of any commission from the Company.

#### **Related Parties Transactions :**

The particulars of transactions or contracts entered or arrangements made with related parties pursuant to provisions of section 188 of the Companies Act, 2013 is provided in **Annexure B** (in the format AOC-2) and is attached to this Report.

#### **Annual Return**

Annual Return of Company pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and administration) Rules, 2014 has been placed at website of the Company at [www.amiorganics.com](http://www.amiorganics.com).

#### **Corporate Social Responsibility (CSR):**

The provisions of Section 135 of the Companies Act, 2013 read with Rule 9 of the Companies (Accounts) Rules, 2013 is applicable to the company. In line with same a Corporate Social Responsibility Committee has been constituted by the Board of Directors at their meeting held on August 17, 2019.. The CSR Committee has formulated and recommended to the Board, the Corporate Social Responsibility Policy which indicates the activities to be undertaken by the Company in areas or subjects specified in schedule VII of the Companies Act, 2013. Accordingly during the FY 2020-21 as approved by the CSR Committee, the amount for CSR expenditure amounting to Rs. 75,28,951/- was spent in areas specified under schedule VII of the Companies Act, 2013 . Please refer Annexure C for further details.

Position in Committee	Till 31 <sup>st</sup> March, 2021	Reconstituted w.e.f April 28, 2021
Chairman	Mr. Girikrishna Maniar (Independent Director)	Mrs. Richa Manoj Goyal (Independent Director)
Member	Mr. Naresh Patel (Managing Director)	Mr. Naresh Patel (Managing Director)
Member	Mrs. Kamini Kiran Shah (Independent Director)	Mr. Chetankumar Vaghasia (Whole Time Director)

#### **Awards and Recognitions :**

The year gone by has been a remarkable year for the company. During the year 2020-21 company was conferred with the prestigious

1. FGI Award for Excellence in Research in Science and Technology in January 2021.
2. Golden Jubilee Award for Outstanding Entrepreneur in MSME Segment organized by "The Southern Gujarat Chamber of Commerce and Industry (SGCCI)" in March 2021



SGCCI and FGI both are apex and the most trusted organizations catering to the growth and development of trade and industry in Gujarat. Receiving these prestigious awards from such organizations is a matter of pride for the Company.

**Compliance of applicable secretarial standards:**

The Company has complied with the provisions of Secretarial Standards (I & II) issued by the Institute of Company Secretaries of India and approved by the Central Government under section 118(10) of the Companies Act, 2013.

**Significant and Material Order passed by the Regulators/ Courts :**

During the year, no significant and material order was passed by the Regulators or courts.

**Disclosure under the Insolvency and Bankruptcy Code, 2016 :**

No application has been made or any proceeding is pending under the Insolvency and Bankruptcy Code, 2016 during the year.

**Disclosure on one time settlement with Banks or Financial Institutions:**

During the year under review, no one time settlement is done with Banks and Financial Institutions and as such there is no difference between amount of the valuation done at the time of one time settlement and the valuation done while taking loan from the Banks or Financial Institutions.

**Human Resources:**

During the period under review, the personal and industrial relations with the employees remained cordial in all respects. The management has carried out systematic appraisal of performance and imparted training at periodic intervals. The Company recognizes talent and has judiciously followed the principle of rewarding performance. Owing to the challenges posed by the global pandemic, Company has strategically undertaken various measures to combat the outbreak of CoVID 19 among its employees. Proper care is taken to provide safe and healthy work environment to employees by providing regular health checkups, thermal screening and regular sanitization of work place. Company has also undertaken a drive to vaccinate all the employees and workers of Company, free of cost.

During the year Company has acquired two business units of Gujarat Organics Limited -one in Ankleshwar and another in Jhagadia. As a part of business transfer agreement, Company has absorbed all the employees of Ankleshwar and Jhagadia unit into its payroll Although a massive task, but the HR department of Company took up the challenge and has effectively integrated 170 employees of the units into the Company. Appointment letters, trainings, familiarization programmes and induction were provided to the employees so absorbed.

**Acknowledgments :**

The Board takes this opportunity in expressing their gratitude to the bankers, business associates, consultants and various Government Authorities for their continued support extended to the Company. The Board also acknowledges the continuous support received from its shareholders, stakeholders and employees of the Company.

**On behalf of the Board  
For AMI Organics Limited**

**Sd/-  
Nareshbhai R. Patel  
Chairman & Managing Director**

**Place: Surat  
Date: May 7, 2021**



## **Annexure A**

### **FormAOC-1**

#### **Statement containing salient features of the financial statement of subsidiaries or associate companies or joint ventures**

(Pursuant to first proviso to sub-section(3) of section 129 read with rule 5 of Companies of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

#### **Part A Subsidiaries [Not Applicable]**

(Information in respect of each subsidiary to be presented with amounts in Rs.)

1. Sl.No.
2. Name of the subsidiary
3. The date since when subsidiary was acquired
4. Reporting period for the subsidiary concerned, if different from the holding company's reporting period.
5. Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries.
6. Share capital
7. Reserves and surplus
8. Total assets
9. Total Liabilities
10. Investments-
11. Turnover
12. Profit before taxation
13. Provision for taxation
14. Profit after taxation
15. Proposed Dividend
16. Extent of shareholding (in percentage)



**AMI ORGANICS LIMITED**

**Part B Associates and Joint Ventures**

**Statement pursuant to Section 129(3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures.**

<b>Name of Associates or Joint Ventures</b>	<b>AMI ONCO-THERANOSTICS, LLC</b>
1. Latest audited Balance Sheet Date	31/03/2021
2. Date on which the Associate or Joint Venture was associated or acquired	29/01/2015
3. Shares of Associate or Joint Ventures held by the company on the year end	
No.	125 units (50%)
Amount of Investment in Associates or Joint Venture	31,81,45,448
Extent of Holding (in percentage)	50%
4. Description of how there is significant influence	50% Holding
5. Reason why the associate/joint venture is not consolidated	N.A.
6. Net worth attributable to shareholding as per latest audited Balance Sheet	Rs. 34,78,46,762
7. Profit or (Loss) for the year	
i. Considered in Consolidation – Loss	(95,88,000)
ii. Not Considered in Consolidation	(95,88,000)

- Names of associates or joint ventures which are yet to commence operations.- Nil
- Names of associates or joint ventures which have been liquidated or sold during the year.- Nil

**FOR AMI ORGANICS LIMITED**

**Sd/-**

**Nareshbhai R. Patel**  
**Chairman & Managing Director**



**Annexure B to Boards' Report  
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 transactions under third proviso thereto.**

1. Details of contracts or arrangements or transactions **not at arm's length basis**: NIL

Name(s) of the related party and nature of relationship	Nature of contracts/ arrangements / transactions	Duration of the contracts/ arrangement/ transaction	Salient terms of the contracts or arrangements or transactions including the value, if any	Justification for entering into contracts or arrangements or transactions	date(s) of approval by the Board	Amount paid as advances, if any	Date of special resolution as per first proviso to section 188

2. Details of material contracts or arrangement or transactions **at arm's length basis**:

Name(s) of the related party and nature of relationship	Nature of contracts/ arrangements/ transactions	Duration of the contracts/ arrangements/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Date(s) of approval by the Board	Amount paid as advances, if any
Mrs. Shitalben Nareshbhai Patel – Relative of Director	Purchase of Land	18 months	Agreement for sale dated 28/11/2021 for purchase of agricultural land at the value of Rs. 13,05,00,000/- from joint holders Shitalben Patel and Chetankumar Vaghasia	Audit Committee Meeting approval on 06/11/2020 and Board approval on 17/12/2020	5,40,00,000/-
Mr. Chetankumar Chhaganlal Vaghasia - Director	Purchase of Land	18 months	Agreement for sale dated 28/11/2021 for purchase of agricultural land at the value of Rs. 13,05,00,000/- from joint holders Shitalben Patel and Chetankumar Vaghasia	Audit Committee Meeting approval on 06/11/2020 and Board approval on 17/12/2020	5,40,00,000/-
Shitalben Nareshbhai Patel – Relative of Director	Remuneration	01.04.2020-31.03.2021	Remuneration including Conveyance Allowance Bonus of Rs. 12,00,012/-	NA	NA
Parulben Chetanbhai Vaghasiya –relative of Director	Remuneration	01.04.2020-31.03.2021	Remuneration including Conveyance Allowance Bonus of Rs. 12,00,012/-	NA	NA
Kiranben G. Chovatiya – relative of Director	Remuneration	01.04.2020-31.03.2021	Remuneration including Conveyance Allowance Bonus of Rs. 12,00,012/-	NA	NA



**AMI ORGANICS LIMITED**

Ami Life Sciences Pvt. Ltd. - Entity in which directors interested	Subscription expenses & exhibition expenses	One time	Exhibition Expense of Rs. 91450/-	NA	NA
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**By the Order of Board of Directors of**

**Date : May7, 2021**  
**Place: Surat**

**Sd/-**  
**Ami Organics Limited**  
**Nareshbhai R. Patel**  
**Chairman**



**AMI ORGANICS LIMITED**

**[Annexure -C]**

**Format for the Annual Report on CSR Activities to be included in the Board's Report for Financial Year commencing on or after 1st Day of April, 2020**

**1. Brief outline on CSR Policy of the Company.:**

AMI Organics is a socially responsible company that works with communities, NGO partner and Institutions to meet the CSR goals are as follows:

- To make CSR a key business process for sustainable development for the Society.
- To aim at supplementing the role of the Government in enhancing welfare measures of the society based on the immediate and long term social and environmental consequences of their activities.
- To directly or indirectly take up programs that benefit the communities in vicinity wherever the Company operates and results, over a period of time, in enhancing the quality of life & economic wellbeing of the local populace.
- Contributing to sustainable development in areas of strategic interest through initiatives designed in a manner that addresses the challenges faced by the Indian society especially in rural India.

**2. Composition of CSR Committee:**

Sl. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1.	Mr. Girikrishna Maniar	Chairman - Independent Director	2	2
2.	Mr. Naresh Patel	Member - Managing Director	2	2
3.	Mrs. Kamini Kiran Shah	Member -Independent Director	2	2

3. Provide the web-link where composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company: [www.amiorganics.com](http://www.amiorganics.com)

4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report). **N.A.**

5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any : **Nil**

6. Average net profit of the company as per section 135(5) : **Rs.33,44,32,400/-**

7. (a) Two percent of average net profit of the company as per section 135(5) : **Rs. 66,88,648/-**

(b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years: **NIL**

(c) Amount required to be set off for the financial year, if any : **Nil**

(d) Total CSR obligation for the financial year (7a+7b-7c) : **Rs. 66,88,648/-**



8. (a) CSR amount spent or unspent for the financial year:

(b) Details of CSR amount spent against ongoing projects for the financial year: **NIL**

(c) Details of CSR amount spent against **other than ongoing projects** for the financial year: As under

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	(9)	(10)	(11)	
Sl. No.	Name of the Project.	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/No).	Location of the project.		Project duration.	Amount allocated for the project (in Rs.).	Amount spent in the current financial Year (in Rs.).	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.).	Mode of Implementation - Direct (Yes/No).	Mode of Implementation - Through Implementing Agency	
				State.	District.						Name	CSR Registration number.
1.	Collector & District Magistrate- Surat	Covid 19 Promoting health care	Y	GIDC Sachin, Surat			2,51,000	2,51,000	Nil	No	Same as in column 2	-
2.	Shri Jagatbharti Education and Charitable Trust	Promoting education	Y	Surat			5,00,000	5,00,000	Nil	No	Same as column 2	-
3.	Shri Jagatbharti Education and Charitable Trust	Promoting education	Y	Surat			10,00,000	10,00,000	Nil	No	Same as column 2	-
4.	Late Smt. Pravinaben Navnitlal Shah Charitable trust	Promoting education	Y	Surat			25,00,000	25,00,000	Nil	No	Same as column 2	-
5.	Talodh Gram Panchyat	Promoting healthcare	N	Sabarkantha Gujarat			20,000	20,000	Nil	No	Same as column 2	-
6.	Samast Patidar Samaj Trust	Promoting education, hunger and Covid care centre	Y	Surat			10,00,000	10,00,000	Nil	No	Same as column 2	-
7.	Dharamsinh Desai University	Promoting education	Y	Surat			3,00,000.	3,00,000.	Nil	No	Same as column 2	-
8.	Gajera International School	Promoting education	Y	Surat			1,451	1,451	Nil	Yes	Same as column 2	-
9.	Gajera International School	Promoting education	Y	Surat			17,526	17,526	Nil	Yes	Same as column 2	-
10.	Gajera International School	Promoting education	Y	Surat			18,474	18,474	Nil	Yes	Same as column 2	-
11.	Friends of Tribal Society	Rural Development	Y	Surat			2,00,000	2,00,000	Nil	No	Same as column 2	-
12.	Late Smt. Pravinaben Navnitlal Shah Charitable trust	Promoting education	Y	Gujarat			15,00,000	15,00,000	Nil	No	Same as column 2	-



13.	S.V.D. Educational and Charitable Trust	Promoting education	Y	Surat		11,000	11,000	Nil	No	Same as column 2	-
14.	The Rander People's Bank Primary School	Promoting Education	Y	Surat		7,500	7,500	Nil	Yes	Same as column 2	-
15.	Aashish and Co.	Covid related food distribution	Y	Surat		1,02,000	1,02,000	Nil	No	Same as column 2	-
16.	Ma Parvati Industries	Covid related food distribution	Y	Surat		1,00,000	1,00,000	Nil	No	Same as column 2	-
	Total					<b>75,28,951</b>	<b>75,28,951</b>				

(d) Amount spent in Administrative Overheads : **Nil**

(e) Amount spent on Impact Assessment, if applicable : **Nil**

(f) Total amount spent for the Financial Year (8b+8c+8d+8e) : Rs. 75,28,951/-

(g) Excess amount for set off, if any :

Sl. No.	Particular	Amount (in Rs.)
(i)	Two percent of average net profit of the company as per section 135(5)	66,88,648
	Amount spent in respect of preceding years unspent CSR	6,07,251
	Amount required to be spent in respect of current year CSR plus PY unspent CSR	72,95,899
(ii)	Total amount spent in the Financial Year 2021-21	75,28,951
(iii)	Excess amount spent for the financial year [(ii)-(i)]	2,33,052
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	-
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	2,33,052

9. (a) Details of Unspent CSR amount for the preceding three financial years: **Nil**

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s): **Nil**

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year : **Nil**

11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5) : **Not Applicable.**

**For and on behalf of the CSR Committee  
AMI ORGANICS LIMITED**

**Sd/-  
Nareshbhai R. Patel  
Managing Director**

**Sd/-  
Girikrishna Maniar  
Chairman of CSR Committee**

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF AMI ORGANICS LIMITED**

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

**Opinion**

We have audited the accompanying standalone financial statements of **AMI ORGANICS LIMITED (CIN-U24100GJ2007PLC051093)** ("the Company"), which comprise the balance sheet as at 31st March 2021, the statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the statement of cash flows for the year ended on that date and a summary of significant accounting policies and other explanatory information (hereinafter referred to as the "standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021 and its profit, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

**Basis for Opinion**

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

**Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current year. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

The key audit matters	How our audit addressed the key audit matter
<b>Capitalisation of Assets</b>	
<p>There are a number of areas where management judgement impacts the carrying value of property, plant and equipment, and their respective depreciation profiles. These include: – the decision to capitalise or expense costs; – the annual asset life review including the impact of changes in the strategy; and – the timeliness of the transfer from assets in the course of construction. Refer Note 3.09 - of the standalone financial statements “Property, plant and equipment”.</p>	<p>We tested controls in place over the property, plant and equipment cycle, evaluated the appropriateness of capitalisation policies, performed tests of details on costs capitalised and assessed the timeliness of the transfer of assets in the course of construction and the application of the asset life. In performing these substantive procedures, we assessed the judgements made by management including: – the nature of underlying costs capitalised; – the appropriateness of asset lives applied in the calculation of depreciation. Assessed the appropriateness of work in progress on balance sheet date by evaluating the underlying documentation to identify possible delays.</p>
<b>Inventories</b>	
<p>At 31 March 2021, Inventory of Finished Goods is disclosed in note 8 – Inventories.</p> <p>In order to carry inventory at the lower of cost and net realisable value, management has identified overheads cost and made adjustments to the carrying value of these items, the calculation of which requires certain estimates and assumptions. These judgments include bifurcation of overhead cost on the Finish good, using factors existing at the reporting date. i.e. overheads is charged to the Finished goods.</p>	<p>Our procedures included the following to assess inventory cost:</p> <p>Assessing the reasonableness of the methodologies applied by management for consistency with prior years and our knowledge of industry practice.</p> <ul style="list-style-type: none"> <li>• Evaluating the assumptions and estimates applied to the methodologies</li> <li>– testing the identification of such inventories;</li> <li>– testing the accuracy of historical information and data trends;</li> <li>• Sample Testing the estimated future sales values, less estimated costs to sell against the carrying value of the inventories.</li> <li>• Recalculating the arithmetical accuracy of the computations.</li> </ul>

The key audit matters	How our audit addressed the key audit matter
<b>Trade Receivables</b>	
<p>Trade receivables comprise a significant portion of the liquid assets of the Company. As indicated in Note No 9 &amp; 40 to the standalone financial statements, The most significant portion of the trade receivables over 90 days comprises large customers who are within their historic payment patterns. The Company has not recognized any loss allowance as the Company expects that there is no credit loss on trade receivables. Accordingly, the estimation of the allowance for trade receivables is a significant judgement area and is therefore considered a key audit matter.</p>	<p>We assessed the validity of material long outstanding receivables by obtaining third-party confirmations of amounts owing. We also considered payments received subsequent to year-end, past payment history and unusual patterns to identify potentially impaired balances. The assessment of the appropriateness of the allowance for trade receivables comprised a variety of audit procedures including:</p> <ul style="list-style-type: none"> <li>● Challenging the appropriateness and reasonableness of the assumptions applied in the directors' assessment of the receivables allowance;</li> <li>● Consideration of the creditworthiness of significant trade receivables over 90 days utilizing external ratings agencies wherever possible;</li> <li>● Consideration and concurrence of the agreed payment terms;</li> <li>● Verification of receipts from trade receivables subsequent to year-end;</li> <li>● Inspection of credit insurance policies; and</li> <li>● Considered the completeness and accuracy of the disclosures.</li> </ul> <p>To address the risk of management bias, we evaluated the results of our procedures against audit procedures on other key balances to assess whether or not there was an indication of bias. We were satisfied that the trade receivables are fairly valued and disclosures related to trade receivable in the standalone financial statements are appropriate</p>

### Emphasis of Matter

We draw attention to Note 56 to the accompanying financial statements, which describe management's assessment of uncertainty relating to the effects of the COVID-19 pandemic on the Company's operations and other related matters.

Our opinion is not modified in respect of this matter.

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

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

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

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

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

### **Responsibility of Management for the Standalone Financial Statements**

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

In preparing the standalone 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 Standalone financial statements**

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

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

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

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone 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 standalone 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 standalone financial statements of the current year and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication

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

1. As required by Section 143(3) of the Act, based on our audit report 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 purpose of our audit;
- b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The balance sheet, the statement of profit and loss, including other comprehensive income, the cash flow statement and statement of changes in equity dealt with by this Report are in agreement with the books of account;
- d) In our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with relevant rules issued thereunder.
- e) On the basis of written representations received from the directors as on 31 March 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2021, from being appointed as a director in terms of Section 164(2) of the Act;
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in “**Annexure A**”; and
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

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

- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 as amended, 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 standalone financial statements. Refer Note 34 to the standalone financial statements.

- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses under the applicable law or accounting standards;
  - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company, if any; and
2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of Section 143(11) of the Act, we give in the "**Annexure- B**" a statement on the matters specified in paragraphs 3 and 4 of the Order.

**Other Matters**

1. The fire took place on 26/02/2021 damaging the company's property, plant and equipment and also raw material, packing material and stores and consumables resulting into loss amounting to Rs. 107.49 Million. These assets are fully secured through insurance. The company has recognised insurance receivable of Rs 107.49 Million against such loss. No amount has been received from insurance company till end of the reporting year. The management has estimated amount receivable from insurance company of Rs. 117.90 Million being Reinstatement Value and it is under process with the insurance company. However this event does not affect the concept of going concern.
2. The Company, has acquired two Business as going concerns on slump sales basis from M/s Gujarat Organics Limited through execution "Business Transfer Agreement" with effect from 31.03.2021. The plant are located at (1) Plot No. 127/1, Ankleshwar Industrial Estate, Gujarat and (2) Plot No. 910/1/B, Jhagadia Industrial Estate, Jhagadia, District Bharuch, Gujarat. Business acquired includes together with its Immovable and movable assets, Working Capital, books and records, Intellectual property, employee, goodwill, insurance and all other business rights for an aggregate consideration of Rs.229.5 Million & Rs.699.5 Million respectively.

Our opinion is not modified in respect of this matter.

**For Maheshwari & Co.**  
**Chartered Accountants**  
**FRN: 105834W**

**Pawan Gattani**  
**Partner**  
**Membership No. 144734**

**UDIN: 21144734AAAACG7045**

**Place: Mumbai**  
**Date: 7<sup>th</sup> May 2021**

## **ANNEXURE ‘A’ TO THE INDEPENDENT AUDITORS’ REPORT**

(Referred to in paragraph 1(f) under the heading ‘Report on Other Legal and Regulatory Requirements’ of our report of even date)

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

We have audited the internal financial controls over financial reporting of **AMI ORGANICS LIMITED** (“the Company”) as of 31 March 2021 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

#### **Management’s Responsibility for Internal Financial Controls**

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the “Guidance Note”) issued by the Institute of Chartered Accountants of India (“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 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. 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 judgments, including the assessment of the risks of material misstatement of the standalone 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 standalone 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 standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with 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 standalone 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 years are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

## **Opinion**

In our opinion, to the best of our information and according to explanation given to us, the Company has maintained, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2021, 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 Maheshwari & Co.**  
**Chartered Accountants**  
**FRN: 105834W**

**Pawan Gattani**  
**Partner**  
**Membership No. 144734**

**UDIN: 21144734AAAACG7045**

**Place: Mumbai**  
**Date: 7<sup>th</sup> May, 2021**

## **ANNEXURE 'B' TO THE INDEPENDENT AUDITORS' REPORT**

**(Referred to in paragraph 2 under the heading 'Report on Other Legal and Regulatory Requirements' of our report of even date)**

1.
  - a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
  - b) The Company has a regular program of physical verification of its fixed assets by which fixed assets are verified in a phased manner over a year of three years. In accordance with this program, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, the periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
  - c) According to information and explanations given to us and on the basis of our examination of the records of the company, title deeds of immovable properties included in Fixed Assets are held in the name of the Company.
2. According to information and explanations given to us, The inventory has been physically verified by the management at reasonable intervals during the year. In our opinion, the frequency of verification is reasonable. The company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material.
3. According to information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Act. Accordingly, the provisions of clause 3(iii) of the Order are not applicable to the Company.
4. According to information and explanations given to us, the company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013 in respect of grant of loans, making investment and providing guarantees and securities, as applicable.
5. According to the information and explanations given to us, the Company has not accepted any deposits within the meaning of Sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed thereunder during the year. Accordingly, the provisions of clause (v) of paragraph 3 of the Order are not applicable to the Company.
6. In our opinion and according to the information and explanations given to us, , the maintenance of cost records has been prescribed by the Central Government under section 148(1) of the Companies Act, 2013, in respect of the activities carried on by the Company. We have broadly reviewed the books of account relating to materials; Labour and other items of cost maintained by the Company pursuant to the Rules made by the Central Government for the maintenance of cost records and are of the opinion that prima facie the

prescribed accounts and records have been maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.

7. a) According to the information and explanation given to us, the Company has been generally regular in depositing the undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, service tax, Goods and Service Tax, custom duty, excise duty, value added tax, cess and other material statutory dues as applicable with the appropriate authorities. No undisputed amounts payable in respect of aforesaid statutory dues were outstanding as on the last day of the financial year for a year of more than six months from the date they became payable.
- b) According to the information and explanations given to us, there are no dues of sales tax, service tax, customs duty, excise duty, value added tax and cess, which have not been deposited on account of any dispute with the relevant authorities. Details of dues of Income-tax which have not been deposited as on 31st March, 2021 on account of disputes are given below:

<b>Name of Statute</b>	<b>Nature of dues</b>	<b>Forum where dispute is pending</b>	<b>Year to which the amount relates</b>	<b>Amount Involved (Rs in. Million )</b>
The Income tax Act,1961	Income Tax	CIT Appeal	2016-17	16.47

8. According to the records of the company examined by us and the information and explanations given to us, the company has not raised any money via debentures. The company has not defaulted in repayment of loans or borrowings to financial institution or bank during the year.
9. According to the information and explanations given to us, The Company has not raised any moneys by way of initial public offer or further Public offer during the year and hence the Provisions of para 3(ix) of the order are not applicable to the company. In our opinion and according to the information and explanations given to us, money raised by way of the term loans have been applied by the Company during the year for the purposes for which they were raised.
10. During the Course of our examination of the books and records of the company, carried out in accordance with the generally accepted auditing Practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the company or on the company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the management.
11. In our opinion and according to the information and explanations given to us, the Company has paid/ provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Companies Act, 2013.
12. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, the provisions of clause 3(xii) of the Order are not applicable to the Company.

13. In our opinion and according to the information and explanations given to us the Company is in compliance with Sections 177 and 188 of the Companies Act, 2013, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements etc. as required by the applicable accounting standards.
14. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
15. According to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him during the year.
16. According to the information and explanations given to us and based on our examination of the records of the Company, the Company is no required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

**For Maheshwari & Co.**  
**Chartered Accountants**  
**FRN: 105834W**

**Pawan Gattani**  
**Partner**  
**Membership No. 144734**

**UDIN: 21144734AAAACG7045**

**Place: Mumbai**  
**Date: 7<sup>th</sup> May, 2021**

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF AMI ORGANICS LIMITED**

### **Report on the Consolidated Financial Statements**

#### **Opinion**

We have audited the accompanying Consolidated financial statements of **AMI ORGANICS LIMITED (CIN-U24100GJ2007PLC051093)** (hereinafter referred to as “the Holding Company”) and its jointly controlled entity (the Holding Company and its Jointly Controlled Entity together referred to as “Group”), which comprise the consolidated balance sheet as at 31 March 2021, and the consolidated statement of profit and loss (including other comprehensive income), the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as “the consolidated financial statements”).

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Consolidated financial statements give the information required by the Companies Act, 2013 (“the Act”) in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, (“Ind AS”) and other accounting principles generally accepted in India, of the state of affairs of the Group as at March 31, 2021, of its consolidated profit and other comprehensive income, consolidated changes in equity and consolidated cash flows for the year then ended.

#### **Basis for Opinion**

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

#### **Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

The key audit matters	How our audit addressed the key audit matter
<b>Capitalization of Assets</b>	
<p>There are a number of areas where management judgement impacts the carrying value of property, plant and equipment, and their respective depreciation profiles. These include: – the decision to capitalize or expense costs; – the annual asset life review including the impact of changes in the strategy; and – the timeliness of the transfer from assets in the course of construction. Refer Note 3.09- of the Consolidated financial statements “Property, plant and equipment”.</p>	<p>We tested controls in place over the property, plant and equipment cycle, evaluated the appropriateness of capitalization policies, performed tests of details on costs capitalised and assessed the timeliness of the transfer of assets in the course of construction and the application of the asset life. In performing these substantive procedures, we assessed the judgements made by management including: – the nature of underlying costs capitalised; – the appropriateness of asset lives applied in the calculation of depreciation. Assessed the appropriateness of work in progress on balance sheet date by evaluating the underlying documentation to identify possible delays.</p>
<b>Inventories</b>	
<p>At 31 March 2021, Inventory of Finished Goods is disclosed in note 8 – Inventories.</p> <p>In order to carry inventory at the lower of cost and net realisable value, management has identified overheads cost and made adjustments to the carrying value of these items, the calculation of which requires certain estimates and assumptions. These judgments include bifurcation of overhead cost on the Finish good, using factors existing at the reporting date. i.e. overheads is charged to the Finished goods.</p>	<p>Our procedures included the following to assess inventory cost:</p> <p>Assessing the reasonableness of the methodologies applied by management for consistency with prior years and our knowledge of industry practice.</p> <ul style="list-style-type: none"> <li>• Evaluating the assumptions and estimates applied to the methodologies</li> <li>– testing the identification of such inventories;</li> <li>– testing the accuracy of historical information and data trends;</li> <li>• Sample Testing the estimated future sales values, less estimated costs to sell against the carrying value of the inventories.</li> <li>• Recalculating the arithmetical accuracy of the computations.</li> </ul>

Trade Receivables	
<p>Trade receivables comprise a significant portion of the liquid assets of the Group. As indicated in Note No 9 &amp; 40 to the Consolidated financial statements, The most significant portion of the trade receivables over 90 days comprises large customers who are within their historic payment patterns. The Group has not recognised any loss allowance as the Group expects that there is no credit loss on trade receivables. Accordingly, the estimation of the allowance for trade receivables is a significant judgment area and is therefore considered a key audit matter.</p>	<p>We assessed the validity of material long outstanding receivables by obtaining third-party confirmations of amounts owing. We also considered payments received subsequent to year-end, past payment history and unusual patterns to identify potentially impaired balances. The assessment of the appropriateness of the allowance for trade receivables comprised a variety of audit procedures including:</p> <ul style="list-style-type: none"> <li>• Challenging the appropriateness and reasonableness of the assumptions applied in the directors' assessment of the receivables allowance;</li> <li>• Consideration of the creditworthiness of significant trade receivables over 90 days utilizing external ratings agencies wherever possible;</li> <li>• Consideration and concurrence of the agreed payment terms;</li> <li>• Verification of receipts from trade receivables subsequent to year-end;</li> <li>• Inspection of credit insurance policies; and</li> <li>• Considered the completeness and accuracy of the disclosures.</li> </ul> <p>To address the risk of management bias, we evaluated the results of our procedures against audit procedures on other key balances to assess whether or not there was an indication of bias. We were satisfied that the trade receivables are fairly valued and disclosures related to trade receivable in the Consolidated financial statements are appropriate</p>

### Emphasis of Matter

We draw attention to Note 56 to the accompanying financial statements, which describe management's assessment of uncertainty relating to the effects of the COVID-19 pandemic on the Company's operations and other related matters.

Our opinion is not modified in respect of this matter.

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

The Holding Company's Management and Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the Consolidated financial statements and our auditor's report thereon.

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

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

### **Responsibility of Management for the Consolidated Financial Statements**

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

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

The respective Board of Directors of the entities included in the Group is responsible for overseeing the financial reporting process of each entity.

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

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

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

- Identify and assess the risks of material misstatement of the Consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Group 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 Group'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 consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.

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

Materiality is the magnitude of misstatements in the consolidated financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the consolidated 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 consolidated 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 consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about

the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication

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

1. As required by Section 143(3) of the Act, based on our audit report 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 purpose of our audit;
- b) in our opinion, proper books of account as required by law have been kept by the Group so far as it appears from our examination of those books.
- c) The balance sheet, the statement of profit and loss, including other comprehensive income, the cash flow statement and statement of changes in equity dealt with by this Report are in agreement with the books of account;
- d) In our opinion, the aforesaid Consolidated financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with relevant rules issued thereunder.
- e) On the basis of written representations received from the directors as on 31 March 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2021, 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 Holding Company and the operating effectiveness of such controls, refer to our separate Report in “**Annexure A**”; and
- g) With respect to the other matters to be included in the Auditor’s Report in accordance with the requirements of section 197(16) of the Act, as amended:  
In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Holding Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
- h) With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 as amended, in our opinion and to the best of our information and according to the explanations given to us:
- i. The consolidated financial statements disclose the impact of pending litigations as at 31 March 2021 on the consolidated financial position of the Group. Refer Note 34 to the consolidated financial statements.

- ii. The Holding Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses under the applicable law or accounting standards;
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company, if any; and

**Other Matter**

1. The fire took place on 26/02/2021 damaging the company's property, plant and equipment and also raw material, packing material and stores and consumables resulting into loss amounting to Rs. 107.49 Million. These assets are fully secured through insurance. The company has recognized insurance receivable of Rs 107.49 Million against such loss. No amount has been received from insurance company till end of the reporting period. The management has estimated amount receivable from insurance company of Rs. 117.90 Million being Reinstatement Value and it is under process with the insurance company. However, this event does not affect the concept of going concern.
2. The Company, has acquired two Business as going concerns on slump sales basis from M/s Gujarat Organics Limited through execution "Business Transfer Agreement" with effect from 31.03.2021. The plant are located at (1) Plot No. 127/1, Ankleshwar Industrial Estate, Gujarat and (2) Plot No. 910/1/B, Jhagadia Industrial Estate, Jhagadia, District Bharuch, Gujarat. Business acquired includes together with its Immovable and movable assets, Working Capital, books and records, Intellectual property, employee, goodwill, insurance and all other business rights for an aggregate consideration of Rs.229.5 Million & Rs.699.5 Million respectively.

Our opinion is not modified in respect of this matter.

**For Maheshwari & Co.**  
**Chartered Accountants**  
**FRN: 105834W**

**Pawan Gattani**  
**Partner**  
**Membership No. 144734**

**UDIN: 21144734AAAACH8151**  
**Place: Mumbai**  
**Date: 7<sup>th</sup> May, 2021**

## **ANNEXURE ‘A’ TO THE INDEPENDENT AUDITORS’ REPORT**

(Referred to in paragraph 1(f) under the heading ‘Report on Other Legal and Regulatory Requirements’ of our report of even date)

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

In conjunction with our audit of the consolidated financial statements of **AMI ORGANICS LIMITED** (“the Holding Company”) as of 31 March 2021, we have audited the internal financial controls with reference to the financial statements of the Holding Company and its Joint Ventures, which are incorporated in India as of that date.

#### **Management’s Responsibility for Internal Financial Controls**

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

#### **Auditors’ Responsibility**

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

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

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting with reference to these consolidated financial statements.

## **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 consolidated 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 Consolidated financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the Consolidated financial statements.

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

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

## **Opinion**

In our opinion, to the best of our information and according to explanation given to us, the Group has maintained, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2021, based on the internal control over financial reporting criteria established by the Holding 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 Maheshwari & Co.**  
**Chartered Accountants**  
**FRN: 105834W**

**Pawan Gattani**  
**Partner**  
**Membership No. 144734**  
**UDIN: 21144734AAAACH8151**  
**Place: Mumbai**  
**Date: 7<sup>th</sup> May, 2021**

Standalone Balance sheet as at 31 March 2021

Particulars	Note No.	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>I. ASSETS</b>			
<b>Non-current assets</b>			
Property, Plant and Equipment	4a	1,60,60,53,582	62,18,28,023
Capital Work-In-Progress	4b	20,01,000	11,70,74,669
Other Intangible Assets	4c	75,000	-
Financial Assets			
(i) Investments	5	33,24,31,049	27,89,46,301
(ii) Other Financial Assets	6	2,70,60,041	2,95,54,806
(iii) Other Non-Current Assets	7	38,52,574	6,69,23,089
<b>Total Non-Current Assets</b>		<b>1,97,14,73,246</b>	<b>1,11,43,26,888</b>
<b>Current Assets</b>			
Inventories	8	60,36,30,785	52,34,16,552
Financial Assets			
(i) Trade Receivables	9	1,18,72,34,304	52,51,01,187
(ii) Cash and Cash Equivalents	10	1,55,95,185	3,27,46,678
(iii) Loans	11	33,43,467	27,71,742
Current Tax Assets(Net)		-	2,23,71,596
Other Current Assets	12	32,15,82,901	5,95,67,741
<b>Total Current Assets</b>		<b>2,13,13,86,642</b>	<b>1,16,59,75,496</b>
<b>Total Assets</b>		<b>4,10,28,59,888</b>	<b>2,28,03,02,384</b>
<b>II. EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
a) Equity Share Capital	13	31,50,00,000	10,50,00,000
b) Other Equity	14	1,32,45,09,860	97,47,97,963
<b>Total Equity</b>		<b>1,63,95,09,860</b>	<b>1,07,97,97,963</b>
<b>Non-current liabilities</b>			
Financial Liabilities			
(i) Borrowings	15	72,64,41,780	19,90,07,325
Provisions	16	4,36,84,317	2,43,78,049
Deferred Tax Liabilities (Net)	17	3,27,84,576	3,12,45,719
<b>Total Non-Current Liabilities</b>		<b>80,29,10,673</b>	<b>25,46,31,093</b>
<b>Current Liabilities</b>			
Financial Liabilities			
(i) Borrowings	18	44,53,12,213	33,92,37,183
(ii) Trade Payables			
A.Total outstanding dues of micro enterprises and small enterprises	19	39,03,589	8,07,283
B.Total outstanding dues of other than micro enterprises and small enterprises			
(iii) Other financial liabilities	20	84,05,61,437	51,33,81,201
Other Current Liabilities	21	19,78,86,715	7,20,18,783
Provisions	22	15,15,97,016	1,63,77,407
Current Tax Liability (Net)	23	96,62,092	40,51,471
		1,15,16,293	-
<b>Total Current Liabilities</b>		<b>1,66,04,39,355</b>	<b>94,58,73,328</b>
<b>Total Liabilities</b>		<b>2,46,33,50,028</b>	<b>1,20,05,04,421</b>
<b>Total Equity and Liabilities</b>		<b>4,10,28,59,888</b>	<b>2,28,03,02,384</b>
Significant Accounting Policies	2-3		

The accompanying notes form an integral part of the standalone Ind AS financial statements

As per our report of even date attached

**For Maheshwari & Co.**  
Chartered Accountants  
FRN 105834W

**For and on behalf of the Board of Directors of Ami Organics Limited**

**Pawan Gattani**  
Partner  
Membership No.: 144734

**Chetankumar C. Vaghasia**  
Whole Time Director  
(DIN-01375540)

**Nareshbhai R. Patel**  
Chairman & Managing Director  
(DIN-00906232)

Place: Mumbai  
Date: 7th May, 2021

Place: Mumbai  
Date: 7th May, 2021

**Ekta Kumari**  
Company Secretary  
A - 27323

**Abhishek Patel**  
Chief Financial Officer  
(Pan-AKNPP5102F)

Standalone Statement of Profit and Loss for the Year ended 31 March 2021

Particulars	Note No.	Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
Revenue from operations	24	3,40,60,78,937	2,39,64,25,542
Other income	25	1,33,02,886	2,77,49,097
<b>Total Revenue (A)</b>		<b>3,41,93,81,823</b>	<b>2,42,41,74,639</b>
<b>Expenses</b>			
Cost of raw materials consumed	26	1,74,68,66,566	1,37,89,90,605
Changes in inventories of finished goods/traded goods and work-in-progress	27	4,81,35,924	(8,98,60,873)
Employee benefits expense	28	20,98,93,393	17,64,23,046
Finance costs	29	5,61,84,149	5,58,69,121
Depreciation and amortisation expense	4	4,18,80,256	3,51,80,597
Other expenses	30	59,91,59,302	52,00,29,795
<b>Total expenses (B)</b>		<b>2,70,21,19,590</b>	<b>2,07,66,32,291</b>
<b>Profit before tax</b>		<b>71,72,62,233</b>	<b>34,75,42,348</b>
Tax expense:			
- Current tax		17,56,40,341	6,79,81,999
- Deferred tax		16,32,725	48,58,184
		<b>17,72,73,066</b>	<b>7,28,40,183</b>
<b>Profit for the year</b>		<b>53,99,89,167</b>	<b>27,47,02,165</b>
<b>Other Comprehensive Income/(Loss)</b>			
<b>Items that will not be reclassified to statement of profit and loss</b>			
Remeasurement of defined employee benefit plans		(3,72,938)	(83,90,322.00)
Tax impact of items that will not be reclassified to statement of profit and loss		93,868	21,11,676
<b>Total comprehensive income for the year</b>		<b>53,97,10,097</b>	<b>26,84,23,519</b>
<b>Earnings per equity share</b>			
(1) Basic		17.14	8.72
(2) Diluted		17.14	8.72
Nominal value of equity shares		10.00	10.00
Significant Accounting Policies	2-3		
The accompanying notes form an integral part of the standalone Ind AS financial statements			

As per our report of even date attached

**For Maheshwari & Co.**  
Chartered Accountants  
FRN 105834W

**For and on behalf of the Board of Directors of Ami Organics Limited**

**Pawan Gattani**  
Partner  
Membership No.: 144734

**Chetankumar C. Vaghasia**  
Whole Time Director  
(DIN-01375540)

**Nareshbhai R. Patel**  
Chairman & Managing Director  
(DIN-00906232)

Place: Mumbai  
Date: 7th May, 2021

Place: Mumbai  
Date: 7th May, 2021

**Ekta Kumari**  
Company Secretary  
A - 27323

**Abhishek Patel**  
Chief Financial Officer  
(Pan-AKNPP5102F)

Standalone Statement of Cash Flow for the Year ended 31 March 2021

Particulars		Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
<b>Cash flow from/(used in) operating activities</b>			
Profit before tax		71,72,62,233	34,75,42,348
<b>Adjustment for:</b>			
Interest expense		5,10,80,473	5,32,16,215
Interest income		(19,53,476)	(9,33,034)
Depreciation and amortization		4,18,80,256	3,51,80,597
Unrealised exchange difference (net)		(21,34,385)	(1,26,00,599)
(Profit)/Loss from sale of Property, plant and equipment		1,77,837	76,97,761
Remeasurement of defined employee benefit plans		(3,72,938)	(83,90,322)
<b>Operating Profit Before Working Capital Changes</b>		<b>80,59,40,000</b>	<b>42,17,12,966</b>
<b>Movement in working capital:</b>			
(Increase)/decrease in trade receivables		(66,09,50,831)	21,76,81,466
(Increase)/decrease in inventories		(8,02,14,233)	(13,67,30,958)
(Increase)/decrease in loans		(5,71,725)	(9,82,050)
(Increase)/decrease in other financial Assets		24,94,765	(65,59,569)
(Increase)/decrease in other Current Assets		(15,25,30,087)	2,77,95,772
Increase/(decrease) in trade payables		33,12,34,517	(17,11,96,131)
Increase/(decrease) in other current liabilities		13,52,19,609	(80,17,258)
Increase/(decrease) in provision		2,49,16,889	1,28,68,746
<b>Cash generated/(used) in operations</b>		<b>40,55,38,903</b>	<b>35,65,72,984</b>
Income taxes paid		(14,17,52,452)	(8,41,01,428)
<b>Net Cash flow from operating activities</b>	<b>(A)</b>	<b>26,37,86,451</b>	<b>27,24,71,556</b>
<b>Cash flow from/(used) investing activities</b>			
Payments Property, plant and equipment, (Including Capital WIP & Intangible Assets)		(1,03,89,28,567)	(19,70,88,547)
Interest received		19,53,476	9,33,034
Proceeds from sale of Property, plant and equipment (Including Capital WIP & Intangible Assets)		2,53,74,616	27,88,962
(Increase)/decrease in Investment		95,85,767	(5,14,50,912)
<b>Cash generated/(used) in investing activities</b>	<b>(B)</b>	<b>(1,00,20,14,709)</b>	<b>(24,48,17,463)</b>
<b>Cash flow from/(used in) financing activities</b>			
Proceed /(repayment) of borrowings (net)		77,21,63,113	5,51,51,895
Interest paid		(5,10,80,473)	(5,32,16,215)
<b>Cash generated/(used) in financing activities</b>	<b>(C)</b>	<b>72,10,82,640</b>	<b>19,35,680</b>
Effect of Exchange differences on translation of foreign currency cash and cash equivalents	<b>(D)</b>	<b>5,876</b>	<b>-</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(A+B+C-D)</b>	<b>(1,71,51,493)</b>	<b>2,95,89,773</b>
Cash and cash equivalent at beginning of year		3,27,46,678	31,56,905
Cash and cash equivalent at end of year		1,55,95,185	3,27,46,678
<b>Net increase/(decrease) as disclosed above</b>		<b>(1,71,51,493)</b>	<b>2,95,89,773</b>

For Maheshwari & Co.  
Chartered Accountants  
FRN 105834W

For and on behalf of the Board of directors of Ami organics Limited

Pawan Gattani  
Partner  
Membership No.: 144734

Chetankumar C. Vaghasia  
Whole Time Director  
(DIN-01375540)

Nareshbhai R. Patel  
Chairman & Managing Director  
(DIN-00906232)

Place: Mumbai  
Date: 7th May, 2021

Place: Mumbai  
Date: 7th May, 2021

Ekta Kumari  
Company Secretary  
A - 27323

Abhishek Patel  
Chief Financial Officer  
(Pan-AKNPP5102F)

**Standalone Statement of Changes in Equity for the Year ended 31 March 2021**

**A Equity Share Capital**

Particulars	Amount (Rs.)
<b>Balance as at 31 March 2019</b>	<b>10,50,00,000</b>
Changes in Equity Share Capital during the year	-
<b>Balance as at 31 March 2020</b>	<b>10,50,00,000</b>
Changes in Equity Share Capital during the year	21,00,00,000
<b>Balance as at 31 March 2021</b>	<b>31,50,00,000</b>

**B Other Equity**

Particulars	Reserves and Surplus				Items of Other Comprehensive Income		Total (Rs.)
	Securities Premium (Rs.)	General Reserve (Rs.)	Capital Reserve	Retained Earnings (Rs.)	Equity instrument fair value (Rs.)	Actuarial gains and losses (Rs.)	
<b>Balance at 31 March 2019</b>	-	-	-	<b>70,81,19,869</b>	-	<b>(17,45,425)</b>	<b>70,63,74,444</b>
Profit for the year	-	-	-	27,47,02,165	-	-	27,47,02,165
Other Comprehensive Income for the year	-	-	-	-	-	(83,90,322)	(83,90,322)
Tax impact of items not classified to statement of profit and loss	-	-	-	-	-	21,11,676	21,11,676
<b>Balance at 31 March 2020</b>	-	-	-	<b>98,28,22,034</b>	-	<b>(80,24,071)</b>	<b>97,47,97,963</b>
Profit for the year	-	-	-	53,99,89,167	-	-	53,99,89,167
Issue of Bonus Shares	-	-	-	(21,00,00,000)	-	-	(21,00,00,000)
Capital Reserve on Acquisition	-	-	2,00,01,800	-	-	-	2,00,01,800
Other Comprehensive Income for the year	-	-	-	-	-	(3,72,938)	(3,72,938)
Tax impact of items not classified to statement of profit and loss	-	-	-	-	-	93,868	93,868
<b>Balance at 31 March 2021</b>	-	-	<b>2,00,01,800</b>	<b>1,31,28,11,201</b>	-	<b>(83,03,141)</b>	<b>1,32,45,09,860</b>

The accompanying notes form an integral part of the standalone Ind AS financial statements

As per our report of even date attached

**For Maheshwari & Co.**  
Chartered Accountants  
FRN 105834W

**For and on behalf of the Board of directors of Ami organics Limited**

**Pawan Gattani**  
Partner  
Membership No.: 144734

**Chetankumar C. Vaghasia**  
Whole Time Director  
(DIN-01375540)

**Nareshbhai R. Patel**  
Chairman & Managing Director  
(DIN-00906232)

Place: Mumbai  
Date: 7th May, 2021

Place: Mumbai  
Date: 7th May, 2021

**Ekta Kumari**  
Company Secretary  
A - 27323

**Abhishek Patel**  
Chief Financial Officer  
(Pan-AKNPP5102F)

**Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021**

**1 Company overview**

Ami Organics Limited ("the Company") was originally formed as a partnership firm under the Partnership Act, 1932 in the name of "Ami Organics" pursuant to a deed of partnership dated January 3, 2004 with Promoters, among others, as partners. "Ami Organics" was then converted into private limited company under part IX of the Companies Act, 1956 under the name of "Ami Organics Private Limited" vide certificate of incorporation dated June 12, 2007 issued by Registrar of Companies, Gujarat, Dadra and Nagar Haveli. Further, pursuant to a resolution passed by our shareholders on April 5, 2018, Company was converted into a public limited company, following which Company's name was changed to "Ami Organics Limited", and a fresh certificate of incorporation was issued on April 18, 2018 having its registered office at Plot no. 440/4, 5 & 6, Road No. 82/A, GIDC Sachin, Surat GJ 394230. The Company is engaged in business of drugs intermediate chemicals and related activities.

**2 Significant accounting policies**

**Statement of compliance**

Standalone Financial Statements have been prepared in accordance with the accounting principles generally accepted in India including Indian Accounting Standards (Ind AS) prescribed under the Section 133 of the Companies Act, 2013 read with rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 as amended and relevant provisions of the Companies Act, 2013 Accordingly, the Company has prepared these Standalone Financial Statements which comprise the Balance Sheet as at 31 March, 2021, the Statement of Profit and Loss for the year ended 31 March 2021, the Statement of Cash Flows for the year ended 31 March 2021 and the Statement of Changes in Equity for the year ended as on that date, and accounting policies and other explanatory information (together hereinafter referred to as 'Standalone Financial Statements' or 'financial statements').

These financial statements are approved for issue by the Board of Directors on May 07, 2021.

**3.01 Basis of preparation of financial statements**

The separate financial statements of the company are prepared in accordance with Indian Accounting Standards (Ind AS), under the historical cost convention on the accrual basis as per the provisions of the Companies Act, 2013 ("the Act"), except for:

- Financial instruments – measured at fair value;
- Assets held for sale – measured at fair value less cost of sale;
- Plan assets under defined benefit plans – measured at fair value
- Employee share-based payments – measured at fair value
- Biological assets – measured at fair value
- In addition, the carrying values of recognised assets and liabilities, designated as hedged items in fair value hedges that would otherwise be carried at cost, are adjusted to record changes in the fair values attributable to the risks that are being hedged in effective hedge relationship.

**Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021**

**3.02 Current and non-current classification**

The Company presents assets and liabilities in the balance sheet based on current / non-current classification.

An asset is classified as current when it satisfies any of the following criteria: it is expected to be realised in, or is intended for sale or consumption in, the Company's normal operating cycle.

it is held primarily for the purpose of being traded;

- It is expected to be realised within 12 months after the reporting date; or
- It is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.
- All other assets are classified as non-current.
- A liability is classified as current when it satisfies any of the following criteria:
  - It is expected to be settled in the Company's normal operating cycle;
  - It is held primarily for the purpose of being traded
  - It is due to be settled within 12 months after the reporting date; or the Company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date. Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

All other liabilities are classified as non-current.

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

The Ind AS are prescribed under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules issued thereafter. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

The Standalone Financial Statements have been presented in Indian Rupees (INR), which is the Company's functional currency. All financial information presented in INR has been rounded off to the nearest two decimals of Crore, unless otherwise stated.

**3.03 Use of estimates**

The preparation of the financial statements in conformity with Ind AS requires the Management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Actual results could differ from those estimates.

This note provides an overview of the areas where there is a higher degree of judgment or complexity. Detailed information about each of these estimates and judgments is included in relevant notes together with information about the basis of calculation.

**The areas involving critical estimates or judgments are:**

Valuation of financial instruments  
Useful life of property, plant and equipment  
Defined benefit obligation  
Provisions  
Recoverability of trade receivables  
Recognition of revenue and allocation of transaction price  
Current tax expense and current tax payable

Estimates and judgments are regularly revisited. Estimates are based on historical experience and other factors, including futuristic reasonable information that may have a financial impact on the company.

**Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021**

**Summary of significant accounting policies**

A summary of the significant accounting policies applied in the preparation of the financial statements is as given below. These accounting policies have been applied consistently to all the periods presented in the financial statements.

**3.04 Fair value measurement**

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

Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities

Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

The Company's Management determines the policies and procedures for both recurring fair value measurement, such as derivative instruments and unquoted financial assets measured at fair value, and for non-recurring measurement, such as assets held for distribution in discontinued operations.

At each reporting date, the Management analyses the movements in the values of assets and liabilities which are required to be remeasured or re-assessed as per the Company's accounting policies. For this analysis, the Management verifies the major inputs applied in the latest valuation by agreeing the information in the valuation computation to contracts and other relevant documents.

The Management also compares the change in the fair value of each asset and liability with relevant external sources to determine whether the change is reasonable.

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 the fair value hierarchy as explained above.

This note summarises accounting policy for fair value. Other fair value related disclosures are given in the relevant notes.

Disclosures for valuation methods, significant estimates and assumptions (note 39)

Financial instruments (including those carried at amortised cost) (note 38)

**3.05 Revenue recognition**

Revenue is measured at the fair value of the consideration received or receivable. The Company recognises revenues on sale of products, net of discounts, sales incentives, rebates granted, returns, sales taxes/GST and duties when the products are delivered to customer or when delivered to a carrier for export sale, which is when title and risk and rewards of ownership pass to the customer. Export incentives are recognised as income as per the terms of the scheme in respect of the exports made and included as part of export turnover.

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

**Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021**

**Interest and dividend income**

Dividend income from investments is recognised when the shareholder's right to receive payment has been established (provided that it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably). Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition

**3.06 Inventories:**

- i) Raw materials - is valued at the lower of cost or net realisable value. The cost is determined on FIFO /specific identification basis.
- ii) Finished goods - valued at the lower of cost or net realisable value. The cost of material is determined on FIFO/specific identification basis.
- iii) Work-in-progress is valued at material cost including appropriate production overhead.
- iv) Stores and spares are valued at the lower of cost or net realisable value. Cost is determined on FIFO basis.

**3.07 Foreign currency transactions and translation**

- i) Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of transaction. Monetary assets and liabilities denominated in foreign currencies are translated in functional currency at closing rates of exchange at the reporting date.
- ii) Exchange differences arising on settlement or translation of monetary items recognised in statement of profit and loss.
- iii) As the Company enters into business transactions based on the prevailing exchange rate, forward premium and other related factors, the gain/(loss) on this account is considered to be an integral part of the operations of the Company in accordance with industry practice and to avoid distortion of operating performance.

**3.08 Taxes**

**Current income tax**

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The Company determines the tax as per the provisions of Income Tax Act 1961 and other rules specified thereunder.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

**Deferred tax**

Deferred tax is provided in full using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities are recognised for all taxable temporary differences, except:

When the deferred tax liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.

**Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021**

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised, except when the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

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

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

**Minimum Alternate Tax (MAT)**

Deferred tax assets include Minimum Alternative Tax (MAT) paid in accordance with the tax laws in India, which is likely to give future economic benefits in the form of availability of set off against future income tax liability. Accordingly, MAT is recognised as deferred tax asset in the balance sheet when the asset can be measured reliably, and it is probable that the future economic benefit associated with asset will be realised.

Current and deferred tax expense is 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.

**3.09 a) Property, plant and equipment**

Property, plant and equipment is stated at cost less accumulated depreciation and where applicable accumulated impairment losses. Property, plant and equipment and capital work in progress cost include expenditure that is directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials, direct labour and any other costs directly attributable to bringing the asset to a working condition for its intended use, and the costs of dismantling and removing the items and restoring the site on which they are located. Purchased software that is integral to the functionality of the related equipment is capitalized as part of that equipment.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

**Subsequent Cost**

The cost of replacing part of an item of property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Company and its cost can be measured reliably. The carrying amount of the replaced part is de-recognised and charged to the statement of Profit and Loss. The costs of the day-to-day servicing of property, plant and equipment are recognised in the Statement of Profit and Loss.

**Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021**

**b) Intangible assets**

Intangible assets are stated at cost less accumulated amortisation and impairment loss. The system software which is expected to provide future enduring benefits is capitalised. The capitalised cost includes license fees and cost of implementation/system integration.

**Depreciation and amortisation**

The depreciation on tangible assets is calculated on SLM method over the estimated useful life of assets prescribed by the Schedule II to the Companies Act 2013 as follows:

<b>Asset class</b>	<b>Useful life as per management</b>
Plant and machinery:	15 years
Office equipment	5 years
Computers/Servers	3/6 years
Vehicles	8 years
Furniture and fixtures	10 years
Electrical installation	10 years
Office premises	60 years
Residential premises	60 years
Factory Building	30 years

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

**Derecognition of assets**

An item of property plant & equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset is included in the income statement when the asset is derecognised.

**3.10 Investment property**

Property that is held for long term rental yield or for capital appreciation or both, and that is not occupied by the Company, is classified as Investment property. Investment properties measured initially at cost including related transitions cost and where applicable borrowing cost. Subsequent expenditure is capitalised to the assets carrying amount only when it is probable that future economic benefits associated with the expenditure will flow to the entity and the cost of the item can be measured reliably. All other repairs and maintenance costs are expensed when incurred. When part of an investment property is incurred the carrying amount of replaced part is derecognised.

Investment properties other than land are depreciated using SLM method over the estimated useful life of assets prescribed by the Schedule II to the Companies Act 2013 i.e. 60 years for office premises. Investment properties include:

- (i) Land
- (ii) Office premises.

**3.11 Borrowing costs**

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

**Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021**

**3.12 Contingent liabilities**

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognised because it cannot be measured reliably. The contingent liability is not recognised in books of account but its existence is disclosed in financial statements.

**3.13 Contingent Assets**

A contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by future events not wholly within the control of the entity.

Contingent assets require disclosure only. If the realisation of income is virtually certain, the related asset is not a contingent asset and recognition is required.

**3.14 Impairment of non-financial assets**

The Company assesses, at each reporting date, whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) fair value less costs of disposal and its value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or Company's assets. When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

**3.15 Provisions**

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the Company expects some or all of a provision to be reimbursed the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

**3.16 Financial instruments**

**Initial recognition**

The company recognises the financial asset and financial liabilities when it becomes a party to the contractual provisions of the instruments. All the financial assets and financial liabilities are recognised at fair value on initial recognition, except for trade receivable which are initially recognised at transaction price. Transaction cost that are directly attributable to the acquisition of financial asset and financial liabilities, that are not at fair value through profit and loss, are added to the fair value on the initial recognition.

**Subsequent measurement**

**(A) Non derivative financial instruments**

**(i) Financial Assets at amortised cost**

A financial asset is measured at the amortised cost if both the following conditions are met :

- a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

**Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021**

This category is the most relevant to the Company. All the Loans and other receivables under financial assets (except Investments) are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Trade receivables do not carry any interest and are stated at their nominal value as reduced by impairment amount.

**(ii) Financial Assets at Fair Value through Profit or Loss/Other comprehensive income**

Instruments included within the FVTPL category are measured at fair value with all changes recognised in the Statement of Profit and Loss.

If the company decides to classify an instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognised in the OCI. There is no recycling of the amounts from OCI to P&L, even on sale of investment. However, the company may transfer the cumulative gain or loss within equity.

**(iii) Financial liabilities**

The measurement of financial liabilities depends on their classification, as described below:

**(a) Loans and borrowings**

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the effective interest rate (EIR) method. However, the Company has borrowings at floating rates. Considering the impact of restatement of Effective interest rate, transaction cost is being amortised over the tenure of loan and borrowing.

**(b) Trade & other payables**

After initial recognition, trade and other payables maturing within one year from the Balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

**(B) Derivative financial instruments**

The company holds derivatives financial instruments such as foreign exchange forward and option contracts to mitigate the risk of changes in exchange rates on foreign currency exposures. Company has taken all the forward contract from the bank.

**The company have derivative financial assets/financial liabilities which are not designated as hedges;**

Derivatives not designated are initially recognised at the fair value and attributable transaction cost are recognised in statement of profit and loss, when incurred. Subsequent to initial recognition, these derivatives are measured at fair value through profit and loss. Asset/Liabilities in this category are presented as current asset/current liabilities.

***Derecognition***

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

**3.17 Cash and cash equivalents**

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, as they are considered an integral part of the Company's cash management.

**Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021**

**3.18 Employee Benefits**

**i) Defined contribution plans (Provident Fund)**

In accordance with Indian Law, eligible employees receive benefits from Provident Fund, which is defined contribution plan. Both the employee and employer make monthly contributions to the plan, which is administrated by the Government authorities, each equal to the specific percentage of employee's basic salary. The Company has no further obligation under the plan beyond its monthly contributions. Obligation for contributions to the plan is recognised as an employee benefit expense in the Statement of Profit and Loss when incurred.

**ii) Defined benefit plans (Gratuity)**

In accordance with applicable Indian Law, the Company provides for gratuity, a defined benefit retirement plan (the Gratuity Plan) covering eligible employees. The Gratuity Plan provides a lumpsum payment to vested employees, at retirement or termination of employment, and amount based on respective last drawn salary and the years of employment with the Company. The Company's net obligation in respect of the Gratuity Plan is calculated by estimating the amount of future benefits that the employees have earned in return of their service in the current and prior periods; that benefit is discounted to determine its present value. Any unrecognised past service cost and the fair value of plan assets are deducted. The discount rate is yield at reporting date on risk free government bonds that have maturity dates approximating the terms of the Company's obligation. The calculation is performed annually by a qualified actuary using the projected unit credit method. When the calculation results in a benefit to the Company, the recognised asset is limited to the total of any unrecognised past service cost and the present value of the economic benefits available in the form of any future refunds from the plan or reduction in future contribution to the plan.

The Company recognises all Remeasurement of net defined benefit liability/asset directly in other comprehensive income and presented within equity.

**iii) Short term benefits**

Short term employee benefit obligations are measured on an undiscounted basis and are expensed as a related service provided. A liability is recognised for the amount expected to be paid under short term cash bonus or profit sharing plans if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

**3.19 Lease**

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

The company has elected not to recognise right-of-use assets and lease liabilities for short-term leases of real estate properties that have a lease term of 12 months. The company recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

**3.20 Earnings per share**

Basic and diluted earnings per share are computed by dividing the net profit attributable to equity shareholders for the year, by the weighted average number of equity shares outstanding during the year.

Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021

4 a) Property, Plant and Equipment  
Unit-1

Particulars								
	Land	Buildings	Plant and equipment	Office equipment	Furniture and fixtures	Vehicles	Computers	Total
	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)
<b>Gross Block (At cost)</b>								
<b>As at 31 March 2019</b>	<b>4,03,66,221</b>	<b>18,11,93,487</b>	<b>44,15,26,458</b>	<b>1,22,06,200</b>	<b>80,72,729</b>	<b>69,08,418</b>	<b>83,52,975</b>	<b>69,86,26,488</b>
Additions	-	2,86,87,759	4,51,32,928	35,87,968	84,65,787	20,22,323	29,34,226	9,08,30,991
Deductions/Adjustments	-	14,98,010	4,02,65,827	-	707	-	-	4,17,64,544
<b>As at 31 March 2020</b>	<b>4,03,66,221</b>	<b>20,83,83,236</b>	<b>44,63,93,559</b>	<b>1,57,94,168</b>	<b>1,65,37,809</b>	<b>89,30,741</b>	<b>1,12,87,201</b>	<b>74,76,92,935</b>
Additions	-	4,85,08,071	14,80,80,781	8,14,164	1,66,49,826	43,33,257	53,92,734	22,37,78,833
Deductions/Adjustments	-	14,22,754	2,95,27,142	11,97,350	-	12,89,941	-	3,34,37,187
<b>As at 31 March 2021</b>	<b>4,03,66,221</b>	<b>25,54,68,553</b>	<b>56,49,47,198</b>	<b>1,54,10,982</b>	<b>3,31,87,635</b>	<b>1,19,74,057</b>	<b>1,66,79,935</b>	<b>93,80,34,582</b>
<b>Depreciation/amortisation</b>								
<b>At 31 March 2019</b>	<b>-</b>	<b>2,16,23,954</b>	<b>8,01,25,202</b>	<b>66,05,734</b>	<b>48,83,676</b>	<b>33,05,997</b>	<b>54,17,573</b>	<b>12,19,62,137</b>
For the year	-	56,50,455	2,41,75,044	20,60,378	6,41,230	6,10,991	20,42,499	3,51,80,597
Deductions/Adjustments	-	9,31,704	3,03,46,117	-	-	-	-	3,12,77,821
<b>At 31 March 2020</b>	<b>-</b>	<b>2,63,42,705</b>	<b>7,39,54,129</b>	<b>86,66,112</b>	<b>55,24,906</b>	<b>39,16,988</b>	<b>74,60,072</b>	<b>12,58,64,913</b>
For the year	-	69,82,957	2,75,78,681	19,43,716	21,35,445	9,78,660	22,60,797	4,18,80,256
Deductions/Adjustments	-	1,27,981	59,61,266	6,47,169	-	11,48,318	-	78,84,734
<b>At 31 March 2021</b>	<b>-</b>	<b>3,31,97,681</b>	<b>9,55,71,544</b>	<b>99,62,659</b>	<b>76,60,351</b>	<b>37,47,330</b>	<b>97,20,869</b>	<b>15,98,60,435</b>
<b>Net Block</b>								
<b>At 31 March 2020</b>	<b>4,03,66,221</b>	<b>18,20,40,531</b>	<b>37,24,39,430</b>	<b>71,28,056</b>	<b>1,10,12,903</b>	<b>50,13,753</b>	<b>38,27,129</b>	<b>62,18,28,023</b>
<b>At 31 March 2021</b>	<b>4,03,66,221</b>	<b>22,22,70,872</b>	<b>46,93,75,654</b>	<b>54,48,323</b>	<b>2,55,27,284</b>	<b>82,26,727</b>	<b>69,59,066</b>	<b>77,81,74,148</b>

Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021

4 a) Property, Plant and Equipment

Unit-2

Particulars								
	Land	Buildings	Plant and equipment	Office equipment	Furniture and fixtures	Vehicles	Computers	Total
	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)
<b>Gross Block (At cost)</b>	-	-	-	-	-	-	-	-
<b>As at 31 March 2020</b>	-	-	-	-	-	-	-	-
Additions	3,67,66,145	4,79,02,008	7,86,49,684	6,56,446	3,92,131	67,947	5,16,111	16,49,50,472
Deductions/Adjustments	-	-	-	-	-	-	-	-
<b>As at 31 March 2021</b>	<b>3,67,66,145</b>	<b>4,79,02,008</b>	<b>7,86,49,684</b>	<b>6,56,446</b>	<b>3,92,131</b>	<b>67,947</b>	<b>5,16,111</b>	<b>16,49,50,472</b>
<b>Depreciation/amortisation</b>	-	-	-	-	-	-	-	-
<b>At 31 March 2020</b>	-	-	-	-	-	-	-	-
For the year	-	-	-	-	-	-	-	-
Deductions/Adjustments	-	-	-	-	-	-	-	-
<b>At 31 March 2021</b>	-	-	-	-	-	-	-	-
<b>Net Block</b>								
<b>At 31 March 2020</b>	-	-	-	-	-	-	-	-
<b>At 31 March 2021</b>	<b>3,67,66,145</b>	<b>4,79,02,008</b>	<b>7,86,49,684</b>	<b>6,56,446</b>	<b>3,92,131</b>	<b>67,947</b>	<b>5,16,111</b>	<b>16,49,50,472</b>

Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021

4 a) Property, Plant and Equipment

Unit-3

Particulars								
	Land	Buildings	Plant and equipment	Office equipment	Furniture and fixtures	Vehicles	Computers	Total
	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)
<b>Gross Block (At cost)</b>	-	-	-	-	-	-	-	-
<b>As at 31 March 2020</b>	-	-	-	-	-	-	-	-
Additions	10,71,58,962	20,27,16,734	34,61,67,949	49,41,117	12,96,638	-	6,47,562	66,29,28,962
Deductions/Adjustments	-	-	-	-	-	-	-	-
<b>As at 31 March 2021</b>	<b>10,71,58,962</b>	<b>20,27,16,734</b>	<b>34,61,67,949</b>	<b>49,41,117</b>	<b>12,96,638</b>	<b>-</b>	<b>6,47,562</b>	<b>66,29,28,962</b>
<b>Depreciation/amortisation</b>	-	-	-	-	-	-	-	-
<b>At 31 March 2020</b>	-	-	-	-	-	-	-	-
For the year	-	-	-	-	-	-	-	-
Deductions/Adjustments	-	-	-	-	-	-	-	-
<b>At 31 March 2021</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Block</b>								
<b>At 31 March 2020</b>	-	-	-	-	-	-	-	-
<b>At 31 March 2021</b>	<b>10,71,58,962</b>	<b>20,27,16,734</b>	<b>34,61,67,949</b>	<b>49,41,117</b>	<b>12,96,638</b>	<b>-</b>	<b>6,47,562</b>	<b>66,29,28,962</b>

Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021

4 b) Capital Work-in-Progress

Particulars	Factory Building	Canteen Building	Plant & Machinery	Furniture & Fixtures	Office Equipment's	Computer System	Patent & Trademark	Total
	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)
<b>Gross Block (At cost)</b>								
<b>As at 31 March 2019</b>	<b>1,56,76,166</b>	<b>-</b>	<b>-</b>	<b>21,79,635</b>	<b>-</b>	<b>-</b>	<b>17,69,400</b>	<b>1,96,25,201</b>
Additions	1,34,27,626	1,96,18,709	7,24,23,388	1,38,88,770	2,53,183	15,15,831	35,600	12,11,63,107
Transfers	-	1,96,18,709	7,06,758	33,88,172	-	-	-	2,37,13,639
<b>As at 31 March 2020</b>	<b>2,91,03,792</b>	<b>-</b>	<b>7,17,16,630</b>	<b>1,26,80,233</b>	<b>2,53,183</b>	<b>15,15,831</b>	<b>18,05,000</b>	<b>11,70,74,669</b>
Additions	41,04,742	-	1,77,51,901	18,48,439	-	6,66,775	2,71,000	2,46,42,857
Transfers	3,32,08,534	-	8,94,68,531	1,45,28,672	2,53,183	21,82,606	75,000	13,97,16,526
<b>As at 31 March 2021</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>20,01,000</b>	<b>20,01,000</b>

**AMI ORGANICS LIMITED**  
**(Formerly Known as Ami Organics Private Limited)**  
**CIN- U24100GJ2007PLC051093**

**4 c) Other Intangible assets**

<b>Particulars</b>	<b>Trademark</b>	<b>Total</b>
	<b>(Rs.)</b>	<b>(Rs.)</b>
<b>Gross Block (At cost)</b>		
<b>As at 31 March 2019</b>	-	-
Additions	-	-
Deductions	-	-
<b>As at 31 March 2020</b>	-	-
Additions	75,000	<b>75,000</b>
Deductions	-	-
<b>As at 31 March 2021</b>	<b>75,000</b>	<b>75,000</b>
<b>Net Block</b>		
<b>As at 31 March 2020</b>	-	-
<b>As at 31 March 2021</b>	<b>75,000</b>	<b>75,000</b>

Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021

5 Non Current Investments:

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>A. Investments in Equity Instruments</b>		
<b>Trade, unquoted investments:</b>		
<b>At cost</b>		
74,171 (as at 31.03.2020: 74,171) Equity shares of Rs.10 each of Globe Enviro Care Limited	10,45,950	10,45,950
3,006 (as at 31.03.2020: 3000) Equity shares of Rs.10 each of Sachin Indl. Co.Op. Soc.	33,000	30,000
35,40,334 (as at 31.03.2020: 35,40,334) Equity shares of Prodigy Biotech Inc	1,32,06,651	1,32,06,651
<b>Total</b>	<b>1,42,85,601</b>	<b>1,42,82,601</b>
<b>Investment in Joint Ventures:</b>		
Ami Oncotheranostics LLC	31,81,45,448	26,46,63,700
<b>Total</b>	<b>31,81,45,448</b>	<b>26,46,63,700</b>
<b>Total</b>	<b>33,24,31,049</b>	<b>27,89,46,301</b>

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
Aggregate amount of Quoted Investments	-	-
Aggregate amount of Unquoted Investments	33,24,31,049	27,89,46,301
Market value of Quoted Investments	-	-
Aggregate provision for diminution in Value of Investments	-	-

**6 Other Financial Assets**

<b>Particulars</b>	<b>As at 31 March 2021 (Rs.)</b>	<b>As at 31 March 2020 (Rs.)</b>
Security Deposits	1,14,03,073	1,15,69,883
Fair Value of Plan Assets	21,27,545	22,60,860
Fixed Deposits	31,91,936	27,89,246
Investment in Key Man Insurance	1,03,37,487	1,29,34,817
<b>Total</b>	<b>2,70,60,041</b>	<b>2,95,54,806</b>

**Note:** Investment in Key an Insurance is Measured at Surrender value to the extent details are available, in cases where details are not available regarding Surrender value or Fund NAV, same has been taken at cost of Premium.

**7 Other Non Current Assets**

<b>Particulars</b>	<b>As at 31 March 2021 (Rs.)</b>	<b>As at 31 March 2020 (Rs.)</b>
Application Money Paid for Investment in Joint Venture	-	6,30,70,515
Advances Recoverable in Cash or in Kind or for Value to be Received	38,52,574	38,52,574
<b>Total</b>	<b>38,52,574</b>	<b>6,69,23,089</b>

**8 Inventories**

<b>Particulars</b>	<b>As at 31 March 2021 (Rs.)</b>	<b>As at 31 March 2020 (Rs.)</b>
<b>Raw Materials</b>	38,66,98,598	29,51,76,195
<b>Finished Goods / Traded Goods:</b>	12,26,27,183	8,70,73,616
<b>Work-in-Progress</b>		
Goods in Process	8,73,07,539	13,68,65,011
<b>Packing Material</b>	35,41,676	16,88,742
<b>Consumables Stores &amp; Spares</b>	34,55,789	26,12,988
<b>Total</b>	<b>60,36,30,785</b>	<b>52,34,16,552</b>

**Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021**

**9 Trade Receivables**

<b>Particulars</b>	<b>As at 31 March 2021 (Rs.)</b>	<b>As at 31 March 2020 (Rs.)</b>
<b>(Unsecured, considered good)</b>		
Trade Receivables	1,18,72,34,304	52,51,01,187
<b>Total</b>	<b>1,18,72,34,304</b>	<b>52,51,01,187</b>

*Note:- 1. No Trade Receivable are due from directors or other officers of the company either severally or jointly with any other person. No trade receivables are due from firms or private companies respectively in which any director is a partner, a director or a member.*

**10 Cash and Cash Equivalents**

<b>Particulars</b>	<b>As at 31 March 2021 (Rs.)</b>	<b>As at 31 March 2020 (Rs.)</b>
Balances with banks-in Current Accounts	1,37,12,176	3,12,21,256
Cash on Hand	18,83,009	15,25,422
<b>Total</b>	<b>1,55,95,185</b>	<b>3,27,46,678</b>

**Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021**

**11 Loans**

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>Unsecured, Considered good</b>		
<b>Others</b>		
Loans and Advances to Employees	33,43,467	27,71,742
<b>Total</b>	<b>33,43,467</b>	<b>27,71,742</b>

**12 Other Current Assets**

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>Unsecured, Considered Good</b>		
Prepaid Expenses	61,03,143	16,38,622
Transaction costs of an equity transaction(Note 1)	36,87,500	-
Balances with Government Authorities	6,32,09,997	4,54,28,746
Capital advances	11,11,98,186	17,13,113
Advances to suppliers	2,98,90,932	1,07,53,836
Insurance Claim Receivable(Note 2)	10,74,93,143	-
Advances Recoverable in Cash or in Kind or for Value to be Received	-	33,424
<b>Total</b>	<b>32,15,82,901</b>	<b>5,95,67,741</b>

**Note:-**

- Under Ind AS 32, the transaction costs of an equity transaction are accounted for as a deduction from equity to the extent they are incremental costs directly attributable to the equity transaction that otherwise would have been avoided. Since the company has not received proceeds from issue of share capital, the company has accounted transaction costs of an equity transaction under the head "Other current assets". Once company receives the proceeds from issue of share, the transaction costs of an equity transaction accumulated will be adjusted with the retained earning under "Reserve & surplus"
- The fire took place on 26/02/2021 damaging the company's property, plant and equipment and also raw material, packing material and stores and consumables resulting into loss amounting to Rs. 107.49 Million. These assets are fully secured through insurance. The company has recognised insurance receivable of Rs 107.49 Million against such loss. No amount has been received from insurance company till end of the reporting period. The management has estimated amount receivable from insurance company of Rs. 117.90 Million being Reinstatement Value and it is under process with the insurance company. However this event does not affect the concept of going concern.

Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021

13 Equity Share Capital

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>Authorised:</b>		
5,00,00,000 (as at 31 March 2020: 1,50,00,000 Equity shares of Rs.10 each)	50,00,00,000	15,00,00,000
	50,00,00,000	15,00,00,000
<b>Issued, subscribed and paid up:</b>		
3,15,00,000 (as at 31 March 2020: 1,05,00,000 Equity shares of Rs.10 each fully paid up )*	31,50,00,000	10,50,00,000
<b>Total Equity</b>	<b>31,50,00,000</b>	<b>10,50,00,000</b>

\* 90,00,000 Equity shares fully paid were issued on 20th April, 2018  
2,10,00,000 Equity shares fully paid were issued on 31st March, 2021

a) Details of Reconciliation of the Number of Shares Outstanding:

Particulars	As at 31 March 2021		As at 31 March 2020	
	No. of shares	Rs.	No. of shares	Rs.
<b>Equity Shares:</b>				
Shares outstanding at the beginning of the year	1,05,00,000	10,50,00,000	1,05,00,000	10,50,00,000
Add: Shares issued during the year	2,10,00,000	21,00,00,000	-	-
<b>Shares outstanding at the end of the year</b>	<b>3,15,00,000</b>	<b>31,50,00,000</b>	<b>1,05,00,000</b>	<b>10,50,00,000</b>

b) Terms/ rights attached to Equity Shares

Company has increased authorised capital from Rs. 15,00,00,000/- (Rupees Fifteen Crore only) divided into 1,50,00,000 (One Crore Fifty Lacs ) Equity shares of Rs. 10/- each to Rs. 50,00,00,000/- (Rupees Fifty Crore only) divided into 5,00,00,000 (Five Crore) Equity shares of Rs. 10/- each vide resolution dated 30th January 2021.

The Company has only one class of equity shares. Each holder of equity shares is entitled to one vote per share. The dividend proposed, if any by the Board of Directors is subject to approval of the shareholders.

In the event of liquidation of the Company, the holders of the equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

c) Details of shares in the company held by each shareholder holding more than 5%:

Name of Shareholder	As at 31 March 2021		As at 31 March 2020	
	No. of shares	%	No. of shares	%
Nareishbhai Ramjibhai Patel	40,03,710	12.71%	13,87,070	13.21%
Shitalben Nareishbhai Patel	39,37,500	12.50%	13,12,500	12.50%
Chetanbhai Chhaganbhai Vaghasiya	30,97,500	9.83%	10,32,500	9.83%
Parulben Chetanbhai Vaghasiya	39,37,500	12.50%	13,12,500	12.50%
Girishbhai Limbabbhai Chovatiya	58,55,430	18.59%	20,74,110	19.75%
Kiranben Girishbhai Chovatiya	73,50,000	23.33%	24,50,000	23.33%

14 Other Equity

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>Equity instruments through other Comprehensive Income</b>		
Balance as per last financial statement	-	-
Addition during the year (net of tax)	-	-
Transfer to retained earning realised (gain)/Loss	-	-
<b>Closing Balances</b>	<b>-</b>	<b>-</b>
<b>Retained Earnings</b>		
Balance as at beginning of the year	97,47,97,963	70,63,74,444
Less: Issue of Bonus Shares	(21,00,00,000)	-
Add : Profit for the year	53,99,89,167	27,47,02,165
Remeasurement of the defined benefit plans (net of tax)	(2,79,070)	(62,78,646)
	<b>1,30,45,08,060</b>	<b>97,47,97,963</b>
<b>Capital Reserve</b>		
Balance as at beginning of the year	-	-
Reserve on Acquisition	2,00,01,800	-
	<b>2,00,01,800</b>	<b>-</b>
<b>Total</b>	<b>1,32,45,09,860</b>	<b>97,47,97,963</b>

Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021

15 Borrowings  
*Refer Note 18 (a)*

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>Financial Liabilities at Amortised Cost</b>		
<b><u>Secured</u></b>		
Term Loans		
From Banks and Financial institution	71,82,30,386	12,58,70,434
	<b>71,82,30,386</b>	<b>12,58,70,434</b>
<b><u>Unsecured</u></b>		
From Related Parties	82,11,394	7,31,36,891
<b>Total</b>	<b>72,64,41,780</b>	<b>19,90,07,325</b>

16 Provisions

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>Provision for Employee Benefits.</b>		
Gratuity	4,36,84,317	2,43,78,049
<b>Total</b>	<b>4,36,84,317</b>	<b>2,43,78,049</b>

17 Deferred Tax Assets/ (liabilities)- Net

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>Deferred Tax Liabilities</b>		
Fixed assets :		
Impact of difference between tax depreciation and charged in financial statement	(4,41,80,049)	(4,04,15,356)
	<b>(4,41,80,049)</b>	<b>(4,04,15,356)</b>
<b>Deferred Tax Assets</b>		
Defined benefit obligation	1,13,95,473	91,69,637
	<b>1,13,95,473</b>	<b>91,69,637</b>
Mat Credit Entitlement	-	-
<b>Total</b>	<b>(3,27,84,576)</b>	<b>(3,12,45,719)</b>

18 Borrowings  
*(Refer Note 18a)*

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>Financial Liabilities at amortised cost</b>		
<b><u>Secured</u></b>		
Cash Credit	31,58,91,109	29,96,05,448
Bill Discounting	-	3,96,31,735
EPC Loan	4,94,21,104	-
<b><u>Unsecured</u></b>		
From Banks and Financial institution	8,00,00,000	-
<b>Total</b>	<b>44,53,12,213</b>	<b>33,92,37,183</b>

Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021

19 Trade Payables

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>Financial Liabilities at Amortised Cost</b>		
Trade Payables (Refer Note 33)		
A.Total outstanding dues of micro enterprises and small enterprises	39,03,589	8,07,283
B.Total outstanding dues of other than micro enterprises and small enterprises	84,05,61,437	51,33,81,201
<b>Total</b>	<b>84,44,65,026</b>	<b>51,41,88,484</b>

20 Other Financial Liabilities

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
Current Maturities of Long Term Debts	19,46,02,577	5,59,48,949
Payables for Fixed assets	32,84,138	1,60,69,834
<b>Total</b>	<b>19,78,86,715</b>	<b>7,20,18,783</b>

21 Other Current Liabilities

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
Statutory Dues Payable	2,53,42,953	46,28,358
Advances from customers	44,07,674	7,81,462
Employees Dues	1,24,03,792	1,09,67,587
Payable For Inventory	10,94,42,597	-
<b>Total</b>	<b>15,15,97,016</b>	<b>1,63,77,407</b>

22 Provisions

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>Provision for employee benefits:</b>		
Gratuity	21,55,773	8,70,902
<b>Other</b>		
Provision for Expenses	75,06,319	31,80,569
<b>Total</b>	<b>96,62,092</b>	<b>40,51,471</b>

23 Current Tax Liability (Net)

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
Provision for income tax (net)	1,15,16,293	-
<b>Total</b>	<b>1,15,16,293</b>	<b>-</b>

Notes to the standalone Ind AS Financial Statements for the period ended 31 March 2021

18.a Terms of Borrowings  
(Refer Note 15 & Note 18)

Note	Lender		Amount Sanctioned Rs.	Outstanding Amount 31 March 2021	Outstanding Amount 31 March 2020	Carrying Rate of Interest/Commission		Repayment/Modification of Terms	Security/Principal Terms & Conditions
						As at 31 March 2021	As at 31 March 2020		
1	HDFC Bank Ltd - A/c.								
	i	Pre/Post Shipment limit	23,90,00,000	-	-	6.50%	-	The loan is repayable in 12 Months.	Primary Security:
		Cash credit (Sub limit of Pre/Post Shipment limit)	(23,90,00,000)	(2,91,72,572)	-	7.00%	-	The loan is repayable in 12 Months.	First charge on Pari Passu basis with Axis Bank Ltd. on current assets viz. Stocks of Raw Material, Stock in progress, Finished goods, Consumables Stores & Sparesd and book debts, bills whether documentary or clean, outstanding monies, receivables of the company, both present and future.  First charge on Pari-Passu charge with Axis Bank Ltd. on Plant & Machinery situated .  Industrial Property/ Plot no. 440/5 and 440/6, Sachin Industrial Estate, Road No. 82, Sachin, GIDC, Surat, inland bearing R.S. No. 559/P + 560/P, Surat, 395015, Surat  An Immoveable Property bearing Plot No. 8206/B & Plot No. CIB 469 situated at Village Talangpur,Choryasi Taluka, Dist-Surat. and construction thereon of Sachin Industrial Estate, Surat Owned by AMI Organics Limited.
		WCDL (Sub limit of Pre/Post Shipment limit)	(23,90,00,000)	-	-	6.50%	-	Tenor upto 3 month revolving	
		DRUL (Sub limit of Pre/Post Shipment limit)	(45,00,000)	-	-	7.50%	-	The loan is repayable in 12 Months.	
		ILC/FLC (Sub limit of Pre/Post Shipment limit)	(3,00,00,000)	-	-	0.75%	-	The loan is repayable in 12 Months.	
		BG (Sub limit of Pre/Post Shipment limit)	(1,00,00,000)	-	-	0.75%	-		
	ii	PSR Limit	50,00,000	-	-	As per standard bank's norms	-	The loan is repayable in 12 Months.	Industrial Property/ Plot no. 478, 479, 494, 495 of Sachin Industrial Estate on land bearing R.S. No. 564/P + 565/P, of village Talangpur, Dis.Surat owned by Ami organics Ltd.  Industrial Property/ Plot no. 440/4, Sachin Industrial Estate,on land bearing R.S. No. 559/P of village Talangpur, Dis.Surat owned by Ami organics Ltd.
	iii	BBG-WC-Term loan -1	4,35,00,000	(8,25,166)	-	6.50%	-	The loan is repayable in 48 Months.	
2	ICICI Bank Ltd								
	Fund Based Limits								
	i.	Rupee Term Loan	5,38,30,000	3,93,33,021	5,19,75,774	9.20%	10.00%	The loan is repayable in 51 Months.	Primary Security:
		FCNR-B (as a sublimit of Rupee Term Loan)	(5,38,30,000)	-	-				Pari Passu charge by way of hypothecation on current asset and Plant and machinery of the firm.
		FBP/FUBD/PSCFC	23,90,00,000	-	-	9.20%	10.00%	The loan is repayable in 12 Months.	
		EPC/PCFC (as a sublimit of FBP/FUBD/PSCFC)	(23,90,00,000)	-	-	9.20%	10.00%	The loan is repayable in 12 Months.	Security (Collateral):
		Cash Credit (as a sublimit of FBP/FUBD/PSCFC)	(23,90,00,000)	6,50,14,615	18,75,78,522	9.20%	10.00%		Industrial Property/ Plot no. 440/4, Sachin Industrial Estate,on land bearing R.S. No. 559/P + 560/P of village Talangpur, Dis.Surat owned by Ami organics Ltd.
		FCNR-B (as a sub limit of FBP/FUBD/PSCFC	(15,00,00,000)	-	-	9.20%	10.00%	The loan is repayable in 12 Months.	Industrial Property/ Plot no. 478, 479, 494, 495 of Sachin Industrial Estate on land bearing R.S. No. 559/P + 560/P, of village Talangpur, Dis.Surat owned by Ami organics Ltd.
		ICICI TERM LOAN ECLGS A/C NO. 005255000086	4,32,66,522	4,35,69,622	-	8.25%	-	Moratorium on principal amount for 12 months after that repaid in 36 monthly equated installments.	Personal Gurantee of:- 1. Mr. Kiran G Chovatia 2.Mr. Girish L Chovatia 3.Mr. Naresh Patel 4.Mr. Chetan Vaghasiya
	Non-Fund Based Limits								
		Letter of Credit (as a sublimit of Cash Credit)	(3,00,00,000)	-	-	1.50%	1.50%	The loan is repayable in 12 Months.	
		Bank Gurantee Limit (as a sublimit of Cash Credit)	(1,00,00,000)	-	-	1.50%	1.50%	The loan is repayable in 12 Months.	

Notes to the standalone Ind AS Financial Statements for the period ended 31 March 2021

18.a Terms of Borrowings  
(Refer Note 15 & Note 18)

Note	Lender	Amount Sanctioned Rs.	Outstanding Amount 31 March 2021	Outstanding Amount 31 March 2020	Carrying Rate of Interest/Commission		Repayment/Modification of Terms	Security/Principal Terms & Conditions
					As at 31 March 2021	As at 31 March 2020		
	<b>Derivatives</b>	60,00,000	-	-	As per standard bank's norms	As per standard bank's norms	The loan is repayable in 12 Months.	
3	Yes Bank Limited -Vehicle Loan	19,35,000	3,49,422		8.60%	8.60%	The loan will be recovered in 37 instalments of ₹59,723/- equated monthly	Hypothecation of the vehicle
4	Yes Bank Limited -Vehicle Loan	7,00,000	1,27,123		9.10%	9.10%	The loan will be recovered in 37 instalments of ₹21,768/- equated monthly	Hypothecation of the vehicle
5	HDFC Bank Ltd -Vehicle Loan (Swift Dzire)	7,65,207	4,96,169		8.85%	-	The loan will be recovered in 37 instalments of ₹23,533/- equated monthly	Hypothecation of the vehicle
6	HDFC Bank Ltd -Vehicle Loan (Ambulance)	6,59,000	5,27,478		9.00%	-	The loan will be recovered in 36 instalments of 20956/- equated monthly	Hypothecation of the vehicle
7	HDFC Bank Ltd -Vehicle Loan (Aura)	7,50,761	7,09,481		8.00%	-	The loan will be recovered in 60 instalments of 15223/- equated monthly	Hypothecation of the vehicle
8	HDFC Bank Ltd -Vehicle Loan (Kia)	17,00,000	16,06,293		7.90%	-	The loan will be recovered in 60 instalments of 34389/- equated monthly	Hypothecation of the vehicle
9	<b>Axis Bank Limited</b>							
i	Cash Credit Limit							Primary Security:
	Axis Bank Ltd. CC-1 A/c no.920030074061965	31,50,00,000	27,99,94,984		6.50%	-	The loan is repayable in 12 Months.	For cash credit facility except CC-2: Pari Passu charge by way of hypothecation on current asset and movable fixed asset(other than vehicles) of the company for Surat Unit both present and future.
	Export Limits (As sublimit of CC)	(14,50,00,000)	-	-	As per standard bank's norms	-	Tenure upto 180 days for Pre+Post Shipment	For term loan facility except TL 7-8: Pari Passu charge by way of hypothecation charge on fixed asset of the company for Surat Unit both present and future.
	ILS/FLC/Buyers Credit(As sublimit of CC)	(5,00,00,000)	-	-	0.75%	-	Tenure upto 180 days	For Cash Credit 2 Facility:-Exclusive hypothecation charge on current assets and movable fixed assels (other than vehicles) of the company for Ankleshwar and Jhagdia unit both present ond future.
	BG (As sublimit of CC)	(5,00,00,000)	-	-	0.75%	-	Upto to 1 Year Including Claim period	
	Axis Bank Ltd. CC-2(For Jhagdia and Ankleshwar unit)	10,00,00,000	-	-	6.50%	-	The loan is repayable in 12 Months.	For Term Loan 7 Facility:-Exclusive hypothecation charge on fixed asset of the company for Jhagdia unit both present and future.
ii	ILC/FLC Limit	1,00,00,000	-	-	0.75%	-	Tenure upto 180 days	For Term Loan 8 Facility:-Exclusive hypothecation charge on fixed asset of the company for Ankleshwar unit both present and future.
iii	Export Limits	10,00,00,000	4,94,21,104		As per standard bank's norms	-	Tenure upto 180 days for Pre+Post Shipment	Security (Collateral):
iv	LER	70,00,000	-	-	As per standard bank's norms	-	Maximim Tenure upto 12 Months	For cash credit facility except CC-2: Pari Passu charge by way of hypothecation on fixed asset of the company for Surat Unit both present and future.
v	Term Loan							
	TL-1 (960543)	1,98,00,000	1,61,77,572		6.50%	-	The loan will be recovered in 22 instalments of Rs.9,00,000/- . Interest to be served seperately	For term loan facility except TL 7-8: Pari Passu charge by way of hypothecation charge on current assets and movable fixed assets(other than Vechicle) of the company for Surat Unit both present and future.
	TL-2 (960608)	2,67,00,000	2,33,62,500		6.50%	-	The loan will be recovered in 24 instalments of Rs.11,12,500/- . Interest to be served seperately	For Cash Credit 2 Facility:-Exclusive hypothecation charge on fixed assels of the company for Ankleshwar and Jhagdia unit both present ond future.

Notes to the standalone Ind AS Financial Statements for the period ended 31 March 2021

18.a Terms of Borrowings  
(Refer Note 15 & Note 18)

Note	Lender	Amount Sanctioned Rs.	Outstanding Amount 31 March 2021	Outstanding Amount 31 March 2020	Carrying Rate of Interest/Commission		Repayment/Modification of Terms	Security/Principal Terms & Conditions
					As at 31 March 2021	As at 31 March 2020		
	TL-3 (960611)	5,21,00,000	4,80,87,080	-	6.50%	-	The loan will be recovered in 50 instalments of Rs.10,40,000/-	For Term Loan 7 Facility:-Exclusive hypothecation charge on current assets and movable fixed assets (other than vehicles) of the company for Jhagdia unit both present and future.
	TL-4 (960624)	1,00,00,000	93,53,595	-	6.50%	-	The loan will be recovered in 55 instalments of Rs.1,80,000/-	
	TL-5 (960666)	3,35,00,000	3,13,58,441	-	6.50%	-	The loan will be recovered in 57 instalments of Rs.5,85,000/-	For Term Loan 8 Facility:-Exclusive hypothecation charge on current assets and movable fixed assets (other than vehicles) of the company for Ankleshwar unit both present and future.
	TL-6 (960763)	7,25,00,000	7,00,21,681	-	6.50%	-	The loan will be recovered in 60 instalments of Rs.12,08,000/-	
	TL-7 (Jhagdia Unit-921060052764769)	47,75,00,000	44,02,00,000	-	6.50%	-	First three month will be moratorium then the loan will be recovered in 60 instalments of Rs.79,58,000/- Interest to be served separately	Equitable Mairtgage of all WC & TL except CC-2 and TL 7-8:- 1.Industrial Property/ Plot no. 440/5,440/6, and 8206-B, Sachin Industrial Estate, Road No. 82, Sachin, GIDC, Surat, owned by Ami Organics Pvt. Ltd.(Surat Unit) 2.Residential Property/ 148, Krishna Park, Sachin, Navsari Road Pardi Kande, Surat, Opp. Yogeshwar Park, Sachin owned by Ami Organics Pvt. Ltd. 3.Industrial Property, Plot no C1B/469, GIDC Sachin, Surat owned by Ami Organics Pvt. Ltd.(Surat Unit)
	TL-8 (Ankleshwar Unit-921060052764772)	17,25,00,000	14,29,00,000	-	6.50%	-	First three month will be moratorium then the loan will be recovered in 60 instalments of Rs.28,75,000/- Interest to be served separately	
	ECLGS-921060053057767	4,49,00,000	4,49,55,971	-	6.50%	-	The loan will be recovered in 35 instalments of Rs.12,47,222/- and 1 installment of Rs.12,47,230/-Interest to be served separately and each moratorium period of 12 months from the date of first disbursement.	Equitable Mairtgage of CC-2 and TL 7:- Plot No. 910/ 1/B, G.I.D.C. Jhagadia having land area of 54,968 sq. mt. (Jhagdia unit)  Equitable Mairtgage of TL 8:- Plot No. 127/1 G.I.D.C. Industrial Estate, Ankleshwar having land area of 10,644
vi	Axis Bank Limited - Vehicle Loan(Tempo)	14,00,000	8,95,697	-	9.05%	9.05%	The loan will be recovered in 48 instalments of ₹34,873/- equated monthly	Hypothecation of the 01 unit of SML ISUZU SAMRAT TRUCK Purchased out of Banks funds Fund Of Co -Applicant - MR. NARESH BHAI R PATEL
vii	Axis Bank Limited - Vehicle Loan	6,70,000	5,03,260	-	10.00%	10.00%	The loan will be recovered in 60 instalments of ₹14236/- equated monthly	Hypothecation of the Big Boloreo pickup
10	Standard Chartered Bank							
	Cash Credit	14,00,00,000	54,082	-	7.95%	-	The loan is repayable in 12 Months.	It is an unsecured facility
	WCDL(As sublimit of CC)	(12,00,00,000)	8,00,00,000	-	7.75%	-	Tenure upto 90 days	
	PCFC/PSFC(As sublimit of CC)	(12,00,00,000)	-	-	L+175 Bppa	-	Tenure as per assessment	
	EPC/FBD(As sublimit of CC)	(12,00,00,000)	-	-	7.75%	-	Tenure as per assessment	

**AMI ORGANICS LIMITED**  
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**Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021**

**24 Revenue From Operations**

Particulars	Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
<b>Sales of Raw Materials / Finished Goods / Traded Goods:</b>		
Export Sales	1,75,65,37,048	1,09,96,85,136
Domestic Sales	1,60,55,48,669	1,25,89,89,468
<b>Other operating revenues</b>		
Duty drawback, MEIS and other export incentives	4,39,93,220	3,77,50,938
<b>Total</b>	<b>3,40,60,78,937</b>	<b>2,39,64,25,542</b>

**25 Other Income**

Particulars	Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
<b>Interest income:</b>		
On Deposit with Banks & Others	19,53,476	9,33,034
<b>Others:</b>		
Foreign Exchange Fluctuation Gain	65,91,127	1,03,24,244
Change in Surrender Value of Keyman Insurance Policy	-	8,26,291
Insurance Claim Income	16,36,642	11,53,906
Others	31,21,641	1,45,11,622
<b>Total</b>	<b>1,33,02,886</b>	<b>2,77,49,097</b>

**Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021**

**26 Cost of Raw Materials Consumed**

Particulars	Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
<b>Raw Materials Consumed / Sold:</b>		
Opening stock		
Raw Materials	29,51,76,195	24,99,78,905
Packing Materials	16,88,742	10,56,343
	<b>29,68,64,937</b>	<b>25,10,35,248</b>
Add : Purchases		
Domestic	1,39,50,67,661	89,22,73,329
Import	51,02,07,197	53,25,46,965
	<b>1,90,52,74,858.00</b>	<b>1,42,48,20,294</b>
Less : Goods loss by fire	6,50,32,955	-
Less: Closing stock		
Raw Materials	38,66,98,598	29,51,76,195
Packing Materials	35,41,676	16,88,742
	<b>39,02,40,274.00</b>	<b>29,68,64,937</b>
<b>Total (a+b+c)</b>	<b>1,74,68,66,566.00</b>	<b>1,37,89,90,605</b>

**27 Changes In Inventories of Finished Goods/Traded Goods and Work-In-Progress**

Particulars	Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
<b>a) Changes in Inventories of Finished Goods / Traded Goods</b>		
<b>Opening stock of finished goods / traded goods:</b>		
Finished goods	8,70,73,616	9,48,20,257
Add: Purchase	3,09,23,705	-
<b>Less: Closing stock of finished goods / traded goods:</b>		
Finished goods	12,26,27,183	8,70,73,616
	<b>(46,29,862)</b>	<b>77,46,641</b>
<b>b) Changes in work in progress</b>		
Opening stock	13,68,65,011	3,92,57,497
Add: Purchase	32,08,314	-
Less: Closing stock	8,73,07,539	13,68,65,011
	<b>5,27,65,786</b>	<b>(9,76,07,514)</b>
<b>Total</b>	<b>4,81,35,924</b>	<b>(8,98,60,873)</b>

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**Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021**

**28 Employee Benefits Expense**

<b>Particulars</b>	<b>Current Year 2020-21 (Rs.)</b>	<b>Previous Year 2019-20 (Rs.)</b>
Salaries, Bonus, Commission and Allowances	13,97,15,870	11,19,53,767
Director Remuneration	4,77,50,001	4,86,75,000
Contribution to Provident and Other Funds	89,44,506	70,07,267
Gratuity	92,17,412	52,08,828
Staff Welfare Expenses	42,65,604	35,78,184
<b>Total</b>	<b>20,98,93,393</b>	<b>17,64,23,046</b>

**29 Finance Costs**

<b>Particulars</b>	<b>Current Year 2020-21 (Rs.)</b>	<b>Previous Year 2019-20 (Rs.)</b>
Interest on Team Loan and CC	5,10,26,391	5,32,16,215
Interest on Unsecured Loan	54,082	-
Interest on Statutory Dues	8,53,168	2,47,690
Interest on Income Tax	-	2,00,898
Processing & Other Charges	41,83,164	21,27,772
Interest on MSME Creditors	67,344	76,546
<b>Total</b>	<b>5,61,84,149</b>	<b>5,58,69,121</b>

**Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021**

**30 Other Expenses**

Particulars	Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
Stores, Spares and Tools Consumed	2,23,18,396	1,28,35,064
Job work charges	28,57,65,787	25,60,62,100
Conversion & Other Manufacturing charges	8,32,69,580	6,18,20,590
Power and Electricity	5,25,59,311	4,53,46,043
Communication Expenses	3,33,440	4,26,570
Printing and Stationery	37,23,101	35,32,467
Travelling and Conveyance Expenses	21,03,794	78,16,267
Legal and Professional Fees	1,52,17,471	2,28,37,539
Rent on Warehouse & Parking	30,31,200	8,05,000
Rates and Taxes	88,57,394	14,35,825
Repairs and Maintenance	1,70,33,301	1,52,78,894
Insurance Charges	49,71,450	60,99,085
Change in Surrender Value of Keyman Insurance Policy	11,86,705	-
Auditor's Remuneration:		
- for audit	7,00,000	7,00,000
- for tax audit	-	-
- for Others	-	-
CSR Expenditure	75,28,951	63,32,898
Commission and brokerage on sales	1,80,04,204	2,04,01,734
Sales and Promotion Expense	6,77,904	1,38,98,397
Freight, clearing and forwarding charges	5,13,93,989	2,32,66,613
Discount allowed	-	3,26,002
Directors Sitting Fees	10,00,000	5,20,000
Membership & Subscription Expenses	1,42,463	1,25,671
Loss on sale of fixed assets (net)	1,77,837	76,97,761
Security Expenses	33,35,606	28,65,540
Loss from Joint Venture	95,88,767	10,42,578
Miscellaneous and other expenses	62,38,651	85,57,157
<b>Total</b>	<b>59,91,59,302</b>	<b>52,00,29,795</b>

**31 Earnings in foreign exchange**

Particulars	Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
Export of goods calculated on FOB basis	1,72,86,50,946	1,07,53,95,199
<b>Total</b>	<b>1,72,86,50,946</b>	<b>1,07,53,95,199</b>

**32 a) Value of imports calculated on CIF basis**

Particulars	Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
Raw Materials	49,89,73,861	51,95,98,569
Capital Goods	1,37,89,617	4,40,80,555
<b>Total</b>	<b>51,27,63,478</b>	<b>56,36,79,124</b>

**Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021**

**32 b) Expenditure in Foreign Currency**

Particulars	Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
Other Expenses	1,39,18,989	1,35,75,477
<b>Total</b>	<b>1,39,18,989</b>	<b>1,35,75,477</b>

**33 Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006**

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	39,03,589	8,07,283
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	67,344	76,546
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	-	-
(iv) The amount of interest due and payable for the year	67,344	76,546
(v) The amount of interest accrued and remaining unpaid at the end of the accounting year	67,344	76,546
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	67,344	76,546

Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors.

**34 Contingencies**

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>Contingent liabilities:</b>		
Disputed income tax liabilities(Note 1)	-	6,73,501
TDS	19,120	27,220
<b>Total</b>	<b>19,120</b>	<b>7,00,721</b>

**Note 1**

- For AY 2016-17 order demanding Rs. 1,64,68,918/- has been raised for which auditee has filed appeal with CIT (Appeal).
- For AY 2018-19 order demanding Rs. 2,02,060/- received dated 19th April 2021.
- The company is having contingency relating to Notice under section 148(1) of Income Tax Act, 1961, received for re-assessment of AY 2012-13, for which liability can not be quantifiable as order from assessing officer is still pending.

35 Employee benefit obligations

a. Defined Contribution Plans:

The following amount recognized as an expense in Statement of profit and loss on account of provident fund and other funds. There are no other obligations other than the contribution payable to the respective authorities.

Particulars	Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
Contribution to Provident Fund	81,53,785	62,36,219
Contribution to ESIC	7,80,767	7,62,228
Contribution to LWF	9,954	8,820

ii. Defined Benefit Plan:

The Company has a funded defined benefit gratuity plan. The gratuity plan is governed by the Payment of Gratuity Act, 1972. Under the Act, employee who has completed five years of service is entitled to specific benefit. The level of benefits provided depends on the member's length of service and salary at retirement age. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service as per the provision of the Payment of Gratuity Act, 1972 with total ceiling on gratuity of Rs.2,000,000.

The following tables summaries the components of net benefit expense recognised in the Statement of profit and loss and the funded status and amounts recognised in the

Particulars	Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
<b>Change in present value of obligations</b>		
PVO at beginning of year	2,52,48,951	1,15,04,003
Interest cost	16,78,870	8,77,441
Current Service Cost	76,87,748	45,13,682
Past Service Cost- (non vested benefits)	-	-
Past Service Cost -(vested benefits)	-	-
Benefits Paid	(11,19,374)	(38,340)
Contributions by plan participants	-	-
Business Combinations	-	-
Curtailments	-	-
Settlements	-	-
Actuarial (Gain)/Loss on obligation	2,23,732	83,92,165
<b>PVO at end of year</b>	<b>3,37,19,927</b>	<b>2,52,48,951</b>
<b>Fair Value of Plan Assets</b>		
Opening Fair Value of Plan Asset	22,60,860	16,53,402
Adjustment to Opening Fair Value of Plan Asset	-	-
Return on Plan Assets excl. interest income	(1,49,206)	1,843
Interest Income	1,49,206	1,43,955
Contributions by Employer	9,86,059	5,00,000
Benefits Paid	(11,19,374)	(38,340)
<b>Fair Value of Plan Assets at end</b>	<b>21,27,545</b>	<b>22,60,860</b>
<b>Amounts to be recognized in the balance sheet and</b>		
PVO at end of year	3,37,19,927	2,52,48,951
Fair Value of Plan Assets at end of period	21,27,545	22,60,860
Funded Status	(3,15,92,382)	(2,29,88,091)
<b>Net Asset/(Liability) recognized in the balance sheet</b>	<b>-3,15,92,382</b>	<b>-2,29,88,091</b>
<b>Other Comprehensive Income (OCI)</b>		
Actuarial (Gain)/Loss recognized for the year	2,23,732	83,92,165
Asset limit effect	-	-
Return on Plan Assets excluding net interest	1,49,206	(1,843)
Unrecognized Actuarial (Gain)/Loss from previous year	-	-
<b>Total Actuarial (Gain)/Loss recognized in (OCI)</b>	<b>3,72,938</b>	<b>83,90,322</b>
<b>Expense recognized in the statement of P &amp; L A/C</b>		
Current Service Cost	76,87,748	45,13,682
Net Interest	1529664	7,33,486
Past Service Cost- (non vested benefits)	-	-
Past Service Cost -(vested benefits)	-	-
Curtailment Effect	-	-
Settlement Effect	-	-
<b>Expense recognized in the statement of P &amp; L A/C</b>	<b>92,17,412</b>	<b>52,47,168</b>
<b>Movements in the Liability recognized in Balance Sheet</b>		
Opening Net Liability	2,29,88,091	98,50,601
Expenses as above	92,17,412	52,47,168
Contribution paid	(9,86,059)	(5,00,000)
Other Comprehensive Income(OCI)	3,72,938	83,90,322
<b>Closing Net Liability</b>	<b>3,15,92,382</b>	<b>2,29,88,091</b>

Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021

Net liability is bifurcated as follows :	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
Current	11,25,976	8,70,902
Non-current	3,25,93,951	2,43,78,049
<b>Net liability</b>	<b>3,37,19,927</b>	<b>2,52,48,951</b>

Assumptions as at		
Mortality	IALM (2012-13) Ult.	IALM (2006-08) Ult.
Interest / Discount Rate	6.79%	7.67%
<b>Rate of increase in compensation</b>	<b>12.00%</b>	<b>12.00%</b>
Annual increase in healthcare costs		
Future Changes in maximum state healthcare benefits	19.91	20
Expected average remaining service	60 Year	60 Year
Retirement Age	2% For All Ages	2% For All Ages
Employee Attrition Rate		

A quantitative analysis for significant assumption is as shown below:

**Indian gratuity plan:**

Particulars	Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
<b>Assumptions -Discount rate</b>		
Sensitivity Level (a hypothetical increase / (decrease) by)	1.00%	1.00%
Impact on defined benefit obligation -increase of sensitivity level	2,86,62,388	2,15,80,708
Impact on defined benefit obligation -decrease of sensitivity	4,00,96,337	2,98,38,550
<b>Assumptions -Future salary escalations rates</b>		
Sensitivity Level (a hypothetical increase / (decrease) by)	1.00%	1.00%
Impact on defined benefit obligation-increase of sensitivity level	3,79,57,267	2,82,39,349
Impact on defined benefit obligation-decrease of sensitivity	2,97,58,131	2,24,86,462

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
Within 1 year	11,25,976	8,70,902
1-2 year	5,30,610	3,75,991
2-3 year	5,65,463	4,78,216
3-4 year	5,86,957	5,19,612
4-5 year	13,94,354	5,23,332
5-10 year	68,65,191	66,27,753

**36 Segmental Information**

In accordance with IND AS 108 "Operating segment" - The Company used to present the segment information identified on the basis of internal report used by the Company to allocate resources to the segment and assess their performance. The Board of Directors of the Company is collectively the Chief Operating Decision Maker (CODM) of the Company.

The chief operating decision maker monitors the operating results of its segment separately for the purpose of making decisions about resources allocation and performance assessment. Segment performance is evaluated on the basis on profit and loss.

**Summary of the segment Information as follows:**

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>Segment Revenue</b>		
Sales and income from operations		
Within India	1,60,55,48,669	1,25,89,89,468
Outside India	1,75,65,37,048	1,09,96,85,136
	<b>3,36,20,85,717</b>	<b>2,35,86,74,604</b>
<b>Carrying amount of assets by geographical location of assets</b>		
Segment Assets		
Within India	3,24,83,66,698	1,73,81,28,905
Outside India	85,44,93,190	51,98,01,883
	<b>4,10,28,59,888</b>	<b>2,25,79,30,788</b>
<b>Additions to Fixed Assets (including intangible assets and capital work in progress)</b>		
Within India	1,05,19,24,267	16,79,13,543
Outside India	1,37,89,617	4,40,80,555
	<b>1,06,57,13,884</b>	<b>21,19,94,098</b>

Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021

37 CORPORATE SOCIAL RESPONSIBILITY (CSR)

As per Section 135 of the Companies Act, 2013, a CSR committee has been formed by the Company. The areas for CSR activities are eradicating hunger, poverty and malnutrition, promoting preventive health care including preventive health care, ensuring environmental sustainability education, promoting gender equality and empowering women and other activities. The amount has to be expended on the activities which are specified in Schedule VII of the Companies Act, 2013.

Details of CSR expenditure required to be spent and amount spent are as under:

Particulars	Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
Gross amount required to be spent by the company during the	72,95,899	69,40,149
Amount spent during the year		
(i) Construction/acquisition of any asset	-	-
(ii) On purposes other than (i) above	75,28,951	63,32,898
Cumulative CSR Expenditure required to be spent	- 2,33,052	6,07,251

38 Financial Instruments

Financial Instrument by Category

The carrying value and fair value of financial instrument by categories as of 31 March 2021 were as follows

Particulars	at amortised cost (Rs.)	at fair value through profit and loss (Rs.)	at fair value through OCI (Rs.)	Total Carrying value (Rs.)
<b>Assets:</b>				
Cash and Cash Equivalents	1,55,95,185	-	-	1,55,95,185
Other Bank Balance	-	-	-	-
Trade Receivables	1,18,72,34,304	-	-	1,18,72,34,304
Other Financial Assets	2,70,60,041	-	-	2,70,60,041
Loans	33,43,467	-	-	33,43,467
Investments	33,24,31,049	-	-	33,24,31,049
	<b>1,56,56,64,046</b>	-	-	<b>1,56,56,64,046</b>
<b>Liabilities:</b>				
Borrowing	1,36,63,56,570	-	-	1,36,63,56,570
Trade and other payables	84,44,65,026	-	-	84,44,65,026
Other financial liabilities	32,84,138	-	-	32,84,138
	<b>2,21,41,05,734</b>	-	-	<b>2,21,41,05,734</b>

The carrying value and fair value of financial instrument by categories as of 31 March 2020 were as follows

Particulars	at amortised cost (Rs.)	at fair value through profit and loss (Rs.)	at fair value through OCI (Rs.)	Total Carrying value (Rs.)
<b>Assets:</b>				
Cash and Cash Equivalents	3,27,46,678	-	-	3,27,46,678
Other Bank Balance	-	-	-	-
Trade Receivables	52,51,01,187	-	-	52,51,01,187
Other Financial Assets	2,95,54,806	-	-	2,95,54,806
Loans	27,71,742	-	-	27,71,742
Investments	27,89,46,301	-	-	27,89,46,301
	<b>86,91,20,714</b>	-	-	<b>86,91,20,714</b>
<b>Liabilities:</b>				
Borrowing	59,41,93,457	-	-	59,41,93,457
Trade and other payables	51,41,88,484	-	-	51,41,88,484
Other financial liabilities	1,60,69,834	-	-	1,60,69,834
	<b>1,12,44,51,775</b>	-	-	<b>1,12,44,51,775</b>

39 Fair value hierarchy

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities

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

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

The following table presents fair value hierarchy of assets and liabilities measured at fair value on a recurring basis as of 31 March 2021:

Particulars	As at 31 March 2021 (Rs.)	Fair value measurement at end of the reporting year using		
		Level 1 (Rs.)	Level 2 (Rs.)	Level 3 (Rs.)
<b>Assets /Liabilities measured at fair value</b>				
<b>Financial Assets:</b>				
Non current investments	33,24,31,049	-	-	-
Other Non Current asset	32,15,82,901	-	-	-

Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021

The following table presents fair value hierarchy of assets and liabilities measured at fair value on a recurring basis as of 31 March 2020:

Particulars	As at 31 March 2020 (Rs.)	Fair value measurement at end of the reporting year using		
		Level 1 (Rs.)	Level 2 (Rs.)	Level 3 (Rs.)
<b>Assets /Liabilities measured at fair value</b>				
<b>Financial Assets:</b>				
Non current investments	27,89,46,301	-	-	-
Other Non Current asset	5,95,67,741	-	-	-

There have been no transfers among Level 1, Level 2 and Level 3 during the period.

The management assessed that cash and cash equivalents, Trade receivable and other financial asset, trade payables and other financial liabilities approximate their carrying amount largely due to short term maturity of these instruments.

**40 Financial Risk Management Objectives and Policies**

The risk management policies of the Company are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and The Management has overall responsibility for the establishment and oversight of the Company's risk management framework.

In performing its operating, investing and financing activities, the Company is exposed to the Credit risk, Liquidity risk and Market risk.

**Carrying Amount of Financial Assets and Liabilities:**

The following table summaries the carrying amount of financial assets and liabilities recorded at the end of the period by categories:

Particulars	As at 31 March 21 (Rs.)	As at 31 March 20 (Rs.)
<b>Financial assets</b>		
Non current investment	33,24,31,049	27,89,46,301
Cash and cash equivalent	1,55,95,185	3,27,46,678
Bank balances other than above	-	-
Trade receivables	1,18,72,34,304	52,51,01,187
Loans	33,43,467	27,71,742
Other Non Current asset	32,15,82,901	5,95,67,741
Other financial assets	2,70,60,041	2,95,54,806
<b>At end of the year</b>	<b>1,88,72,46,947</b>	<b>92,86,88,455</b>
<b>Financial liabilities</b>		
Borrowings	1,36,63,56,570	59,41,93,457
Trade payables	84,44,65,026	51,41,88,484
Other financial liabilities	32,84,138	1,60,69,834
<b>At end of the year</b>	<b>2,21,41,05,734</b>	<b>1,12,44,51,775</b>

**Market risk**

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include loans and borrowings, deposits and derivative financial instruments.

**Credit risk on financial assets**

Financial assets that are potentially subject to concentrations of credit risk and failures by counterparties to discharge their obligations in full or in a timely manner consist principally of cash balances with banks, cash equivalents and receivables, and other financial assets. The maximum exposure to credit risk is: the total of the fair value of the financial instruments and the full amount of any loan payable commitment at the end of the reporting year. Credit risk on cash balances with banks is limited because the counterparties are entities with acceptable credit ratings. Credit risk on other financial assets is limited because the other parties are entities with acceptable credit ratings.

**Exposure to credit risk**

Financial asset for which loss allowance is measured using expected credit loss model

Particulars	As at 31 March 21 (Rs.)	As at 31 March 20 (Rs.)
<b>Financial assets</b>		
Non current investment	33,24,31,049	27,89,46,301
Cash and cash equivalent	1,55,95,185	3,27,46,678
Bank balances other than above	-	-
Trade receivables	1,18,72,34,304	52,51,01,187
Loans	33,43,467	27,71,742
Other financial assets	2,70,60,041	2,95,54,806
<b>At end of the year</b>	<b>1,56,56,64,046</b>	<b>86,91,20,714</b>

Ageing analysis of the age of trade receivable amounts that are past due as at the end of reporting year but not impaired:

Particulars	As at 31 March 21 (Rs.)	As at 31 March 20 (Rs.)
<b>Trade receivables:</b>		
Less than 90 days	1,17,05,03,931	41,77,04,312
90 to 180 days	94,02,038	10,07,47,039
Over 180 days	73,28,335	66,49,836
	<b>1,18,72,34,304</b>	<b>52,51,01,187</b>

The Company has not recognised any loss allowance as the Company expect that there is no credit loss on trade receivables.

**Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021**

**41 Foreign currency risk**

The Company operates internationally and the major portion of business is transacted in USD & EURO. The Company has Sales, Purchase, Borrowing (etc.) in foreign currency. Consequently, the Company is exposed to foreign exchange risk.

Foreign exchange exposure is partially balanced by purchasing in goods, commodities and services in the respective currencies.

The company evaluate exchange rate exposure arising from foreign currency transactions and the company follows established risk management policies, including the use of derivatives like foreign exchange forward contracts to hedge exposure to foreign currency risk.

Foreign currency exposures not specifically covered by forward exchange contracts as at year end are as follows:

Currency	As at 31 March 2021		As at 31 March 2020	
	Foreign Currency	Indian Rupees	Foreign Currency	Indian Rupees
USD	23,29,036	17,04,06,481	7,61,832	5,74,31,399
EURO	26,13,940	22,45,95,214	18,04,020	14,98,23,139
GBP	-	-	-	-
Other currency	-	-	-	-

Foreign currency sensitivity

1 % increase or decrease in foreign exchange rates will have the following impact on profit before tax

Currency	As at 31 March 2021		As at 31 March 2020	
	1 % increase (Rs.)	1 % decrease (Rs.)	1 % increase (Rs.)	1 % decrease (Rs.)
USD	(17,04,065)	17,04,065	(5,74,314)	5,74,314
EURO	(22,45,952)	22,45,952	(14,98,231)	14,98,231
GBP	-	-	-	-
Other currency	-	-	-	-

**42 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.

Company has interest rate risk exposure mainly from changes in rate of interest on borrowing & on deposit with bank. The interest rate are disclosed in the respective notes to the financial statements of the Company. The following table analyse the breakdown of the financial assets and liabilities by type of interest rate:

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>Financial assets</b>		
Interest bearing - Fixed interest rate		
- Non current investment	-	-
- Non current fixed deposit	-	-
- Current fixed deposit	-	-
<b>Financial Liabilities</b>		
Interest bearing		
Borrowings - Floating interest rate		
- Working capital loan in rupee	1,36,63,56,570	59,41,93,457
Borrowings - Fixed interest rate		
- Banks & Financial institutions	-	-

**Interest Rate Sensitivity**

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings affected, after the excluding the credit exposure for which interest rate swap has been taken and hence the interest rate is fixed. With all other variables held constant, the Company's profit before tax is affected through the impact on floating rate borrowings, as follows:

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
Increase in 100 bps points		
Effect on profit before tax	(1,36,63,566)	(59,41,935)
Decrease in 100 bps points		
Effect on profit before tax	1,36,63,566	59,41,935

Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021

43 Liquidity Risk

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

The Company maximum exposure to credit risk for the components of the balance sheet at 31 March 2021 and 31 March 2020 is the carrying amounts. The liquidity risk is managed on the basis of expected maturity dates of the financial liabilities. The average credit period taken to settle trade payables is about 90 days. The other payables are with short-term durations. The carrying amounts are assumed to be a reasonable approximation of fair value. The following table analysis financial liabilities by remaining contractual maturities:

Particulars	On demand (Rs.)	Less than 3 months (Rs.)	3 to 12 months (Rs.)	1 to 5 years (Rs.)	> 5 years (Rs.)	Total (Rs.)
<b>Year ended 31 March 2021</b>						
Borrowings	-	3,09,63,282	60,89,51,508	72,64,41,780	-	1,36,63,56,570
Other financial liabilities	-	32,84,138	-	-	-	32,84,138
Trade and other payables	-	83,16,41,570	1,27,94,190	29,266	-	84,44,65,026
	-	<b>86,58,88,990</b>	<b>62,17,45,698</b>	<b>72,64,71,046</b>	-	<b>2,21,41,05,734</b>
<b>Year ended 31 March 2020</b>						
Borrowings	-	1,35,56,195	38,16,29,937	19,90,07,325	-	59,41,93,457
Other financial liabilities	-	1,43,93,271	15,44,403	1,32,160	-	1,60,69,834
Trade and other payables	-	44,42,03,003	6,81,35,492	18,49,989	-	51,41,88,484
	-	<b>47,21,52,469</b>	<b>45,13,09,832</b>	<b>20,09,89,474</b>	-	<b>1,12,44,51,775</b>

At present, the Company does expects to repay all liabilities at their contractual maturity. In order to meet such cash commitments, the operating activity is expected to generate sufficient cash inflows.

44 Capital Management

For the purpose of the Company's capital management, capital includes issued equity capital, share premium and all other equity reserves attributable to the equity holders of the parent. The primary objective of the Company's capital management is to maximise the shareholder value.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Company's policy is to keep optimum gearing ratio. The Company includes within net debt, interest bearing loans and borrowings, trade and other payables, less cash and cash equivalents, excluding discontinued operations.

Particulars	As at 31 March 21 (Rs.)	As at 31 March 20 (Rs.)
Borrowings	1,36,63,56,570	59,41,93,457
Trade payables	84,44,65,026	51,41,88,484
Other financial liabilities	32,84,138	1,60,69,834
Less: cash and cash equivalents	(1,55,95,185)	(3,27,46,678)
<b>Net debt (a)</b>	<b>2,19,85,10,549</b>	<b>1,09,17,05,097</b>
Total equity		
Total member's capital	1,63,95,09,860	1,07,97,97,963
<b>Capital and net debt (b)</b>	<b>3,83,80,20,409</b>	<b>2,17,15,03,060</b>
<b>Gearing ratio (%) (a/b)*100</b>	<b>57.28</b>	<b>50.27</b>

In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings. There have been no breaches in the financial covenants of any interest-bearing loans and borrowing in the current period.

45 Income Tax

The major components of Income Tax Expense for the years are:

Particulars	As at 31 March 21 (Rs.)	As at 31 March 20 (Rs.)
<b>Current income tax:</b>		
Current income tax charge	17,39,86,132	6,70,48,861
Adjustments in respect of previous year	16,54,209	9,33,138
MAT credit entitlement	-	-
<b>Deferred tax:</b>		
Relating to origination and reversal of temporary differences (Net)	16,32,725	48,58,184
<b>Income tax expense reported in the statement of profit or loss</b>	<b>17,72,73,066</b>	<b>7,28,40,183</b>

The tax rate used for the reconciliation above is the corporate tax rate payable by corporate entity in India on taxable profits under the Indian tax law. The Company elected to exercise the option permitted under Section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019 which gives a one time irreversible option to domestic companies for payment of corporate tax at reduced rates. Accordingly, the Company has re-measured its deferred tax asset (net) basis the rate prescribed in the said section.

**Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021**

A Reconciliation of income tax provision to the amount computed by applying the statutory income tax rate to the income before Income taxes is summarized as follow:

Particulars	As at 31 March 21 (Rs.)	As at 31 March 20 (Rs.)
<b>Profit before income tax</b>	71,72,62,233	34,75,42,348
Rate of Income tax	25.17%	29.12%
Computed expected tax expenses	18,05,20,559	10,12,04,332
Additional allowances for tax purpose	(9,83,189)	(3,14,51,141)
Expenses not allowed for tax purposes	19,63,631	47,56,995
Provision for Gratuity not allowed for tax purpose	20,38,114	13,82,375
Depreciation As per Companies Act 2013	1,05,40,423	1,02,44,590
Depreciation As per Income Tax Act	(2,00,93,406)	(1,90,34,149)
Tax Impact of Restatement Adjustments	-	(54,141)
<b>Current Income Tax</b>	<b>17,39,86,132</b>	<b>6,70,48,861</b>

Applicable statutory tax rate for financial year 2020-21 is 25.17% (Previous year 2019-20 is 29.12%)

The Gross movement in the current income tax asset/(Liability) for the year ended March 31, 2021 and March 31, 2020 is as follows

Particulars	As at 31 March 21 (Rs.)	As at 31 March 20 (Rs.)
Net current income tax asset/(liability) at the beginning	2,23,71,596	(8,89,954)
Income tax paid	14,17,52,452	8,41,01,428
Current tax expenses	(17,56,40,341)	(6,79,81,999)
MAT credit utilised	-	71,42,121
<b>Net current income tax asset/(liability) at the end</b>	<b>(1,15,16,293)</b>	<b>2,23,71,596</b>

**46 Estimates**

The estimates at 31 March 2021 and 31 March 2020 are consistent with those made for the same dates in accordance with Ind As(after adjustments to reflect any differences in accounting policies).

**47 Balances in the accounts of Trade Receivables, Loans and Advances, Trade Payables and Other Current Liabilities are subject to confirmation / reconciliation, if any. The management does not expect any material adjustment in respect of the same effecting the financial statements on such reconciliation / adjustments.**

**48 There was no impairment loss on the fixed assets on the basis of review carried out by the management in accordance with Indian Accounting Standard (Ind AS)-36 'Impairment of Assets.**

**49 Earnings per share**

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders by the weighted average number of equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit attributable to equity holders by the weighted average number of equity shares outstanding during the year plus the weighted average number of equity shares that would be issued on conversion of all the dilutive potential equity shares into equity shares.

The following reflects the income and share data used in the basic and diluted EPS computations:

Particulars	Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
Profit attributable to equity holders of the parent for basic earnings (Rs.)	53,99,89,167	27,47,02,165
Weighted average number of equity shares for basic and diluted earning per share	3,15,00,000	3,15,00,000
Face value per share	10	10
Basic earning per share	17.14	8.72
Diluted earning per share	17.14	8.72

\*After considering the impact of issue of bonus shares in the ratio of 2 equity shares of Rs.10 each, for every 1 equity shares of Rs.10 each at the EGM held on March 31, 2021. 2,10,00,000 Bonus Equity Shares have been allotted on March 31, 2021 and equity share capital of the company has increased to 3,15,00,000 (number of shares).

**Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021**

**50 RELATED PARTY DISCLOSURES**

**i) Related party relationships:**

<b>Particulars</b>	<b>Current Year 2020-21 (Rs.)</b>	<b>Previous Year 2019-20 (Rs.)</b>
<b>Joint Venture</b>		
Enterprises in which key management personnel have significant influence	Ami Oncotheranostics Llc	Ami Oncotheranostics Llc
<b>Key managerial personnel</b>	Chetankumar C. Vaghasia Girishbhai L. Chovatia (till 31st March, 2021) Nareshbhai R. Patel Virendra Nath Mishra (From 03.03.2021) Abhishek Patel (CFO) Vishalkumar Laxmilal Shah (till 8th November 2020) Mitali Chauhan (From 9th November 2020 to 21st february 2021) Ekta kumari Srivastava (w.e.f. 22nd February 2021)	Chetanbhai C. Vaghasia Girishbhai L. Chovatia Nareshbhai R. Patel  Abhishek Patel (CFO) Vishalkumar Laxmilal Shah (w.e.f. 25th February 2020)  Alpesh Makwana (upto 14th June, 2019)
<b>Independent Director</b>	Mr. Girikrishna S. Maniar (Independent Director) Mis. Kamini Shah (Till 31st March, 2021)	Mr. Adarsh Paul Singh (Independent Director) (upto 5th September 2019) Mr. Girikrishna S. Maniar (Independent Director) Mis. Kamini Shah (Independent Director)
<b>Relative of key management personnel</b>	Kiranben G. Chovatia Parulben C. Vaghasiya Shitalben N. Patel	Kiranben G. Chovatia Parulben C. Vaghasiya Shitalben N. Patel
<b>Enterprises in which relative of key management personnel have significant influence</b>	Ami Lifesciences Pvt Ltd. Ami Procure Private Limited  Ami Oncotheranostics Llc Religen Inc Ami Oncotheranostics Pvt Ltd. (under strike off) Prodigy Biotech Inc	Ami Lifesciences Pvt Ltd. Ami Procure Private Limited  Ami Oncotheranostics Llc Religen Inc Ami Oncotheranostics Pvt Ltd. Prodigy Biotech Inc Shivay Enterprise

**Notes:**

- The related party relationships have been determined on the basis of the requirements of the Indian Accounting Standard (Ind AS) -24 'Related Party Disclosures' and the same have been relied upon by the auditors.
- The relationships as mentioned above pertain to those related parties with whom transactions have taken place during the current year /previous year, except where control exists, in which case the relationships have been mentioned irrespective of transactions with the related party.

**Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021**

**ii. Transactions with related parties:**

<b>Particulars</b>	<b>Current Year 2020-21 (Rs.)</b>	<b>Previous Year 2019-20 (Rs.)</b>
<b>Application Money Paid for Investment in Joint Venture</b>		
Ami Oncotheranostics Llc	-	6,30,70,515
<b>Total</b>	<b>-</b>	<b>6,30,70,515</b>
<b>Advances for Land</b>		
Shitalben Patel	5,40,00,000	-
Chetanbhai C. Vaghasiya	5,40,00,000	-
<b>Total</b>	<b>10,80,00,000</b>	<b>-</b>
<b>Remuneration &amp; Allowance to KMP, Relatives of KMP &amp; Independent Directors</b>		
Girishbhai L. Chovatiya	1,11,00,000	1,60,97,600
Kiranben G. Chovatiya	12,00,012	10,90,114
Narehbhai R. Patel	1,80,00,000	1,64,72,600
Chetanbhai C. Vaghasiya	1,80,00,000	1,63,47,600
Shitalben N. Patel	12,00,012	10,90,114
Parulben C. Vaghasiya	12,00,012	10,90,114
Vishalkumar Laxmilal Shah	2,67,805	44,467
Alpesh Makwana	-	1,86,311
Mr. Adarsh Paul Singh	-	40,000
Mr. Girikrishna S. Maniar	5,08,260	2,97,700
Mis. Kamini Shah	5,00,000	2,00,000
Mis. Mitali Chauhan	1,87,720	-
Ektakmari Srivastav	68,441	-
Virendra Nath Mishra	6,50,001	-
Mr. Abhishek Patel (CFO)	23,42,618	20,87,437
<b>Total</b>	<b>5,52,24,881</b>	<b>5,50,44,057</b>
<b>Reimbursement of Expense</b>		
Ami Life Sciences Pvt. Ltd.	91,450	26,69,279
Ami Oncotheranostics Llc	38,52,574	38,52,574
<b>Total</b>	<b>39,44,024</b>	<b>65,21,853</b>
<b>Loan Taken/(Given) &amp; Repayment thereof and balance outstanding as at the year end</b>		
<b>Balance at the beginning of the year</b>		
Chetanbhai C. Vaghasiya	2,55,33,891	3,55,00,000
Girishbhai Chovatiya	2,45,63,500	3,55,00,000
Narehbhai Patel	2,30,39,500	3,40,00,000
<b>Loan Taken/(Given)</b>		
Narehbhai Patel	-	70,00,000
<b>Repaid during the year</b>		
Chetanbhai C. Vaghasiya	2,55,33,891	99,66,109
Girishbhai Chovatiya	1,63,52,106	1,09,36,500
Narehbhai Patel	2,30,39,500	1,79,60,500
<b>Balance Outstanding at the year end</b>		
Chetanbhai C. Vaghasiya	-	2,55,33,891
Girishbhai Chovatiya	82,11,394	2,45,63,500
Narehbhai Patel	-	2,30,39,500
<b>Total</b>	<b>82,11,394</b>	<b>7,31,36,891</b>

Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021

51 Research and Development Expense

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>(a) Capital Expenditure</b>		
Finished	3,07,88,164	17,26,317
Work in Process	-	6,27,51,435
<b>(b) Revenue Expenditure :</b>		
(i) Salary Expense	2,33,24,976	1,78,55,358
(ii) Consumable Stores R & D	71,09,426	24,22,499
(iii) Power & Fuel	20,85,887	-
(iv) Material Purchase	3,02,315	11,02,931
(v) Leave Encashment Expense	1,94,837	-
(vi) Other Expenses	-	31,500
(vii) Traveling Expenses-R&D	6,720	49,737
(viii) Repair & Maintenance Exp (R&D)	11,77,368	-
<b>Total</b>	<b>3,42,01,529</b>	<b>2,14,62,025</b>
<b>Total Capital &amp; Revenue Expenditure</b>	<b>6,49,89,693</b>	<b>8,59,39,777</b>

Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021

52 Reconciliation of Retrospective restatement: Correction of errors as per Ind As 8

Particulars	Note No.	Year Ended 31st March, 2020 (Rs.)
Restated Profit after tax		26,84,23,519
<b>Adjustments:</b>		
Rectification of Prior Period error	1	(1,85,925)
Deferred tax assets/(liabilities) as per Ind AS 12	2	(11,80,293)
Prior Period Tax Adjustments	3	10,30,161
<b>Profit after tax(as per audited financial statements)</b>		<b>26,80,87,462</b>

Reconciliation between audited equity and total corrected equity

Particulars	Note No.	Year Ended 31st March, 2020 (Rs.)	Year Ended 31st March, 2019 (Rs.)
Total Equity as per Restated standalone financial statements		97,47,97,963	70,63,74,444
<b>Adjustments:</b>			
Rectification of Prior Period error	1	11,26,346	13,12,271
Deferred tax assets/(liabilities) as per Ind AS 12	2	(27,89,376)	(16,09,083)
Prior Period Tax Adjustments	3	10,30,161	-
<b>Total Equity as per Standalone audited financial statements</b>		<b>97,41,65,094</b>	<b>70,60,77,632</b>

Notes:

- Rectification of Prior Period Error**  
Prior Period Expenses has been Rectified/ Charged to the year in which it is incurred.
- Deferred tax**  
Ind AS 12 requires entities to account for deferred taxes using the balance sheet approach, which focuses on temporary differences between the carrying amount of an asset or liability in the balance sheet and its tax base. In addition, the various transitional adjustments lead to temporary differences.
- Tax Impact of Ind AS Adjustments/Restatement Adjustment**  
Profit has been changed due to Ind AS & Restatement Adjustment accordingly Tax Impact on the Adjustment has been Computed.

**Notes to the standalone Ind AS Financial Statements for the year ended 31 March 2021**

**53 Events after the end of the reporting period**

No subsequent event has been observed which may require an adjustment to the statement of financial position.

**54** In the opinion of the Management, current assets, loans, advances and deposits are approximately of the value stated, if realised in the ordinary course of business and are subject to confirmation.

**55** The tax rate used for the reconciliation above is the corporate tax rate payable by corporate entities in India on taxable profits under the Indian tax law. The Company has elected to exercise the option permitted under Section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019 which gives a one time irreversible option to domestic companies for payment of corporate tax at reduced rates. Accordingly, the Company has re-measured its deferred tax asset (net) basis the rate prescribed in the said section.

**56** The Company has considered the possible effects that may result from the pandemic relating to COVID 19 on the financial results of the Company. While evaluating the impact, the Company has considered possible future uncertainties in the economic conditions because of the pandemic. However, considering the operations of the Company, there has been no material impact on the financial position/ results of the Company. Given the Uncertainties associated with the nature and duration of this pandemic the eventual outcome of the impact of the global health pandemic may be different from those-estimated as on the date of approval of these financial results and the Company will closely monitor any material changes to the economic environment their Impact on its business in the times to come.

**57** The Company, has acquired two Business as going concerns on slump sales baseis from M/s Gujarat Organics Limited through execution "Business Transfer Agreement" with effect from 31.03.2021. The plant are located at (1) Plot No. 127/1, Ankleshwar Industrial Estate, Gujarat and (2) Plot No. 910/1/B, Jhagadia Industrial Estate, Jhagadia, District Bharuch, Gujarat. Business acquired incudes together with its Immovable and movable assets, Working Capital, books and records, Intellectual property, employee, goodwill, insurance and all other business rights for an aggregate consideration of Rs.22.95 Crores & Rs.69.95 Crores respectively.

**58** Previous period/years figure have been regrouped/rearranged wherever necessary, to correspond with the current period / year classification / disclosures.

**Signatures to Notes 1 to 58**

As per our report of even date attached

**For Maheshwari & Co.**  
**Chartered Accountants**  
**FRN 105834W**

**For and on behalf of the Board of directors of Ami organics Limited**

**Pawan Gattani**  
Partner  
Membership No.: 144734

**Chetankumar C. Vaghasia**  
Whole Time Director  
(DIN-01375540)

**Nareshbhai R. Patel**  
Chairman & Managing Director  
(DIN-00906232)

Place: Mumbai  
Date: 7th May, 2021

Place: Mumbai  
Date: 7th May, 2021

**Ekta Kumari**  
Company Secretary  
A - 27323

**Abhishek Patel**  
Chief Financial Officer  
(Pan-AKNPP5102F)

Consolidated Balance sheet as at 31 March 2021

Particulars	Note No.	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>I. ASSETS</b>			
<b>Non-current assets</b>			
Property, Plant and Equipment	4a	1,60,60,53,582	62,18,28,023
Capital Work-In-Progress	4b	20,01,000	11,70,74,669
Other Intangible Assets	4c	25,70,10,930	23,00,80,230
Financial Assets			
(i) Investments	5	1,42,85,601	1,73,06,349
(ii) Other Financial Assets	6	2,70,60,041	2,95,54,806
(iii) Other Non-Current Assets	7	6,39,58,237	9,27,06,952
<b>Total Non-Current Assets</b>		<b>1,97,03,69,391</b>	<b>1,10,85,51,028</b>
<b>Current Assets</b>			
Inventories	8	60,36,30,785	52,34,16,552
Financial Assets			
(i) Trade Receivables	9	1,20,69,08,668	56,40,28,544
(ii) Cash and Cash Equivalents	10	2,68,46,439	3,82,16,325
(iii) Loans	11	33,43,467	27,71,742
Current Tax Assets(Net)		-	2,23,71,596
Other Current Assets	12	32,15,82,901	5,95,67,741
<b>Total Current Assets</b>		<b>2,16,23,12,260</b>	<b>1,21,03,72,500</b>
<b>Total Assets</b>		<b>4,13,26,81,651</b>	<b>2,31,89,23,528</b>
<b>II. EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
a) Equity Share Capital	13	31,50,00,000	10,50,00,000
b) Other Equity	14	1,35,43,31,623	1,01,31,37,729
<b>Total Equity</b>		<b>1,66,93,31,623</b>	<b>1,11,81,37,729</b>
<b>Non-current liabilities</b>			
Financial Liabilities			
(i) Borrowings	15	72,64,41,780	19,90,07,325
Provisions	16	4,36,84,317	2,43,78,049
Deferred Tax Liabilities (Net)	17	3,27,84,576	3,12,45,719
<b>Total Non-Current Liabilities</b>		<b>80,29,10,673</b>	<b>25,46,31,093</b>
<b>Current Liabilities</b>			
Financial Liabilities			
(i) Borrowings	18	44,53,12,213	33,92,37,183
(ii) Trade Payables			
A.Total outstanding dues of micro enterprises and small enterprises	19	39,03,589	8,07,283
B.Total outstanding dues of other than micro enterprises and small enterprises		84,05,61,437	51,36,62,579
(iii) Other financial liabilities	20	19,78,86,715	7,20,18,783
Other Current Liabilities	21	15,15,97,016	1,63,77,407
Provisions	22	96,62,092	40,51,471
Current Tax Liability (Net)	23	1,15,16,293	-
<b>Total Current Liabilities</b>		<b>1,66,04,39,355</b>	<b>94,61,54,706</b>
<b>Total Liabilities</b>		<b>2,46,33,50,028</b>	<b>1,20,07,85,799</b>
<b>Total Equity and Liabilities</b>		<b>4,13,26,81,651</b>	<b>2,31,89,23,528</b>
Significant Accounting Policies	2-3		
The accompanying notes form an integral part of the Consolidated Ind AS financial statements			

As per our report of even date attached

**For Maheshwari & Co.**  
Chartered Accountants  
FRN 105834W

**For and on behalf of the Board of Directors of Ami Organics Limited**

**Pawan Gattani**  
Partner  
Membership No.: 144734

**Chetankumar C. Vaghasia**  
Whole Time Director  
(DIN-01375540)

**Nareshbhai R. Patel**  
Chairman & Managing Director  
(DIN-00906232)

Place: Mumbai  
Date: 7th May, 2021

Place: Surat  
Date: 7th May, 2021

**Ekta Kumari**  
Company Secretary  
A - 27323

**Abhishek Patel**  
Chief Financial Officer  
(Pan-AKNPP5102F)

Consolidated Statement of Profit and Loss for the Year ended 31 March 2021

Particulars	Note No.	Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
Revenue from operations	24	3,40,60,78,937	2,39,64,25,542
Other income	25	1,37,97,427	2,84,36,110
<b>Total Revenue (A)</b>		<b>3,41,98,76,364</b>	<b>2,42,48,61,652</b>
<b>Expenses</b>			
Cost of raw materials consumed	26	1,74,68,66,566	1,37,89,90,605
Changes in inventories of finished goods/traded goods and work-in-progress	27	4,81,35,924	(8,98,60,873)
Employee benefits expense	28	21,00,75,883	17,81,38,427
Finance costs	29	5,61,84,149	5,58,69,121
Depreciation and amortisation expense	4	4,18,80,256	3,51,80,597
Other expenses	30	59,94,71,354	51,90,01,425
<b>Total expenses (B)</b>		<b>2,70,26,14,132</b>	<b>2,07,73,19,302</b>
<b>Profit before tax</b>		<b>71,72,62,232</b>	<b>34,75,42,350</b>
Tax expense:			
- Current tax		17,56,40,341	6,79,81,999
- Deferred tax		16,32,725	48,58,184
		<b>17,72,73,066</b>	<b>7,28,40,183</b>
<b>Profit for the year</b>		<b>53,99,89,166</b>	<b>27,47,02,167</b>
<b>Other Comprehensive Income/(Loss)</b>			
Items that may be reclassified to statement of profit and loss			
Exchange difference on translation on Foreign Entity		(85,18,002)	2,75,15,662
<b>Items that will not be reclassified to statement of profit and loss</b>			
Remeasurement of defined employee benefit plans		(3,72,938)	(83,90,322)
Tax impact of items that will not be reclassified to statement of profit and loss		93,868	21,11,676
<b>Total comprehensive income for the year</b>		<b>53,11,92,094</b>	<b>29,59,39,183</b>
<b>Earnings per equity share</b>			
(1) Basic		17.14	8.72
(2) Diluted		17.14	8.72
Nominal value of equity shares		10.00	10.00
Significant Accounting Policies	2-3		
The accompanying notes form an integral part of the consolidated Ind AS financial statements			

As per our report of even date attached

For Maheshwari & Co.  
Chartered Accountants  
FRN 105834W

For and on behalf of the Board of Directors of Ami Organics Limited

Pawan Gattani  
Partner  
Membership No.: 144734

Chetankumar C. Vaghasia  
Whole Time Director  
(DIN-01375540)

Nareshbhai R. Patel  
Chairman & Managing Director  
(DIN-00906232)

Place: Mumbai  
Date: 7th May, 2021

Place: Surat  
Date: 7th May, 2021

Ekta Kumari  
Company Secretary  
A - 27323

Abhishek Patel  
Chief Financial Officer  
(Pan-AKNPP5102F)

**Consolidated Statement of Cash Flow for the Year ended 31 March 2021**

Particulars		Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
<b>Cash flow from/(used in) operating activities</b>			
Profit before tax		71,72,62,232	34,75,42,350
<b>Adjustment for:</b>			
Interest expense		5,10,80,473	5,32,16,215
Interest income		(19,53,476)	(9,42,533)
Depreciation and amortization		4,18,80,256	3,51,80,597
Unrealised exchange difference (net)		(21,34,385)	(1,26,00,599)
(Profit)/Loss from sale of Property, plant and equipment		1,77,837	76,97,761
Exchange Fluctuation on change on equity instruments		(85,18,002)	2,75,15,662
Remeasurement of defined employee benefit plans		(3,72,938)	(83,90,322)
<b>Operating Profit Before Working Capital Changes</b>		79,74,21,997	44,92,19,131
<b>Movement in working capital:</b>			
(Increase)/decrease in trade receivables		(64,16,97,838)	21,10,13,839
(Increase)/decrease in inventories		(8,02,14,233)	(13,67,30,958)
(Increase)/decrease in loans		(5,71,725)	(9,82,050)
(Increase)/decrease in other financial Assets		24,94,765	(65,59,569)
(Increase)/decrease in other Current Assets		(15,53,16,630)	50,53,967
Increase/(decrease) in trade payables		33,09,53,139	(17,09,90,565)
Increase/(decrease) in other current liabilities		13,52,19,609	(80,17,258)
Increase/(decrease) in provision		2,49,16,889	1,28,68,746
<b>Cash generated/(used) in operations</b>		41,32,05,972	35,48,75,283
Income taxes paid		(14,17,52,452)	(8,41,01,428)
<b>Net Cash flow from operating activities</b>	(A)	27,14,53,520	27,07,73,855
<b>Cash flow from/(used) investing activities</b>			
Payments Property, plant and equipment, (Including Capital WIP & Intangible Assets)		(1,06,57,84,267)	(21,60,55,709)
Interest received		19,53,476	9,42,533
Proceeds from sale of Property, plant and equipment (Including Capital WIP & Intangible Assets)		2,53,74,616	27,88,962
(Increase)/decrease in Investment		3,45,56,006	(2,71,13,354)
<b>Cash generated/(used) in investing activities</b>	(B)	(1,00,39,00,170)	(23,94,37,568)
<b>Cash flow from/(used in) financing activities</b>			
Proceed /(repayment) of borrowings (net)		77,21,63,113	5,51,51,895
Interest paid		(5,10,80,473)	(5,32,16,215)
<b>Cash generated/(used) in financing activities</b>	(C)	72,10,82,640	19,35,680
Effect of Exchange differences on translation of foreign currency cash and cash equivalents	(D)	5,876	-
<b>Net increase/(decrease) in cash and cash equivalents</b>	(A+B+C-D)	(1,13,69,886)	3,32,71,967
Cash and cash equivalent at beginning of year		3,82,16,325	49,44,358
Cash and cash equivalent at end of year		2,68,46,439	3,82,16,325
<b>Net increase/(decrease) as disclosed above</b>		(1,13,69,886)	3,32,71,967

**For Maheshwari & Co.**  
Chartered Accountants  
FRN 105834W

**For and on behalf of the Board of directors of Ami organics Limited**

**Pawan Gattani**  
Partner  
Membership No.: 144734

**Chetankumar C. Vaghasia**  
Whole Time Director  
(DIN-01375540)

**Nareshbhai R. Patel**  
Chairman & Managing Director  
(DIN-00906232)

Place: Mumbai  
Date: 7th May, 2021

Place: Surat  
Date: 7th May, 2021

**Ekta Kumari**  
Company Secretary  
A - 27323

**Abhishek Patel**  
Chief Financial Officer  
(Pan-AKNPP5102F)

**Consolidated Statement of Changes in Equity for the Year ended 31 March 2021**

**A Equity Share Capital**

Particulars	Amount (Rs.)
<b>Balance as at 31 March 2019</b>	<b>10,50,00,000</b>
Changes in Equity Share Capital during the year	-
<b>Balance as at 31 March 2020</b>	<b>10,50,00,000</b>
Changes in Equity Share Capital during the year	21,00,00,000
<b>Balance as at 31 March 2021</b>	<b>31,50,00,000</b>

**B Other Equity**

Particulars	Reserves and Surplus				Items of Other Comprehensive Income		Total (Rs.)
	Securities Premium (Rs.)	General Reserve (Rs.)	Capital Reserve	Retained Earnings (Rs.)	Equity instrument fair value (Rs.)	Actuarial gains and losses (Rs.)	
<b>Balance at 31 March 2019</b>	-	-	-	<b>70,81,19,867</b>	<b>1,08,24,104.00</b>	<b>(17,45,425)</b>	<b>71,71,98,546</b>
Profit for the year	-	-	-	27,47,02,167	-	-	27,47,02,167
Other Comprehensive Income for the year	-	-	-	-	2,75,15,662	(83,90,322)	1,91,25,340
Tax impact of items not classified to statement of profit and loss	-	-	-	-	-	21,11,676	21,11,676
<b>Balance at 31 March 2020</b>	-	-	-	<b>98,28,22,034</b>	<b>3,83,39,765.50</b>	<b>(80,24,071)</b>	<b>1,01,31,37,729</b>
Profit for the year	-	-	-	53,99,89,166	-	-	53,99,89,166
Issue of Bonus Shares	-	-	-	(21,00,00,000)	-	-	(21,00,00,000)
Capital Reserve on Acquisition	-	-	2,00,01,800	-	-	-	2,00,01,800
Other Comprehensive Income for the year	-	-	-	-	(85,18,002)	(3,72,938)	(88,90,940)
Tax impact of items not classified to statement of profit and loss	-	-	-	-	-	93,868	93,868
<b>Balance at 31 March 2021</b>	-	-	<b>2,00,01,800</b>	<b>1,31,28,11,200</b>	<b>2,98,21,764</b>	<b>(83,03,141)</b>	<b>1,35,43,31,623</b>

The accompanying notes form an integral part of the consolidated Ind AS financial statements

As per our report of even date attached

**For Maheshwari & Co.**  
Chartered Accountants  
FRN 105834W

**For and on behalf of the Board of directors of Ami organics Limited**

**Pawan Gattani**  
Partner  
Membership No.: 144734

**Chetankumar C. Vaghasia**  
Whole Time Director  
(DIN-01375540)

**Nareshbhai R. Patel**  
Chairman & Managing Director  
(DIN-00906232)

Place: Mumbai  
Date: 7th May, 2021

Place: Surat  
Date: 7th May, 2021

**Ekta Kumari**  
Company Secretary  
A - 27323

**Abhishek Patel**  
Chief Financial Officer  
(Pan-AKNPP5102F)

**Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021**

**1 Company overview**

Ami Organics Limited (hereinafter referred to as “the Holding Company”) and “AMI ONCO-THERANOSTICS, LLC” its jointly controlled entity (the Holding Company and its Jointly Controlled Entity together referred to as “Group”). Ami Organics Limited was originally formed as a partnership firm under the Partnership Act, 1932 in the name of “Ami Organics” pursuant to a deed of partnership dated January 3, 2004 with Promoters, among others, as partners. “Ami Organics” was then converted into private limited company under part IX of the Companies Act, 1956 under the name of “Ami Organics Private Limited” vide certificate of incorporation dated June 12, 2007 issued by Registrar of Companies, Gujarat, Dadra and Nagar Haveli. Further, pursuant to a resolution passed by our shareholders on April 5, 2018, Company was converted into a public limited company, following which Company’s name was changed to “Ami Organics Limited”, and a fresh certificate of incorporation was issued on April 18, 2018 having its registered office at Plot no. 440/4, 5 & 6, Road No. 82/A, GIDC Sachin, Surat GJ 394230. The Company is engaged in business of drugs intermediate chemicals and related activities.

**2 Significant accounting policies**

**Statement of compliance**

Consolidated Financial Statements have been prepared in accordance with the accounting principles generally accepted in India including Indian Accounting Standards (Ind AS) prescribed under the Section 133 of the Companies Act, 2013 read with rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 as amended and relevant provisions of the Companies Act, 2013 Accordingly, the Company has prepared these Consolidated Financial Statements which comprise the Balance Sheet as at 31 March, 2021, the Statement of Profit and Loss for the year ended 31 March 2021, the Statement of Cash Flows for the year ended 31 March 2021 and the Statement of Changes in Equity for the year ended as on that date, and accounting policies and other explanatory information (together hereinafter referred to as ‘Consolidated Financial Statements’ or ‘financial statements’).

These financial statements are approved for issue by the Board of Directors on May 07, 2021.

**3.01 Basis of preparation of financial statements**

**Basis of consolidation**

**Investments in associates and joint ventures**

An associate is an entity over which the Group has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies. A joint venture is a joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the joint arrangement. Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require unanimous consent of the parties sharing control.

The results and assets and liabilities of associates or joint ventures are incorporated in these consolidated financial statements using the Proportionate consolidation .Proportionate consolidation is a method of accounting whereby a venturer’s share of each of the assets, liabilities, income and expenses of a jointly controlled entity is combined line by line with similar items in the venturer’s financial statements or reported as separate line items in the venturer’s financial statements.

**Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021**

The Group discontinues the use of the proportionate consolidation method from the date when the investment ceases to be an associate or a joint venture, or when the investment is classified as held for sale. When the investment becomes a subsidiary, the Group accounts for its investment in accordance with Ind AS 103 'Business Combination'. When the Group retains an interest in the former associate or joint venture and the retained interest is a financial asset, the Group measures it at fair value at that date and the fair value is regarded as its fair value on initial recognition in accordance with Ind AS 109. The difference between the carrying amount of the associate or joint venture at the date the equity method was discontinued, and the fair value of any retained interest and any proceeds from disposing of a part interest is included in the determination of the gain or loss on disposal of the associate or joint venture.

The separate financial statements of the company are prepared in accordance with Indian Accounting Standards (Ind AS), under the historical cost convention on the accrual basis as per the provisions of the Companies Act, 2013 ("the Act"), except for:

- Financial instruments – measured at fair value;
- Assets held for sale – measured at fair value less cost of sale;
- Plan assets under defined benefit plans – measured at fair value
- Employee share-based payments – measured at fair value
- Biological assets – measured at fair value
- In addition, the carrying values of recognised assets and liabilities, designated as hedged items in fair value hedges that would otherwise be carried at cost, are adjusted to record changes in the fair values attributable to the risks that are being hedged in effective hedge relationship.

**3.02 Current and non-current classification**

The Company presents assets and liabilities in the balance sheet based on current / non-current classification.

An asset is classified as current when it satisfies any of the following criteria: it is expected to be realised in, or is intended for sale or consumption in, the Company's normal operating cycle.

it is held primarily for the purpose of being traded;

- It is expected to be realised within 12 months after the reporting date; or
- It is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.
- All other assets are classified as non-current.
- A liability is classified as current when it satisfies any of the following criteria:
- It is expected to be settled in the Company's normal operating cycle;
- It is held primarily for the purpose of being traded
- It is due to be settled within 12 months after the reporting date; or the Company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date. Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

All other liabilities are classified as non-current.

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

The Ind AS are prescribed under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules issued thereafter. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

The Consolidated Financial Statements have been presented in Indian Rupees (INR), which is the Company's functional currency. All financial information presented in INR has been rounded off to the nearest two decimals of Crore, unless otherwise stated.

### **3.03 Use of estimates**

The preparation of the financial statements in conformity with Ind AS requires the Management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Actual results could differ from those estimates.

This note provides an overview of the areas where there is a higher degree of judgment or complexity. Detailed information about each of these estimates and judgments is included in relevant notes together with information about the basis of calculation.

#### **The areas involving critical estimates or judgments are:**

Valuation of financial instruments  
Useful life of property, plant and equipment  
Defined benefit obligation  
Provisions  
Recoverability of trade receivables  
Recognition of revenue and allocation of transaction price  
Current tax expense and current tax payable

Estimates and judgments are regularly revisited. Estimates are based on historical experience and other factors, including futuristic reasonable information that may have a financial impact on the company.

#### **Summary of significant accounting policies**

A summary of the significant accounting policies applied in the preparation of the financial statements is as given below. These accounting policies have been applied consistently to all the periods presented in the financial statements.

**Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021**

**3.04 Fair value measurement**

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

Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities

Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

The Company's Management determines the policies and procedures for both recurring fair value measurement, such as derivative instruments and unquoted financial assets measured at fair value, and for non-recurring measurement, such as assets held for distribution in discontinued operations.

At each reporting date, the Management analyses the movements in the values of assets and liabilities which are required to be remeasured or re-assessed as per the Company's accounting policies. For this analysis, the Management verifies the major inputs applied in the latest valuation by agreeing the information in the valuation computation to contracts and other relevant documents.

The Management also compares the change in the fair value of each asset and liability with relevant external sources to determine whether the change is reasonable.

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 the fair value hierarchy as explained above.

This note summarises accounting policy for fair value. Other fair value related disclosures are given in the relevant notes.

Disclosures for valuation methods, significant estimates and assumptions (note 39)

Financial instruments (including those carried at amortised cost) (note 38)

**Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021**

**3.05 Revenue recognition**

Revenue is measured at the fair value of the consideration received or receivable. The Company recognises revenues on sale of products, net of discounts, sales incentives, rebates granted, returns, sales taxes/GST and duties when the products are delivered to customer or when delivered to a carrier for export sale, which is when title and risk and rewards of ownership pass to the customer. Export incentives are recognised as income as per the terms of the scheme in respect of the exports made and included as part of export turnover.

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

**Interest and dividend income**

Dividend income from investments is recognised when the shareholder's right to receive payment has been established (provided that it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably). Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition

**3.06 Inventories:**

- i) Raw materials - is valued at the lower of cost or net realisable value. The cost is determined on FIFO /specific identification basis.
- ii) Finished goods - valued at the lower of cost or net realisable value. The cost of material is determined on FIFO/specific identification basis.
- iii) Work-in-progress is valued at material cost including appropriate production overhead.
- iv) Stores and spares are valued at the lower of cost or net realisable value. Cost is determined on FIFO basis.

**3.07 Foreign currency transactions and translation**

- i) Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of transaction. Monetary assets and liabilities denominated in foreign currencies are translated in functional currency at closing rates of exchange at the reporting date.
- ii) Exchange differences arising on settlement or translation of monetary items recognised in statement of profit and loss.
- iii) As the Company enters into business transactions based on the prevailing exchange rate, forward premium and other related factors, the gain/(loss) on this account is considered to be an integral part of the operations of the Company in accordance with industry practice and to avoid distortion of operating performance.

**Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021**

**3.08 Taxes**

**Current income tax**

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The Company determines the tax as per the provisions of Income Tax Act 1961 and other rules specified thereunder.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

**Deferred tax**

Deferred tax is provided in full using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities are recognised for all taxable temporary differences, except:

When the deferred tax liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised, except when the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

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

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

**Minimum Alternate Tax (MAT)**

Deferred tax assets include Minimum Alternative Tax (MAT) paid in accordance with the tax laws in India, which is likely to give future economic benefits in the form of availability of set off against future income tax liability. Accordingly, MAT is recognised as deferred tax asset in the balance sheet when the asset can be measured reliably, and it is probable that the future economic benefit associated with asset will be realised.

Current and deferred tax expense is 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.

**Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021**

**3.09 a) Property, plant and equipment**

Property, plant and equipment is stated at cost less accumulated depreciation and where applicable accumulated impairment losses. Property, plant and equipment and capital work in progress cost include expenditure that is directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials, direct labour and any other costs directly attributable to bringing the asset to a working condition for its intended use, and the costs of dismantling and removing the items and restoring the site on which they are located. Purchased software that is integral to the functionality of the related equipment is capitalized as part of that equipment.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

**Subsequent Cost**

The cost of replacing part of an item of property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Company and its cost can be measured reliably. The carrying amount of the replaced part is de-recognised and charged to the statement of Profit and Loss. The costs of the day-to-day servicing of property, plant and equipment are recognised in the Statement of Profit and Loss.

**b) Intangible assets**

Intangible assets are stated at cost less accumulated amortisation and impairment loss. The system software which is expected to provide future enduring benefits is capitalised. The capitalised cost includes license fees and cost of implementation/system integration.

**Depreciation and amortisation**

The depreciation on tangible assets is calculated on SLM method over the estimated useful life of assets prescribed by the Schedule II to the Companies Act 2013 as follows:

<b>Asset class</b>	<b>Useful life as per management</b>
Plant and machinery:	15 years
Office equipment	5 years
Computers/Servers	3/6 years
Vehicles	8 years
Furniture and fixtures	10 years
Electrical installation	10 years
Office premises	60 years
Residential premises	60 years
Factory Building	30 years

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

**Derecognition of assets**

An item of property plant & equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset is included in the income statement when the asset is derecognised.

**Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021**

**3.10 Investment property**

Property that is held for long term rental yield or for capital appreciation or both, and that is not occupied by the Company, is classified as Investment property. Investment properties measured initially at cost including related transitions cost and where applicable borrowing cost. Subsequent expenditure is capitalised to the assets carrying amount only when it is probable that future economic benefits associated with the expenditure will flow to the entity and the cost of the item can be measured reliably. All other repairs and maintenance costs are expensed when incurred. When part of an investment property is incurred the carrying amount of replaced part is derecognised.

Investment properties other than land are depreciated using WDV method over the estimated useful life of assets prescribed by the Schedule II to the Companies Act 2013 i.e. 60 years for office premises. Investment properties include:

- (i) Land
- (ii) Office premises.

**3.11 Borrowing costs**

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

**3.12 Contingent liabilities**

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognised because it cannot be measured reliably. The contingent liability is not recognised in books of account but its existence is disclosed in financial statements.

**3.13 Contingent Assets**

A contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by future events not wholly within the control of the entity.

Contingent assets require disclosure only. If the realisation of income is virtually certain, the related asset is not a contingent asset and recognition is required.

**3.14 Impairment of non-financial assets**

The Company assesses, at each reporting date, whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) fair value less costs of disposal and its value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or Company's assets. When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

**Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021**

**3.15 Provisions**

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the Company expects some or all of a provision to be reimbursed the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

**3.16 Financial instruments**

**Initial recognition**

The company recognise the financial asset and financial liabilities when it becomes a party to the contractual provisions of the instruments. All the financial assets and financial liabilities are recognised at fair value on initial recognition, except for trade receivable which are initially recognised at transaction price. Transaction cost that are directly attributable to the acquisition of financial asset and financial liabilities, that are not at fair value through profit and loss, are added to the fair value on the initial recognition.

***Subsequent measurement***

**(A) Non derivative financial instruments**

**(i) Financial Assets at amortised cost**

A financial assets is measured at the amortised cost if both the following conditions are met :

- a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

This category is the most relevant to the Company. All the Loans and other receivables under financial assets (except Investments) are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Trade receivables do not carry any interest and are stated at their nominal value as reduced by impairment amount.

**(ii) Financial Assets at Fair Value through Profit or Loss/Other comprehensive income**

Instruments included within the FVTPL category are measured at fair value with all changes recognised in the Statement of Profit and Loss.

If the company decides to classify an instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognised in the OCI. There is no recycling of the amounts from OCI to P&L, even on sale of investment. However, the company may transfer the cumulative gain or loss within equity.

**(iii) Financial liabilities**

The measurement of financial liabilities depends on their classification, as described below:

**Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021**

**(a) Loans and borrowings**

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the effective interest rate (EIR) method. However, the Company has borrowings at floating rates. Considering the impact of restatement of Effective interest rate, transaction cost is being amortised over the tenure of loan and borrowing.

**(b) Trade & other payables**

After initial recognition, trade and other payables maturing within one year from the Balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

**(B) Derivative financial instruments**

The company holds derivatives financial instruments such as foreign exchange forward and option contracts to mitigate the risk of changes in exchange rates on foreign currency exposures. Company has taken all the forward contract from the bank.

**The company have derivative financial assets/financial liabilities which are not designated as hedges;**

Derivatives not designated are initially recognised at the fair value and attributable transaction cost are recognised in statement of profit and loss, when incurred. Subsequent to initial recognition, these derivatives are measured at fair value through profit and loss. Asset/Liabilities in this category are presented as current asset/current liabilities.

***Derecognition***

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

**3.17 Cash and cash equivalents**

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, as they are considered an integral part of the Company's cash management.

**Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021**

**3.18 Employee Benefits**

**i) Defined contribution plans (Provident Fund)**

In accordance with Indian Law, eligible employees receive benefits from Provident Fund, which is defined contribution plan. Both the employee and employer make monthly contributions to the plan, which is administrated by the Government authorities, each equal to the specific percentage of employee's basic salary. The Company has no further obligation under the plan beyond its monthly contributions. Obligation for contributions to the plan is recognised as an employee benefit expense in the Statement of Profit and Loss when incurred.

**ii) Defined benefit plans (Gratuity)**

In accordance with applicable Indian Law, the Company provides for gratuity, a defined benefit retirement plan (the Gratuity Plan) covering eligible employees. The Gratuity Plan provides a lumpsum payment to vested employees, at retirement or termination of employment, and amount based on respective last drawn salary and the years of employment with the Company. The Company's net obligation in respect of the Gratuity Plan is calculated by estimating the amount of future benefits that the employees have earned in return of their service in the current and prior periods; that benefit is discounted to determine its present value. Any unrecognised past service cost and the fair value of plan assets are deducted. The discount rate is yield at reporting date on risk free government bonds that have maturity dates approximating the terms of the Company's obligation. The calculation is performed annually by a qualified actuary using the projected unit credit method. When the calculation results in a benefit to the Company, the recognised asset is limited to the total of any unrecognised past service cost and the present value of the economic benefits available in the form of any future refunds from the plan or reduction in future contribution to the plan.

The Company recognises all Remeasurement of net defined benefit liability/asset directly in other comprehensive income and presented within equity.

**iii) Short term benefits**

Short term employee benefit obligations are measured on an undiscounted basis and are expensed as a related service provided. A liability is recognised for the amount expected to be paid under short term cash bonus or profit sharing plans if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

**3.19 Lease**

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

The company has elected not to recognise right-of-use assets and lease liabilities for short-term leases of real estate properties that have a lease term of 12 months. The company recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

**3.20 Earnings per share**

Basic and diluted earnings per share are computed by dividing the net profit attributable to equity shareholders for the year, by the weighted average number of equity shares outstanding during the year.

Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021

4 a) Property, Plant and Equipment  
Unit-1

Particulars								
	Land	Buildings	Plant and equipment	Office equipment	Furniture and fixtures	Vehicles	Computers	Total
	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)
<b>Gross Block (At cost)</b>								
<b>As at 31 March 2019</b>	<b>4,03,66,221</b>	<b>18,11,93,487</b>	<b>44,15,26,458</b>	<b>1,22,06,200</b>	<b>80,72,729</b>	<b>69,08,418</b>	<b>83,52,975</b>	<b>69,86,26,488</b>
Additions	-	2,86,87,759	4,51,32,928	35,87,968	84,65,787	20,22,323	29,34,226	9,08,30,991
Deductions/Adjustments	-	14,98,010	4,02,65,827	-	707	-	-	4,17,64,544
<b>As at 31 March 2020</b>	<b>4,03,66,221</b>	<b>20,83,83,236</b>	<b>44,63,93,559</b>	<b>1,57,94,168</b>	<b>1,65,37,809</b>	<b>89,30,741</b>	<b>1,12,87,201</b>	<b>74,76,92,935</b>
Additions		4,85,08,071	14,80,80,781	8,14,164	1,66,49,826	43,33,257	53,92,734	22,37,78,833
Deductions/Adjustments		14,22,754	2,95,27,142	11,97,350	-	12,89,941	-	3,34,37,187
<b>As at 31 March 2021</b>	<b>4,03,66,221</b>	<b>25,54,68,553</b>	<b>56,49,47,198</b>	<b>1,54,10,982</b>	<b>3,31,87,635</b>	<b>1,19,74,057</b>	<b>1,66,79,935</b>	<b>93,80,34,582</b>
<b>Depreciation/amortisation</b>								
<b>At 31 March 2019</b>	<b>-</b>	<b>2,16,23,954</b>	<b>8,01,25,202</b>	<b>66,05,734</b>	<b>48,83,676</b>	<b>33,05,997</b>	<b>54,17,573</b>	<b>12,19,62,137</b>
For the year	-	56,50,455	2,41,75,044	20,60,378	6,41,230	6,10,991	20,42,499	3,51,80,597
Deductions/Adjustments	-	9,31,704	3,03,46,117	-	-	-	-	3,12,77,821
<b>At 31 March 2020</b>	<b>-</b>	<b>2,63,42,705</b>	<b>7,39,54,129</b>	<b>86,66,112</b>	<b>55,24,906</b>	<b>39,16,988</b>	<b>74,60,072</b>	<b>12,58,64,913</b>
For the year	-	69,82,957	2,75,78,681	19,43,716	21,35,445	9,78,660	22,60,797	4,18,80,256
Deductions/Adjustments	-	1,27,981	59,61,266	6,47,169	-	11,48,318	-	78,84,734
<b>At 31 March 2021</b>	<b>-</b>	<b>3,31,97,681</b>	<b>9,55,71,544</b>	<b>99,62,659</b>	<b>76,60,351</b>	<b>37,47,330</b>	<b>97,20,869</b>	<b>15,98,60,435</b>
<b>Net Block</b>								
<b>At 31 March 2020</b>	<b>4,03,66,221</b>	<b>18,20,40,531</b>	<b>37,24,39,430</b>	<b>71,28,056</b>	<b>1,10,12,903</b>	<b>50,13,753</b>	<b>38,27,129</b>	<b>62,18,28,023</b>
<b>At 31 March 2021</b>	<b>4,03,66,221</b>	<b>22,22,70,872</b>	<b>46,93,75,654</b>	<b>54,48,323</b>	<b>2,55,27,284</b>	<b>82,26,727</b>	<b>69,59,066</b>	<b>77,81,74,148</b>

Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021

4 a) Property, Plant and Equipment  
Unit-2

Particulars								
	Land	Buildings	Plant and equipment	Office equipment	Furniture and fixtures	Vehicles	Computers	Total
	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)
<b>Gross Block (At cost)</b>								
<b>As at 31 March 2020</b>	-	-	-	-	-	-	-	-
Additions	3,67,66,145	4,79,02,008	7,86,49,684	6,56,446	3,92,131	67,947	5,16,111	16,49,50,472
Deductions/Adjustments	-	-	-	-	-	-	-	-
<b>As at 31 March 2021</b>	<b>3,67,66,145</b>	<b>4,79,02,008</b>	<b>7,86,49,684</b>	<b>6,56,446</b>	<b>3,92,131</b>	<b>67,947</b>	<b>5,16,111</b>	<b>16,49,50,472</b>
<b>Depreciation/amortisation</b>	-	-	-	-	-	-	-	-
<b>At 31 March 2020</b>	-	-	-	-	-	-	-	-
For the year	-	-	-	-	-	-	-	-
Deductions/Adjustments	-	-	-	-	-	-	-	-
<b>At 31 March 2021</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Block</b>								
<b>At 31 March 2020</b>	-	-	-	-	-	-	-	-
<b>At 31 March 2021</b>	<b>3,67,66,145</b>	<b>4,79,02,008</b>	<b>7,86,49,684</b>	<b>6,56,446</b>	<b>3,92,131</b>	<b>67,947</b>	<b>5,16,111</b>	<b>16,49,50,472</b>

Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021

4 a) Property, Plant and Equipment  
Unit-3

Particulars								
	Land	Buildings	Plant and equipment	Office equipment	Furniture and fixtures	Vehicles	Computers	Total
	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)
<b>Gross Block (At cost)</b>								
<b>As at 31 March 2020</b>	-	-	-	-	-	-	-	-
Additions	10,71,58,962	20,27,16,734	34,61,67,949	49,41,117	12,96,638	-	6,47,562	66,29,28,962
Deductions/Adjustments	-	-	-	-	-	-	-	-
<b>As at 31 March 2021</b>	<b>10,71,58,962</b>	<b>20,27,16,734</b>	<b>34,61,67,949</b>	<b>49,41,117</b>	<b>12,96,638</b>	<b>-</b>	<b>6,47,562</b>	<b>66,29,28,962</b>
<b>Depreciation/amortisation</b>								
<b>At 31 March 2020</b>	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
For the year	-	-	-	-	-	-	-	-
Deductions/Adjustments	-	-	-	-	-	-	-	-
<b>At 31 March 2021</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Block</b>								
<b>At 31 March 2020</b>	-	-	-	-	-	-	-	-
<b>At 31 March 2021</b>	<b>10,71,58,962</b>	<b>20,27,16,734</b>	<b>34,61,67,949</b>	<b>49,41,117</b>	<b>12,96,638</b>	<b>-</b>	<b>6,47,562</b>	<b>66,29,28,962</b>

Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021

4 b) Capital Work-in-Progress

Particulars	Factory Building	Canteen Building	Plant & Machinery	Furniture & Fixtures	Office Equipment's	Computer System	Patent & Trademark	Total
	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)	(Rs.)
<b>Gross Block (At cost)</b>								
<b>As at 31 March 2019</b>	<b>1,56,76,166</b>	<b>-</b>	<b>-</b>	<b>21,79,635</b>	<b>-</b>	<b>-</b>	<b>17,69,400</b>	<b>1,96,25,201</b>
Additions	1,34,27,626	1,96,18,709	7,24,23,388	1,38,88,770	2,53,183	15,15,831	35,600	12,11,63,107
Transfers	-	1,96,18,709	7,06,758	33,88,172	-	-	-	2,37,13,639
<b>As at 31 March 2020</b>	<b>2,91,03,792</b>	<b>-</b>	<b>7,17,16,630</b>	<b>1,26,80,233</b>	<b>2,53,183</b>	<b>15,15,831</b>	<b>18,05,000</b>	<b>11,70,74,669</b>
Additions	41,04,742	-	1,77,51,901	18,48,439	-	6,66,775	2,71,000	2,46,42,857
Transfers	3,32,08,534	-	8,94,68,531	1,45,28,672	2,53,183	21,82,606	75,000	13,97,16,526
<b>As at 31 March 2021</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>20,01,000</b>	<b>20,01,000</b>

4 c) Other Intangible assets

Particulars	Trademark (Rs.)	Goodwill	Licensing & Patent	Total (Rs.)
<b>Gross Block (At cost)</b>				
<b>As at 31 March 2019</b>	-	<b>13,83,42,600</b>	<b>7,27,70,468</b>	<b>21,11,13,068</b>
Additions	-	1,24,29,200	65,37,962	1,89,67,162
Deductions	-			-
<b>As at 31 March 2020</b>	-	<b>15,07,71,800</b>	<b>7,93,08,430</b>	<b>23,00,80,230</b>
Additions	75,000	2,84,85,145	-	2,85,60,145
Deductions	-	-	16,29,445	16,29,445
<b>As at 31 March 2021</b>	<b>75,000</b>	<b>17,92,56,945</b>	<b>7,76,78,985</b>	<b>25,70,10,930</b>
<b>Net Block</b>				
<b>As at 31 March 2020</b>	-	<b>15,07,71,800</b>	<b>7,93,08,430</b>	<b>23,00,80,230</b>
<b>As at 31 March 2021</b>	<b>75,000</b>	<b>17,92,56,945</b>	<b>7,76,78,985</b>	<b>25,70,10,930</b>

Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021

5 Non Current Investments:

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>A. Investments in Equity Instruments</b>		
<b>Trade, unquoted investments:</b>		
<b>At cost</b>		
74,171 (as at 31.03.2020: 74,171) Equity shares of Rs.10 each of Globe Enviro Care Limited	10,45,950	10,45,950
3,006 (as at 31.03.2020: 3000) Equity shares of Rs.10 each of Sachin Indl. Co.Op. Soc.	33,000	30,000
35,40,334 (as at 31.03.2020: 35,40,334) Equity shares of Prodigy Biotech Inc	1,32,06,651	1,32,06,651
<b>Total</b>	<b>1,42,85,601</b>	<b>1,42,82,601</b>
<b>Investment in Joint Ventures:</b>		
SkinStitch LLC	-	30,23,748
<b>Total</b>	<b>-</b>	<b>30,23,748</b>
<b>Total</b>	<b>1,42,85,601</b>	<b>1,73,06,349</b>

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
Aggregate amount of Quoted Investments	-	-
Aggregate amount of Unquoted Investments	1,42,85,601	1,73,06,349
Market value of Quoted Investments	-	-
Aggregate provision for diminution in Value of Investments	-	-

**AMI ORGANICS LIMITED**  
(Formerly Known as Ami Organics Private Limited)  
CIN- U24100GJ2007PLC051093

**Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021**

**6 Other Financial Assets**

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
Security Deposits	1,14,03,073	1,15,69,883
Fair Value of Plan Assets	21,27,545	22,60,860
Fixed Deposits	31,91,936	27,89,246
Investment in Key Man Insurance	1,03,37,487	1,29,34,817
<b>Total</b>	<b>2,70,60,041</b>	<b>2,95,54,806</b>

**Note:** Investment in Key an Insurance is Measured at Surrender value to the extent details are available, in cases where details are not available regarding Surrender value or Fund NAV, same has been taken at cost of Premium.

**7 Other Non Current Assets**

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
Application Money Paid for Investment in Joint Venture	-	3,15,35,258
Membership Expenditure not written off		
Advances Recoverable in Cash or in Kind or for Value to be Received	19,26,288	19,26,288
Pre Operative cost of Ami Onco	6,20,31,949	5,92,45,406
<b>Total</b>	<b>6,39,58,237</b>	<b>9,27,06,952</b>

**8 Inventories**

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>Raw Materials</b>	38,66,98,598	29,51,76,195
<b>Finished Goods / Traded Goods:</b>	12,26,27,183	8,70,73,616
<b>Work-in-Progress</b>		
Goods in Process	8,73,07,539	13,68,65,011
<b>Packing Material</b>	35,41,676	16,88,742
<b>Consumables Stores &amp; Spares</b>	34,55,789	26,12,988
<b>Total</b>	<b>60,36,30,785</b>	<b>52,34,16,552</b>

**AMI ORGANICS LIMITED**  
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**Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021**

**9 Trade Receivables**

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>(Unsecured, considered good)</b>		
Trade Receivables	1,20,69,08,668	56,40,28,544
<b>Total</b>	<b>1,20,69,08,668</b>	<b>56,40,28,544</b>

*Note:- 1. No Trade Receivable are due from directors or other officers of the company either severally or jointly with any other person. No trade receivables are due from firms or private companies respectively in which any director is a partner, a director or a member.*

**10 Cash and Cash Equivalents**

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
Balances with banks-in Current Accounts	2,49,63,430	3,66,90,903
Cash on Hand	18,83,009	15,25,422
<b>Total</b>	<b>2,68,46,439</b>	<b>3,82,16,325</b>

**Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021**

**11 Loans**

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>Unsecured, Considered good</b>		
<b>Others</b>		
Loans and Advances to Employees	33,43,467	27,71,742
<b>Total</b>	<b>33,43,467</b>	<b>27,71,742</b>

**12 Other Current Assets**

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>Unsecured, Considered Good</b>		
Prepaid Expenses	61,03,143	16,38,622
Transaction costs of an equity transaction	36,87,500	-
Balances with Government Authorities	6,32,09,997	4,54,28,746
Capital advances	11,11,98,186	17,13,113
Advances to suppliers	2,98,90,932	1,07,53,836
Insurance Claim Receivable (Note)	10,74,93,143	-
Advances Recoverable in Cash or in Kind or for Value to be Received	-	33,424
<b>Total</b>	<b>32,15,82,901</b>	<b>5,95,67,741</b>

**Note:-**

1

Under Ind AS 32, the transaction costs of an equity transaction are accounted for as a deduction from equity to the extent they are incremental costs directly attributable to the equity transaction that otherwise would have been avoided. Since the company has not received proceeds from issue of share capital, the company has accounted transaction costs of an equity transaction under the head "Other current assets". Once company receives the proceeds from issue of share, the transaction costs of an equity transaction accumulated will be adjusted with the retained earning under "Reserve & surplus".

2

The fire took place on 26/02/2021 damaging the company's property, plant and equipment and also raw material, packing material and stores and consumables resulting into loss amounting to Rs. 107.49 Million. These assets are fully secured through insurance. The company has recognised insurance receivable of Rs 107.49 Million against such loss. No amount has been received from insurance company till end of the reporting period. The management has estimated amount receivable from insurance company of Rs. 117.90 Million being Reinstatement Value and it is under process with the insurance company. However this event does not affect the concept of going concern.

Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021

13 Equity Share Capital

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>Authorised:</b>		
5,00,00,000(as at 31 March 2020: 1,50,00,000 Equity shares of Rs.10 each)	50,00,00,000	15,00,00,000
	50,00,00,000	15,00,00,000
<b>Issued, subscribed and paid up:</b>		
3,15,00,000 (as at 31 March 2020: 1,05,00,000 Equity shares of Rs.10 each fully paid up ) *	31,50,00,000	10,50,00,000
<b>Total Equity</b>	<b>31,50,00,000</b>	<b>10,50,00,000</b>

\* 90,00,000 Equity shares fully paid were issued on 20th April, 2018  
2,10,00,000 Equity shares fully paid were issued on 31st March, 2021

a) Details of Reconciliation of the Number of Shares Outstanding:

Particulars	As at 31 March 2021		As at 31 March 2020	
	No. of shares	Rs.	No. of shares	Rs.
<b>Equity Shares:</b>				
Shares outstanding at the beginning of the year	1,05,00,000	10,50,00,000	1,05,00,000	10,50,00,000
Add: Shares issued during the year	2,10,00,000	21,00,00,000	-	-
<b>Shares outstanding at the end of the year</b>	<b>3,15,00,000</b>	<b>31,50,00,000</b>	<b>1,05,00,000</b>	<b>10,50,00,000</b>

b) Terms/ rights attached to Equity Shares

Company has increased authorised capital from Rs. 15,00,00,000/- (Rupees Fifteen Crore only) divided into 1,50,00,000 (One Crore Fifty Lacs ) Equity shares of Rs. 10/- each to Rs. 50,00,00,000/- (Rupees Fifty Crore only) divided into 5,00,00,000 (Five Crore) Equity shares of Rs. 10/- each vide resolution dated 30th January 2021.

The Company has only one class of equity shares. Each holder of equity shares is entitled to one vote per share. The dividend proposed, if any by the Board of Directors is subject to approval of the shareholders.

In the event of liquidation of the Company, the holders of the equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

c) Details of shares in the company held by each shareholder holding more than 5 %:

Name of Shareholder	As at 31 March 2021		As at 31 March 2020	
	No. of shares	%	No. of shares	%
Nareishbhai Ramjibhai Patel	40,03,710	12.71%	13,87,070	13.21%
Shitalben Nareishbhai Patel	39,37,500	12.50%	13,12,500	12.50%
Chetanbhai Chhaganbhai Vaghasiya	30,97,500	9.83%	10,32,500	9.83%
Parulben Chetanbhai Vaghasiya	39,37,500	12.50%	13,12,500	12.50%
Girishbhai Limbabbhai Chovatiya	58,55,430	18.59%	20,74,110	19.75%
Kiranben Girishbhai Chovatiya	73,50,000	23.33%	24,50,000	23.33%

14 Other Equity

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>Equity instruments through other Comprehensive Income</b>		
Balance as per last financial statement	3,83,39,766	1,08,24,104
Addition during the year (net of tax)	(85,18,002)	2,75,15,662
Transfer to retained earning realised (gain)/Loss	-	-
<b>Closing Balances</b>	<b>2,98,21,764</b>	<b>3,83,39,766</b>
<b>Retained Earnings</b>		
Balance as at beginning of the year	97,47,97,963	70,63,74,442
Less: Issue of Bonus Shares	(21,00,00,000)	-
Add : Profit for the year	53,99,89,166	27,47,02,167
Remeasurement of the defined benefit plans (net of tax)	(2,79,070)	(62,78,646)
	<b>1,30,45,08,059</b>	<b>97,47,97,963</b>
<b>Capital Reserve</b>		
Balance as at beginning of the year	-	-
Reserve on Acquisition	2,00,01,800	-
	<b>2,00,01,800</b>	<b>-</b>
<b>Total</b>	<b>1,35,43,31,623</b>	<b>1,01,31,37,729</b>

Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021

15 Borrowings

Refer Note 18 (a)

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>Financial Liabilities at Amortised Cost</b>		
<b><u>Secured</u></b>		
Term Loans		
From Banks and Financial institution	71,82,30,386	12,58,70,434
	<b>71,82,30,386</b>	<b>12,58,70,434</b>
<b><u>Unsecured</u></b>		
From Related Parties	82,11,394	7,31,36,891
<b>Total</b>	<b>72,64,41,780</b>	<b>19,90,07,325</b>

16 Provisions

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>Provision for Employee Benefits.</b>		
Gratuity	4,36,84,317	2,43,78,049
<b>Total</b>	<b>4,36,84,317</b>	<b>2,43,78,049</b>

17 Deferred Tax Assets/ (liabilities)- Net

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>Deferred Tax Liabilities</b>		
Fixed assets :		
Impact of difference between tax depreciation and charged in financial statement	(4,41,80,049)	(4,04,15,356)
	<b>(4,41,80,049)</b>	<b>(4,04,15,356)</b>
<b>Deferred Tax Assets</b>		
Defined benefit obligation	1,13,95,473	91,69,637
	<b>1,13,95,473</b>	<b>91,69,637</b>
Mat Credit Entitlement	-	-
<b>Total</b>	<b>(3,27,84,576)</b>	<b>(3,12,45,719)</b>

Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021

18 Borrowings  
(Refer Note 18a)

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>Financial Liabilities at amortised cost</b>		
<b>Secured</b>		
Cash Credit	31,58,91,109	29,96,05,448
Bill Discounting	-	3,96,31,735
EPC Loan	4,94,21,104	-
<b>Unsecured</b>		
From Banks and Financial institution	8,00,00,000	-
<b>Total</b>	<b>44,53,12,213</b>	<b>33,92,37,183</b>

19 Trade Payables

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>Financial Liabilities at Amortised Cost</b>		
Trade Payables (Refer Note 33)		
A.Total outstanding dues of micro enterprises and small enterprises	39,03,589	8,07,283
B.Total outstanding dues of other than micro enterprises and small enterprises	84,05,61,437	51,36,62,579
<b>Total</b>	<b>84,44,65,026</b>	<b>51,44,69,862</b>

20 Other Financial Liabilities

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
Current Maturities of Long Term Debts	19,46,02,577	5,59,48,949
Payables for Fixed assets	32,84,138	1,60,69,834
<b>Total</b>	<b>19,78,86,715</b>	<b>7,20,18,783</b>

21 Other Current Liabilities

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
Statutory Dues Payable	2,53,42,953	46,28,358
Advances from customers	44,07,674	7,81,462
Employees Dues	1,24,03,792	1,09,67,587
Payable for Inventory	10,94,42,597	-
<b>Total</b>	<b>15,15,97,016</b>	<b>1,63,77,407</b>

Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021

22 Provisions

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>Provision for employee benefits:</b>		
Gratuity	21,55,773	8,70,902
<b>Other</b>		
Provision for Expenses	75,06,319	31,80,569
<b>Total</b>	<b>96,62,092</b>	<b>40,51,471</b>

23 Current Tax Liability (Net)

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
Provision for income tax (net)	1,15,16,293	-
<b>Total</b>	<b>1,15,16,293</b>	<b>-</b>

## Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021

[illegible]

AMI ORGANICS LIMITED  
(Formerly Known as Ami Organics Private Limited)  
CIN- U24100GJ2007PLC051093

Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021

18.a Terms of Borrowings  
(Refer Note 15 & Note 18)

Note	Lender	Amount Sanctioned Rs.	Outstanding Amount 31 March 2021	Outstanding Amount 31 March 2020	Carrying Rate of Interest/Commission		Repayment/Modification of Terms	Security/Principal Terms & Conditions
					As at 31 March 2021	As at 31 March 2020		
2	ICICI Bank Ltd							
	<b>Fund Based Limits</b>							
	i. Rupee Term Loan	5,38,30,000	3,93,33,021	5,19,75,774	9.20%	10.00%	The loan is repayable in 51 Months.	Primary Security: Pari Passu charge by way of hypothecation on current asset and Plant and machinery of the firm.  Security (Collateral):  Industrial Property/ Plot no. 440/4, Sachin Industrial Estate, on land bearing R.S. No. 559/P + 560/P of village Talangpur, Dis.Surat owned by Ami organics Ltd.  Industrial Property/ Plot no. 478, 479, 494, 495 of Sachin Industrial Estate on land bearing R.S. No. 559/P + 560/P, of village Talangpur, Dis.Surat owned by Ami organics Ltd.  Personal Gurantee of:- 1. Mr. Kiran G Chovatia 2.Mr. Girish L Chovatia 3.Mr. Naresh Patel 4.Mr. Chetan Vaghasiya
	FCNR-B (as a sublimit of Rupee Term Loan)	(5,38,30,000)	-	-				
	FBP/FUBD/PSCFC	23,90,00,000	-	-	9.20%	10.00%	The loan is repayable in 12 Months.	
	EPC/PCFC (as a sublimit of FBP/FUBD/PSCFC)	(23,90,00,000)	-	-	9.20%	10.00%	The loan is repayable in 12 Months.	
	Cash Credit (as a sublimit of FBP/FUBD/PSCFC)	(23,90,00,000)	6,50,14,615	18,75,78,522	9.20%	10.00%		
	FCNR-B (as a sub limit of FBP/FUBD/PSCFC)	(15,00,00,000)	-	-	9.20%	10.00%	The loan is repayable in 12 Months.	
	ICICI TERM LOAN ECLGS A/C NO. 005255000086	4,32,66,522	4,35,69,622	-	8.25%	-	Moratorium on principal amount for 12 months after that repaid in 36 monthly equated installments.	
	<b>Non-Fund Based Limits</b>							
	Letter of Credit (as a sublimit of Cash Credit)	(3,00,00,000)	-	-	1.50%	1.50%	The loan is repayable in 12 Months.	
	Bank Gurantee Limit (as a sublimit of Cash Credit)	(1,00,00,000)	-	-	1.50%	1.50%	The loan is repayable in 12 Months.	
	<b>Derivatives</b>	60,00,000	-	-	As per standard bank's norms	As per standard bank's norms	The loan is repayable in 12 Months.	

**AMI ORGANICS LIMITED**  
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CIN- U24100GJ2007PLC051093

Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021

**18.a Terms of Borrowings**  
(Refer Note 15 & Note 18)

Note	Lender	Amount Sanctioned Rs.	Outstanding Amount 31 March 2021	Outstanding Amount 31 March 2020	Carrying Rate of Interest/Commission		Repayment/Modification of Terms	Security/Principal Terms & Conditions
					As at 31 March 2021	As at 31 March 2020		
3	Yes Bank Limited -Vehicle Loan	19,35,000	3,49,422		8.60%	8.60%	The loan will be recovered in 37 instalments of ₹59,723/- equated monthly	Hypothecation of the vehicle
4	Yes Bank Limited -Vehicle Loan	7,00,000	1,27,123		9.10%	9.10%	The loan will be recovered in 37 instalments of ₹21,768/- equated monthly	Hypothecation of the vehicle
5	HDFC Bank Ltd -Vehicle Loan (Swift Dzire)	7,65,207	4,96,169		8.85%	-	The loan will be recovered in 37 instalments of ₹23,533/- equated monthly	Hypothecation of the vehicle
6	HDFC Bank Ltd -Vehicle Loan (Ambulance)	6,59,000	5,27,478		9.00%	-	The loan will be recovered in 36 instalments of 20956/- equated monthly	Hypothecation of the vehicle
7	HDFC Bank Ltd -Vehicle Loan (Aura)	7,50,761	7,09,481		8.00%	-	The loan will be recovered in 60 instalments of 15223/- equated monthly	Hypothecation of the vehicle
8	HDFC Bank Ltd -Vehicle Loan (Kia)	17,00,000	16,06,293		7.90%	-	The loan will be recovered in 60 instalments of 34389/- equated monthly	Hypothecation of the vehicle
9	<b>Axis Bank Limited</b>							
i	Cash Credit Limit							Primary Security:
	Axis Bank Ltd. CC-1 A/c no.920030074061965	31,50,00,000	27,99,94,984	-	6.50%	-	The loan is repayable in 12 Months.	For cash credit facility except CC-2: Pari Passu charge by way of hypothecation on current asset and movable fixed asset(other than vehicles) of the company for Surat Unit both present and future.
	Export Limits (As sublimit of CC)	(14,50,00,000)	-	-	As per standard bank's norms	-	Tenure upto 180 days for Pre+Post Shipment	For term loan facility except TL 7-8: Pari Passu charge by way of hypothecation charge on fixed asset of the company for Surat Unit both present and future.
	ILS/FLC/Buyers Credit(As sublimit of CC)	(5,00,00,000)	-	-	0.75%	-	Tenure upto 180 days	For Cash Credit 2 Facility:-Exclusive hypothecation charge on current assets and movable fixed assels (other than vehicles) of the company for Ankleshwar and Jhagdia unit both present ond future.
	BG (As sublimit of CC)	(5,00,00,000)	-	-	0.75%	-	Upto to 1 Year Including Claim period	
	Axis Bank Ltd. CC-2(For Jhagdia and Ankleshwar unit)	10,00,00,000	-	-	6.50%	-	The loan is repayable in 12 Months.	For Term Loan 7 Facility:-Exclusive hypothecation charge on fixed asset of the company for Jhagdia unit both present and future.
ii	ILC/FLC Limit	1,00,00,000	-	-	0.75%	-	Tenure upto 180 days	For Term Loan 8 Facility:-Exclusive hypothecation charge on fixed asset of the company for Ankleshwar unit both present and future.
iii	Export Limits	10,00,00,000	4,94,21,104	-	As per standard bank's norms	-	Tenure upto 180 days for Pre+Post Shipment	Security (Collateral):
iv	LER	70,00,000	-	-	As per standard bank's norms	-	Maximim Tenure upto 12 Months	For cash credit facility except CC-2: Pari Passu charge by way of hypothecation on fixed asset of the company for Surat Unit both present and future.
v	Term Loan			-		-		
	TL-1 (960543)	1,98,00,000	1,61,77,572	-	6.50%	-	The loan will be recovered in 22 instalments of Rs.9,00,000/- . Interest to be served seperately	For term loan facility except TL 7-8: Pari Passu charge by way of hypothecation charge on current assets and movable fixed assets(other than Vechicle) of the company for Surat Unit both present and future.
	TL-2 (960608)	2,67,00,000	2,33,62,500	-	6.50%	-	The loan will be recovered in 24 instalments of Rs.11,12,500/- . Interest to be served seperately	For Cash Credit 2 Facility:-Exclusive hypothecation charge on fixed assels of the company for Ankleshwar and Jhagdia unit both present ond future.

**AMI ORGANICS LIMITED**  
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CIN- U24100GJ2007PLC051093

Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021

**18.a Terms of Borrowings**  
(Refer Note 15 & Note 18)

Note	Lender	Amount Sanctioned Rs.	Outstanding Amount 31 March 2021	Outstanding Amount 31 March 2020	Carrying Rate of Interest/Commission		Repayment/Modification of Terms	Security/Principal Terms & Conditions
					As at 31 March 2021	As at 31 March 2020		
	TL-3 (960611)	5,21,00,000	4,80,87,080	-	6.50%	-	The loan will be recovered in 50 instalments of Rs.10,40,000/-	For Term Loan 7 Facility:-Exclusive hypothecation charge on current assets and movable fixed assets (other than vehicles) of the company for Jhagdia unit both present and future.
	TL-4 (960624)	1,00,00,000	93,53,595	-	6.50%	-	The loan will be recovered in 55 instalments of Rs.1,80,000/-	
	TL-5 (960666)	3,35,00,000	3,13,58,441	-	6.50%	-	The loan will be recovered in 57 instalments of Rs.5,85,000/-	For Term Loan 8 Facility:-Exclusive hypothecation charge on current assets and movable fixed assets (other than vehicles) of the company for Ankleshwar unit both present and future.
	TL-6 (960763)	7,25,00,000	7,00,21,681	-	6.50%	-	The loan will be recovered in 60 instalments of Rs.12,08,000/-	
	TL-7 (Jhagdia Unit-921060052764769)	47,75,00,000	44,02,00,000	-	6.50%	-	First three month will be moratorium then the loan will be recovered in 60 instalments of Rs.79,58,000/- .Interest to be served seperately	Equitable Mairtgage of all WC & TL except CC-2 and TL 7-8:- 1.Industrial Property/ Plot no. 440/5,440/6, and 8206-B, Sachin Industrial Estate, Road No. 82, Sachin, GIDC, Surat, owned by Ami Organics Pvt. Ltd.(Surat Unit) 2.Residential Property/ 148, Krishna Park, Sachin, Navsari Road Pardi Kande, Surat, Opp. Yogeshwar Park, Sachin owned by Ami Organics Pvt. Ltd. 3.Industrial Property, Plot no C1B/469, GIDC Sachin, Surat owned by Ami Organics Pvt. Ltd.(Surat Unit)
	TL-8 (Ankleshwar Unit-921060052764772)	17,25,00,000	14,29,00,000	-	6.50%	-	First three month will be moratorium then the loan will be recovered in 60 instalments of Rs.28,75,000/- .Interest to be served seperately	
	ECLGS-921060053057767	4,49,00,000	4,49,55,971	-	6.50%	-	The loan will be recovered in 35 instalments of Rs.12,47,222/- and 1 installment of Rs.12,47,230/-Interest to be served seperately and each moratorium period of 12 months from the date of first disbursement.	Equitable Mairtgage of CC-2 and TL 7:- Plot No. 910/ I/B, G.I.D.C. Jhagadia having land area of 54,968 sq. mt. (Jhagdia unit)  Equitable Mairtgage of TL 8:- Plot No. 127/1 G.I.D.C. Industrial Estate, Ankleshwar having land area of 10,644
vi	Axis Bank Limited - Vehicle Loan(Tempo)	14,00,000	8,95,697	-	9.05%	9.05%	The loan will be recovered in 48 instalments of ₹34,873/- equated monthly	Hypothecation of the 01 unit of SML ISUZU SAMRAT TRUCK Purchased out of Banks funds Fund Of Co -Applicant - MR. NARESH BHAI R PATEL
vii	Axis Bank Limited - Vehicle Loan	6,70,000	5,03,260	-	10.00%	10.00%	The loan will be recovered in 60 instalments of ₹14236/- equated monthly	Hypothecation of the Big Boloreo pickup
10	Standard Chartered Bank							
	Cash Credit	14,00,00,000	54,082	-	7.95%	-	The loan is repayable in 12 Months.	It is an unsecured facility
	WCDL(As sublimit of CC)	(12,00,00,000)	8,00,00,000	-	7.75%	-	Tenure upto 90 days	
	PCFC/PSFC(As sublimit of CC)	(12,00,00,000)	-	-	L+175 Bppa	-	Tenure as per assessment	
	EPC/FBD(As sublimit of CC)	(12,00,00,000)	-	-	7.75%	-	Tenure as per assessment	

Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021

24 Revenue From Operations

Particulars	Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
<b>Sales of Raw Materials / Finished Goods / Traded Goods:</b>		
Export Sales	1,75,65,37,048	1,09,96,85,136
Domestic Sales	1,60,55,48,669	1,25,89,89,468
<b>Other operating revenues</b>		
Duty drawback, MEIS and other export incentives	4,39,93,220	3,77,50,938
<b>Total</b>	<b>3,40,60,78,937</b>	<b>2,39,64,25,542</b>

25 Other Income

Particulars	Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
<b>Interest income:</b>		
On Deposit with Banks & Others	19,53,476	9,42,533
<b>Others:</b>		
Foreign Exchange Fluctuation Gain	65,91,127	1,03,24,244
Insurance Claim Income	16,36,642	11,53,906
Change in Surrender value(Keyman Insurance Policy)	-	8,26,291
Others	36,16,182	1,51,89,136
<b>Total</b>	<b>1,37,97,427</b>	<b>2,84,36,110</b>

Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021

26 Cost of Raw Materials Consumed

Particulars	Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
<b>Raw Materials Consumed / Sold:</b>		
Opening stock		
Raw Materials	29,51,76,195	24,99,78,905
Packing Materials	16,88,742	10,56,343
	<b>29,68,64,937.00</b>	<b>25,10,35,248</b>
Add : Purchases		
Domestic	1,39,50,67,661	89,22,73,329
Import	51,02,07,197	53,25,46,965
	<b>1,90,52,74,858.00</b>	<b>1,42,48,20,294</b>
Less : Goods loss by fire	6,50,32,955	-
Less: Closing stock		
Raw Materials	38,66,98,598	29,51,76,195
Packing Materials	35,41,676	16,88,742
	<b>39,02,40,274.00</b>	<b>29,68,64,937</b>
<b>Total (a+b+c)</b>	<b>1,74,68,66,566.00</b>	<b>1,37,89,90,605</b>

27 Changes In Inventories of Finished Goods/Traded Goods and Work-In-Progress

Particulars	Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
<b>a) Changes in Inventories of Finished Goods / Traded Goods</b>		
Opening stock of finished goods / traded goods:		
Finished goods	8,70,73,616	9,48,20,257
Add:- Purchase	3,09,23,705	-
Less: Closing stock of finished goods / traded goods:		
Finished goods	12,26,27,183	8,70,73,616
	<b>(46,29,862)</b>	<b>77,46,641</b>
<b>b) Changes in work in progress</b>		
Opening stock	13,68,65,011	3,92,57,497
Add:- Purchase	32,08,314	-
Less: Closing stock	8,73,07,539	13,68,65,011
	<b>5,27,65,786</b>	<b>(9,76,07,514)</b>
<b>Total</b>	<b>4,81,35,924</b>	<b>(8,98,60,873)</b>

**Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021**

**28 Employee Benefits Expense**

Particulars	Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
Salaries, Bonus, Commission and Allowances	13,98,98,360	11,36,69,148
Director Remuneration	4,77,50,001	4,86,75,000
Contribution to Provident and Other Funds	89,44,506	70,07,267
Gratuity	92,17,412	52,08,828
Staff Welfare Expenses	42,65,604	35,78,184
<b>Total</b>	<b>21,00,75,883</b>	<b>17,81,38,427</b>

**29 Finance Costs**

Particulars	Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
Interest on Team Loan and CC	5,10,26,391	5,32,16,215
Interest on Unsecured Loan	54,082	-
Interest on Statutory Dues	8,53,168	2,47,690
Interest on Income Tax	-	2,00,898
Processing & Other Charges	41,83,164	21,27,772
Interest on MSME Creditors	67,344	76,546
<b>Total</b>	<b>5,61,84,149</b>	<b>5,58,69,121</b>

**Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021**

**30 Other Expenses**

Particulars	Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
Stores, Spares and Tools Consumed	2,23,18,396	1,28,35,064
Job work charges	28,57,65,787	25,60,62,100
Conversion & Other Manufacturing charges	8,32,69,580	6,18,20,590
Power and Electricity	5,25,59,311	4,53,46,043
Communication Expenses	3,33,440	4,26,570
Printing and Stationery	37,23,101	35,32,467
Travelling and Conveyance Expenses	21,03,794	78,16,267
Legal and Professional Fees	1,52,17,471	2,28,37,539
Rent on Warehouse & Parking	30,31,200	8,05,000
Rates and Taxes	88,57,394	14,35,825
Repairs and Maintenance	1,70,33,301	1,52,78,894
Insurance Charges	49,71,450	60,99,084
Change in Surrender value(Keyman Insurance Policy)	11,86,705	-
Auditor's Remuneration:		
- for audit	7,00,000	7,00,000
- for tax audit	-	-
Donations	-	3,845
CSR Expenditure	75,28,951	63,32,898
Commission and brokerage on sales	1,80,04,204	2,04,01,734
Sales and Promotion Expense	6,77,904	1,38,98,397
Freight, clearing and forwarding charges	5,13,93,989	2,32,66,613
Discount allowed	-	3,26,002
Directors Sitting Fees	10,00,000	5,20,000
Membership & Subscription Expenses	1,42,463	1,25,671
Loss on sale of fixed assets (net)	1,77,837	76,97,761
Security Expenses	33,35,606	28,65,540
Loss on sale of Investment	32,44,472	-
Miscellaneous and other expenses	62,38,651	85,67,521
R&D Testing	66,56,347	-
<b>Total</b>	<b>59,94,71,354</b>	<b>51,90,01,425</b>

**31 Earnings in foreign exchange**

Particulars	Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
Export of goods calculated on FOB basis	1,72,86,50,946	1,07,53,95,199
<b>Total</b>	<b>1,72,86,50,946</b>	<b>1,07,53,95,199</b>

**Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021**

**32 a) Value of imports calculated on CIF basis**

Particulars	Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
Raw Materials	49,89,73,861	51,95,98,569
Capital Goods	1,37,89,617	4,40,80,555
<b>Total</b>	<b>51,27,63,478</b>	<b>56,36,79,124</b>

**32 b) Expenditure in Foreign Currency**

Particulars	Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
Other Expenses	1,39,18,989	1,35,75,477
<b>Total</b>	<b>1,39,18,989</b>	<b>1,35,75,477</b>

**33 Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006**

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	39,03,589	8,07,283
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	67,344	76,546
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	-	-
(iv) The amount of interest due and payable for the year	67,344	76,546
(v) The amount of interest accrued and remaining unpaid at the end of the accounting year	67,344	76,546
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	67,344	76,546

Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors.

**34 Contingencies**

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>Contingent liabilities:</b>		
Disputed income tax liabilities(Note 1)	-	6,73,501
TDS	19,120	27,220
<b>Total</b>	<b>19,120</b>	<b>7,00,721</b>

**Note 1**

- For AY 2016-17 order demanding Rs. 1,64,68,918/- has been raised for which company has filed appeal with CIT (Appeal).
- For AY 2018-19 order demanding Rs. 2,02,060/- received dated 19th April 2021.
- The company is having contingency relating to Notice under section 148(1) of Income Tax Act, 1961, received for re-assessment of AY 2012-13, for which liability can not be quantifiable as order from assessing officer is still pending.

Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021

35 Employee benefit obligations

a. Defined Contribution Plans:

The following amount recognized as an expense in Statement of profit and loss on account of provident fund and other funds. There are no other obligations other than the contribution payable to the respective authorities.

Particulars	Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
Contribution to Provident Fund	81,53,785	62,36,219
Contribution to ESIC	7,80,767	7,62,228
Contribution to LWF	9,954	8,820

ii. Defined Benefit Plan:

The Company has a funded defined benefit gratuity plan. The gratuity plan is governed by the Payment of Gratuity Act, 1972. Under the Act, employee who has completed five years of service is entitled to specific benefit. The level of benefits provided depends on the member's length of service and salary at retirement age. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service as per the provision of the Payment of Gratuity Act, 1972 with total ceiling on gratuity of Rs.2,000,000.

The following tables summaries the components of net benefit expense recognised in the Statement of profit and loss and the funded

Particulars	Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
<b>Change in present value of obligations</b>		
PVO at beginning of year	2,52,48,951	1,15,04,003
Interest cost	16,78,870	8,77,441
Current Service Cost	76,87,748	45,13,682
Past Service Cost- (non vested benefits)	-	-
Past Service Cost -(vested benefits)	-	-
Benefits Paid	(11,19,374)	(38,340)
Contributions by plan participants	-	-
Business Combinations	-	-
Curtailments	-	-
Settlements	-	-
Actuarial (Gain)/Loss on obligation	2,23,732	83,92,165
<b>PVO at end of year</b>	<b>3,37,19,927</b>	<b>2,52,48,951</b>
<b>Fair Value of Plan Assets</b>		
Opening Fair Value of Plan Asset	22,60,860	16,53,402
Adjustment to Opening Fair Value of Plan Asset	-	-
Return on Plan Assets excl. interest income	(1,49,206)	1,843
Interest Income	1,49,206	1,43,955
Contributions by Employer	9,86,059	5,00,000
Benefits Paid	(11,19,374)	(38,340)
<b>Fair Value of Plan Assets at end</b>	<b>21,27,545</b>	<b>22,60,860</b>
<b>Amounts to be recognized in the balance sheet and</b>		
PVO at end of year	3,37,19,927	2,52,48,951
Fair Value of Plan Assets at end of period	21,27,545	22,60,860
Funded Status	(3,15,92,382)	(2,29,88,091)
<b>Net Asset/(Liability) recognized in the balance sheet</b>	<b>(3,15,92,382)</b>	<b>(2,29,88,091)</b>
<b>Other Comprehensive Income (OCI)</b>		
Actuarial (Gain)/Loss recognized for the year	2,23,732	83,92,165
Asset limit effect	-	-
Return on Plan Assets excluding net interest	1,49,206	(1,843)
Unrecognized Actuarial (Gain)/Loss from previous year	-	-
<b>Total Actuarial (Gain)/Loss recognized in (OCI)</b>	<b>3,72,938</b>	<b>83,90,322</b>
<b>Expense recognized in the statement of P &amp; L A/C</b>		
Current Service Cost	76,87,748	45,13,682
Net Interest	152,9664	7,33,486
Past Service Cost- (non vested benefits)	-	-
Past Service Cost -(vested benefits)	-	-
Curtailment Effect	-	-
Settlement Effect	-	-
<b>Expense recognized in the statement of P &amp; L A/C</b>	<b>92,17,412</b>	<b>52,47,168</b>
<b>Movements in the Liability recognized in Balance Sheet</b>		
Opening Net Liability	2,29,88,091	98,50,601
Expenses as above	92,17,412	52,47,168
Contribution paid	(9,86,059)	(5,00,000)
Other Comprehensive Income(OCI)	3,72,938	83,90,322
<b>Closing Net Liability</b>	<b>3,15,92,382</b>	<b>2,29,88,091</b>

Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021

Net liability is bifurcated as follows :	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
Current	11,25,976	8,70,902
Non-current	3,25,93,951	2,43,78,049
<b>Net liability</b>	<b>3,37,19,927</b>	<b>2,52,48,951</b>

Assumptions as at		
Mortality	IALM (2012-13) Ult.	IALM (2006-08) Ult.
Interest / Discount Rate	6.79%	7.67%
<b>Rate of increase in compensation</b>	<b>12.00%</b>	<b>12.00%</b>
Annual increase in healthcare costs		
Future Changes in maximum state healthcare benefits		
Expected average remaining service	19.91	20
Retirement Age	60 Year	60 Year
Employee Attrition Rate	2% For All Ages	2% For All Ages

A quantitative analysis for significant assumption is as shown below:

**Indian gratuity plan:**

Particulars	Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
<b>Assumptions -Discount rate</b>		
Sensitivity Level (a hypothetical increase / (decrease) by)	1.00%	1.00%
Impact on defined benefit obligation -increase of sensitivity level	2,86,62,388	2,15,80,708
Impact on defined benefit obligation -decrease of sensitivity	4,00,96,337	2,98,38,550
Assumptions -Future salary escalations rates		
Sensitivity Level (a hypothetical increase / (decrease) by)	1.00%	1.00%
Impact on defined benefit obligation-increase of sensitivity level	3,79,57,267	2,82,39,349
Impact on defined benefit obligation-decrease of sensitivity	2,97,58,131	2,24,86,462

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
Within 1 year	11,25,976	8,70,902
1-2 year	5,30,610	3,75,991
2-3 year	5,65,463	4,78,216
3-4 year	5,86,957	5,19,612
4-5 year	13,94,354	5,23,332
5-10 year	68,65,191	66,27,753

**36 Segmental Information**

In accordance with IND AS 108 "Operating segment" - The Company used to present the segment information identified on the basis of internal report used by the Company to allocate resources to the segment and assess their performance. The Board of Directors of the Company is collectively the Chief Operating Decision Maker (CODM) of the Company.

The chief operating decision maker monitors the operating results of its segment separately for the purpose of making decisions about resources allocation and performance assessment. Segment performance is evaluated on the basis on profit and loss.

**Summary of the segment Information as follows:**

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>Segment Revenue</b>		
Sales and income from operations		
Within India	1,60,55,48,669	1,25,89,89,468
Outside India	1,75,65,37,048	1,09,96,85,136
	<b>3,36,20,85,717</b>	<b>2,35,86,74,604</b>
<b>Carrying amount of assets by geographical location of assets</b>		
Segment Assets		
Within India	3,24,83,66,698	1,70,85,19,937
Outside India	88,43,14,953	58,80,31,995
	<b>4,13,26,81,651</b>	<b>2,29,65,51,932</b>
<b>Additions to Fixed Assets (including intangible assets and capital work in progress)</b>		
Within India	1,05,19,24,267	14,89,46,381
Outside India	4,07,20,317	6,30,47,717
	<b>1,09,26,44,584</b>	<b>21,19,94,098</b>

**Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021**

**37 CORPORATE SOCIAL RESPONSIBILITY (CSR)**

As per Section 135 of the Companies Act, 2013, a CSR committee has been formed by the Company. The areas for CSR activities are eradicating hunger, poverty and malnutrition, promoting preventive health care including preventive health care, ensuring environmental sustainability education, promoting gender equality and empowering women and other activities. The amount has to be expended on the activities which are specified in Schedule VII of the Companies Act, 2013.

Details of CSR expenditure required to be spent and amount spent are as under:

Particulars	Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
Gross amount required to be spent by the company during the	72,95,899	69,40,149
Amount spent during the year	-	-
(i) Construction/acquisition of any asset	-	-
(ii) On purposes other than (i) above	75,28,951	63,32,898
Cumulative CSR Expenditure required to be spent	(2,33,052)	6,07,251

**38 Financial Instruments**

**Financial Instrument by Category**

The carrying value and fair value of financial instrument by categories as of 31 March 2021 were as follows

Particulars	at amortised cost (Rs.)	at fair value through profit and loss (Rs.)	at fair value through OCI (Rs.)	Total Carrying value (Rs.)
<b>Assets:</b>				
Cash and Cash Equivalents	2,68,46,439	-	-	2,68,46,439
Other Bank Balance	-	-	-	-
Trade Receivables	1,20,69,08,668	-	-	1,20,69,08,668
Other Financial Assets	2,70,60,041	-	-	2,70,60,041
Loans	33,43,467	-	-	33,43,467
Investments	1,42,85,601	-	-	1,42,85,601
	<b>1,27,84,44,216</b>	-	-	<b>1,27,84,44,216</b>
<b>Liabilities:</b>				
Borrowing	1,36,63,56,570	-	-	1,36,63,56,570
Trade and other payables	84,44,65,026	-	-	84,44,65,026
Other financial liabilities	32,84,138	-	-	32,84,138
	<b>2,21,41,05,734</b>	-	-	<b>2,21,41,05,734</b>

The carrying value and fair value of financial instrument by categories as of 31 March 2020 were as follows

Particulars	at amortised cost (Rs.)	at fair value through profit and loss (Rs.)	at fair value through OCI (Rs.)	Total Carrying value (Rs.)
<b>Assets:</b>				
Cash and Cash Equivalents	3,82,16,325	-	-	3,82,16,325
Other Bank Balance	-	-	-	-
Trade Receivables	56,40,28,544	-	-	56,40,28,544
Other Financial Assets	2,95,54,806	-	-	2,95,54,806
Loans	27,71,742	-	-	27,71,742
Investments	1,73,06,349	-	-	1,73,06,349
	<b>65,18,77,766</b>	-	-	<b>65,18,77,766</b>
<b>Liabilities:</b>				
Borrowing	59,41,93,457	-	-	59,41,93,457
Trade and other payables	51,44,69,862	-	-	51,44,69,862
Other financial liabilities	1,60,69,834	-	-	1,60,69,834
	<b>1,12,47,33,153</b>	-	-	<b>1,12,47,33,153</b>

**Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021**

**39 Fair value hierarchy**

**Level 1** - Quoted prices (unadjusted) in active markets for identical assets or liabilities

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

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

The following table presents fair value hierarchy of assets and liabilities measured at fair value on a recurring basis as of 31 March 2021:

Particulars	As at 31 March 2021 (Rs.)	Fair value measurement at end of the reporting year using		
		Level 1 (Rs.)	Level 2 (Rs.)	Level 3 (Rs.)
<b>Assets /Liabilities measured at fair value</b>				
<u>Financial Assets:</u>				
Non current investments	1,42,85,601	-	-	-
Other Non Current asset	32,15,82,901	-	-	-

The following table presents fair value hierarchy of assets and liabilities measured at fair value on a recurring basis as of 31 March 2020:

Particulars	As at 31 March 2020 (Rs.)	Fair value measurement at end of the reporting year using		
		Level 1 (Rs.)	Level 2 (Rs.)	Level 3 (Rs.)
<b>Assets /Liabilities measured at fair value</b>				
<u>Financial Assets:</u>				
Non current investments	1,73,06,349	-	-	-
Other Non Current asset	5,95,67,741	-	-	-

There have been no transfers among Level 1, Level 2 and Level 3 during the period.

The management assessed that cash and cash equivalents, Trade receivable and other financial asset, trade payables and other financial liabilities approximate their carrying amount largely due to short term maturity of these instruments.

**40 Financial Risk Management Objectives and Policies**

The risk management policies of the Company are established to identify and analyse the risks faced by the Company, to set appropriate risk limits. The Management has overall responsibility for the establishment and oversight of the Company's risk management framework.

In performing its operating, investing and financing activities, the Company is exposed to the Credit risk, Liquidity risk and Market risk.

**Carrying Amount of Financial Assets and Liabilities:**

The following table summaries the carrying amount of financial assets and liabilities recorded at the end of the period by categories:

Particulars	As at 31 March 21 (Rs.)	As at 31 March 20 (Rs.)
<b>Financial assets</b>		
Non current investment	1,42,85,601	1,73,06,349
Cash and cash equivalent	2,68,46,439	3,82,16,325
Bank balances other than above	-	-
Trade receivables	1,20,69,08,668	56,40,28,544
Loans	33,43,467	27,71,742
Other Non Current asset	32,15,82,901	5,95,67,741
Other financial assets	2,70,60,041	2,95,54,806
<b>At end of the year</b>	<b>1,60,00,27,117</b>	<b>71,14,45,507</b>
<b>Financial liabilities</b>		
Borrowings	1,36,63,56,570	59,41,93,457
Trade payables	84,44,65,026	51,44,69,862
Other financial liabilities	32,84,138	1,60,69,834
<b>At end of the year</b>	<b>2,21,41,05,734</b>	<b>1,12,47,33,153</b>

**Market risk**

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include loans and borrowings, deposits and derivative financial instruments.

**Credit risk on financial assets**

Financial assets that are potentially subject to concentrations of credit risk and failures by counterparties to discharge their obligations in full or in a timely manner consist principally of cash balances with banks, cash equivalents and receivables, and other financial assets. The maximum exposure to credit risk is: the total of the fair value of the financial instruments and the full amount of any loan payable commitment at the end of the reporting year. Credit risk on cash balances with banks is limited because the counterparties are entities with acceptable credit ratings. Credit risk on other financial assets is limited because the other parties are entities with acceptable credit ratings.

**Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021**

**Exposure to credit risk**

Financial asset for which loss allowance is measured using expected credit loss model

Particulars	As at 31 March 21 (Rs.)	As at 31 March 20 (Rs.)
<b>Financial assets</b>		
Non current investment	1,42,85,601	1,73,06,349
Cash and cash equivalent	2,68,46,439	3,82,16,325
Bank balances other than above	-	-
Trade receivables	1,20,69,08,668	56,40,28,544
Loans	33,43,467	27,71,742
Other financial assets	2,70,60,041	2,95,54,806
<b>At end of the year</b>	<b>1,27,84,44,216</b>	<b>65,18,77,766</b>

Ageing analysis of the age of trade receivable amounts that are past due as at the end of reporting year but not impaired:

Particulars	As at 31 March 21 (Rs.)	As at 31 March 20 (Rs.)
<b>Trade receivables:</b>		
Less than 90 days	1,17,05,03,931	41,77,04,312
90 to 180 days	94,02,038	10,07,47,039
Over 180 days	2,70,02,699	4,55,77,193
	<b>1,20,69,08,668</b>	<b>56,40,28,544</b>

The Company has not recognised any loss allowance as the Company expect that there is no credit loss on trade receivables.

**Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021**

**41 Foreign currency risk**

The Company operates internationally and the major portion of business is transacted in USD & EURO. The Company has Sales, Purchase, Borrowing (etc.) in foreign currency. Consequently, the Company is exposed to foreign exchange risk.

Foreign exchange exposure is partially balanced by purchasing in goods, commodities and services in the respective currencies.

The company evaluate exchange rate exposure arising from foreign currency transactions and the company follows established risk management policies, including the use of derivatives like foreign exchange forward contracts to hedge exposure to foreign currency risk.

Foreign currency exposures not specifically covered by forward exchange contracts as at year end are as follows:

Currency	As at 31 March 2021		As at 31 March 2020	
	Foreign Currency	Indian Rupees	Foreign Currency	Indian Rupees
USD	23,29,036	17,04,06,481	7,61,832	5,74,31,399
EURO	26,13,940	22,45,95,214	18,04,020	14,98,23,139
GBP	-	-	-	-
Other currency	-	-	-	-

Foreign currency sensitivity

1 % increase or decrease in foreign exchange rates will have the following impact on profit before tax

Currency	As at 31 March 2021		As at 31 March 2020	
	1 % increase (Rs.)	1 % decrease (Rs.)	1 % increase (Rs.)	1 % decrease (Rs.)
USD	(17,04,065)	17,04,065	(5,74,314)	5,74,314
EURO	(22,45,952)	22,45,952	(14,98,231)	14,98,231
GBP	-	-	-	-
Other currency	-	-	-	-

**42 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.

Company has interest rate risk exposure mainly from changes in rate of interest on borrowing & on deposit with bank. The interest rate are disclosed in the respective notes to the financial statements of the Company. The following table analyse the breakdown of the financial assets and liabilities by type of interest rate:

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>Financial assets</b>		
Interest bearing - Fixed interest rate		
- Non current investment	-	-
- Non current fixed deposit	-	-
- Current fixed deposit	-	-
<b>Financial Liabilities</b>		
Interest bearing		
Borrowings - Floating interest rate		
- Working capital loan in rupee	1,36,63,56,570	59,41,93,457
Borrowings - Fixed interest rate		
- Banks & Financial institutions	-	-

**Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021**

**Interest Rate Sensitivity**

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings affected, after the excluding the credit exposure for which interest rate swap has been taken and hence the interest rate is fixed. With all other variables held constant, the Company's profit before tax is affected through the impact on floating rate borrowings, as follows:

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
Increase in 100 bps points Effect on profit before tax	(1,36,63,566)	(59,41,935)
Decrease in 100 bps points Effect on profit before tax	1,36,63,566	59,41,935

**43 Liquidity Risk**

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

The Company maximum exposure to credit risk for the components of the balance sheet at 31 March 2021 and 31 March 2020 is the carrying amounts. The liquidity risk is managed on the basis of expected maturity dates of the financial liabilities. The average credit period taken to settle trade payables is about 90 days. The other payables are with short-term durations. The carrying amounts are assumed to be a reasonable approximation of fair value. The following table analysis financial liabilities by remaining contractual maturities:

Particulars	On demand (Rs.)	Less than 3 months (Rs.)	3 to 12 months (Rs.)	1 to 5 years (Rs.)	> 5 years (Rs.)	Total (Rs.)
<b>Year ended 31 March 2021</b>						
Borrowings	-	3,09,63,282	60,89,51,508	72,64,41,780	-	1,36,63,56,570
Other financial liabilities	-	32,84,138	-	-	-	32,84,138
Trade and other payables	-	83,16,41,570	1,27,94,190	29,266	-	84,44,65,026
	-	<b>86,58,88,990</b>	<b>62,17,45,698</b>	<b>72,64,71,046</b>	-	<b>2,21,41,05,734</b>
<b>Year ended 31 March 2020</b>						
Borrowings	-	1,35,56,195	38,16,29,937	19,90,07,325	-	59,41,93,457
Other financial liabilities	-	1,43,93,271	15,44,403	1,32,160	-	1,60,69,834
Trade and other payables	-	44,61,04,381	6,81,35,492	2,29,989	-	51,44,69,862
	-	<b>47,40,53,847</b>	<b>45,13,09,832</b>	<b>19,93,69,474</b>	-	<b>1,12,47,33,153</b>

At present, the Company does expects to repay all liabilities at their contractual maturity. In order to meet such cash commitments, the operating activity is expected to generate sufficient cash inflows.

**Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021**

**44 Capital Management**

For the purpose of the Company's capital management, capital includes issued equity capital, share premium and all other equity reserves attributable to the equity holders of the parent. The primary objective of the Company's capital management is to maximise the shareholder value.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Company's policy is to keep optimum gearing ratio. The Company includes within net debt, interest bearing loans and borrowings, trade and other payables, less cash and cash equivalents, excluding discontinued operations.

Particulars	As at 31 March 21 (Rs.)	As at 31 March 20 (Rs.)
Borrowings	1,36,63,56,570	59,41,93,457
Trade payables	84,44,65,026	51,44,69,862
Other financial liabilities	32,84,138	1,60,69,834
Less: cash and cash equivalents	(2,68,46,439)	(3,82,16,325)
<b>Net debt (a)</b>	<b>2,18,72,59,295</b>	<b>1,08,65,16,828</b>
Total equity		
Total member's capital	1,66,93,31,623	1,11,81,37,729
<b>Capital and net debt (b)</b>	<b>3,85,65,90,918</b>	<b>2,20,46,54,557</b>
<b>Gearing ratio (%) (a/b)*100</b>	<b>56.71</b>	<b>49.28</b>

In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings. There have been no breaches in the financial covenants of any interest-bearing loans and borrowing in the current period.

**45 Estimates**

The estimates at 31 March 2021 and 31 March 2020 are consistent with those made for the same dates in accordance with Ind As(after adjustments to reflect any differences in accounting policies).

**46** Balances in the accounts of Trade Receivables, Loans and Advances, Trade Payables and Other Current Liabilities are subject to confirmation / reconciliation, if any. The management does not expect any material adjustment in respect of the same effecting the financial statements on such reconciliation / adjustments.

**47** There was no impairment loss on the fixed assets on the basis of review carried out by the management in accordance with Indian Accounting Standard (Ind AS)-36 'Impairment of Assets'.

**48 Earnings per share**

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders by the weighted average number of equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit attributable to equity holders by the weighted average number of equity shares outstanding during the year plus the weighted average number of equity shares that would be issued on conversion of all the dilutive potential equity shares into equity shares.

The following reflects the income and share data used in the basic and diluted EPS computations:

Particulars	Current Year 2020-21 (Rs.)	Previous Year 2019-20 (Rs.)
Profit attributable to equity holders of the parent for basic earnings (Rs.)	53,99,89,166	27,47,02,167
Weighted average number of equity shares for basic and diluted earning per share	3,15,00,000	3,15,00,000
Face value per share	10	10
Basic earning per share	17.14	8.72
Diluted earning per share	17.14	8.72

\*After considering the impact of issue of bonus shares in the ratio of 2 equity shares of Rs.10 each, for every 1 equity shares of Rs.10 each at the EGM held on March 31, 2021. 2,10,00,000 Bonus Equity Shares have been allotted on March 31, 2021 and equity share capital of the company has increased to 3,15,00,000(No. of Shares).

Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021

49 Additional information as required by Paragraph 2 of the General Instructions for Preparation of Consolidated Financial Statements to Schedule III to the Companies Act, 2013:

For the year ended 31 March 2021

Name of Entities	Net assets i.e. total assets minus total liabilities		Share in profit/(loss)		Share in OCI	
	As % of consolidated net assets	Rs.	As % of consolidated profit	Rs.	As % of consolidated profit	Rs.
<b>Parent:</b>						
Ami Organics Limited	98.21%	1,63,95,09,860	100.00%	53,99,89,167	3.17%	(2,79,070)
<b>Joint Venture</b>						
Ami Oncotheranostics LLC	20.84%	34,78,46,763	-1.78%	(95,88,767)	0.00%	-
Elimination	-19.06%	(31,81,45,448)	1.78%	95,88,767	96.83%	(85,18,002)
Foreign Currency Translation	0.01%	1,20,447	0.00%	-	0.00%	-
<b>Total</b>	<b>100.00%</b>	<b>1,66,93,31,622</b>	<b>100.00%</b>	<b>53,99,89,167</b>	<b>100.00%</b>	<b>(87,97,072)</b>

For the year ended 31 March 2020

Name of Entities	Net assets i.e. total assets minus total liabilities		Share in profit/(loss)		Share in OCI	
	As % of consolidated net assets	Rs.	As % of consolidated profit	Rs.	As % of consolidated profit	Rs.
<b>Parent:</b>						
Ami Organics Limited	96.57%	1,07,97,97,963	100.00%	27,47,02,165	7.65%	10,85,862
<b>Joint Venture</b>						
Ami Oncotheranostics LLC	26.87%	30,04,32,525	-0.38%	(10,42,578)	0.00%	-
Elimination	-23.67%	(26,46,63,700)	0.38%	10,42,578	92.35%	1,31,10,668
Foreign Currency Translation	0.23%	25,70,941	0.00%	-	0.00%	-
<b>Total</b>	<b>100.00%</b>	<b>1,11,81,37,729</b>	<b>100.00%</b>	<b>27,47,02,165</b>	<b>100.00%</b>	<b>1,41,96,530</b>

**Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021**

**50 RELATED PARTY DISCLOSURES**

**i) Related party relationships:**

<b>Particulars</b>	<b>Current Year 2020-21 (Rs.)</b>	<b>Previous Year 2019-20 (Rs.)</b>
<b>Key managerial personnel</b>	Chetankumar C. Vaghasia Girishbhai L. Chovatia(till 31st March, 2021) Nareshbhai R. Patel Virendra Nath Mishra (From 03.03.2021) Abhishek Patel (CFO) Vishalkumar Laxmilal Shah (till 8th November 2020) Mitali Chauhan(From 9th November 2020 to 21st february 2021) Ekta kumari Srivastava(w.e.f. 22nd February 2021)	Chetanbhai C. Vaghasia Girishbhai L. Chovatia Nareshbhai R. Patel  Abhishek Patel (CFO) Vishalkumar Laxmilal Shah (w.e.f. 25th February 2020)  Alpesh Makwana (upto 14th June, 2019)
<b>Independent Director</b>	Mr. Girikrishna S. Maniar (Independent Director) Mis. Kamini Shah (Till 31st March, 2021)	Mr. Adarsh Paul Singh (Independent Director) (upto 5th September 2019) Mr. Girikrishna S. Maniar (Independent Director) Mis. Kamini Shah (Independent Director)
<b>Relative of key management personnel</b>	Kiranben G. Chovatia Parulben C. Vaghasiya Shitalben N. Patel	Kiranben G. Chovatia Parulben C. Vaghasiya Shitalben N. Patel
<b>Enterprises in which relative of key management personnel have significant influence</b>	Ami Lifesciences Pvt Ltd.  Ami Procure Private Limited Religen Inc Ami Oncotheranostics Pvt Ltd.(under strike off) Prodigy Biotech Inc	Ami Lifesciences Pvt Ltd.  Ami Procure Private Limited Religen Inc Ami Oncotheranostics Pvt Ltd. Prodigy Biotech Inc Shivay Enterprise

**Notes:**

- The related party relationships have been determined on the basis of the requirements of the Indian Accounting Standard (Ind AS) -24 'Related Party Disclosures' and the same have been relied upon by the auditors.
- The relationships as mentioned above pertain to those related parties with whom transactions have taken place during the current year /previous year, except where control exists, in which case the relationships have been mentioned irrespective of transactions with the related party.

**AMI ORGANICS LIMITED**  
**(Formerly Known as Ami Organics Private Limited)**  
**CIN- U24100GJ2007PLC051093**

**Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021**

**ii. Transactions with related parties:**

<b>Particulars</b>	<b>Current Year 2020-21 (Rs.)</b>	<b>Previous Year 2019-20 (Rs.)</b>
<b>Advances for Land</b>		
Shitalben Patel	5,40,00,000	-
Chetanbhai C. Vaghasiya	5,40,00,000	-
<b>Total</b>	<b>10,80,00,000</b>	<b>-</b>
<b>Remuneration &amp; Allowance to KMP, Relatives of KMP &amp; Independent Directors</b>		
Girishbhai L. Chovatiya	1,11,00,000	1,60,97,600
Kiranben G. Chovatiya	12,00,012	10,90,114
Nareshbhai R. Patel	1,80,00,000	1,64,72,600
Chetanbhai C. Vaghasiya	1,80,00,000	1,63,47,600
Shitalben N. Patel	12,00,012	10,90,114
Parulben C. Vaghasiya	12,00,012	10,90,114
Vishalkumar Laxmilal Shah	2,67,805	44,467
Alpesh Makwana	-	1,86,311
Mr. Adarsh Paul Singh	-	40,000
Mr. Girikrishna S. Maniar	5,08,260	2,97,700
Mis. Kamini Shah	5,00,000	2,00,000
Mis. Mitali Chauhan	1,87,720	-
Ektakmari Srivastav	68,441	-
Virendra Nath Mishra	6,50,001	-
Mr. Abhishek Patel (CFO)	23,42,618	20,87,437
<b>Total</b>	<b>5,52,24,881</b>	<b>5,50,44,057</b>
<b>Subscription Expense &amp; Exhibition Expense</b>		
Ami Life Sciences Pvt. Ltd.	91,450	26,69,279
<b>Total</b>	<b>91,450</b>	<b>26,69,279</b>
<b>Loan Taken/(Given) &amp; Repayment thereof and balance outstanding as at the year end</b>		
<b>Balance at the beginning of the year</b>		
Chetanbhai C. Vaghasiya	2,55,33,891	3,55,00,000
Girishbhai Chovatiya	2,45,63,500	3,55,00,000
Nareshbhai Patel	2,30,39,500	3,40,00,000
<b>Loan Taken/(Given)</b>		
Nareshbhai Patel	-	70,00,000
<b>Repaid during the year</b>		
Chetanbhai C. Vaghasiya	2,55,33,891	99,66,109
Girishbhai Chovatiya	1,63,52,106	1,09,36,500
Nareshbhai Patel	2,30,39,500	1,79,60,500
<b>Balance Outstanding at the year end</b>		
Chetanbhai C. Vaghasiya	-	2,55,33,891
Girishbhai Chovatiya	82,11,394	2,45,63,500
Nareshbhai Patel	-	2,30,39,500
<b>Total</b>	<b>82,11,394</b>	<b>7,31,36,891</b>

Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021

51 Research and Development Expense

Particulars	As at 31 March 2021 (Rs.)	As at 31 March 2020 (Rs.)
<b>(a) Capital Expenditure</b>		
Finished	3,07,88,164	17,26,317
Work in Process	-	6,27,51,435
<b>(b) Revenue Expenditure :</b>		
(i) Salary Expense	2,33,24,976	1,78,55,358
(ii) Consumable Stores R & D	71,09,426	24,22,499
(iii) Power & Fuel	20,85,887	-
(iv) Material Purchase	3,02,315	11,02,931
(v) Leave Encashment Expense	1,94,837	-
(vi) Other Expenses	-	31,500
(vii) Traveling Expenses-R&D	6,720	49,737
(viii) Repair & Maintenance Exp (R&D)	11,77,368	-
<b>Total</b>	<b>3,42,01,529</b>	<b>2,14,62,025</b>
<b>Total Capital &amp; Revenue Expenditure</b>	<b>6,49,89,693</b>	<b>8,59,39,777</b>

Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021

52 Reconciliation of Retrospective restatement: Correction of errors as per Ind As 8

Particulars	Note No.	Year Ended 31st March, 2020 (Rs.)
Restated profit after tax		29,59,39,183
<b>Adjustments:</b>		
Rectification of Prior Period error	1	(28,59,200)
Deferred tax assets/(liabilities) as per Ind AS 12	2	(11,80,293)
Prior Period Tax Adjustments	3	10,30,161
<b>Profit after tax(as per audited financial statements)</b>		<b>29,29,29,851</b>

Reconciliation between audited equity and total corrected equity

Particulars	Note No.	As at 31 March 2020 (Rs.)	As at 31 March 2019 (Rs.)
Total Equity as per Restated standalone financial statements		1,11,81,37,729	82,21,98,546
<b>Adjustments:</b>			
Rectification of Prior Period error	1	(14,90,544)	13,68,656
Deferred tax assets/(liabilities) as per Ind AS 12	2	(27,89,376)	(16,09,083)
Prior Period Tax Adjustments	3	10,30,161	-
<b>Total Equity as per Standalone audited financial statements</b>		<b>1,11,48,87,971</b>	<b>82,19,58,119</b>

Notes:

Notes to Adjustment of Restatement

- Rectification of Prior Period Error**  
Prior Period Expenses has been Rectified/ Charged to the year in which it is incurred.
- Deferred tax**  
Ind AS 12 requires entities to account for deferred taxes using the balance sheet approach, which focuses on temporary differences between the carrying amount of an asset or liability in the balance sheet and its tax base. In addition, the various transitional adjustments lead to temporary differences.
- Tax Impact of Ind As Adjustments/Restatement Adjustment**  
Restatement Profit has been Changed due to Ind As & Restatement Adjustment accordingly Tax Impact has been Computed.

**Notes to the Consolidated Ind AS Financial Statements for the year ended 31 March 2021**

**53 Events after the end of the reporting period**

No subsequent event has been observed which may require an adjustment to the statement of financial position.

**54** In the opinion of the Management, current assets, loans, advances and deposits are approximately of the value stated, if realised in the ordinary course of business and are subject to confirmation.

**55** The tax rate used for the reconciliation above is the corporate tax rate payable by corporate entities in India on taxable profits under the Indian tax law. The Company has elected to exercise the option permitted under Section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019 which gives a one time irreversible option to domestic companies for payment of corporate tax at reduced rates. Accordingly, the Company has re-measured its deferred tax asset (net) basis the rate prescribed in the said section.

**56** The Company has considered the possible effects that may result from the pandemic relating to COVID 19 on the financial results of the Company. While evaluating the impact, the Company has considered possible future uncertainties in the economic conditions because of the pandemic. However, considering the operations of the Company, there has been no material impact on the financial position/ results of the Company. Given the Uncertainties associated with the nature and duration of this pandemic the eventual outcome of the impact of the global health pandemic may be different from those-estimated as on the date of approval of these financial results and the Company will closely monitor any material changes to the economic environment their Impact on its business in the times to come.

**57** The Company, has acquired two Business as going concerns on slump sales basis from M/s Gujarat Organics Limited through execution "Business Transfer Agreement" with effect from 31.03.2021. The plant are located at (1) Plot No. 127/1, Ankleshwar Industrial Estate, Gujarat and (2) Plot No. 910/1/B, Jhagadia Industrial Estate, Jhagadia, District Bharuch, Gujarat. Business acquired includes together with its Immovable and movable assets, Working Capital, books and records, Intellectual property, employee, goodwill, insurance and all other business rights for an aggregate consideration of Rs.22.95 Crores & Rs.69.95 Crores respectively.

**58** Previous period/years figure have been regrouped/rearranged wherever necessary, to correspond with the current period /year classification / disclosures.

**Signatures to Notes 1 to 58**

As per our report of even date attached

**For Maheshwari & Co.**  
**Chartered Accountants**  
**FRN 105834W**

**Pawan Gattani**  
Partner  
Membership No.: 144734

Place: Mumbai  
Date: 7th May, 2021

**For and on behalf of the Board of directors of Ami organics Limited**

<b>Chetankumar C. Vaghasia</b>	<b>Nareshbhai R. Patel</b>
Whole Time Director	Chairman & Managing Director
(DIN-01375540)	(DIN-00906232)

Place: Surat  
Date: 7th May, 2021

<b>Ekta Kumari</b>	<b>Abhishek Patel</b>
Company Secretary	Chief Financial Officer
A - 27323	(Pan-AKNPP5102F)

**FORM MGT 11 PROXY FORM**

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

**AMI ORGANICS LIMITED****CIN: U24100GJ2007PLC051093****Regd. Office:** Plot No. 440/4, 5 & 6, Road No. 82/A, GIDC Sachin, Surat, Gujarat 394230 INDIAPh: +91-0261-2397193 -94-96 Email: [info@amiorganics.com](mailto:info@amiorganics.com) Website: [www.amiorganics.com](http://www.amiorganics.com)

Name of the member(s): _____
Registered address: _____ _____
E-mail ID: _____
Folio No/DP ID-Client ID: _____

I/We being the Member(s), holding \_\_\_\_\_ of the above named company, hereby appoint:

1	Name Address  Email id	Signature
2	Name Address  Email id	Signature
3	Name Address  Email id	Signature

as my / our Proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 14<sup>th</sup> Annual General Meeting of the Company to be held on Saturday, 15<sup>th</sup> May, 2021, at 11:00 A.M. at the Registered office of Company and any adjournment thereof in respect of such resolutions as are indicated below:

**Business: (Ordinary Item No. 1 & 2 and Special Business Item No. 3 to 10)**

1. Audited Standalone & Consolidated Financial Statements.
2. Re-appointment of Director Mr. Nareshbhai Patel who retires by rotation.
3. Ratification of remuneration of Cost Auditors.
4. Reappointment of Mr. Nareshbhai R. Patel as Managing Director and payment of remuneration.
5. Reappointment of Mr. Chetankumar Vaghasia as Whole Time Director and payment of remuneration.
6. Appointment of Mr. Virendra Nath Mishra as Whole Time Director.
7. Appointment of Mr. Hetal Gandhi as Independent Director.
8. Appointment of Mrs. Richa Manoj Goyal as Independent Director
9. Approval of Payment of commission to Non-Executive Director.
10. Alteration of Memorandum of Association of Company

On this \_\_\_\_\_ day of \_\_\_\_\_, 2021.

Signature of shareholder: \_\_\_\_\_

Signature of Proxy holder(s): \_\_\_\_\_

Note: This form in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.

## ATTENDANCE SLIP

### AMI ORGANICS LIMITED

CIN: U24100GJ2007PLC051093

**Regd. Office:** Plot No. 440/4, 5 & 6, Road No. 82/A,

GIDC Sachin, Surat, Gujarat 394230 INDIA

Ph: +91-0261-2397193 -94-96

Email: [info@amiorganics.com](mailto:info@amiorganics.com)

Website: [www.amiorganics.com](http://www.amiorganics.com)

## ATTENDANCE SLIP

Name of the Member(s):
.....
Registered address:.....
.....
.....
E-mail ID: .....
Folio No/DP ID-Client ID: .....
Number of Shares held: .....

I/We certify that I am a member / proxy of the Company.

**I hereby record my presence at the 14<sup>th</sup> Annual general Meeting of the Company to be held at the Registered office of the Company at Plot No. 440/4, 5 & 6, Road No. 82/A, GIDC Sachin, Surat, Gujarat 394230 at 11:00 A.M. on Saturday, 15<sup>th</sup> day of May, 2021.**

\_\_\_\_\_  
**Name of the Member / Proxy**

**Proxy**

(In Block Letters)

\_\_\_\_\_  
**Signature of the Member /**

Note: Please fill this attendance slip and hand it over at the entrance of the meeting hall. Members are requested to bring their copies of Annual Report 2020-21 for the meeting.

## **ROUTE MAP :**

### **Surat Railway Station to AMI ORGANICS LIMITED**

Plot No. 440/4, 5 & 6, Road No. 82/A, GIDC Sachin

Surat, Gujarat 394230 INDIA

