

ANNUAL | 2021
REPORT | 2022



**N. K.
Industries Ltd.**



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Like Us...



Corporate Information

CIN L91110GJ1987PLC009905

BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONNEL (KMP):

Mr. Nimish K. Patel	<i>Chairman & Managing Director</i>
DIN: 00240621	
Mr. Hasmukh K. Patel	<i>Whole-Time Director</i>
DIN: 06587284	
Mr. Priyam N. Patel	<i>Chief Executive Officer</i>
Mr. Snehal Patel	<i>Independent Director</i>
DIN: 01655758	
Ms. Mansheel Kaur	<i>Independent Director</i> <i>(w.e.f. 7th June, 2021)</i>
Mr. Ashwin P. Patel	<i>Chief Financial Officer</i>
Mr. Sandip Gohel	<i>Company Secretary & Compliance Officer</i> <i>(upto 16th September, 2021)</i>
Ms. Pooja H. Khakhi	<i>Company Secretary & Compliance Officer</i> <i>(w.e.f. 27th October, 2021)</i>

AUDITORS:

M/s Parikh & Majmudar,
Chartered Accountants,
Ahmedabad

REGISTRAR & TRANSFER AGENT:

Link Intime India Pvt. Ltd.
Ahmedabad

REGISTERED OFFICE:

7th Floor, Popular House,
Ashram Road, Ahmedabad - 380 009

FACTORY:

Thor Road, Kadi Village-382 715
District: Mehsana, Gujarat

BANKERS:

HDFC Bank Limited
Punjab National Bank

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NOTICE to the 34th Annual General Meeting

Notice is hereby given that the 34th Annual General Meeting (AGM) of the members of N. K. Industries Limited will be held on Monday, the 19th day of September, 2022, at 12:30 P.M IST through Video Conferencing (“VC”) / Other Audio-Visual Means (“OAVM”) (“AGM” / “the Meeting”), to transact the following business:

ORDINARY BUSINESS:

Item No. 1- Adoption of Financial Statements

To receive, consider and adopt the Standalone and Consolidated Audited Balance Sheets as at 31st March, 2022 and the Statements of Profit and Loss for the year ended on that date and the Reports of the Board of Directors’ and Auditors’ thereon.

Item No. 2 – Appointment of Director liable to retire by rotation

To appoint a Director in place of Mr. Has Mukh K. Patel (DIN: 06587284) Whole-time Director, who retires by rotation and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS:

Item No. 3 – To approve the remuneration of Cost Auditors for the year 2022-23

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

“RESOLVED THAT pursuant to the provisions of Section 148 and all other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), M/s. N.D. Birla & Co., Cost Accountants, appointed as Cost Auditors by the Board of Directors, to conduct the audit of the cost records of the Company for the financial year 2022-23, be paid a remuneration of ₹ 50,000 (excluding out of pocket expenses and applicable rate of taxes).

RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby authorized to do all such acts and take all such steps as may be necessary or expedient to give effect to this resolution.”

Item No.4 – To approve the related party transactions of the Company under Section 188 of the Companies Act, 2013

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

“RESOLVED THAT pursuant to the provisions of Section 188 r.w. Rule 15 (3) of the Companies (Meetings of Board and its powers) Rules, 2014 and other applicable provisions of the Companies Act, 2013 (including any statutory modification(s) or re-enactment thereof for the time being in force), approval of the Company be and is hereby accorded to enter into the related party transactions by the Company with the respective related parties and for the maximum amounts per annum, as mentioned herein below:

Nature of transaction as per Section 188 of the Companies Act, 2013	Name of Director/KMP who is interested and nature of their relationship	Name of the related party	Estimated Maximum Amount
Job Work Arrangement/Purchase/Sales of various goods/Arrangement of lease	Mr. Nimish K Patel, Chairman and Managing Director,	N K Proteins Private Limited	₹ 200 crores

“RESOLVED FURTHER THAT the Board of Directors of the Company and/or a Committee thereof, be and is hereby, authorized to do or cause to be done all such acts, matters, deeds and things and to settle any queries, difficulties, doubts that may arise with regard to any transaction with the related party and execute such agreements, documents and writings and to make such filings, as may be necessary or desirable for the purpose of giving effect to this resolution, in the best interest of the Company.”

Item No.5 – To approve the payment of remuneration to Mr. Has Mukh K. Patel (DIN: 06587284) Whole-time Director of the Company w.e.f. 20th September, 2022 for the remaining period of his present tenure.

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

“RESOLVED THAT pursuant to the provisions under Section 196, 197, 198, Schedule V as applicable and other applicable provisions, if any, of the Companies Act, 2013 (hereinafter referred to as “the Act”) including any statutory amendments, modifications or re-enactment thereof and subject to such other requisite approvals, as may be required in this regard, the consent of the Shareholders be and is hereby accorded for the payment of remuneration within the maximum permissible remuneration as specified in Section II of Part II of Schedule V to the Companies Act, 2013 without obtaining the approval of the Central Government to Mr. Has Mukh K Patel (DIN: 06587284), Whole-time Director of the Company w.e.f. 20th September, 2022 for the remaining period of his tenure on the terms and conditions as recommended by the Nomination and Remuneration



Committee and approved by the Board of Directors of the Company and as set out in the explanatory statement forming part of this resolution notwithstanding that the remuneration may exceed the limits prescribed in the provisions of Section 197, 198 and within the limits prescribed under Schedule V to the Companies Act, 2013 in case of no profits/inadequate profits.

RESOLVED FURTHER THAT the remuneration as set out in the explanatory statement forming part of this resolution payable to Mr. Hasmukh K Patel (DIN: 06587284), Whole-time Director w.e.f. 20th September, 2022 is subject to the condition that the remuneration payable shall be within the maximum permissible limits specified under Section II of Part II of Schedule V to the Companies Act, 2013 without obtaining the approval of the Central Government in case of no profits/ inadequate profits.

RESOLVED FURTHER THAT notwithstanding anything contained in Section 197, 198 and Schedule V of the Companies Act, 2013 or any amendment/re-enactment thereof or any revised/new schedule thereof, in the event of absence of profits or inadequate profits in any financial year, the salary, perquisites and statutory benefits, as set out in the explanatory statement forming part of this resolution be paid as minimum remuneration to Mr. Hasmukh K Patel (DIN: 06587284), Whole-time Director.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all such acts, deeds and things, to enter into such agreement(s), deed(s) of amendment(s) or any such document(s), as the Board may, in its absolute discretion, consider necessary, expedient or desirable including power to sub-delegate, in order to give effect to this resolution or as otherwise considered by the Board to be in the best interest of the Company, as it may deem fit."

For and on behalf of the Board of Directors

Date: 24/08/2022
Place: Ahmedabad

Sd/-
Nimish K. Patel
Chairman & Managing Director

NOTES:

1. Information in respect of special businesses to be transacted pursuant to Section 102 of the Companies Act, 2013 and/or Regulation 36 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is annexed hereto.
2. In view of the continuing COVID-19 pandemic, the Ministry of Corporate Affairs ("MCA") has, vide its circular no. 02/2021 dated January 13, 2021 read together with circular nos. 14/2020, 17/2020 and 20/2020 dated April 8, 2020, April 13, 2020, May 5, 2020 and Circular No. 02/2021 dated January 13, 2021 and Circular No. 2/2022 dated 5th May, 2022 (collectively referred to as "MCA Circulars"), and also Securities Exchange Board of India, vide its circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020 and Circular No. SEBI/HO/CFD/CMD1/CIR/P/2021/11 dated January 15, 2021 and Circular No. SEBI/HO/DDHS/DDHS_Div2/P/CIR/2022/079 dated 3rd June, 2022 ("Circulars") permitted convening the Annual General Meeting ("AGM" / "Meeting") through Video Conferencing ("VC") or Other Audio Visual Means ("OAVM"), without physical presence of the members at a common venue. In accordance with the said Circulars, provisions of the Companies Act, 2013 ("the Act") and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), the AGM of the Company is being held through VC / OAVM. The deemed venue for the AGM shall be the Registered Office of the Company.
3. Member Entitled To Attend And Vote At The Annual General Meeting (Agm) Is Entitled To Appoint A Proxy To Attend And Vote Instead Of Himself And The Proxy Need Not Be A Member Of The Company.
A person can act as proxy on behalf of members not exceeding fifty (50) and holding in the aggregate more than ten percent of the total share capital of the Company. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
Since this AGM is being held pursuant to the MCA & SEBI Circulars through VC/OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form, Attendance Slip and route map of the AGM are not annexed to this Notice.
4. Institutional/Corporate Members are requested to send a scanned copy (PDF/JPEG format) of the Board Resolution authorizing its representatives to attend and vote at the AGM, pursuant to Section 113 of the Companies Act, 2013 on nkil@nkproteins.com.
5. The Register of Members and Share Transfer Books of the Company will be closed from September 09, 2022 to September 19, 2022 (both days inclusive) for the purpose of Annual General Meeting.
6. In line with the aforesaid MCA and SEBI circulars, the Notice of AGM along with Annual Report 2021-22 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/ Depositories. Member may note that Notice and Annual Report 2021-22 has been uploaded on the website of the Company at www.nkindustriesltd.com.
7. The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited and National Stock Exchange



of India Limited at www.bseindia.com and www.nseindia.com respectively and the AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. www.evoting.nsdl.com.

8. In terms of the provisions of Section 152 of the Companies Act, 2013, Mr. Hasmukh K. Patel (DIN: 06587284) Whole-time Director of the Company retires by rotation at forthcoming Annual General Meeting and being eligible, offers himself for re-appointment.
9. The requirement to place the matter relating to the appointment of Auditors for ratification by Members at every Annual General Meeting has been removed vide notification dated 7th May, 2018 issued by the Ministry of Corporate Affairs. Accordingly, no resolution is proposed for ratification of appointment of Auditors, who were appointed from the conclusion of the 31st Annual General Meeting, held on 21st September, 2019.
10. Members holding the shares in physical mode are requested to notify immediately the change of their address and bank particulars to the R&T Agent of the Company. In case shares held in dematerialized form, the information regarding change of address and bank particulars should be given to their respective Depository Participant.
11. Members holding shares, in physical form, if any are requested to immediately get the same dematerialized as it is now mandatory as per the provisions of the Companies Act, 2013 that all shares of the listed entity shall be held in Demat form only. Further, in case of physical shares, no transaction w.r.t transfer/transmission will be carried out by the Company and that the Company shall not be held responsible for such rejection to the application made in this regard by the members holding physical shares. (If all the shares of the Company are in demat than this point can be done away with).
12. Pursuant to the provisions of Section 72 of the Act, the facility for making nomination is available for the Members in respect of the shares held by them. Members who are desirous of availing this facility, may kindly write to Company's R&T Agent for nomination form quoting their folio number.
13. Participation of Members through VC/ OAVM will be reckoned for the purpose of quorum for the AGM as per Section 103 of the Companies Act, 2013 ('the Act').
14. Shareholders seeking any information with regard to accounts are requested to write to the Company at least 10 days before the meeting so as to enable the management to keep the information ready.
15. Members who would like to express their views or ask questions with respect to the agenda items of the meeting will be required to register themselves as speaker by sending e-mail to the Company Secretary on nkil@nkproteins.com from their registered e-mail address, mentioning their name, DP ID & Client ID / folio number and mobile number at least 7 days before AGM. The Company reserves the right to restrict the number of questions and number of speakers, depending upon availability of time, for smooth conduct of the AGM. Further, Members who would like to have their questions / queries responded to during the AGM are requested to send such questions/queries in advance within the aforesaid time period.
16. The Register of Directors' and Key Managerial Personnel and their shareholding maintained under Section 170 of the Companies Act, 2013, the Register of contracts or arrangements in which the Directors are interested under Section 189 of the Companies Act, 2013 and all other documents referred to in the Notice will be available for inspection in electronic mode during the AGM. Members who wish to seek inspect, may send their request through an email at nkil@nkproteins.com up to the date of AGM.
17. In compliance with the provisions of Section 108 of the Act and the Rules framed thereunder, as amended from time to time, and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Members are provided with the facility to cast their vote electronically, through the e-voting services provided by NSDL, on all the resolutions set forth in this Notice. The instructions for e-voting are given herein below. Resolution(s) passed by Members through e-voting is/are deemed to have been passed as if they have been passed at the AGM.
18. The Board of Directors has appointed Ms. Riddhi Pamnani of M/s. Riddhi Khaneja & Associates, Practicing Company Secretaries (Membership No. 10221 COP No. 17397) as the Scrutinizer to scrutinize the voting during the AGM and remote e-voting process in a fair and transparent manner.
19. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participants with whom they are maintaining their Demat accounts. Members holding shares in physical form can submit their PAN details to the Company/ Registrar and Transfer Agent.
20. In case of Joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote at the meeting.
21. Non-Resident Indian Members are requested to inform Registrar and Transfer Agent, immediately of:
 - i. Change in their residential status on return to India for permanent settlement.
 - ii. Particulars of their bank account maintained in India with complete name, branch, account type, account number and address of the bank with pin code number, if not furnished earlier.
22. Since the AGM will be held through VC / OAVM, the Route Map of the AGM venue is not annexed to this Notice.



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

The remote e-voting period begins on 16th September, 2022 at 09:00 A.M. and ends on 18th September, 2022 at 05:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. 09th September, 2022, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being 09th September, 2022.

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





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

Step 1: Access to NSDL e-Voting system

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

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

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

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	<ol style="list-style-type: none"> Existing IDeAS user can visit the e-Services website of NSDL Viz. https://eservices.nSDL.com either on a Personal Computer or on a mobile. On the e-Services home page click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section , this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. If you are not registered for IDeAS e-Services, option to register is available at https://eservices.nSDL.com. Select “Register Online for IDeAS Portal” or click at https://eservices.nSDL.com/SecureWeb/IdeasDirectReg.jsp Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nSDL.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Shareholders/Members can also download NSDL Mobile App “NSDL Speede” facility by scanning the QR code mentioned below for seamless voting experience. <p>NSDL Mobile App is available on</p> <p> App Store  Google Play</p> <div style="display: flex; justify-content: space-around;">   </div>



Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with CDSL	<ol style="list-style-type: none"> Existing users who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or www.cdslindia.com and click on New System Myeasi. After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of e-Voting service provider i.e. NSDL. Click on NSDL to cast your vote. If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. NSDL where the e-Voting is in progress.
Individual Shareholders (holding securities in demat mode) login through their depository participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

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

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

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

B) Login Method for e-Voting and joining virtual meeting for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.

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

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

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

4. Your User ID details are given below :

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

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

- a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
- b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
- c) How to retrieve your 'initial password'?
 - (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
 - (ii) If your email ID is not registered, please follow steps mentioned below in process for those shareholders whose email ids are not registered.

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

- a) Click on "[Forgot User Details/Password?](#)" (If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.
- b) [Physical User Reset Password?](#)" (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
- c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
- d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.

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

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

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

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

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

1. After successful login at Step 1, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle and General Meeting is in active status.
2. Select "EVEN" of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on "VC/OAVM" link placed under "Join General Meeting".
3. Now you are ready for e-Voting as the Voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.



5. Upon confirmation, the message "Vote cast successfully" will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders

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

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

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

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

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

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

1. Member will be provided with a facility to attend the EGM/AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for Access to NSDL e-Voting system. After successful login, you can see link of "VC/OAVM link" placed under "Join General meeting" menu against company name. You are requested to click on VC/OAVM link placed under Join General Meeting menu. The link for VC/OAVM will be available in Shareholder/ Member login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.

2. Members are encouraged to join the Meeting through Laptops for better experience.
 3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
 4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
 5. Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at nkil@nkproteins.com. The same will be replied by the company suitably.
- I. The Shareholders are requested to write to the Company Secretary at the below mentioned address for resolving their grievances:**

Name : Pooja H Khakhi

Designation : Company Secretary & Compliance officer

Address : 7th Floor, Popular House, Ashram Road, Ahmedabad- 380009.

Email : nkil@nkproteins.com

Telephone : (079) 66309999

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

The following Statement sets out all material facts relating to the Special Business mentioned in the accompanying Notice:

In respect of Item No. 3:

The Board, on the recommendation of Audit Committee, has approved the appointment and remuneration of the Cost Auditors to conduct the audit of the cost records of the Company for the financial year ending on March 31, 2023. The remuneration fixed is ₹ 50,000/- (excluding out of pocket expenses and applicable rate of taxes).

In accordance with the provisions of Section 148 of the Act read with the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors as recommended by the Audit Committee and approved by the Board of Directors, has to be ratified by the members of the Company.

Accordingly, consent of the members is sought for passing an Ordinary Resolution as set out at Item No.3 of the Notice for ratification of remuneration payable to the Cost Auditors for the financial year ending March 31, 2023.

None of the Directors or Key Managerial Personnel of the Company or their relatives are concerned or interested, financial or otherwise, in this Resolution.

The Board recommends the Ordinary Resolutions as set out at Item No. 3 of the Notice for approval by the members.

In respect of Item No. 4:

Approval for entering into Related Party Transactions by the Company

The provisions of Section 188(1) of the Companies Act, 2013 that govern the Related Party Transactions, requires that for entering into any contract or arrangement as mentioned herein below with the related party, the Company must obtain prior approval of the Board of Directors and in case such contract or arrangement exceeds the limits as mentioned under rule 15 of The Companies (Meetings of Boards and its Powers) Rules, 2014, prior approval of the shareholders by way of an Ordinary Resolution must be obtained.

In light of the above provision, we would hereby like to inform the shareholders that the Company has entered into a Dry Lease Agreement dated 15th April, 2019 with N K Proteins Private Limited, which was further extended for a period of one year vide Supplemental Agreement dated 15th April, 2020 and 01st April, 2021 in place of earlier Job Work Agreement. Under this Agreement the factory premise of the Company situated at Kadi, Mehsana District is given on lease for carrying out the business of crushing of castor seeds at a monthly rent of ₹ 20 Lakhs for a period of 1 year. Further, this agreement was extended for a further period of 1 year vide Supplemental Agreement dated 15th April, 2020, 01st April, 2021 and 05th April, 2022 respectively.

Pursuant to the provisions of the Companies Act, 2013, the Board of Directors of your Company has approved the proposed transaction along with annual limit that your Company may enter into with the related party in the Board Meeting dated 19th May, 2022.



The respective agreement is entered on arm's length basis and all factors relevant to the respective contract have been considered by the Board. The Copies of the above mentioned existing agreement shall be available for inspection by the members at the Registered Office of the Company during the normal business hours on all working days upto the date of Annual General Meeting of the Company.

The Board of Directors recommends the resolution set forth in item No. 4 for approval of the Members.

Mr. Nimish K. Patel (DIN: 00240621) is interested in the said resolution.

Except this no other Director or Key Managerial Personnel or their relatives are concerned or interested in this resolution except to the extent their respective shareholding in the Company.

In respect of Item No. 5:

Mr. Hasmukh K. Patel, aged 67 years is presently designated as Whole-time Director of the Company. He has been affiliated with the Company as a member of the Board of Directors since 01st June, 2013 and from then the Company is getting his guidance and supervision. Because of his sustained efforts, the Company has sustained a growth pattern and has achieved success in creating a brand image in the Industry. He has wholesome exposure on all aspects of business of the Company and is engaged in supervision & conduct of business of all the industrial units of Company, along with a team of senior management personnel, who assist him in carrying out his activities, subject to the overall supervision & control of the Board.

During the financial year 2021-22, 4 (Four) meetings of the Board of Directors had been held and out of which 4 (Four) meetings were attended by Mr. Hasmukh K. Patel.

As on 31 March, 2022, he holds Nil equity shares in the Company.

Mr. Hasmukh K. Patel is the Member of Nomination and Remuneration Committee and Audit Committee of the Company.

Mr. Hasmukh K. Patel had been re-appointed as the Whole-time Director of the Company for a period of 5 (Five) years w.e.f. 1st June, 2019 in the Board Meeting held on 14th August, 2019 and the minimum remuneration of ₹ 67,316/- p.m. w.e.f. 1st June, 2019 was approved as per the then prevailing Section II of Part II of Schedule V of the Companies Act, 2013 in reference to the shareholder's approval granted in the Annual General Meeting held on 21st September, 2019. However, Mr. Hasmukh K. Patel was paid remuneration of ₹ 67,316/- p.m. For the year 2021-22

Further, as per Ministry of Corporate Affairs notification dated 12 September 2016, the Central Government amended the Schedule V of the Companies Act, 2013, with this, the minimum remuneration payable to the managerial person in the applicable slab for the Company shall be ₹ 60 Lacs p.a. and with the approval of the shareholders by way of a special resolution shall be doubled to ₹ 1.2 crores p.a.

The Board of Directors of the Company in its meeting held on 24th August, 2022 approved the payment of remuneration of ₹ 67316/- to Mr. Hasmukh K. Patel, Whole-time Director for the remaining period of his tenure w.e.f. 20th September, 2022 as recommended by the Nomination and Remuneration Committee in its meeting held on 02nd August, 2022 in terms of Section 197, 198, Schedule V and any other applicable provisions of the Companies Act, 2013, at the terms and conditions as set out below:

- A. Salary and Perquisites: Within the maximum permissible remuneration as per Schedule V of the Companies Act, 2013 in case of no profits/inadequate profits pursuant to the approval of the shareholders.
- B. The Whole-time Director shall also be eligible to the following perquisites which are not included in the computation of ceiling remuneration specified in the said Part II Section IV of Schedule V of the Companies Act, 2013:
 - a) Contribution to Provident Fund, Superannuation Fund or Annuity Fund to the extent these either singly or put together are not taxable under the Income Tax Act, 1961.
 - b) Gratuity payable at a rate not exceeding half a month's salary for each completed year of service. c) Encashment of the leave at the end of the tenure.
- C. Other terms:
 1. He shall be entitled to re-imbursalment of actual out of pocket expenses incurred in connection with the business of the Company.
 2. He shall be entitled to re-imbursalment of entertainment expenses incurred for the business of the Company.
 3. He shall be entitled to earned/privileged leave as per the Rules of the Company.
 4. He shall be entitled for telephone facility as per Company's policy.



The following are the information required under Section II of Part II of Schedule V of the Companies Act, 2013:

Sr. No.	Particulars	Information												
I	GENERAL INFORMATION													
1.	Nature of Industry	Non-edible Oil industry												
2.	Date of commencement of commercial production	In the year 1987												
3.	In case of new Companies, expected date of commencement of activities as per project approved by Financial Institutions appearing in the prospectus	N.A.												
4.	Financial Performance based on given indicators	(Amount in Lacs) <table border="1"> <thead> <tr> <th>Indicators</th> <th>2021-22</th> <th>2020-21</th> </tr> </thead> <tbody> <tr> <td>Total Revenue</td> <td>₹ 240.00</td> <td>₹ 240.00</td> </tr> <tr> <td>Total Expenses</td> <td>₹ 531.10</td> <td>₹ 579.64</td> </tr> <tr> <td>Profit/ (Loss) after Tax</td> <td>₹ (181.73)</td> <td>₹ (254.01)</td> </tr> </tbody> </table>	Indicators	2021-22	2020-21	Total Revenue	₹ 240.00	₹ 240.00	Total Expenses	₹ 531.10	₹ 579.64	Profit/ (Loss) after Tax	₹ (181.73)	₹ (254.01)
Indicators	2021-22	2020-21												
Total Revenue	₹ 240.00	₹ 240.00												
Total Expenses	₹ 531.10	₹ 579.64												
Profit/ (Loss) after Tax	₹ (181.73)	₹ (254.01)												
5.	Foreign investments or collaborations, if any	N.A.												
II	INFORMATION ABOUT THE APPOINTEE													
1.	Background details													
2.	Past remuneration	₹ 67, 316/- P. M.												
3.	Recognition or awards	Nil												
4.	Job profile and his suitability	Mr. Hasmukh K. Patel, Whole-time Director of the Company has continuously strived to grow and has taken many crucial decisions and has led the Company with all the leadership skills that were required to nurture and support the Company. The castor industry is filled up with enormous adverse business conditions and hence requires an experienced and strong leadership. He is an inseparable part of the management and is thereby most suitable for the post of Whole-time Director.												
5.	Remuneration proposed	₹ 67, 316/- P. M.												
6.	Comparative remuneration profile with respect to industry, size of the Company, profile of the position and person (in case of expatriates the relevant details would be w.r.t. the country of his origin)	The remuneration that is proposed is as per the limits provided under Schedule V of the Companies Act, 2013, in the case of inadequate profits/losses.												
7.	Pecuniary relationship directly or indirectly with the Company or relationship with the managerial personnel, if any.	NA												
III	OTHER INFORMATION													
1.	Reasons of loss or inadequate profits	Adverse business conditions and higher invariable costs.												
2.	Steps taken or proposed to be taken for improvement	The Company has entered into a Dry Lease Agreement with a group Company N K Proteins Private Limited. Under this agreement the Company has given its factory premise located at Kadi, Mehsana under dry lease for a period of one year.												
3.	Expected increase in productivity and profits in measurable terms	No major change in the profitability can be anticipated at these pandemic times.												



Further, pursuant to the provisions of Sections 117(3), 197, Schedule V as applicable and other applicable provisions, if any, of the Companies Act, 2013, the said terms & conditions of remuneration shall be placed for the approval of the Shareholders in the Annual General Meeting.

Therefore, the Board of Directors of your Company recommends the passing of Special Resolution as set out at Item No. 05 of the Notice.

Except Mr. Hasmukh K. Patel, himself is concerned or interested, financial or otherwise, in the passing of the above resolution as set out in Item No. 05 of the notice.

For and on behalf of the Board of Directors

Date: 24.08.2022
Place: Ahmedabad

Sd/-
Nimish K. Patel
Chairman & Managing Director

ANNEXURE-1 OF THE NOTICE

(i) As per the requirement of Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standards on General Meetings (SS-2), details including the profile of Directors seeking Re-appointment due to retirement by Rotation, is given below:

Name of Director	Mr. Hasmukh K. Patel
Date of Birth / Age	14/12/1954
Date of First Appointment	01/06/2013
Qualification	SSC (Matric)
Terms and Conditions of appointment or re-appointment	As per the existing terms and conditions
Expertise in Specific functional areas	All functional areas
Number of shares held in the Company (As on 31.03.2022)	Nil
Past Remuneration	₹ 67,316/-
Remuneration Proposed	N.A
List of other Companies in which Directorships are held	1) Tirupati Proteins Pvt. Ltd.
Memberships/ Chairpersonships of committees of other Board	N.A
No. of Board Meetings attended during the year 2021-22	4/4
Relationship with other Directors/ Manager and other Key Managerial Personnel	N.A

BOARD'S REPORT

To,
The Members,

Your Directors are pleased to present the 34th Annual Report along with the Standalone and Consolidated Audited Financial Statements of your Company for the Financial Year ended on March 31, 2022.

FINANCIAL RESULTS

The Company has adopted Indian Accounting Standards (Ind AS) from 1st April, 2017. The figures for the Year ended 31st March, 2022 are also Ind AS compliant.

The financial highlights are depicted below:

(₹ In Lacs)

PARTICULARS	Standalone		Consolidated	
	Year Ended 31.03.2022	Year Ended 31.03.2021	Year Ended 31.03.2022	Year Ended 31.03.2021
Revenue from operations	240.00	240.00	2033.26	2204.51
Other Income	43.00	42.69	40.59	52.15
Total Income	283.00	282.69	2073.85	2256.66
Total Expenditure	531.10	579.64	2275.52	2544.39
Profit / (Loss) before Finance Cost, Depreciation & Amortization and Tax Expenses	187.23	189.67	256.87	223.33
Finance Cost	0.26	0.91	0.27	1.16
Depreciation & Amortization	435.07	485.71	458.27	509.90
Profit Before Tax	(248.10)	(296.95)	(201.67)	(287.73)
(i) Current Tax	--	--	12.00	2.70
(ii) Deferred Tax	61.75	64.58	(60.99)	(64.17)
(iii) Earlier period tax (written back)	--	--	(0.12)	(0.13)
Total Tax (i+ii)	61.75	64.58	(49.11)	(61.60)
Profit after Tax	(186.35)	(232.38)	(152.56)	(226.13)
Other Comprehensive Income	6.51	(30.52)	6.51	(30.52)
Items that will not be reclassified to profit and loss	(1.90)	8.89	(1.90)	8.89
Total Comprehensive Income	(181.73)	(254.01)	(147.94)	(247.76)

Note: The above figures are extracted from the standalone and consolidated financial statements.

PERFORMANCE HIGHLIGHTS

The key aspects of revenue and profits for the financial year 2021-22 from the Company's Standalone and Consolidated Results are as follows:

REVENUE STANDALONE

Our total income on a Standalone basis for the financial year is ₹240.00 lacs which is same as ₹240.00 lacs in the previous year. Net loss for the year decreased from ₹254.01 lacs to ₹181.73 lacs in the current year.

REVENUE CONSOLIDATED

Our total income on a consolidated basis decreased to ₹2033.26 lacs from ₹2204.51 lacs in the previous year. Net loss for the year decreased from ₹247.76 lacs to ₹147.94 lacs in the current year.

STATE OF COMPANY'S AFFAIRS AND FUTURE OUTLOOK

With a view to curb the invariable expenditure and also generate a fixed monthly income, the Company decided and entered into a Dry Lease Agreement with its Group Company viz. M/s. N K Proteins Private Limited on 15th April, 2019, whereby the Factory Premise of the Company situated at Kadi Mehsana has been given on lease to M/s. N K Proteins Private Limited. The said agreement was extended for a further period of one year vide supplemental agreement dated 1st April, 2022.

CHANGE IN NATURE OF BUSINESS, IF ANY

There was no change in the nature of business activity of the Company during the year under review.

SUBSIDIARY/ JOINT VENTURE COMPANIES

Your Company has three wholly owned subsidiaries as on 31st March, 2022. The Board of Directors also reviewed the affairs of the subsidiary companies. In accordance with the provisions of Section 129(3) of the Companies Act, 2013, we have prepared Consolidated Financial Statements of the Company and its Subsidiaries, which forms part of this Annual Report. The accounts of Joint Venture i.e. AWN Agro Private Limited has not been consolidated for the current year. The reason for non-consolidation is due to discontinuation of control on the management and financial affairs of the Joint Venture Company.

Further a statement containing the salient features of the financial statements of our Subsidiary Companies and Joint Venture Company in the prescribed format AOC-1 is appended as “Annexure-A” to the Board’s report.

SHARE CAPITAL

The paid up Equity Share Capital of the Company as at March 31, 2022 stood at ₹6,00,99,000. During the year under review, the Company has neither issued any shares with differential voting rights nor has granted any stock options or sweat equity. As on March 31, 2022, none of the Directors of the Company hold any instruments convertible into equity shares of the Company.

DIVIDEND AND RESERVES

Your Directors express their inability to recommend any dividend for the year 2021-22 owing to accumulated losses of the Company. In view of this, your Company was unable to transfer any funds to the Reserves and Surplus Account.

FIXED DEPOSITS

The Company has neither invited nor accepted any deposits within the meaning of Section 73 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014 from the public during the year ended March 31, 2022. There were no unclaimed or unpaid deposits as on March 31, 2022.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES REFERRED TO IN SUB-SECTION (1) OF SECTION 188.

All related party transactions entered into during FY 2021-22 were on an arm’s length basis and in the ordinary course of business and were in compliance with the applicable provisions of the Companies Act, 2013 (‘the Act’) and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

All related party transactions are placed before the Audit Committee for review and approval of the Committee and also to the Board for approval. The policy on materiality of related party transactions and dealing with related party transactions as approved by the Board is available on the Company’s website.

The details of related party transactions entered into by the Company are provided in Form AOC-2 given as “Annexure B” of Directors’ Report. There are no materially significant related party transactions made by the Company with Promoters, Key Managerial Personnel or other designated persons which may have potential conflict with interest of the Company at large. The Company has developed a Related Party Transactions Policy through Standard Operating Procedures for the purpose of identification and monitoring of such transactions.

MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENT RELATE AND THE DATE OF THE REPORT

There are no other material changes that would affect the Financial position of the Company.

CORPORATE GOVERNANCE

All the mandatory provisions of Corporate Governance as prescribed in Regulations 17 to 27 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 are not applicable to the Company as it does not fall under the criteria of its applicability pursuant to Regulation 15 of SEBI Listing Regulations.

MANAGEMENT DISCUSSION AND ANALYSIS REPORTS

In terms of the Regulation 34(e) read with Schedule V of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, MDA covering details of Risks and Concerns, Internal Control Systems and their Adequacy, Discussion on Financial Performance with respect to Operational Performance etc. for the year under review is set out in this Annual Report as “Annexure C”.



PARTICULARS OF EMPLOYEES

The information required pursuant to Section 197 of Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the Company is annexed as “Annexure D”

Further no employee of the Company was employed during the year drawing remuneration exceeding the limits as prescribed under Rule 5(2) of the (Appointment and Remuneration of Managerial Personnel) Rules, 2014. Hence the information under Rule 5(2) is not applicable.

BOARD DIVERSITY

The Company recognizes and embraces the benefits of having a diverse Board of Directors and believes that increasing diversity at Board level is an essential element for maintaining a competitive advantage in the complex business that it operates.

The Board of Directors has also adopted a policy on Board Diversity which sets out the approach to diversify the Board of Directors. The Board Diversity Policy is available at our website: <http://www.nkindustriesltd.com/governance.html>.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:

The Company has not given any loans or guarantees during the year under review within the purview of section 186 of the Companies Act, 2013. The details of the investments made by Company are given in the notes to investments in the financial statements.

DECLARATION BY INDEPENDENT DIRECTORS

The Company has received declaration from each Independent Director of the Company under section 149 (7) of the Companies Act, 2013 that he/she meets the criteria of independence laid down in section 149 (6) of the Companies Act, 2013.

BOARD EVALUATION

The Companies Act, 2013 states that the formal annual evaluation needs to be made by Board of its own performance and that of its Committees and individual Directors, Schedule IV of the Companies Act, 2013 states that performance evaluation of the Independent Directors shall be done by the entire Board of Directors, excluding the director being evaluated.

The evaluation of all the Directors and the entire Board was conducted based on the criteria and framework adopted by the Board.

The Board approved the evaluation results as allotted by the Nomination and remuneration committee. The Companies Act, 2013 states that the formal annual evaluation needs to be made by board of its own performance.

APPOINTMENT AND RESIGNATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

In accordance with the provisions of Section 152(6) of the Companies Act and Articles of Association, Mr. Hasmukh K. Patel (DIN: 06587284) Whole-time Director of the Company, shall retire by rotation and being eligible offers himself for reappointment at the ensuing Annual General Meeting of the Company.

Further during the year under review and upto the date of this report the following changes occurred in the composition of Board and Key Managerial Personnel of the Company:

1. Ms. Mansheel Kaur has been appointed as the Independent Director of the Company w.e.f. 07th June, 2021
2. Mr. Sandip Gohel resigned w.e.f 16th September, 2021 as the Company Secretary and Compliance Officer of the Company.
3. Ms. Pooja H Khakhi has been appointed w.e.f 27th October, 2021 as the Company Secretary and Compliance Officer of the Company by the Board in the meeting held on 27th October, 2021.

BOARD MEETINGS/ DETAILS OF OTHER MEETINGS

The Board of the Company is endlessly focused for the growth, expansion of the Company. It is further involved to strategize the optimum utilization of the available resources and to reduce cost so as to improve the profitability of the Company and also to generate additional opportunities for better performance as a whole.

The Management of the Company is also striving towards becoming a 100% compliant entity and to improve its investor relations by sharing latest and correct information with its stakeholders and thereby creating a transparent atmosphere.

The Board met 4 times during the year under review viz. on 07th June, 2021, 31st July, 2021, 27th October, 2021 & 01st February, 2022. The Board held one meeting in each quarter and the gap between any two meetings was not more than one hundred and twenty days as prescribed under the Companies Act, 2013.



Details of the Directors, their positions, attendance record at Board meetings and last Annual General Meeting held and convened during the financial year are as follows:

Sr. No.	Name of directors	Designation	Number of Meetings Attended / Total Meetings held during the year 2021-22	Attended AGM on 01 st September, 2021
1.	Mr. Nimish K. Patel	Chairman and Managing Director	4/4	√
2.	Mr. Hasmukh K. Patel	Whole Time Director	4/4	√
3.	Mr. Snehal Patel	Independent Director	4/4	√
4.	Ms. Mansheel Kaur *	Independent Director	3/4	√

*Ms. Mansheel Kaur has been appointed as Independent Director on the Board of the Company w.e.f 07th June, 2021.

INDEPENDENT DIRECTORS' MEETING

As per Schedule IV of the Companies Act, 2013, a separate meeting of Independent Director was on 26th February, 2022 at office of the company situated at Ahmedabad to discuss the agenda items as required under the Companies Act, 2013.

COMMITTEES MEETING

As on 31st March, 2022 the Board had three committees i.e. Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee. All committees are properly constituted with proper composition of Independent Directors as mentioned in relevant provisions of Companies Act, 2013.

A. AUDIT COMMITTEE AND ITS MEETINGS:

Audit Committee met 4 times during the year under review on 07th June, 2021, 31st July, 2021, 27th October, 2021 & 01st February, 2022.

Constitution of Audit Committee was as per the following:

Sr. No.	Name of the Director	Status in Committee	DIN	Total Meetings Attended/ Total Meetings Held
1.	Mr. Snehal Patel	Chairman & Member	01655758	4/4
2.	Mr. Hasmukh Patel	Member	06587284	4/4
3.	Ms. Mansheel Kaur w.e.f. 07 th June, 2021	Member	09184066	3/4

B. NOMINATION AND REMUNERATION COMMITTEE AND ITS MEETINGS:

Nomination and Remuneration Committee met 3 times during the year under review on 07th June, 2021, 16th September, 2021 and 27th October, 2021.

Constitution of Nomination and Remuneration Committee was as per the following:

Sr. No.	Name of the Director	Status in Committee	DIN	Total Meetings Attended/ Total Meeting Held
1.	Mr. Snehal Patel	Chairman & Member	01655758	3/3
2.	Mr. Hasmukh K Patel	Member	06587284	3/3
3.	Ms. Mansheel Kaur w.e.f. 07 th June, 2021	Member	09184066	2/3

C. STAKEHOLDERS RELATIONSHIP COMMITTEE AND ITS MEETING:

Stakeholders Relationship Committee met 4 times during the year under review on 07th June, 2021, 31st July, 2021, 27th October, 2021 & 20th January, 2022.

Constitution of Stakeholders Relationship Committee was as per the following:

Sr. No.	Name of the Director	Status in Committee	Nature of Directorship	Total Meetings Attended/ Total Meeting Held
1.	Mr. Snehal Patel	Chairman & Member	Independent Director	4/4
2.	Mr. Hasmukh K Patel	Member	Whole Time Director	4/4
3.	Ms. Mansheel Kaur w.e.f. 07 th June, 2021	Member	Independent Director	3/4

D. OTHER INFORMATION RELATED TO BOARD COMMITTEES:

Name of the Committee	Highlights of Duties, Responsibilities and Activities
Audit Committee	<ul style="list-style-type: none"> All recommendations made by the audit committee during the year were accepted by the Board. The Company has adopted the Vigil mechanism for Directors and employees to report concerns about unethical behavior, actual or suspected fraud, or violation of the Company's Code of Conduct and Ethics. In accordance with the requirements of the Companies Act, 2013, the Company has formulated policies on related party transactions. The policies, including the Vigil Mechanism Policy, are available on our website:- http://www.nkindustriesltd.com/Governance.html
Nomination and Remuneration Committee	<ul style="list-style-type: none"> The committee oversees and administers executive compensation, operating under a written charter adopted by our Board of Directors. The committee has designed and continuously reviews the compensation program for our Directors with business objectives and to link compensation with the achievement of measurable performance goals. The nomination and remuneration committee has framed the nomination and remuneration policy. The said policy is available on the website of the Company http://www.nkindustriesltd.com/Governance.html
Stakeholders Relationship Committee	<ul style="list-style-type: none"> The Committee reviews and ensures to redress investor grievances. The Committee noted that all the grievances of the shareholders during the year have been resolved.

NOMINATION AND REMUNERATION POLICY

The Policy of the Company on Director's appointment and remuneration including criteria for determining qualifications, positive attributes, Independency of a Director and other matters provided under sub-section (3) of section 178 of The Companies Act, 2013, adopted by the board is available on the website i.e. <http://www.nkindustriesltd.com/governance.html>.

We affirm that the remuneration paid to the Directors is as per the term laid out in the Nomination and remuneration policy of the company.

DIRECTOR'S RESPONSIBILITY STATEMENT

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statements in terms of Clause (c) of Sub-Section (3) of Section 134 of the Companies Act, 2013, which states that—

- in the preparation of the annual accounts for the year ending March 31, 2022, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- the directors had prepared the annual accounts on a going concern basis;
- the Directors have laid down Internal Financial Controls to be followed by the Company and that such Internal Financial Controls are adequate and were operating effectively; and
- The Directors have devised proper system to ensure compliance with the provisions of all applicable laws and that such system were adequate and operating effectively.

AUDITORS

i. Statutory Auditors

M/s Parikh and Majmudar, Chartered Accountants, (Firm Registration No: 107525W), were appointed as the Statutory Auditors of the Company for a consecutive period of 4 years from 31st AGM till the conclusion of 35th AGM subject to ratification at each AGM.

However, the requirement to place the matter relating to the appointment of Auditors for ratification by Members at every Annual General Meeting has been removed vide notification dated 7th May, 2018 issued by the Ministry of Corporate Affairs. Accordingly, no resolution is proposed for ratification of appointment of Auditors, who were appointed from the conclusion of the 31st Annual General Meeting, held on 21st September, 2019

There are certain qualifications made by the Auditors in their Standalone Report for which the Board of Directors hereby give its comments/explanation as under:

- I. National spot Exchange Limited (NSEL) has served a notice to N K Proteins Private Limited (Formerly known as N K Proteins Limited) who was a Trading and Clearing Member at NSEL and N K Industries Limited was only a client company of Trading Member i.e. N K Proteins Limited. As regards, the balances of trade receivables and trade payables arising out of the transactions through NSEL platform, the same cannot be confirmed pursuant to the pendency of litigations and as the matter is still pending before the respective authorities.
 - Further, the Home Department, Government of Maharashtra has issued a notification under the MPID Act, 1999 securing the attachment of Land & Building and Plant & Machinery of the Company. Against this the Company had challenged the notification issued by Home department, Government of Maharashtra, before the Hon'ble High Court of Gujarat. The Hon'ble Gujarat High Court had disposed off the application of the Company vide its order dated 29th March 2017. Against the said order the Company had preferred a Special Leave Petition before the Hon'ble Supreme Court of India. The Hon'ble Supreme Court of India had disposed off the Special Leave Petition on 17/04/2017, with an observation to file an application before the Hon'ble Bombay High Court. The Company has filed petition before the Hon'ble Bombay High Court in June 2017. Besides the above, the Company has also filed its objections against the attachment notification before the Designated Spl MPID Court, Mumbai. The matter is subjudice.
- II. With regard to search and seizure carried out by the Directorate of Enforcement, Government of India on 30.05.2018 on the group company NKPPL, the Company along with group Company and Promoters challenged the show cause notice issued by the adjudicating authority New Delhi, before the Hon'ble High Court of Delhi and the Hon'ble High Court has set aside the show cause notice. Further against the attachment of the assets of the Company, the Company has issued fresh show cause dated 30/08/2018 and the Company has filed an appeal before the PMLA Appellate Tribunal, Delhi.
- III. Government of Maharashtra has filed supplementary charge sheet dated 25th December, 2018, under the MPID Act against the Company and the Chairman. The Company has complied with all the summons under the said charge sheet and the matter was adjourned to 7th November, 2019 and further adjourned to 15th February, 2020, 7th March, 2020, 30th April, 2020, 21st May, 2020, 18th July, 2020, 08th September, 2020, 9th October, 2020, 10th December, 2020, 6th February, 2021, 5th May, 2021, 05th July, 2021, 04th September, 2021, 20th September, 2021, 26th October, 2021, 16th December, 2021, 10th February, 2022, 10th March, 2022, 21st April, 2022, 07th June, 2022, 29th July, 2022 and new date of hearing is not yet updated.

In addition to the above, the Auditors have made observations under the head "Emphasis of Matter", reply to the said observations is as under:-

1. We draw attention to Note 33 to the Standalone Ind AS Financial Statements and according to the same, the company is having accumulated losses (after taking into account the balance of reserves) of Rs 345.80 Crores as at 31.3.2022 and the net worth of the company is negative. However, as per the business plan and future cash flow projections submitted by the management to us and accepted by us. The Company is making sincere efforts for the revival of the Business & the management is confident to recover the losses through improved profitability in foreseeable future. Therefore no provision for the impairment has been made and accounts for the year have been prepared on "going concern basis." Further the above projections also contains business plan/ projected cash flow prepared by the management and accepted by us with respect to the subsidiaries company, the management is confident to also revive the operations of the loss making subsidiary companies, hence no provision for impairment in the fair value of the investment made in the said subsidiary companies has been made in the books of accounts.
2. Attention is invited to note 39 of the Standalone Ind AS Financial Statements which states that the Income Tax Department had carried out survey u/s 133 of the Income tax Act, 1961 (the IT Act) on the company along with other group companies during FY 2013-14 and had ordered a special audit of the books of the company u/s 142(2A) of the IT Act, 1961, for AY 2011-12 & A.Y 12-13. The department had raised a demand of Rs 133



Crores (Rs 6.63 Crores for A.Y 10-11, Rs57.07 crores for A.Y 11-12, Rs 60.33 Crores for A.Y 12-13, Rs 7.97 Crores for A.Y 2013-14 & ₹0.86 Crores for A.Y.2014-15) on the company for the aforesaid assessment years and the said demand has been disputed by the company and the company has initiated appellate proceedings before appropriate authorities. The said amount has been shown as contingent liability under Note No. 27 of the notes forming part of standalone financial statements. Further, Income tax department has passed an attachment order on 22.04.2015 & 14.08.15 by which it has attached properties of the company in pursuant to a demand, the details of the properties attached which are in the name of company is as under:

- 803, Manas Complex, Opp Star Bazaar, Nr Jodhpur Cross road, Satellite, Ahmedabad 380015.
 - 603, Manas Complex, Opp Star Bazaar, Nr Jodhpur Cross road, Satellite, Ahmedabad 380015.
 - Land, situated at Survey Nos.719, 720, 721, 732/1, 732/2, 733, 741, 743, 744, 745, Kadi Thol Road, Village Kadi Kasba, taluka- Kadi, District Mehsana-382715.
 - Factory Building Situated at survey No 745, Kadi Thol Road, Village Kadi Kasba, taluka- Kadi, District Mehsana-382715.
3. Attention is invited to note 30 of the Standalone Ind AS Financial Statements and according to which a Search & Seizure action U/S 132 of the Income Tax Act took place on 24.2.99. The Income Tax department had raised demand of ₹ 33.12 Crores vide the block assessment Order dt. 30.4.2001. In case of the company, the Hon'ble Income Tax Appellate Tribunal (ITAT), Ahmedabad has subsequently given partial relief to the extent of ₹ 28.84 Crores. The company had preferred an appeal before the Hon'ble High Court of Gujarat against the order of Hon'ble ITAT, Ahmedabad. The Hon'ble Gujarat High Court vide its order dated 20th June, 2016 had given partial relief on some of the grounds and had also dismissed some of the grounds of the company. Against the grounds dismissed by Hon'ble High Court of Gujarat, the company had further preferred an appeal before Hon'ble Supreme Court of India, and the Hon'ble Supreme Court of India vide order dated 16th January, 2017 had dismissed the appeal of the Company. The Company had already provided an amount of Rs 2.88 Crore against the grounds dismissed by Hon'ble ITAT, Ahmedabad during F.Y 2002-03 as well as Rs 1.27 Crores was provided in the books of accounts for the Assessment year in question for the interest payable up to 31-03-2005 during F.Y 2004-05. However in view of the management and on the basis of the Judgment of the Hon'ble Gujarat High Court, the amount provided/paid by the company towards total demand shall result in refund to the company. Pending effect of the various orders of adjudicating authorities by the Income Tax Department, the Company is yet to provide final entries in its books of accounts even during the year under review. In view of non-availability of order of the appeal effects from the Income Tax Department, we are unable to opine on the same.
4. Attention is invited to note 41 of the Standalone Ind AS Financial Statements and according to which the Sales Tax Department has completed the assessment proceedings for various assessment years and raised demand of ₹ 33.14 Crores (net of recovery) for the earlier financial years. The company has not made any provision for the above demand raised by the sales tax authority in its books of accounts as in view of the Management, the said demand shall not withstand before the Appellate Authorities and the company has already preferred an appeal before the appellate authority which is still pending. In view of the above, the said amount has been shown as contingent liability under Note No. 28 of the notes forming part of standalone financial statements.
5. Attention is invited to Note 45 of the Standalone Ind AS Financial Statements which states that the balance confirmation from the suppliers, customers as well as to various loans or advances given have been called for, but the same are awaited till the date of audit. Thus, the balances of receivables, capital advances, trade payables as well as loans and advances and certain bank balances have been taken as per the books of accounts submitted by the company and are subject to confirmation from the respective parties.
6. As per the information obtained from the website of the Ministry of Corporate Affairs (MCA), a suit has been filed against the company and its officers u/s 383A(1A), 372A(9), 58A(6)(A)(I) of the Companies Act, 1956 for the year 2016. As informed by the management, the company is having basic information about such suit filed as reflected on the website of the MCA. However, the company does not have any communication of such proceedings against the company and its officers. As the matter is still subjudice, we are unable to quantify the final liability and its impact, if any, on the company and its officers. (Refer Note No 42 of the standalone Ind AS financial statements)

The qualification made by the Auditors in their Consolidated Report for which the Board of Directors hereby give its comment/explanation as under:

- IV. The National Spot Exchange Limited (NSEL) has initiated recovery proceedings against the Group Company N K Proteins Private Limited (Formerly known as 'N K Proteins Limited') who was a trading and clearing member at NSEL. As regards the said recovery proceedings initiated by NSEL and has also made Tirupati Retail (India) Private Limited, subsidiary Company a party to the said proceedings, the matter is sub-judice and still pending before the respective Authorities.



Their report on Consolidated Financial Statements emphasizes on some additional points which the management has to reply as under:

1. NSEL has initiated recovery proceedings against the group company N. K. Proteins Private Ltd and has made one of the Subsidiary Company viz. N. K. Oil Mills Pvt Ltd., a party to the said proceedings. As explained in points earlier all the proceedings are pending as on date with the respective authorities. (Refer Note No. 42 of consolidated financial statements)
2. As referred to by the Auditors in the Consolidated Auditors Report for the year 2021- 2022 about the Note No 40 of the Consolidated Ind AS Financial Statements, which states that in case of one the Subsidiary Company viz. Banpal Oil Chem Pvt Ltd , The Home Department, Government of Maharashtra has issued Notification dated 22.06.2015 under the Maharashtra Protection of Interest of Depositors (in financial establishments)-Act, 1999 (MPID Act) for attaching the Factory Plant, Land, Building & Machinery of the holding company located at plot No. 144/64 of Chandisar Industrial Area. GIDC Mauje chandisar, Taluka-Palanpur, Dist- Banaskantha, Gujarat. We would hereby like to clarify that, the holding company has filed its detailed Objections against the said attachment Notification before the Designated Court at Mumbai and as stated by the Management, the matter is subjudice.
3. As referred to by the Auditors in the Consolidated Auditors Report for the year 2021- 2022 about the Note No 44 of the Consolidated Ind AS Financial Statements, which states that in case of one the Subsidiary Company viz. Banpal Oil Chem Pvt Ltd, The Directorate of Enforcement, Government of India has initiated proceedings against the company under section 5(1) of the prevention of Money Laundering Act, 2002, and by virtue of the provisional attachment order dated 27.08.2014, attached the assets of the subsidiary company comprising of Factory Plant, Land, Building & Plant & Machinery of the company located at plot No. 144/64,65,66 of Chandisar Industrial Area. GIDC Mauje chandisar, Taluka-Palanpur, Dist- Banaskantha, Gujarat. In this regards we would hereby like to reply that, the said Subsidiary company has preferred an appeal before the Hon'ble Appellate Tribunal under the Prevention of Money laundering Act, 2002. However, matter is subjudice, we are unable to quantify the liability and its impact if any, on the loss of the consolidated accounts.
4. Income tax department has passed an attachment order on 20.05.2016 by which it has attached properties of the subsidiary company in pursuant to a demand, the details of the properties attached which are in the name of subsidiary company and the details of which are as under:
 - Plot of land bearing Plot No 144/64, of Chandisar Industrial Area. GIDC Mauje chandisar, Taluka-Palanpur, Dist- Banaskantha,
 - Plot of land bearing Plot No 144/65, of Chandisar Industrial Area. GIDC Mauje chandisar, Taluka-Palanpur, Dist- Banaskantha,
 - Plot of land bearing Plot No 144/66, of Chandisar Industrial Area. GIDC Mauje chandisar, Taluka-Palanpur, Dist- Banaskantha,
5. As referred to by the Auditors in the Consolidated Auditors Report for the year 2021- 2022 about the Note No 49 of the Consolidated Ind AS Financial Statements which states that the Income Tax Department had carried out Assessment Proceedings u/s 143(3) r.w.s 142(A) of the Income tax Act ,1961(the IT Act) for AY 2014-15 in respect of one of the Subsidiary Company viz. Tirupati Retail India Pvt Ltd. The department has raised a demand of ₹ 821.93 Crores on the said subsidiary company for the said assessment year and the said demand has been disputed by the said subsidiary company and the said subsidiary company has initiated appellate proceedings before appropriate authorities. The said amount has been shown as contingent liability under Note No. 27 of the notes forming part of consolidated Ind AS financial statements. Further, Income tax department has passed an order u/s 179 of the Income tax Act, 1961 in the name of the Directors of the said Subsidiary company.

Clarification with regard to the remark in point no. (i)(c) of the CARO (Report) annexed with the Auditors Report on standalone financial statements.

- i. With reference to the said remark it is to be clarified that the Company is in process of transferring the properties as mentioned by the Auditors in their report in its name.

ii. Secretarial Auditor

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014, the Company has appointed, M/s Riddhi Khaneja & Associates, Practicing Company Secretary (FCS- 10221, CP No. 17397) Ahmedabad to conduct a Secretarial Audit of the Company's Secretarial and related records for the year ended 31st March, 2022.

The Report on the Secretarial Audit for the year ended 31st March, 2022 is annexed herewith as "Annexure E" to this Board's Report. There were no qualifications/ observations in the report.



iii. Cost Auditors

Pursuant to Section 148 of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Amendment Rules 2014, the Cost Audit records maintained by the Company are required to be audited by Cost Accountant. On the recommendations of the Audit Committee, the Board of Directors of the Company had appointed M/s. N D Birla & Co., Cost Accountants, Ahmedabad as the Cost Auditors of the Company to carry out audit of Cost Accounting Records of the Company which was filed by the Company within the stipulated time during the year 2021-22.

The Board of Directors on the recommendation of the Audit Committee has appointed M/s. N D Birla & Co., Cost Accountants, Ahmedabad as the Cost Auditors of the Company to carry out audit of cost accounting records of the Company for the financial year 2021-22. As required under the Companies Act, 2013, a resolution seeking member's approval for the remuneration payable to the Cost Auditor forms part of the Notice convening this 34th Annual General Meeting.

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

An order dated 23/05/2022 was passed by Office of the Commissioner of Customs (Export) for duty forgone amount of ₹ 1.32 Crore on the goods imported duty free against the 12 Licenses issued to the Company, plus applicable interest thereon under the provision of Customs read with conditions of Bond executed in terms of Section 143 of the Customs Act, 1962. However, the Company has filed a writ petition before Bombay High Court Challenging the Order on the grounds of Limitation that after a period of 25 Years no inquiry can be made or can only be made after giving appropriate opportunity to the Petitioners i.e. Company as the matter is 25 years old and licenses were issued during the period from 16.02.1996 to 27.03.1997 and the Company is hopeful of getting a favorable order.

EXTRACTS OF ANNUAL RETURN

The details forming part of the extracts of Annual return in form MGT-9, as required under Section 92 of the Companies Act, 2013 is included in this Report as "Annexure-F" and forms integral part of this report.

CORPORATE SOCIAL RESPONSIBILITY

As per the provisions of the Companies Act, 2013 "Corporate Social Responsibility" (CSR), was not applicable to the Company during the year under review. Therefore, the Board of Directors has dissolved the Corporate Social Responsibility Committee (CSR) in its meeting held on 19th April, 2018.

VIGIL MECHANISM/WHISTLE BLOWER POLICY

The Company has adopted a Vigil Mechanism/ Whistle Blower Policy to report genuine concerns or grievances. The Vigil Mechanism has been placed on the Website of the Company <http://www.nkindustriesltd.com/vigilmechanism.html>.

INTERNAL FINANCIAL CONTROL SYSTEM AND ITS ADEQUACY

The Company has an Internal Control System, commensurate with the size, scale and complexity of its operations. To maintain its objectivity and independence the Company has appointed Independent Internal Auditor M/s. ADPRDP & Associates, Chartered Accountants to submit Internal Audit reports to the Audit Committee of the Board.

The Internal Auditor monitors and evaluates the efficacy and adequacy of internal control system in the Company, its compliance with operating systems, accounting procedures and policies at all locations of the Company. Based on the report of Internal Auditor, Audit Committee undertakes corrective action, if any in their respective areas and thereby strengthens the controls. Significant audit observations and recommendations along with corrective actions, if any, thereon are presented to the Audit Committee of the Board.

ENVIRONMENT, HEALTH AND SAFETY

The Company is conscious of the importance of environmentally clean and safe operations. The Company is committed to health and safety of its employees, contractors and visitors. The Company is conducting operations in such a manner so as to ensure safety of all concerned, compliances of environmental regulations and preservation of natural resources.

DISCLOSURE AS PER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has zero tolerance towards sexual harassment at the workplace and has adopted a policy on prevention, prohibition and redressal of sexual harassment at workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules thereunder.

INDUSTRIAL RELATIONS

The Company is committed to nurturing, enhancing and retaining top talent through superior Learning and Organizational Management. During the year under review, your Company enjoyed cordial relationship with workers and employees at all levels.



STATUTORY INFORMATION

i. Conservation of Energy:

- Company ensures that the manufacturing operations are conducted in the manner whereby optimum utilization and maximum possible savings of energy is achieved.
- No specific investment has been made in reduction in energy consumption.
- As the impact of measures taken for conservation and optimum utilization of energy are not quantitative, its impact on cost cannot be stated accurately.
- Since the Company does not fall under the list of industries, which should furnish this information in Form-A as annexed to the aforesaid Rules, the question of furnishing the same does not arise.

ii. Technology Absorption:

Company's products are manufactured by using in-house know how and no outside technology is being used for manufacturing activities. Therefore no technology absorption is required.

iii. Foreign Exchange Earning and Outgo:

During the period under review the foreign exchange earnings and outflow was as follows:

Year 2021-22	Amount in Rs
Foreign Earnings	-
Foreign Outflow	-

CONSOLIDATED FINANCIAL STATEMENTS

The Consolidated Financial Statements of the Company prepared in accordance with Indian Accounting Standards (Ind AS) 110 issued by the Ministry of Corporate Affairs, forms part of this Annual Report.

PREVENTION OF INSIDER TRADING

The Company has adopted a Code of Conduct for Prevention of Insider Trading with a view to regulate trading in securities by the Directors and designated employees of the Company. The Code requires pre-clearance for dealing in the Company's shares and prohibits the purchase or sale of Company shares by the Directors and the designated employees while in possession of unpublished price sensitive information in relation to the Company and during the period when the Trading Window is closed. The Board is responsible for implementation of the Code.

RISK MANAGEMENT POLICY

All the mandatory provisions of Corporate Governance as prescribed in Regulations 17 to 27 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 are not applicable to your Company as the Company does not fall under the criteria of its applicability pursuant to Regulation 15 of SEBI Listing Regulations. However, all the Provisions, Rules and Regulations under the Companies Act, 2013 related to the Corporate Governance are applicable to the extent and have been comply by the Company.

DETAILS OF APPLICATION MADE OR PROCEEDINGS PENDING UNDER INSOLVENCY AND BANKRUPTCY CODE 2016:

During the year under review, there were no applications made or proceedings pending in the name of the Company under the Insolvency and Bankruptcy Code, 2016.

DETAILS OF DIFFERENCE BETWEEN VALUATION AMOUNT ON ONE TIME SETTLEMENT AND VALUATION WHILE AVAILING LOAN FROM BANKS AND FINANCIAL INSTITUTIONS:

During the year under review, there has been no one time settlement of loan taken from Banks and Financial Institutions.

ACKNOWLEDGEMENT

Your Directors would like to express their appreciation for the assistance and co-operation received from the Company's customers, vendors, bankers, auditors, investors and government bodies during the year under review.

Your Directors place on record their appreciation of the contributions made by employees at all levels.

For and on behalf of the Board

Date: 24.08.2022
Place: Ahmedabad

Nimish K. Patel
Chairman & Managing Director
DIN: 00240621



ANNEXURE-A

Form AOC-1

Statement containing salient features of the financial statements of subsidiaries/associate/joint ventures:

PART "A": Subsidiaries

1	Subsidiary No.	1
2	Name of the Subsidiary	N K Oil Mills Private Limited
3	Reporting period for the subsidiary concerned, if different from the holding Company's reporting period	N.A
4	Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries	N.A
5	Share Capital	5,61,680
6	Reserves & Surplus	(13,19,09,000)
7	Total Assets	1,57,90,000
8	Total Liabilities	14,71,37,000
9	Investments	14,39,000
10	Turnover	17,69,26,000
11	Profit before Taxation	45,32,000
12	Provision for Taxation	12,34,000
13	Profit after taxation	32,98,000
14	Proposed Dividend	Nil
15	% of shareholding	100%

1	Subsidiary No.	2
2	Name of the Subsidiary	Banpal Oilchem Private Limited
3	Reporting period for the subsidiary concerned, if different from the holding Company's reporting period	N.A
4	Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries	N.A
5	Share Capital	2,02,70,000
6	Reserves & Surplus	(11,46,94,000)
7	Total Assets	3,90,71,000
8	Total Liabilities	13,34,95,000
9	Investments	Nil
10	Turnover	24,00,000
11	Profit before Taxation	1,17,000
12	Provision for Taxation	30,000
13	Profit after taxation	86,000
14	Proposed Dividend	Nil
15	% of shareholding	100%



1	Subsidiary No.	3
2	Name of the Subsidiary	Tirupati Retail (India) Private Limited
3	Reporting period for the subsidiary concerned, if different from the holding Company's reporting period	N.A
4	Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries	N.A
5	Share Capital	10,00,000
6	Reserves & Surplus	(59,47,76,000)
7	Total Assets	15,60,43,17,000
8	Total Liabilities	16,19,80,93,000
9	Investments	60,000
10	Turnover	Nil
11	Profit before Taxation	(6,000)
12	Provision for Taxation	-
13	Profit after taxation	(6,000)
14	Proposed Dividend	Nil
15	% of shareholding	100%

For and on behalf of the Board

Mr. Nimish K. Patel
Chairman & Managing Director
DIN: 00240621

Mr. Hasmukhbhai Patel
Whole Time Director
DIN: 06587284

Mr. Ashwin P. Patel
Chief Financial Officer

Ms. Pooja H Khakhi
Company Secretary

PART "B": Associates and Joint Venture

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

Sr. No.	Name of Associates / Joint Ventures	Latest audited Balance Sheet Date	Shares of Associate/ Joint Ventures held by the Company on the year end			Description of how there is significant influence	Reason why the Associate / Joint Venture is not consolidated	Networth attributable to shareholding as per latest audited balance sheet	Profit/ (Loss) for the year
			No.	Amount of investment in Associates/ Joint Ventures	Extent of holding %				
1	AWN Agro Private Limited	March 31, 2022	2,50,05,000	25,00,50,000	50%	N.A	* Refer note below	N.A	N.A

**Note: The reason for non consolidation is due to discontinuation of control of the management and financial affairs of the JV Company "AWN Agro Private Limited". The exemption for such discontinuation from consolidation of accounts is provided under the Accounting Standards 21 & 27.*

For and on behalf of the Board

Mr. Nimish K. Patel
Chairman & Managing Director
DIN: 00240621

Mr. Hasmukhbhai Patel
Whole Time Director
DIN: 06587284

Mr. Ashwin P. Patel
Chief Financial Officer

Ms. Pooja H Khakhi
Company Secretary



ANNEXURE-B

Form No. AOC-2

(Pursuant to clause (h) of subsection (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 enter into by the company with related parties referred to in subsection (1) of section 188 of the companies Act, 2013 including certain arm's length transactions under third proviso thereto.

1. Details of contracts or arrangement or transactions not at arm's length basis: N.A.
2. Details of material contracts or arrangement or transactions at arm's length basis:

Name(s) of related party and nature of relationship:	N K Proteins Private Limited Group Company
Nature of contracts/arrangement/transactions:	Supplemental Agreement to the Original Dry Lease Agreement
Duration of contract/arrangement/transactions:	For a Period of 1 year w.e.f 01 st April, 2022.
Salient terms of the contracts or arrangements or transactions including the value, if any:	N. K. Industries Limited has provided its factory premises located at Kadi factory to N K Proteins Private Limited on lease for a period of 1 years on monthly rent basis. -This Agreement is effective from 01 st April, 2022.
Date(s) of approval by the Board, if any :	It was ratified and approved on 19.05.2022.
Amount paid as advances, if any:	N.A.

For or on behalf of the Board

Date : 24.08.2022
Place : Ahmedabad

sd/-
Nimish K. Patel
Chairman & Managing Director
DIN: 00240621

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

INDUSTRY OVERVIEW

In the wake of lower international demand, especially from China, exports of castor oil have decreased by almost 10 percent during the first five months of 2022 compared to previous year. As per the data of the Solvent Extractors' Association of India (SEA), during the first five months of 2021, castor oil exports were around 3,12,000 Metric Tons (MT) which has declined to almost 2,82,000 MT in the current calendar year.

China is witnessing industrial disruption post the outbreak of Covid-19 pandemic. As a result, Chinese buying has gone down by almost 30,000 MT. Demands from other parts of the world almost remain the same. Castor oil and its derivatives are used in many industries including air-conditioning, air-fuel, pharmaceutical, dyes & chemical, soap, paints, inks, plastic, perfumes, adhesive, paper, lubricants, food, rubber and others. With 40 percent share in India's total exports, China is the biggest buyer of castor oil from India. The USA and the European Countries are also importing castor oil in large quantities from India. Apart from these markets, India also exports castor oil in Middle East and Latin American countries in comparatively smaller quantities.

During the current season, India is the largest producer of castor and castor oil in the world with almost 90 per cent share. In India, Gujarat has a lion's share of 80 per cent in production of castor and castor oil. Apart from Gujarat and Rajasthan, Telangana and Andhra Pradesh are major producers of castor.

Internationally, Brazil and China have done some plantation of castor but their share is nominal. Harvest season of castor oil seeds is between April to May, but due to extended monsoon in Gujarat it would stretch up to June end.

According to castor traders' carry forward stock of castor oil seeds would be less than 100,000 MT compared to 2,50,000 MT previous season. Due to lesser carry forward stock and overall demands, prices of castor oil seeds are unlikely to go down below Rs 1300 per 20 kg till the arrival of new crop in the market, said a castor oil seed broker adding that prevailing rates are Rs 1445 to Rs 1560 per 20kg as per the quality of seeds. As per SEA's production estimate, castor production in the country will remain almost the same during the current 2021-22 season at around 1.79 million MT.

During the previous season production of castor remained at around 1.78 million MT. Production of castor in Gujarat is likely to increase slightly from 1.49 million MT in 2020-21 to 1.55 MT this season.

The global castor oil market reached a volume of more than 850 Kilotons in 2021. Looking forward, the global castor oil market is expected to experience moderate growth during the forecast period (2026-2031) Castor oil is becoming an essential bio-based raw material which makes it ideal for various industrial applications. As a result, its demand is rising as a potential alternative to petroleum-based chemicals. On account of its distinctive chemical structure, castor oil acts as a major raw material which is used in the production of various end products such as biodiesel, polyurethane adhesives, machining oils, refrigeration lubricants, etc. This versatile nature of castor oil has been contributing towards the propelling growth of the market. As compared to other vegetable oils, castor oil is a healthier and less expensive alternative. Owing to this, food grade castor oil has gained a momentum in the food industry in the form of flavourings, mould inhibitor, food additives and packaging. The global castor oil market is being hindered by the unstable prices of castor beans which is the result of their fluctuating supply. This supply highly depends upon the weather conditions of the region and a long harvesting process of castor beans.

While disruptions of castor oil shipments to China have ease its export to Europe is now threatened with the continent in the grip of the novel coronavirus (Covid-19). Europe is the second largest importer of castor oil from India after China.

Europe accounts for 25 to 30% & USA 15% & 10% remaining region of castor oil exports from India, while China makes up 50%. India's castor oil exports stood at 6.60 lakh metric tonnes in the last fiscal. Most of this goes from Gujarat, as the state is the largest producer and exporter of castor oil in India.

GLOBAL CASTOR OIL MARKET DRIVERS/CONSTRAINTS:

Due to the COVID-19 pandemic, the global Castor Oil and Derivatives market size was estimated to be worth US\$ 1545.9 million in 2022 and is forecast to a readjusted size of US\$ 2059.9 million by 2028 with a CAGR of 4.9% during the review period. Fully considering the economic change by this health crisis, Castor Oil accounting for the Castor Oil and Derivatives global market in 2021, is projected to value US\$ million by 2028, growing at a revised CAGR in the post-COVID-19 period. While the Food segment is altered to a CAGR throughout this forecast period.

There has been a significant increase in the demand for sustainable and biodegradable products in order to reduce dependency on petrochemicals. This is one of the primary factors which is driving the growth of the global castor oil market.

Some of the other factors which are positively supporting the growth of the market include rising cccosts of other renewable resources and implementation of strict regulations regarding the use of eco-friendly products by governments across various nations.



However, unstable prices of castor plant, weather uncertainties and shortage of working capital are some of the factors which act as a hindrance towards the market growth.

Global Castor Oil Market 2025-2030 Analysis and Segmentation:

Currently, India is the largest producer of castor seeds and accounts for over 85 % of the global production, followed by China and Brazil.

Asia Pacific is the largest consumer of castor oil and is expected to retain the higher growth rate during the next few years due to strong growth in pharmaceuticals and cosmetics industry. China and India have witnessed a major chunk of the production and consumption of castor oil in the Asia Pacific region.

The global Castor Oil market is valued at 1235 million USD in 2021 is expected to reach 1650 million USD by the end of 2027, growing at a CAGR of 10% during 2022-2027.

This report focuses on Castor Oil volume and value at the global level, regional level and company level. From a global perspective, this report represents overall Castor Oil market size by analysing historical data and future prospect. Regionally, this report focuses on several key regions: North America, Europe, China and Japan etc.

RISK AND CONCERNS

The Company is exposed due to disparity resulting into pressure on margin. Moreover non-availability of funds due to sickness of the unit and poor market conditions affects the quick turnaround. However, the Management is aware of the said problems & therefore has designed the system to address the same.

INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY

The Company has an adequate system of internal control across all functions such as purchase, sale and acquisitions of fixed assets, cash & bank. Job work is carried out within the time schedule. The Company has set up an Audit Committee comprising of Non-Executive Independent Directors. The Company has also appointed the firm of Chartered Accountants to carry out Internal Audit, Where one of their function is to review the Internal Control system regularly, with a view to further strengthen the same.

STANDALONE PERFORMANCE

The analysis of standalone performance of the Company is given below:

The profit of the Company before providing for finance cost and depreciation was ₹187.23 Lacs as against previous year profit of Rs 189.67 Lacs.

Other Income

The other income is increased to ₹ 43.00 Lacs compared to ₹ 42.69 Lacs in the previous year.

Finance Cost is lower at ₹ 0.26 Lacs as against ₹ 0.91 Lacs in the previous year.

Depreciation (Including amortization) is lower at ₹ 435.07 Lacs as against ₹ 485.71 Lacs in the previous year.

Other Comprehensive Income is 4.62 Lacs as compared to (21.63) Lacs in the previous year.

Net loss during the year (After tax) stood at ₹ (181.73) Lacs as against ₹ (254.01) Lacs in the previous year.

CONSOLIDATED PERFORMANCE

The analysis of consolidated performance of the Company is given below:

The profit of the Company before providing for finance cost and depreciation was ₹ 256.88 Lacs as against previous year profit of ₹ 223.33 Lacs.

Other Income

The other income is lower at ₹ 40.60 Lacs as against ₹ 52.15 Lacs in the previous year.

Finance Cost is lower at ₹0.27 Lacs as against ₹1.16 Lacs in the previous year.

Depreciation (Including amortization) is lower at ₹ 458.27 Lacs as against ₹ 509.90 Lacs in the previous year.

Other Comprehensive Income is 4.62 Lacs as compared to (21.63) Lacs in the previous year.

Net loss during the year (After tax) stood at ₹ (147.94) Lacs as against ₹ (247.76) Lacs in the previous year.



Human Resource

Throughout the year under review, the Company continues to make strides towards improving HR Processes and Practices to create an organisation for long-term sustainability. The Company emphasises on fostering personal growth and development within an environment that promotes professionalism and excellent performance. The Company has focused on developing staff capabilities as this will enable the company to achieve higher operational standards. The Company sponsors a variety of seminars to help employees grow. Additionally, the Company also organises various training programmes to improve employees' abilities.

MANPOWER:

The Management is continuously trying to see that the unit runs on job work basis as well as direct sales. Once the funds are available, it will help to enhance the utilization of its capacity and thereby create further employment.

Cautionary Statement

This "Management Discussion and Analysis" may contain "forward-looking statements" within the meaning of applicable securities laws and regulations if it refers to the Company's goals, plans, estimates, expectations, or predictions. Results might significantly vary from those stated or inferred. The Company's operations can have an impact due to factors like global and Indian demand and supply conditions, finished goods prices, input material availability and prices, cyclical demand and pricing in the Company's key markets, changes to governmental regulations and taxation systems, and economic developments in India and the nations where the Company conducts business, as well as other factors like litigation and labour negotiations. The Company disclaims any obligation to publicly edit, modify, or revise forward-looking statements in light of unforeseen circumstances, new information, or other factors.



"ANNEXURE-D"

DETAILS PERTAINING TO REMUNERATION AS REQUIRED UNDER SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

- i. The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2021-22 and the percentage increase in remuneration of each Director, Chief Financial Officer, Company Secretary in the Financial Year 2021-22:

Sr. No.	Name of the Director/ KMP and Designation	Remuneration of Director/ KMP for the financial year 2021-22 (in ₹)	% increase in Remuneration in the Financial Year 2021-22	Ratio of remuneration of each Director to the median employee of the Company
1.	Mr. Nimish K. Patel (Chairman & Managing Director)	30,00,000	-	13.83:1
2.	Mr. Hasmukh K. Patel (Whole Time Director)	8,07,780	-	3.72:1
3.	Ms. Mansheel Kaur (Independent Director) (w.e.f 07.06.2021)	Nil	-	N.A
4.	Mr. Snehalbhai Patel (Independent Director)	Nil	-	N.A
5.	Mr. Ashwinbhai P. Patel (Chief Finance Officer)	6,00,000	-	N.A
6.	Mr. Priyam N Patel (Chief Executive Officer)	30,00,000	-	N.A
7.	Mr. Sandip Gohel (Company Secretary upto 16 th September, 2021)	2,50,480	-	N.A
8.	Ms. Pooja H Khakhi (Company Secretary w.e.f. 27 th October, 2021)	1,90,967	-	N.A

- ii. The median remuneration of employees of the Company during the year under review was ₹ 2,16,858/- p.a.
- iii. Increase in remuneration of Directors and Key Managerial Personnel during the financial year 2021-22 is as per the table above.
- iv. The average percentage decrease in the median remuneration of employees of the Company during the financial year: 40.94%
- v. The number of permanent employees on the rolls of Company: 237 as on March 31, 2022.
- vi. The explanation on the relationship between average increase in remuneration and Company performance: The increase in the remuneration of median employees of the Company is in relation with the industrial standards of similar field.
- vii. **Comparison of the remuneration of the key managerial personnel against the performance of the Company:**
Increase in the remuneration of KMP as per the existing industry standards.
- viii. **Variations in the market capitalization of the Company, price earnings ratio as at the closing date of the current financial year and previous financial year:**

(In Lacs)

Particulars	As at 31/03/2022 (Current Year)	As at 31/03/2021 (Previous Year)
Market Capitalization	2037.36	1358.24
Price Earnings Ratio	-10.94	-5.70

- ix. Percentage increase over decrease in the market quotations of shares of the Company in comparison to the rate at which the Company came out with the last public offer: N.A.



- x. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:
- xi. Comparison of the each remuneration of the Key Managerial Personnel against the performance of the Company:
As the Company is having huge accumulated losses there was no increase in the remuneration of Key Managerial Personnel of the Company during the year under review.
- xii. The key parameters for any variable component of remuneration availed by the Directors: N.A.
- xiii. The median ratio of the remuneration of the highest paid Director to that of the employees who are not Directors but receive remuneration in excess of the highest paid Director during the year: There is no such employee.
- xiv. Affirmation that the remuneration is as per the Remuneration Policy of the Company: The Company affirms remuneration is as per the Nomination and Remuneration Policy of the Company.

LIST OF TOP TEN EMPLOYEES OF THE COMPANY PURSUANT TO RULE 5(2) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014 FOR THE YEAR ENDED 31ST MARCH, 2021.

Sr. No.	Name & Age of the Employee	Present Designation	Remuneration received (monthly remuneration)	Qualifications and Experience	Date of Commencement of employment	Last employment	% of Equity Shares held as on 31-03-2022
1.	Nimishbhai Keshavlal Patel	Chairman and Managing Director	2,50,000	B.com	19.08.1987	-	3.97%
2.	Priyam Nileshbhai Patel	CEO	2,50,000	MBA in Corporate Management	10.06.2017	-	1.78%
3.	Ashok Baldevbhai Patel	Factory Manager	2,31,000	B.com with statistics	01.02.2013	-	0.26%
4.	Anupbhai Manilal Patel	Factory Manager	1,58,745	B.com	01.02.2013	-	-
5.	Bansilal Vaktaji Khatri	Chief Manager Accounts	1,23,487	B.com	01.02.2013	-	-
6.	Anilkumar Dhirajlal Sanghavi	Purchase Manager	1,11,389	B.com	01.02.2013	-	-
7.	Anant Baldevbhai Patel	Purchase Executive	1,09,354	B.com	01.02.2013	Hynoup Food and Oil India Limited	0.02%
8.	Dharmendrabhai Shankarbhai Patel	Incharge Logistics	1,01,995	HSC	01.02.2013	-	-
9.	Shailesh Mansukhlal Doshi	Senior Chemist Laboratory	1,00,741	BSC in Chemistry	01.02.2013	Adani Wilmar Limited	-
10.	James K J	Solvent Plant - Incharge	76,659	SSC	06.04.2018	-	-

ANNEXURE-E

FORM NO. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31.03.2022

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
N K INDUSTRIES LIMITED

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

Based on our verification of the **N K INDUSTRIES LIMITED** (books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit. We hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31.03.2022, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by **N K INDUSTRIES LIMITED** ("the Company") for the financial year ended on 31.03.2022 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 (Not Applicable during the Audit Period);
 - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 (Not Applicable during Audit Period);
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 (Not Applicable during Audit Period);
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 (Not Applicable during the Audit Period);
 - (i) The Securities and Exchange Board of India (Listing Obligations and disclosure Requirement) Regulation, 2015;
 - (j) Laws specifically applicable to the industry to which the company belongs, as identified by the management, that is to say:
 - 1. Food Safety and Standards Authority of India
 - 2. Prevention of Food and Adulteration Act
 - 3. The Edible Oils Packaging (Regulation) Order, 1998



4. Essential Commodities Act, 1955 (in relation to food)
5. Packaging and Labeling Regulations
6. Weights and Measurement Act
7. Legal Metrology Act
8. Gujarat Pollution Control Board (Environment Pollution Act)
9. Hazardous Waste (Management & Handling) Rules 1989

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India
- (ii) The Listing Agreements entered into by the Company with Stock Exchanges, - BSE Limited, National Stock Exchange of India Limited,

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

We further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

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

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

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

We further report that during the audit period there were no specific events / actions having a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. referred to above.

Riddhi Pamnani

Proprietor

Riddhi Khaneja & Associates

M. No. 10221 C P No.: 17397

UDIN: F010221D000839126

PRC No. 2585/2022

Place: Ahmedabad

Date: 24th August, 2022

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



'Annexure A'

To,
The Members
N K INDUSTRIES LIMITED

Our Secretarial Audit Report of even date is to be read along with this letter.

Management's Responsibility

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

Auditor's Responsibility is limited to the following:

1. We have followed the audit practices and process as considered appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification as done on test basis is to reasonably ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
2. In respect of Laws, Rules and Regulations other than those specifically mentioned in our report above, we have limited our review, analysis and reporting up to process and system adopted by the Company for compliance with the same and have not verified detailed compliance, submissions, reporting under such laws etc. nor verified correctness and appropriateness thereof including financial records and books of account of the Company.
3. Wherever required, we have obtained the management representation about the compliance of Laws, Rules and Regulations and happening of events etc.
4. The compliance of the provisions of Corporate and other applicable Laws, Rules, Regulations, Standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.

Disclaimer

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

Place: Ahmedabad
Date: 24th August, 2022

Riddhi Pamnani
Proprietor
Riddhi Khaneja & Associates
M. No. 10221
C P No.: 17397
PRC No. 2585/2022



FORM NO. MGT-9

EXTRACT OF ANNUAL RETURN

(As on the financial year ended on 31st March, 2022)

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

CIN:	L91110GJ1987PLC009905									
Foreign Company Registration Number/GLN	N.A									
Registration Date [DDMMYY]	19/08/1987									
Category of the Company	Public Company									
Sub Category of the Company	Limited by Shares									
Whether shares listed on recognized Stock Exchange(s) If yes, details of stock exchanges where shares are listed	Yes									
	<table border="1"> <thead> <tr> <th>Sr. No.</th> <th>Stock Exchange Name</th> <th>Code</th> </tr> </thead> <tbody> <tr> <td>1</td> <td>Bombay Stock Exchange</td> <td>519494</td> </tr> <tr> <td>2</td> <td>National Stock Exchange</td> <td>NKIND</td> </tr> </tbody> </table>	Sr. No.	Stock Exchange Name	Code	1	Bombay Stock Exchange	519494	2	National Stock Exchange	NKIND
Sr. No.	Stock Exchange Name	Code								
1	Bombay Stock Exchange	519494								
2	National Stock Exchange	NKIND								
AGM details:										
Whether extension of AGM was granted – Yes / No. (If yes, provide reference number , date of approval letter and the period upto which extension granted)	NO									
If Annual General Meeting was not held, specify the reasons for not holding the same	NA									
NAME AND REGISTERED OFFICE ADDRESS OF COMPANY:										
Company Name	N K INDUSTRIES LIMITED									
Address	7 th Floor, Popular House, Ashram Road,									
Town / City	Ahmedabad									
State	Gujarat									
Pin Code:	380 009									
Country Name :	India									
Country Code										
Telephone (With STD Area Code Number)	91-79-66309999									
Fax Number :	91-79-66309913									
Email Address	nkil@nkproteins.com									
Website	www.nkindustriesltd.com									
Name of the Police Station having jurisdiction where the registered office is situated	Navrangpura, Police Station									
Address for correspondence, if different from address of registered office:	N.A									
Name and Address of Registrar & Transfer Agents (RTA):- Full address and contact details to be given.										
Registrar & Transfer Agents (RTA):-	Link Intime India Private Limited									
Address	506-508, Amarnath Business Centre, Near St. Xavier's College Corner, Off CG Road, Navrangpura.									
Town / City	Ahmedabad									
State	Gujarat									
Pin Code:	380009									
Telephone (With STD Area Code Number)	079-30002684									
Fax Number :	079-26465179									
Email Address	ahmedabad@linkintime.co.in									



II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

(All the business activities contributing 10 % or more of the total turnover of the company shall be stated): Nil*

* The Company has entered into a Dry Lease Agreement with N K Proteins Pvt Ltd. and the revenue of the Company comprises of rent income, also there is no direct sales made by the Company.

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	Name and address of the Company	CIN/GLN	Holding/ Subsidiary / Associate	% of Shares Held	Applicable Section
1	Awn Agro Private Limited	U15143GJ2011PTC064651	A Joint Venture Company	50%	2(6)
2	N K Oil Mills Private Limited	U15201GJ1994PTC022669	Subsidiary Company	100%	2(87)(ii)
3	Banpal Oilchem Private Limited	U15201GJ1996PTC030702	Subsidiary Company	100%	2(87)(ii)
4	Tirupati Retail (India) Private Limited	U52190GJ2007PTC050409	Subsidiary Company	100%	2(87)(ii)

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding

Sr No	Category of Shareholders	Shareholding at the beginning of the year - 2021				Shareholding at the end of the year - 2022				% Change during the year
		Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
(A) Shareholding of Promoter and Promoter Group										
[1]	Indian									
(a)	Individuals / Hindu Undivided Family	3139926	0	3139926	'52.2459	3139926	0	3139926	'52.2459	'0.0000
(b)	Central Government / State Government(s)	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
(c)	Financial Institutions / Banks	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
(d)	Any Other (Specify)									
	Bodies Corporate	1188525	0	1188525	'19.7761	1189968	0	1189968	'19.8001	'0.0240
	Sub Total (A)(1)	4328451	0	4328451	'72.0220	4329894	0	4329894	'72.0460	'0.0240
[2]	Foreign									
(a)	Individuals (Non-Resident Individuals / Foreign Individuals)	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
(b)	Government	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
(c)	Institutions	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
(d)	Foreign Portfolio Investor	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
(e)	Any Other (Specify)									
	Sub Total (A)(2)	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
	Total Shareholding of Promoter and Promoter Group(A) = (A)(1)+(A)(2)	4328451	0	4328451	'72.0220	4329894	0	4329894	'72.0460	'0.0240
(B) Public Shareholding										
[1]	Institutions									



Sr No	Category of Shareholders	Shareholding at the beginning of the year - 2021				Shareholding at the end of the year - 2022				% Change during the year
		Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
(a)	Mutual Funds / UTI	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
(b)	Venture Capital Funds	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
(c)	Alternate Investment Funds	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
(d)	Foreign Venture Capital Investors	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
(e)	Foreign Portfolio Investor	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
(f)	Financial Institutions / Banks	0	1300	1300	'0.0216	0	1300	1300	'0.0216	'0.0000
(g)	Insurance Companies	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
(h)	Provident Funds/ Pension Funds	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
(i)	Any Other (Specify)									
	Sub Total (B)(1)	0	1300	1300	'0.0216	0	1300	1300	'0.0216	'0.0000
[2]	Central Government/ State Government(s)/ President of India									
	Sub Total (B)(2)	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
[3]	Non-Institutions									
(a)	Individuals									
(i)	Individual shareholders holding nominal share capital upto ₹ 1 lakh.	480699	496784	977483	'16.2645	535776	486384	1022160	'17.0079	'0.7434
(ii)	Individual shareholders holding nominal share capital in excess of ₹ 1 lakh	555897	34636	590533	'9.8260	512047	34636	546683	'9.0964	'-0.7296
(b)	NBFCs registered with RBI	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
(d)	Overseas Depositories(holding DRs) (balancing figure)	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
(e)	Any Other (Specify)									
	Hindu Undivided Family	37824	0	37824	'0.6294	36792	0	36792	'0.6122	'-0.0172
	Non Resident Indians (Non Repat)	3768	0	3768	'0.0627	1283	0	1283	'0.0213	'-0.0414
	Non Resident Indians (Repat)	4290	600	4890	'0.0814	5408	600	6008	'0.1000	'0.0186
	Body Corp-Ltd Liability Partnership	0	0	0	'0.0000	100	0	100	'0.0017	'0.0017



Sr No	Category of Shareholders	Shareholding at the beginning of the year - 2021				Shareholding at the end of the year - 2022				% Change during the year
		Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
	Clearing Member	4040	0	4040	'0.0672	1979	0	1979	'0.0329	'-0.0343
	Bodies Corporate	52511	9100	61611	'1.0252	54701	9000	63701	'1.0599	'0.0347
	Sub Total (B)(3)	1139029	541120	1680149	'27.9564	1148086	530620	1678706	'27.9323	'-0.0241
	Total Public Shareholding(B)= (B)(1)+(B)(2)+(B)(3)	1139029	542420	1681449	'27.9780	1148086	531920	1680006	'27.9540	'-0.0240
	Total (A)+(B)	5467480	542420	6009900	'100.0000	5477980	531920	6009900	'100.0000	'0.0000
(C)	Non Promoter - Non Public									
	(C1) Shares Underlying DRs									
[1]	Custodian/DR Holder	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
	(C2) Shares Held By Employee Trust									
[2]	Employee Benefit Trust (under SEBI (Share based Employee Benefit) Regulations, 2014)	0	0	0	'0.0000	0	0	0	'0.0000	'0.0000
	Total (A)+(B)+(C)	5467480	542420	6009900	'100.0000	5477980	531920	6009900	'100.0000	

ii) Shareholding of Promoters (Including Promoter Group)

Sr No	Shareholders Name	Shareholding At The Beginning Of The Year - 2021			Shareholding At The End Of The Year - 2022			% Change In Shareholding During The Year
		No.of Shares Held	% Of Total Shares Of The Company	% Of Shares Pledged /Encumbered To Total Shares	No.of Shares Held	% Of Total Shares Of The Company	%Of Shares Pledged/ Encumbered To Total Shares	
1	Aashita Nileshbhai Patel	1273889	'21.1965	'0.0000	1273889	'21.1965	'0.0000	'0.0000
2	Sonalben Nimishbhai Patel	1151570	'19.1612	'0.0000	1151570	'19.1612	'0.0000	'0.0000
3	NKPL Realty LLP	821223	'13.6645	'0.0000	822666	'13.6885	'0.0000	'0.0240
4	N. K. Proteins Private Limited	367302	'6.1116	'0.0000	367302	'6.1116	'0.0000	'0.0000
5	Nimish Keshavlal Patel	134123	'2.2317	'0.0000	134123	'2.2317	'0.0000	'0.0000
6	Priyanshi Nilesh Patel	106900	'1.7787	'0.0000	106900	'1.7787	'0.0000	'0.0000
7	Nilesh Keshavlal Patel	104557	'1.7397	'0.0000	104557	'1.7397	'0.0000	'0.0000
8	Nimishbhai Keshavlal Patel	104557	'1.7397	'0.0000	104557	'1.7397	'0.0000	'0.0000
9	Priyam Nilesh Patel	84516	'1.4063	'0.0000	84516	'1.4063	'0.0000	'0.0000
10	Venushree Nimishbhai Patel	84160	'1.4004	'0.0000	84160	'1.4004	'0.0000	'0.0000
11	Vedanshee Nimishbhai Patel	73100	'1.2163	'0.0000	73100	'1.2163	'0.0000	'0.0000
12	Nileshbhai Keshavlal Patel	20954	'0.3487	'0.0000	20954	'0.3487	'0.0000	'0.0000
13	Darshanbhai Baldevbhai Patel	1600	'0.0266	'0.0000	1600	'0.0266	'0.0000	'0.0000
	Total	4328451	'72.0220	'0.0000	4329894	'72.0460	'0.0000	'0.0240



iii) Change in Promoters' (Including Promoter Group) Shareholding

Sr No.	Name & Type Of Transaction	Shareholding at the Beginning of the year - 2021		Transactions During The Year		Cumulative Shareholding at the end of the year - 2022	
		No. of Shares Held	% Of Total Shares Of The Company	Date Of Transaction	No. Of Shares	No Of Shares Held	% Of Total Shares Of The Company
1	Aashita Nileshbhai Patel	1273889	21.1965			1273889	21.1965
	At the end of the year					1273889	21.1965
2	Sonalben Nimishbhai Patel	1151570	19.1612			1151570	19.1612
	At the end of the year					1151570	19.1612
3	NKPL REALTY LLP	821223	13.6645			821223	13.6645
	Transfer			18 Jun 2021	1443	822666	13.6885
	At the end of the year					822666	13.6885
4	N. K. Proteins Private Limited	367302	6.1116			367302	6.1116
	At The End Of The Year					367302	6.1116
5	Nimish Keshavlal Patel	134123	2.2317			134123	2.2317
	At the end of the year					134123	2.2317
6	Priyanshi Nilesh Patel	106900	1.7787			106900	1.7787
	At the end of the year					106900	1.7787
7	Nilesh Keshavlal Patel	104557	1.7397			104557	1.7397
	At the end of the year					104557	1.7397
8	Nimishbhai Keshavlal Patel	104557	1.7397			104557	1.7397
	At the end of the year					104557	1.7397
9	Priyam Nilesh Patel	84516	1.4063			84516	1.4063
	At the end of the year					84516	1.4063
10	Venushree Nimishbhai Patel	84160	1.4004			84160	1.4004
	At the end of the year					84160	1.4004
11	Vedanshee Nimishbhai Patel	73100	1.2163			73100	1.2163
	At the end of the year					73100	1.2163
12	Nileshbhai Keshavlal Patel	20954	0.3487			20954	0.3487
	At the end of the year					20954	0.3487
13	Darshanbhai Baldevbhai Patel	1600	0.0266			1600	0.0266
	At the end of the year					1600	0.0266

Note:

1. Paid up Share Capital of the Company (Face Value ₹ 10.00) at the end of the year is 6009900 Shares.
2. The details of holding has been clubbed based on PAN.
3. % of total Shares of the Company is based on the paid up Capital of the Company at the end of the Year.



iv) Shareholding Pattern of top 10 shareholders (other than Directors, Promoters and Holders of GDRs and ADRs)

Sr No.	Name & Type of Transaction	Shareholding at the Beginning of the year - 2021		Transactions During The Year		Cumulative Shareholding at the end of the year - 2022	
		No. of Shares Held	% Of Total Shares Of The Company	Date Of Transaction	No. Of Shares	No Of Shares Held	% Of Total Shares Of The Company
1	Bhavna Darshan Mehta	149300	2.4842			149300	2.4842
	At the end of the year					149300	2.4842
2	Shailesh Bhanwarlal Bhandari	129131	2.1486			129131	2.1486
	At the end of the year					129131	2.1486
3	Frany Tushar Patel	81194	1.3510			81194	1.3510
	At the end of the year					81194	1.3510
4	Prratek Patel	53015	0.8821			53015	0.8821
	At the end of the year					53015	0.8821
5	Mehta Integrated Finance Ltd	32771	0.5453			32771	0.5453
	At the end of the year					32771	0.5453
6	Gomtiben Kalidas Patel	22030	0.3666			22030	0.3666
	At the end of the year					22030	0.3666
7	Gomtiben Kalidas Patel	20680	0.3441			20680	0.3441
	At the end of the year					20680	0.3441
8	Ashokbhai Baldevbhai Patel	15270	0.2541			15270	0.2541
	At the end of the year					15270	0.2541
9	Pravinbhai Dayaljibhai Thakkar	21000	0.3494			21000	0.3494
	Transfer			30 Apr 2021	(1000)	20000	0.3328
	Transfer			13 Aug 2021	(2000)	18000	0.2995
	Transfer			20 Aug 2021	(3000)	15000	0.2496
	At the end of the year					15000	0.2496
10	Baldevbhai Ramdas Patel	13956	0.2322			13956	0.2322
	At the end of the year					13956	0.2322
11	Mahendrakumar Devising Desai	25000	0.4160			25000	0.4160
	Transfer			27 Aug 2021	(1140)	23860	0.3970
	Transfer			03 Sep 2021	(1103)	22757	0.3787
	Transfer			10 Sep 2021	(1)	22756	0.3786
	Transfer			15 Oct 2021	(9446)	13310	0.2215
	Transfer			22 Oct 2021	(500)	12810	0.2131
	Transfer			14 Jan 2022	(5810)	7000	0.1165
	At the end of the year					7000	0.1165

Note:

1. Paid up Share Capital of the Company (Face Value ₹ 10.00) at the end of the year is 6009900 Shares.
2. The details of holding has been clubbed based on PAN.
3. % of total Shares of the Company is based on the paid up Capital of the Company at the end of the Year.



v) Shareholding of Directors and Key Managerial Personnel

Sr. No.	Name of Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1)	Nimish Keshavlal Patel (Chairman & Managing Director)				
	At the beginning of the year				
	Individual Holding	134123	2.23	134123	2.23
	As a member of HUF	104557	1.74	104557	1.74
	Total	238680	3.97	238680	3.97
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year				
	Individual Holding	134123	2.23	134123	2.23
	As a member of HUF	104557	1.74	104557	1.74
	Total	238680	3.97	238680	3.97
2)	Mr. Hasmukh K Patel (Whole Time Director)				
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	-	-	-	-
3)	Mansheel Kaur (Independent Women Director)*				
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	-	-	-	-
4)	Priyam Nilesh Patel (Chief Executive Officer)				
	At the beginning of the year	84516	1.41	84516	1.41
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	84516	1.41	84516	1.41



Sr. No.	Name of Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
5)	Snehal Patel (Independent Director)				
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	-	-	-	-
6)	Ashwinbhai P Patel (Chief Finance Officer)				
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	-	-	-	-
7)	Sandip Gohel (Company Secretary & Compliance Officer upto 16.09.2021)**				
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	-	-	-	-
8)	Pooja H Khakhi (Company Secretary & Compliance officer)***				
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	-	-	-	-

* MS. Mansheel Kaur appointed with effect from 07th June, 2021 as an Independent Director of the Company

**Mr. Sandip Gohel resigned as a Company Secretary and Compliance Officer w.e.f. 16.09.2021.

*** Ms. Pooja H Khakhi was appointed w.e.f 27th October, 2021 as the Company Secretary and Compliance Officer of the Company.



V) Indebtedness of the Company including interest outstanding/ accrued but not due for payment

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
I) Principal Amount	-	-	-	-
II) Interest due but not paid	-	-	-	-
III) Interest accrued but not due	-	-	-	-
Total (I+II+III)	-	-	-	-
Change in Indebtedness during the financial year	-	-	-	-
* Addition	-	-	-	-
* Reduction	-	-	-	-
Net Change	-	-	-	-
Indebtedness at the end of the financial year	-	-	-	-
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	-	-	-

VI) REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

Sr. No.	Particulars of Remuneration	Name of MD/WTD/ Manager		Total Amount
		Mr. Nimish K. Patel	Mr. Hasmukh K. Patel	
1	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	30,00,000	8,07,780	38,07,780
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-	-
2	Stock Option	-	-	-
3	Sweat Equity	-	-	-
4	Commission - as % of profit - others, specify...	-	-	-
5	Others, please specify	-	-	-
	Total (A)	30,00,000	8,07,780	38,07,780
	Ceiling as per the Act	1,20,00,000	1,20,00,000	-



B. Remuneration to other directors: N.A

SN.	Particulars of Remuneration	Name of Directors		Total Amount
		Ms. Mansheel Kaur (w.e.f. 07.06.2021)	Mr. Snehal Patel	
1	Independent Directors			
	Fee for attending board committee meetings	-	-	-
	Commission	-	-	-
	Others, please specify	-	-	-
	Total (1)	-	-	-
2	Other Non-Executive Directors	-	-	-
	Fee for attending board committee meetings	-	-	-
	Commission	-	-	-
	Others, please specify	-	-	-
	Total (2)	-	-	-
	Total (B)=(1+2)	-	-	-
	Total Managerial Remuneration	-	-	-
	Overall Ceiling as per the Act	-	-	-

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD / MANAGER / WTD

Sr. No.	Particulars of Remuneration	Key Managerial Personnel				Total
		Company Secretary & Compliance Officer	Company Secretary & Compliance Officer	Chief Executive Officer	Chief Financial Officer	
		Sandip Gohel *	Pooja H Khakhi **	Mr. Priyam Patel	Mr. Ashvin Patel	
1	Gross salary	2,50,480	1,90,967	30,00,000	6,00,000	40,41,447
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	2,50,480	1,90,967	30,00,000	6,00,000	40,41,447
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961		-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961		-	-	-	-
2	Stock Option		-		-	-
3	Sweat Equity		-		-	-
4	Commission - as % of profit - others, specify...		-		-	-
5	Others, please specify		-		-	-
	Total	2,50,480	1,90,967	30,00,000	6,00,000	40,41,447

*Mr. Sandip Gohel resigned as a Company Secretary and Compliance Officer w.e.f 16.09.2021

** Ms. Pooja H Khakhi Appointed as a Company Secretary and Compliance Officer w.e.f 27.10. 2021



VII) PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
B. DIRECTORS					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
C. OTHER OFFICERS IN DEFAULT					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

For and on behalf of the Board

Date:24/08/2022
Place: Ahmedabad

Nimish K. Patel
Chairman & Managing Director
DIN: 00240621



INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF N.K. INDUSTRIES LIMITED

Report on the Audit of the Standalone IND AS Financial Statements

Qualified Opinion

We have audited the accompanying standalone IND AS financial statements of N.K. INDUSTRIES LIMITED (the "Company"), which comprise the Balance Sheet as at March 31, 2022, 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, except for the effects of the matter described in the Basis for Qualified Opinion Section of our report, the aforesaid standalone Ind AS 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 (financial Position) of the Company as at March 31, 2022, and its losses (financial performance including other comprehensive income), its Cash flows and changes in equity for the year ended on that date.

Basis for Qualified Opinion

1. The Company had entered into financial arrangement with National Spot Exchange Ltd (NSEL) through trading and Clearing Member, N.K. Proteins Private Ltd (erstwhile N. K. Proteins Limited (NKPL) (Group Company) by way of purchase and sales of various goods up to financial year 2012-13. The trade payables and trade receivables arising out of the said transactions through National Spot Exchange Limited (NSEL) from the concerns other than the group concerns are subject to confirmations by the respective parties/NSEL and reconciliations/ adjustments, if any. Further, NSEL has suspended the trading on 31.07.2013, as per the directions issued by the Government of India, Ministry of Consumer Affairs. NSEL has initiated recovery proceedings against the group company NKPL and also against the company by filing a civil suit in the Hon'ble High Court of Mumbai for an alleged amount of around ₹937 crores plus interest .and the said proceedings are pending as on date. Further, the Home department, Government of Maharashtra has issued a notification under the Maharashtra Protection of Interest of Depositors (in financial establishments)-Act, 1999 (MPID Act) attaching the Land, Building & Plant & Machinery of the company located at Kadi, Gujarat. The company had challenged the notification issued by Home department of Maharashtra before Hon'ble Gujarat High Court which was disposed off vide its order dated 29th March 2017. The company preferred a Special Leave Petition before the Hon'ble Supreme Court of India against the order of Hon'ble Gujarat High Court and The Hon'ble Supreme Court of India had disposed off the Special Leave Petition on 17th April, 2017 with a observation to file an application before Hon'ble Bombay High Court, Mumbai, and as informed by the management, the company has filed petition before the Hon'ble Bombay High Court in June 2017 which is pending .Besides the above, the company has also filed its objections against the attachment notification before the Designated Special MPID Court, Mumbai.

In view of the above that the matter is subjudice, and the alleged liability /claim are not accepted by the company, we are unable to quantify the final liability and its impact if any, on the loss of the company for the Year ended on 31st March, 2022.(Refer note No. 36 of standalone Ind AS financial statements)

2. The Directorate of Enforcement, Government of India has initiated proceedings against the company under section 5(1) of the prevention of Money Laundering Act, 2002, along with group company NKPL, and by virtue of the provisional attachment order dated 10/03/2015, attached the assets of the company comprising of Land, building, plant and machinery situated at Survey Nos.719, 720, 721, 732/1, 732/2, 733, 741, 743, 744, 745, Kadi Thol Road, Village Kadi Kasba , taluka- Kadi, District Mehsana-382715 Gujarat. As explained to us, The Company has preferred an appeal before the Hon'ble Appellate Tribunal under the Prevention of Money laundering Act, 2002 against the order of Adjudicating Authority.

Further, The Director of Enforcement (hereinafter referred to as ED), Government of India had initiated proceedings of search/seizure on 30.05.2018 on the group company NKPL, the promoters of the company late Shri Nilesh Patel and Shri Nimish Patel, one of the family member as well as on the company and thereafter on 29.06.2018, the ED, Government of India, had preferred an application u/s 17(4) of the Prevention of Money Laundering Act, 2002 before the Adjudicating Authority, New Delhi, vide it's Application No. OA/236 of 2018 against the company as well as group company NKPL and the promoters for retention of the seized properties and for continuation of order of freezing the properties, till finalization of the proceedings, of the properties mentioned in the application u/s 17(4) of the PMLA Act, 2002. The company along with Group Company and promoters challenged the show cause notice issued by the adjudicating authority New Delhi, before the Hon'ble High Court of Delhi and the Hon'ble High Court has set aside the said show cause



notice. The Director of Enforcement has attached assets of the company, group company NKPL and the promoters of the company by issuing a fresh show cause notice dated 30/08/2018 and the company has filed an appeal before PMLA Appellate Tribunal, Delhi.

In view of the above that the matter is subjudice, and the alleged liabilities /claims are not accepted by the company, we are unable to quantify the final liability and its impact, if any, on the loss of the company for the Year ended on 31st March, 2022. (Refer note No. 37 of standalone Ind AS financial statements)

3. The Government of Maharashtra, (at the instance of Economic wing offence Mumbai), has filed supplementary Charge sheet dated 25th December, 2018 under the various sections of IPC AND MPID Act. against the company and its chairman Shri Nimish Patel. Further MPID Court on the basis of above supplementary charge sheet has issued summons dated 19th March, 2019 against the company asking them to remain present on 26th April 2019. The Company has complied with the said summons and the matter was adjourned to 7th November,2019 and further adjourned to 15th February,2020, 7th March,2020, 30th April 2020 ,21st May,2020, 18th July,2020,8th September ,2020 9th October 2020,10th December,2020,6th February,2021,5th May,2021,5th July,2021, 4th September, 2021,20th September 2021,26th October,2021,16th December,2021,10th February,2022, 10th March 2022,21st April 2022 and now the matter is further adjourned to 7th June,2022. Thus, in view of the fact that the said criminal proceedings which have been initiated, inter alia, against the company and its Chairman Shri Nimish Patel are pending, we are unable to ascertain/quantify the final liability, if any, that may arise from the said criminal proceedings and therefore we are unable to quantify its impact, if any, on the loss of the company for the Year ended on 31st March, 2022.(Refer note No. 38 of standalone Ind AS financial statements)

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

Material Uncertainty Related to Going Concern

1. The company is having accumulated losses (after taking into account the balance of reserves) of Rs 345.80 crores as at 31.03.2022 and the net worth of the company is negative However, as per the business plan and future cash flow projections submitted by the management to us and accepted by us. The Company is making sincere efforts for the revival of the Business & the management is confident to recover the losses through improved profitability in foreseeable future. Therefore no provision for the impairment has been made and accounts for the year have been prepared on "going concern basis." Further the above projections also contains business plan/ projected cash flow prepared by the management and accepted by us with respect to the subsidiaries company i.e Banpal Oil Chem Private limited and NK OIL Mills Private limited,(Except Tirupati Retail India Pvt Ltd where proper provision of Impairment has been done)the management is confident to also revive the operations of the loss making subsidiary companies, hence no provision for impairment in the fair value of the investment made in the said subsidiary companies has been made in the books of accounts.(Refer Note No 33 of standalone INDAS financial statements)

Our opinion is not modified on the above matter.

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 period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.



Key Audit Matter:

Description of Key audit Matter	Our response and results
<p>Litigations and claims (Refer note 28) to the standalone Ind AS financial statements) The cases are pending with multiple tax authorities like Income Tax, Sales tax etc. and there are claims against the company which have not been acknowledged as debt by the company.</p> <p>In normal course of business, financial exposures may arise from pending proceedings and from claims of the customers not acknowledged as debt by the company. Whether a claim needs to be recognized as liability or disclosed as contingent liability in the standalone Ind AS financial statements is dependent on a number of significant assumptions and judgments. The amounts involved are potentially significant and determining the amount, if any, to be recognised or disclosed in the standalone Ind AS financial statements, is inherently subjective.</p> <p>We have considered Litigations and claims, a Key Audit Matter as it requires significant management judgement, including accounting estimates that involves high estimation uncertainty.</p>	<p>Our audit procedures, inter alia, included following:</p> <ul style="list-style-type: none"> - Discussed disputed litigation matters with the company's management. - Evaluated the management's judgment of tax risks, estimates of tax exposures, other claims and contingencies. Past and current experience with the tax authorities and management's correspondence/response including on the claims lodged by customers, were used to assess the appropriateness of management's best estimate of the most likely outcome of each uncertain contingent liability. - Critically assessed the entity's assumptions and estimates in respect of claims, included in the contingent liabilities disclosed in the financial statements. Also, assessed the probability of negative result of litigation and the reliability of estimates of related obligations. <p>Conclusion: Based on the procedures described above, we did not find any material exceptions to the management's assertions and treatment, presentation & disclosure of the subject matter in the standalone Ind AS financial statements.</p>

Emphasis of Matter

1. The company is having accumulated losses (after taking into account the balance of reserves) of ₹ 345.80 crores as at 31.03.2022 and the net worth of the company is negative. However, as per the business plan and future cash flow projections submitted by the management to us and accepted by us, the Company is making sincere efforts for the revival of the Business & the management is confident to recover the losses through improved profitability in foreseeable future. Therefore no provision for the impairment has been made and accounts for the year have been prepared on "going concern basis." Further the above projections also contains business plan/ projected cash flow prepared by the management and accepted by us with respect to the subsidiaries company i.e Banpal Oil Chem Private limited and NK OIL Mills Private limited , ,(Except Tirupati Retail India Pvt Ltd where proper provision of Impairment has been done)the management is confident to also revive the operations of the loss making subsidiary companies, hence no provision for impairment in the fair value of the investment made in the said subsidiary companies has been made in the books of accounts. (Refer Note No 33 of standalone INDAS financial statements)
2. The Income Tax Department had carried out survey u/s 133 of the Income tax Act, 1961(the IT Act) on the company along with other group companies during FY 2013-14 and had ordered a special audit of the books of the company u/s 142(2A) of the IT Act, 1961, for AY 2011-12 & A.Y 12-13. The department had raised a demand of Rs 131.22 Crores (Rs 6.63 Crores for A.Y 10-11, Rs55.43 crores for A.Y 11-12, Rs 60.33 Crores for A.Y 12-13, Rs 7.97 Crores for A.Y 2013-14 & ₹0.86 Crores for A.Y.2014-15) on the company for the aforesaid assessment years and the said demand has been disputed by the company and the company has initiated appellate proceedings before appropriate authorities. The said amount has been shown as contingent liability under Note No. 27 of the notes forming part of standalone financial statements. Further ,Income tax department has passed an attachment order on 22.04.2015 & 14.08.2015 by which it has attached properties of the company in pursuant to a demand, the details of the properties attached which are in the name of company is as under:
 - 803, Manas Complex, Opp Star Bazaar, Nr Jodhpur Cross road, Satellite, Ahmedabad 380015.
 - 603, Manas Complex, Opp Star Bazaar, Nr Jodhpur Cross road, Satellite, Ahmedabad 380015.
 - Land, situated at Survey Nos.719, 720, 721, 732/1, 732/2, 733, 741, 743, 744, 745, Kadi Thol Road, Village Kadi Kasba, taluka- Kadi, District Mehsana-382715.
 - Factory Building Situated at survey No 745, Kadi Thol Road, Village Kadi Kasba , taluka- Kadi, District Mehsana-382715
 (Refer Note No 39 of standalone INDAS financial statements)
3. A Search & Seizure action U/S 132 of the Income Tax Act took place on 24.2.99. The Income Tax department had raised demand of ₹ 33.12 Crores vide the block assessment Order dt. 30.4.2001. In case of the company, the Hon'ble Income Tax Appellate Tribunal (ITAT), Ahmedabad has subsequently given partial relief to the extent of ₹ 28.84 Crores. The company



had preferred an appeal before the Hon'ble High Court of Gujarat against the order of Hon'ble ITAT, Ahmedabad. The Hon'ble Gujarat High Court vide its order dated 20th June, 2016 had given partial relief on some of the grounds and had also dismissed some of the grounds of the company. Against the grounds dismissed by Hon'ble High Court of Gujarat, the company had further preferred an appeal before Hon'ble Supreme Court of India, and the Hon'ble Supreme Court of India vide order dated 16th January, 2017 had dismissed the appeal of the Company. The Company had already provided an amount of Rs 2.88 Crore against the grounds dismissed by Hon'ble ITAT, Ahmedabad during F.Y 2002-03 as well as Rs 1.27 Crores was provided in the books of accounts for the Assessment year in question for the interest payable up to 31-03-2005 during F.Y 2004-05. However in view of the management and on the basis of the Judgment of the Hon'ble Gujarat High Court, the amount provided/paid by the company towards total demand shall result in refund to the company. Pending effect of the various orders of adjudicating authorities by the Income Tax Department, the Company is yet to provide final entries in its books of accounts even during the year under review. In view of non availability of order of the appeal effects from the Income Tax Department, we are unable to opine on the same. (Refer Note No 30 of standalone INDAS financial statements)

4. The Sales Tax Department has completed the assessment proceedings for various assessment years and raised demand of ₹ 33.14 crores (net of recovery) for the earlier financial years. The company has not made any provision for the above demand raised by the sales tax authority in its books of accounts as in view of the Management, the said demand shall not withstand before the Appellate Authorities and the company has already preferred an appeal before the appellate authority which is still pending. In view of the above, the said amount has been shown as contingent liability under Note No. 28 of the notes forming part of standalone financial statements. (Refer Note No 41 of standalone INDAS financial statements)
5. The balance confirmation from the suppliers, customers as well as to various loans or advances, capital advances given, certain banks & Fixed Deposit with Bank have been called for by the company, but the same are awaited till the date of audit. Thus, the balances of receivables, capital advances, trade payables as well as loans and advances, certain bank balances and Fixed Deposit balance have been taken as per the books of accounts submitted by the company and are subject to confirmation from the respective parties. (Refer Note No 45 of standalone INDAS financial statements)
6. As per the information obtained from the website of the Ministry of Corporate Affairs (MCA), a suit has been filed against the company and its officers u/s 383A(1A), 372A(9), 58A(6)(A)(I) of the Companies Act, 1956 for the year 2016. As informed by the management, the company is having basic information about such suit filed as reflected on the website of the MCA. However, the company does not have any communication of such proceedings against the company and its officers. As the matter is still subjudice, we are unable to quantify the final liability and its impact, if any, on the company and its officers. (Refer Note No 42 of standalone INDAS financial statements)

Our opinion is not modified on the above matters.

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

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

Our opinion on the standalone IND AS 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 IND AS 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.

Responsibilities of Management and Those Charged with Governance for the Standalone IND AS Financial Statements

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



In preparing the standalone IND AS 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.

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

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

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

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

- Identify and assess the risks of material misstatement of the 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system 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 the 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 IND AS financial statements, including the disclosures, and whether the standalone IND AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone Ind AS 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 197(16) of the Act, we report that the company has paid remuneration to its directors during the year in accordance with the provisions of and limits laid down under section 197 read with schedule V to the Act. The remuneration paid to any director is not in excess of the limit laid down under section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) which are required to be commented upon by us.
2. As required by the Companies (Auditor's Report) Order, 2020 (the "Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order.



3. As required by Section 143(3) of the Act, based on our audit we report that:
- a) We have sought and except for the matters described in the Basis for Qualified opinion, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit,
 - b) Except for the possible effects of the matter described in the Basis for Qualified opinion, paragraph above, 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 standalone Balance Sheet, the standalone Statement of Profit and Loss including other Comprehensive Income, standalone Statement of Changes in Equity and the standalone Statement of Cash Flow 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 IND AS specified under Section 133 of the Act.
 - e) On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164(2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us
 - (i) The Company has disclosed the impact of pending litigations on its financial position in the standalone Ind AS Financial Statements (Refer Note No 28 to the Standalone Ind AS Financial Statements.)
 - (ii) The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
 - (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - (iv)
 - (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
 - (v) The company has not declared and paid any Interim dividend nor has proposed any final dividend during the previous year and hence the question of Compliance and applicability of Section 123 of the Companies Act does not arise.

For, Parikh & Majmudar
Chartered Accountants
FRN - 107525W
UDIN: 22040230AJGDTG8707

C.A (Dr) Hiten M. Parikh
Partner
Membership No. 40230

Place: Ahmedabad
Date : May 19, 2022



ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of N.K. INDUSTRIES LIMITED of even date)

With reference to the Annexure A, referred to in the Independent Auditors Report to the members of the Company on the Standalone IND AS financial statements for the year ended on 31st March 2022 , we report following :

- i. (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment with effect from 1st April, 2008 onwards.
- (B) The Company has maintained proper records showing full particulars of intangible assets.
- (b) According to the information and explanations given to us, the property, plant and equipment are physically verified in a phased manner by the management during the year , which, in our opinion is reasonable having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such verification.
- (c) According to the information and explanation given to us and the records examined by us and based on the examination of the conveyance deeds provided to us, we report that, the title deeds, comprising of the immovable properties of land and building which are freehold, are held in the name of the company as at the balance sheet date except, the following properties whose titles have not been still conveyed in the name of the company having total carrying value of ₹ 18.86 lakhs as at 31st March, 2022.

Description of property	Gross carrying value	Held in name of	Whether promoter, director or their relative or employee	Period held indicate range, where appropriate	Reason for not being held in name of company*
Premises located at Thirthjal Complex, Ahmedabad	5.38	Late Nilesh Patel	Past Director	30-11-1996	As, stated by the management, as the cooperative society in which the property is held does not allow the company to hold the assets in its name.
Land situated at Sr. No. 719, Vil, kadiTaluka Kadi, Dist. Mehsana in the State of Gujarat	5.49	Ashwin Patel	CFO	15-03-1994	As, stated by the management, Registered power of attorney of the land in question is in the name of Shri Ashwin Patel, CFO, on behalf of the company and necessary stamp duty has been fully paid, yet titles are to be conveyed in the name of the company.
Land situated at Sr. No. 720, Vil, Kadi. Taluka Kadi, Dist. Mehsana in the State of Gujarat	1.85	NKIL	Companies Name	16-08-1995	As, stated by the management, Unregistered Agreement to sale in the name of the company. Competent authority has ordered for payment of premium which is yet to be paid. Titles are not conveyed in the name of the company.
Land situated at Sr. No. 721, Vil, Kadi. Taluka Kadi, Dist. Mehsana in the State of Gujarat	3.19	Ashwin Patel	CFO	15-03-1994	As, stated by the management, Registered power of attorney of the land in question is in the name of Shri Ashwin Patel, CFO, on behalf of the company and necessary stamp duty has been fully paid, yet titles are to be conveyed in the name of the company.
Land situated at Sr. No. 741, Vil, kadi. TalukaKadi, Dist. Mehsana in the State of Gujarat	2.93	Kamlesh Patel	Present Director	14-09-1994	As, stated by the management, no agreement entered with the company. However, unregistered power of attorney is in the name of Mr Kamlesh Patel on behalf of the company. The titles have not been conveyed in the name of the company.
Land situated at Sr. No. 742, Vil, kadi. TalukaKadi, Dist. Mehsana in the State of Gujarat		Kamlesh Patel	Present Director	14-09-1994	As, stated by the management, no agreement entered with the company. However, unregistered power of attorney is in the name of Mr Kamlesh Patel on behalf of the company. The titles have not been conveyed in the name of the company.



- (d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not re-valued any of its Property, Plant and Equipment and intangible assets during the year.
- (e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, No proceedings have been initiated during the year or are pending against the Company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii. (a) As explained to us, the inventories have been physically verified by the management at reasonable intervals during the year other than for stock lying with third parties. In our opinion the frequency of verification is reasonable and the coverage and procedure of such verification by the management is appropriate. As explained to us, there were no discrepancies of 10% or more in aggregate for each class on physical verification of inventory as compared to the book records.
- (b) The Company has not been sanctioned working capital in excess of the limits of ₹5 crores in aggregate, at any point of time during the year, from banks & financial institutions on the basis of security of current assets & hence reporting under clause 3(ii)(b) of the order is not applicable.
- iii. During the year, the company has not made investments in, provided any guarantee or security or granted any loans or advances in nature of loans, secured or unsecured, to companies, firms, limited liability partnerships, or other parties, except in respect of its wholly owned subsidiary.
- a) During the year the Company has provided loans, advances in the nature of loans to its wholly owned subsidiaries.
- (A) The aggregate amount during the year and balance outstanding at the balance sheet date with respect to such loans and advances is as under:

(₹ In Lakhs)

Particulars	Loans	Advances in the nature of loan	Guarantees	Securities
Aggregate amount granted/provided during the year : Subsidiary	3.64	Nil	Nil	Nil
Balance outstanding as at balance sheet date : Subsidiary	1103.65	Nil	Nil	Nil

- (B) The company has not made any investments in, provided any guarantee or security or granted any loans and advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties other than its subsidiaries and joint venture, hence, reporting under this clause is not applicable.
- (b) In our opinion, the investment made, and the terms and conditions of the grant of all loans and advances in the nature of loans provided are, prime facie, not prejudicial to the Company's interest.
- (c) In respect of loans granted by the company, the schedule of repayment of principal and payment of interest has not been stipulated.
- (d) In respect of loans granted by the company, there is no overdue amount remaining outstanding as at the balance sheet date.
- (e) No loan granted by the company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the over dues of existing loans given to the same parties.
- (f) The company has granted any loans either repayable on demand or without specifying any terms or period of repayment, the details of which is as under :

(₹ In Lakhs)

Particulars	All Parties	Promoters	Related Parties
Aggregate amount of loans as at year end	142.41	Nil	142.41
Percentage thereof to the total loans granted as at year end	100%	Nil	100%

- iv. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not made any investment or given guarantee or security during the year under review. Accordingly clause 3(iv) of the order is not applicable.
- v. The Company has not accepted any deposits from the public during the year under review. Accordingly, clause 3(v) of the Order is not applicable.



vi. We have broadly reviewed the books of accounts maintained by the company in respect of products where pursuance to the rules made by the Central Government of India, the maintenance of Cost records has been prescribed under sub section (1) of section 148 of Companies Act 2013 and we are of the opinion that prima facie, the prescribed accounts & records have been maintained. We have however, not made a detailed examination of the records.

vii. (a) The company does not have liability in respect of Service Tax, Duty of excise, Sales tax and value added tax during the year since effective 1st July 2017, these statutory dues has been subsumed in to Goods & Service Tax.

According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, ESIC, income-tax, duty of customs, Goods & Service Tax, cess and other material statutory dues have generally been regularly deposited during the year by the Company with the appropriate authorities.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, ESIC, income tax, duty of customs, Goods & Service Tax, cess and other material statutory dues were in arrears as at 31st March 2022 for a period of more than six months from the date it became payable.

(b) According to the information and explanations given to us, there are no material dues of Goods & Service Tax and duty of customs which have not been deposited with the appropriate authorities on account of any dispute. However, according to the information and explanations given to us, the following dues of income tax, sales tax & value added tax have not been deposited by the company on account of disputes.

Name of the statute	Nature of Dues	Amount (Rs in lakhs) (Net of payment)	Financial year to which the amount relates	From where the dispute is pending
Income Tax Act, 1961	Corporate Tax	663.83	FY 2009-10	Commissioner of Income Tax(Appeals) –IX
Income Tax Act, 1961	Corporate Tax	5543.00	FY 2010-11	Income Tax Appellate Tribunal Ahmedabad
Income Tax Act, 1961	Corporate Tax	6033.00	FY 2011-12	Income Tax Appellate Tribunal Ahmedabad
Income Tax Act, 1961	Corporate Tax	797.60	FY 2012-13	Commissioner of Income Tax(Appeals) –IX
Income Tax Act, 1961	Corporate Tax	86.00	FY 2013-14	Commissioner of Income Tax(Appeals) –IX
Income Tax Act, 1961	Corporate Tax (Penalty)	2625.03	FY 2010-11	Commissioner of Income Tax(Appeals) –IX
Guj. Sales Tax	Sales Tax	130.88	F.Y. 2008-09	Joint. Commissioner of Commercial Tax, Appeal-I, Ahmedabad
Guj. Sales Tax	Sales Tax	3314.22	F.Y. 1990-91, 1997-98 to 2001-02, & 2006-07	Sales Tax Tribunal / Commercial Tax Officer
Guj. Sales Tax	Sales Tax	3080.51	FY 2013-14	Joint. Commissioner of Commercial Tax, Appeal-I,

viii. According to the information and explanations given to us and on the basis of our examination of the records of the Company, there were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

ix. (a) The Company has not taken any loans or other borrowings from any lender. Accordingly clause 3(ix)(a) of the order is not applicable.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority

(c) The Company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year and hence, reporting under clause 3(ix)(c) of the Order is not applicable .

(d) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, funds raised on short- term basis have, prima facie, not been used during the year for long-term purposes by the Company.

(e) According to the information and explanations given to us and on overall examination of the records of the company, we report that the company has not taken any funds from any entity or person account of or to meet the obligations of its subsidiaries and therefore, reporting under clause 3(ix)(e) of the order is not applicable.



- (f) According to the information and explanations given to us and procedures performed by us, we report that the company has not raised loans during the year on the pledge of securities held in its subsidiaries, associates or joint ventures and therefore, clause 3(ix)(f) of the Order is not applicable.
- x. (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, clause 3(x)(a) of the Order is not applicable.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) during the year. Accordingly, clause 3(x)(b) of the Order is not applicable.
- xi. (a) According to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (b) According to the information and explanations given to us, no report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT - 4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- (c) As represented by the management, there are no whistle blower complaints received by the company during the year.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, clause 3(xii) of the Order is not required.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. (a) In our opinion the company has an internal audit system commensurate with the size and nature of its business.
- (b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.
- xv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- xvi. (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, 3(xvi)(a) and 3(xvi) (b) of the Order are not applicable.
- (b) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve bank of India. Accordingly, 3(xvi)(c) of the Order is not applicable.
- (c) According to the information and explanations provided to us during the course of audit, the Group does not have any CICs.
- xvii. The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors of the Company during the year. Accordingly, 3(xviii) of the Order is not applicable.
- xix. According to the information and explanations given to us, On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx. According to the information and explanations given to us by the management, the Corporate Social Responsibility (CSR) is not applicable to the company. Accordingly, clause 3(xx)(a) and (b) of the Order are not applicable.

**For, Parikh & Majmudar
Chartered Accountants
FRN - 107525W
UDIN: 22040230AJGDTG8707**

**C.A (Dr) Hiten M. Parikh
Partner
Membership No. 40230**

**Place: Ahmedabad
Date : May 19, 2022**



ANNEXURE “B” TO THE INDEPENDENT AUDITOR’S REPORT

(Referred to in paragraph 1(f) under ‘Report on Other Legal and Regulatory Requirements’ section of our report to the Members of N.K. INDUSTRIES LIMITED of even date)

Report on the Internal Financial Controls Over Financial Reporting 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 N.K. INDUSTRIES LIMITED (the “Company”) as of March 31, 2022 in conjunction with our audit of the standalone IND AS financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The Management of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the “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 Act.

Auditor’s Responsibility

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

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



Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, based on the criteria for internal financial control over financial reporting 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 ICAI.

**For, Parikh & Majmudar
Chartered Accountants
FRN - 107525W
UDIN: 22040230AJGDTG8707**

**Place: Ahmedabad
Date : May 19, 2022**

**C.A (Dr) Hiten M. Parikh
Partner
Membership No. 40230**



Standalone Balance Sheet as at 31st March, 2022

₹ in lakhs

S.No.	Particulars	Note No.	31-Mar-2022	31-Mar-2021
	ASSETS			
1)	Non-current assets			
a)	Property, Plant and Equipment	1	12,178.49	12,577.40
b)	Capital work-in-progress	1	628.23	511.63
c)	Investment Property		-	-
d)	Goodwill		-	-
e)	Other Intangible assets		-	-
f)	Intangible assets	1	0.32	0.32
g)	Biological Assets other than bearer plants		-	-
h)	Financial Assets		-	-
(i)	Investments	2	175.86	175.86
(ii)	Trade receivables	3	5,549.33	5,549.33
(iii)	Loans	4	974.24	974.24
(iv)	Other Financial assets	5	559.08	539.73
i)	Deferred tax assets (net)		2,236.92	2,177.06
j)	Other non-current assets	6	4,493.31	4,485.02
2)	Current assets			
a)	Inventories	7	138.87	140.60
b)	Financial Assets		-	-
(i)	Investments		-	-
(ii)	Trade receivables	8	2,120.47	2,176.14
(iii)	Cash and cash equivalents	9	61.27	67.44
(iv)	Bank balances other than (iii) above	10	81.74	79.55
(v)	Loans	11	148.70	144.60
(vi)	Others (to be specified)		-	-
c)	Current Tax Assets (Net)		-	-
d)	Other current assets	12	15.22	17.43
	TOTAL ASSETS		29,362.04	29,616.34
	EQUITY & LIABILITIES :			
	EQUITY:			
a)	Equity Share capital	13	600.99	600.99
b)	Other Equity	14	(34,580.30)	(34,398.57)
	LIABILITIES :			
1)	Non-Current Liabilities			
a)	Financial Liabilities			
(i)	Borrowings			
(ia)	Lease liability			
(ii)	Trade payables			
	(a) Due to Micro and Small Enterprises	15	-	-
	(b) Due to other than Micro and Small Enterprises		62,638.18	62,638.18
(iii)	Other financial liabilities		-	-
b)	Provisions	16	353.31	363.87
c)	Deferred tax liabilities (Net)		-	-
d)	Other non-current liabilities		-	-
2)	Current liabilities			
a)	Financial Liabilities			
(i)	Borrowings			
(ia)	Lease liability			
(ii)	Trade payables			
	(a) Due to Micro and Small Enterprises	17	2.57	2.57
	(b) Due to other than Micro and Small Enterprises		77.57	85.28
(iii)	Other financial liabilities	18	20.00	20.00
b)	Other current liabilities	18	106.53	185.08
c)	Provisions	19	143.20	118.96
d)	Current Tax Liabilities (Net)		-	-
	Total Equity and Liabilities		29,362.04	29,616.34

The accompanying notes form an integral part of the standalone financial statements 1- 64

As per our report of even date attached.

For and on behalf of the Board of Directors of N K Industries Limited

For, PARIKH & MAJMUDAR
Chartered Accountants
Firm's Registration Number:107525W
UDIN:22040230AJGDTG8707

Nimish K. Patel
Chairman & Managing Director
Din-00240621

Hasmukh K. Patel
Whole Time Director
Din -06587284

CA DR HITEN PARIKH
Partner
Membership No.040230

Ashwin P. Patel
Chief Financial Officer

Pooja H. Khakhi
Company Secretary

Ahmedabad
May 19, 2022

Ahmedabad
May 19, 2022



Standalone Statement of Profit and Loss for the Year Ended as on 31st March 2022

₹ in lakhs

S. No.	PARTICULARS	NOTE NO.	For the Year ended on 31-Mar-2022	For the Year ended on 31-Mar-2021
I	Revenue from Operations	20	240.00	240.00
II	Other Income	21	43.00	42.69
III	Total Income (I + II)		283.00	282.69
IV	EXPENSES			
	Cost of Materials consumed	22	-	-
	Purchases of stock-in-trade	23	-	-
	Changes in inventories of finished goods, Stock-in-Trade and work-in-progress	24	-	-
	Employee benefits expense	25	41.10	60.61
	Finance costs	26	0.26	0.91
	Depreciation and amortization expense	1	435.07	485.71
	Other expenses	27	54.67	32.41
	Total expenses (IV)		531.10	579.64
V	Profit/(loss) before exceptional items and tax (I- IV)		(248.10)	(296.95)
VI	Exceptional Items		-	-
VII	Profit/(loss) before tax (V-VI)		(248.10)	(296.95)
VIII	Tax expense:			
1	Current tax		-	-
2	Deferred tax		61.75	64.58
IX	Profit (Loss) for the period from continuing operations (VII-VIII)		(186.35)	(232.38)
X	Profit/(loss) from discontinued operations		-	-
XI	Tax expense of discontinued operations		-	-
XII	Profit/(loss) from Discontinued operations (after tax) (X-XI)		-	-
XIII	Profit/(loss) for the period (IX+XII)		(186.35)	(232.38)
XIV	Other Comprehensive Income/(Expense)		-	-
A (i)	Items that will not be reclassified to profit or loss		6.51	(30.52)
(ii)	Income tax relating to items that will not be reclassified to profit or loss		(1.90)	8.89
B(i)	Items that will be reclassified to profit or loss		-	-
(ii)	Income tax relating to items that will be reclassified to profit or loss		-	-
XV	Total Comprehensive Income for the period (XIII+XIV) (Comprising Profit (Loss) and Other Comprehensive Income for the period)		(181.73)	(254.01)
XVI	Earnings per equity share			
1	Basic:		(3.10)	(3.87)
2	Diluted:		(3.10)	(3.87)

The accompanying notes form an integral part of the standalone financial statements 1- 53

As per our report of even date attached.

For and on behalf of the Board of Directors of N K Industries Limited

For, **PARIKH & MAJMUDAR**
Chartered Accountants
Firm's Registration Number:107525W
UDIN:22040230AJGDTG8707

Nimish K. Patel
Chairman & Managing Director
Din-00240621

Hasmukh K. Patel
Whole Time Director
Din -06587284

CA DR HITEN PARIKH
Partner
Membership No.040230

Ashwin P. Patel
Chief Financial Officer

Pooja H. Khakhi
Company Secretary

Ahmedabad
May 19, 2022

Ahmedabad
May 19, 2022

Statement Showing Changes In Equity

A Equity Share Capital

Particulars	Amount
Balance as at April 1, 2021	600.99
Changes in equity share capital during the year*	-
Balance AS at March 31, 2022	600.99

*Refer Note 13

B Other Equity

Particulars	Revaluation Reserve	Securities Premium	General Reserve	Retained Earnings	Remeasurement of Defined Benefit Plans (Net of Tax)	Capital Reserve	Total Equity Attributable to Equity Holders of the company
Balance as on April 1, 2020	15,885.66	902.97	10.38	(52,641.40)	(42.42)	1,740.25	(34,144.56)
Net loss for the year				(232.38)			(232.38)
Remeasurements of Defined Benefit Plans (Net of Tax)				-	(21.63)		(21.63)
Balance as of April 1, 2021	15,885.66	902.97	10.38	(52,873.78)	(64.05)	1,740.25	(34,398.57)
Net Income of the year				(186.35)			(186.35)
Remeasurements of Defined Benefit Plans (Net of Tax)				-	4.62		4.62
Balance as at 31st March 2022	15,885.66	902.97	10.38	(53,060.13)	(59.43)	1,740.25	(34,580.30)

₹ in lakhs

As per our report of even date attached.

For, PARIKH & MAJUMDAR
Chartered Accountants
Firm's Registration Number:107525W
UDIN:22040230AJGDTG8707

CA DR HITEN PARIKH
Partner
Membership No.040230
Ahmedabad
May 19, 2022

For and on behalf of the Board of Directors of N K Industries Limited

Nimish K. Patel
Chairman & Managing Director
Din-00240621

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Whole Time Director
Din -06587284

Ashwin P. Patel
Chief Financial Officer

Pooja H. Khakhi
Company Secretary

Ahmedabad
May 19, 2022





Standalone Cash Flow Statement for the year ended on 31st March, 2022

₹ in lakhs

Particulars	31-Mar-2022	31-Mar-2022	31-Mar-2021	31-Mar-2021
A. CASH FLOW ARISING FROM ACTIVITIES:				
Net Profit/(Loss) After Tax and Extra Ordinary Items		(241.59)		(327.47)
Adjustment for :				
Depreciation and Amortisation Expenses		435.07		485.71
Loss / (Gain) on Sale and Discard of Fixed Assets		-		-
Interest Income		(37.23)		(37.46)
Finance Cost		0.26		0.91
Operating Profit/(Loss) before Working Capital Changes		156.51		121.69
Adjustment for :				
(Increase)/Decrease in Trade and other receivables/Loans /other current assets	53.77		(231.30)	
(Increase)/Decrease in Inventories	1.74		96.82	
Increase/(Decrease) in Trade Payables/loans/ other financial liabilities/Provisions/ current liabilities	(72.57)	(17.06)	51.17	(83.31)
Cash Generated from operating Activities		139.45		38.38
Income Tax Paid		-		-
Net Cash Generated from Operating Activities		139.45		38.38
B. CASH FLOW FROM INVESTING ACTIVITIES:				
Adjustment for :				
Acquisition of Fixed Assets	(152.76)		(85.28)	
Changes in non current assets	(27.64)		24.42	
Interest Income	37.23		37.46	
Proceeds from Sale of Fixed Assets	-		-	
Acquisition of Investment	-	(143.17)	1.00	(22.40)
Net Cash used in Investing Activities		(143.17)		(22.40)
C. CASH FLOW ARISING FROM FINANCING ACTIVITIES:				
Borrowing	-		-	
Interest Paid	(0.26)		(0.91)	
Net Cash used in Financial Activities		(0.26)		(0.91)
Net increase/(decrease) in Cash and Cash Equivalents		(3.98)		15.06
Cash & Cash equivalent at the beginning of the year		146.99		131.93
Cash & Cash equivalent at the Close of the year		143.01		147.46
Note: Cash and Cash Equivalents Includes:				
a) Cash on hand		0.78		0.78
b) Balance with Banks in Current account		60.49		66.66
c) Balance with Banks in fixed deposit less than 12 months		81.74		79.55
		143.01		147.46

These accompanying notes are an integral part of these financial Statements

Notes:

1. The cash flow statement has been prepared under the indirect method as set out in Indian Accounting Standard (IndAS 7) statement of cash flows

This is the Cash flow Statement referred to in our report of even date.

As per our report of even date attached.

For and on behalf of the Board of Directors of N K Industries Limited

For, **PARIKH & MAJMUDAR**
Chartered Accountants
Firm's Registration Number:107525W
UDIN:22040230AJGDTG8707

Nimish K. Patel
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Chief Financial Officer

Pooja H. Khakhi
Company Secretary

Ahmedabad
May 19, 2022

Ahmedabad
May 19, 2022



NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

SIGNIFICANT ACCOUNTING POLICIES

1. CORPORATE INFORMATION:

The company is incorporated under the Indian Companies Act, 1956, having its registered office situated at 7th Floor, Popular House, Ashram Road, Ahmedabad. The company is engaged in manufacturing of castor oil and other allied products including its derivatives viz. 12 HAS, ricilonic acid, etc. and is also engaged in trading of castor oil derivatives, mainly Hydrogenated Caster Oil (HCO), which the company is getting done on job work basis through outside parties. As explained by the management, the company has during the year as per Dry lease agreement entered given its Plant on lease due to working capital crunch. As per the details given by the management, the company is having a crushing capacity of castor seeds of more than 27,000 MT per month.

2. Recent Accounting Pronouncements

All the Indian Accounting Standards issued and notified by the Ministry of Corporate Affairs Under The Companies (Indian Accounting Standards) Rules, 2015 (as amended) till the financial statements are authorized have been considered in preparing these financial statements.

The Ministry of Corporate Affairs ("MCA") through Companies (Indian Accounting Standards)

Amendment Rules, 2022 has notified certain amendments to existing Ind ASs.

They shall come into force on April 1, 2022 and therefore, the company shall apply the same with effect from that date.

(a) Amendments:

Several Indian Accounting Standards have been amended on various issues with effect from April 1, 2022.

The following amendments are relevant to the Company:

- (i) Ind AS 37 "Provisions, Contingent Liabilities and Contingent Assets"- The cost of fulfilling a contract includes not only incremental costs but also other allocable costs that relate directly to fulfilling the contract.

The above amendment and clarifications below are not expected to have any material effect on the Company's financial statements.

(b) Clarifications (Effective retrospectively):

- (i) Ind AS 16 "Property, Plant and Equipment" - Net sale proceeds of items produced over the cost of testing, if any, shall not be recognised in the profit or loss but deducted from the directly attributable costs considered as part of cost of an item of property, plant, and equipment. None of these amendments have any material effect on the financial statements.

3. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

(A) Basis of preparation and compliance with Ind AS

These Financial Statements have been prepared in accordance with Indian Accounting Standards (Ind AS) as prescribed under section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 as amended and other relevant provisions of the Act.

The Financial Statements have been prepared on the historical cost convention on accrual basis except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained in the accounting policies below.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Company has identified twelve months as its operating cycle. Accordingly, all assets and liabilities have been classified as current or non-current as per the Company's operating cycle and other criteria set out in Ind AS 1 - 'Presentation of Financial Statements' and Schedule III to the Companies Act, 2013.

Accounting policies have been consistently applied consistently to all the periods presented in the financial statements.

The financial statements are presented in Indian Rupees ('INR'). Where changes are made in presentation, the comparative figures of the previous year are regrouped and re-arranged accordingly.

(B) Use of Estimates :

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and

disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting year end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

(c) Revenue Recognition

Revenue comprises of all economic benefits that arises in the ordinary course of activities of the Company which result in increase in Equity other than increases relating to contributions from equity participants. Revenue is measured at the fair value of the consideration received or receivable, net of discounts, volume rebates.

Goods and service tax is not received by the Company on its own account. Rather, it is tax collected on value added to the commodity by the seller on behalf of the Government. Accordingly, it is excluded from revenue.

Revenue from sales is recognized when all significant risks and rewards of ownership of the commodity sold are transferred to the customer, which generally coincides with delivery. Revenues from sale of by- products are included in revenue. Inter-transfers, other benefits passed on the customer in kind etc are expensed in statement of Profit and loss.

Interest is accounted on accrual basis.

Rent income is accounted on accrual basis.

(d) Property, Plant and Equipment

(i) Property, plant and equipment [PPE]

All PPE are stated at original cost (net of tax/duty credit availed) less accumulated depreciation and impairment losses except freehold land which is carried at cost. Cost includes cost of acquisition, construction and installation, taxes, duties, freight, other incidental expenses relating to the acquisition, trail run expenses (net of revenue) and pre-operative expenses including attributable borrowing costs incurred during pre-operational period.

Expenditure incurred after the property, plant and equipment have been put into operation, such as repairs and maintenance, are normally charged to the statements of profit and loss in the period in which the costs are incurred. Major inspection and overhaul expenditure is capitalized if the recognition criteria are met. Thus the policy of the company is that subsequent costs are included in the asset's carrying amount or recognized as separate asset, as appropriate, only when it is probable that the future economic benefits associated with the items will flow to the entity and the cost of the same can be measured reliably.

When significant parts of plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in the statement of profit and loss as incurred.

Gains and losses on disposal of an item of property, plant and equipments are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment, and are recognized net within other income/other expenses in statement of profit and loss.

An item of property, plant and equipment and any significant part initially recognized is derecognized 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 (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit and loss, when the asset is derecognized.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed periodically and adjusted prospectively, if appropriate.

(ii) Capital work in progress

Assets in the course of construction are capitalized in capital work in progress account. At the point when an asset is capable of operating in the manner intended by management, the cost of construction is transferred to the appropriate category of property, plant and equipment. Costs associated with the commissioning of an asset are capitalized when the asset is available for use but incapable of operating at normal levels until the period of commissioning has been completed. Revenue generated from production during the trial period is credited to capital work in progress.

(iii) Depreciation

Assets in the course of development or construction and freehold land are not depreciated.

Other property, plant and equipment are stated at cost less accumulated depreciation and any provision for impairment. Depreciation commences when the assets are ready for their intended use.

Depreciation is calculated on the depreciable amount, which is the cost of an asset less its residual value. Depreciation is provided at rates calculated to write off the cost, less estimated residual value, of each asset on



a written down value basis over except Computers , office equipment office building and Factory building which has been provided on the basis of Straight line method over its useful life (as per Schedule II of Companies Act,2013), as follows:

The useful lives of assets are as follows:

Buildings	30-60	Years
Plant and equipments	15	Years
Furniture and fixtures	10	Years
Vehicles	8-10	Years
Others- Computer Hardware	3-6	Years
Office equipments	5	Years

Major inspection and overhaul costs are depreciated over the estimated life of the economic benefit derived from such costs. The carrying amount of the remaining previous overhaul cost is charged to the statement of profit and loss if the next overhaul is undertaken earlier than the previously estimated life of the economic benefit.

When significant spare 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.

Depreciation methods, useful lives and residual values are reviewed at each financial year end and changes in estimates, if any, are accounted for prospectively.

(e) Intangible assets

Intangible assets acquired are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses.

The useful lives of intangible assets are assessed as either finite or indefinite. The Company currently does not have any intangible assets with indefinite useful life. Intangible assets are amortized over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortization period and the amortization method for an intangible asset are reviewed at least at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortization period or method, as appropriate, and are treated as changes in accounting estimates. The amortization expense on intangible assets is recognized in the statement of profit and loss unless such expenditure forms part of carrying value of another asset.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

(f) Financial instruments

• **Financial Assets:**

The company classifies its financial assets as those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and those to be measured at amortized cost.

The Company measures all equity instruments in subsidiaries at cost initially and also on subsequent recognition.

The company measures all quoted equity instruments other than in subsidiaries at fair value on initial and subsequent recognition. Changes in fair value of quoted instruments in equity shares are shown as profit/loss on fair valuation of investments in Statement of Profit and Loss.

Trade Receivables represents receivables for goods sold by the company upto to the end of the financial year. The amounts are generally unsecured and are usually received as per the terms of payment agreed with the customers. The amounts are presented as current assets where receivable is due within 12 months from the reporting date. They are recognized initially and subsequent measured at amortized cost.

The company assesses the expected credit losses associated with its assets carried at amortized cost. Trade receivables are impaired using the lifetime expected credit loss model under simplified approach. The Company uses a provision matrix to determine the impairment loss allowance based on its historically observed default rates over expected life of trade receivables and is adjusted for forward looking estimates. At every reporting date, the provision for such impairment loss allowance is determined and updated and the same is deducted from Trade Receivables with corresponding charge/credit to profit and loss.



A financial asset is derecognized only when the company has transferred the rights to receive cash flows from the financial asset, or when it has transferred substantially all the risks and rewards of the asset, or when it has transferred the control of the asset.

Investments that are readily realizable and intended to be held for not more than a year are classified as current investments. All other investments are classified as Non-Current /Long-term investments. Current investments are carried at lower of cost or market value on individual investment basis. Non-current investments are considered at cost, unless there is an “other than temporary” decline in value, in which case adequate provision is made for the diminution in the value of investments.

- **Financial Liabilities**

Borrowings are initially recognized and subsequently measured at amortized cost, net of transaction costs incurred. The transaction costs is amortized over the period of borrowings using the effective interest method in Capital Work in Progress upto the commencement of related plant, property and Equipment and subsequently under finance costs in profit and loss account.

Borrowings are removed from balance sheet when the obligations specified in the contract is discharged, cancelled or expired.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period.

Trade payables represent liabilities for goods and services provided to the company up to the end of the financial year. The amounts are unsecured and are usually paid as per the terms of payment agreed with the vendors. The amounts are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognized initially and subsequently measured at amortized cost.

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously.

- **Equity**

Equity shares are classified as equity .

Provision is made for the amount of any dividend declared and dividend distribution tax thereon, being appropriately authorized and no longer at the discretion of the entity on or before the end of the reporting period but not distributed at the end of the reporting period.

(g) Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, 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.

(h) 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 capitalized 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 if any, to the extent regarded as an adjustment to the borrowing costs.

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

(i) 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 groups of 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.

In assessing value in use, the estimated future cash flows are discounted to their present value using a post-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account. If no



such transactions can be identified, an appropriate valuation model is used. These calculations are corroborated by valuation multiples, quoted share prices for publicly traded companies or other available fair value indicators.

The Company bases its impairment calculation on detailed budgets and forecast calculations, which are prepared separately for each of the Company's CGUs to which the individual assets are allocated.

Impairment losses of continuing operations, including impairment on inventories, are recognized in the statement of profit and loss.

An assessment is made at each reporting date to determine whether there is an indication that previously recognized impairment losses no longer exist or have decreased. If such indication exists, the Company estimates the asset's or CGU's recoverable amount. A previously recognized impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognized. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognized for the asset in prior years. Such reversal is recognized in the statement of profit and loss.

(j) Inventories

Inventories are valued at the lower of cost and net realisable value except scrap and by products which are valued at net realisable value.

Costs incurred in bringing the inventory to its present location and conditions are accounted for as follows:

- ◆ Stores & Spares: cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on weighted average basis.

Obsolete inventories are identified and written down to net realisable value. Slow moving and defective inventories are identified and provided to net realisable value.

(k) Accounting For Taxes On Income:

Tax expenses comprise of current tax and deferred tax including applicable surcharge and cess.

Current Income tax is computed using the tax effect accounting method, where taxes are accrued in the same period in which the related revenue and expenses arise. A provision is made for income tax annually, based on the tax liability computed, after considering tax allowances and exemptions. Provisions are recorded when it is estimated that a liability due to disallowances or other matters is probable.

Deferred tax is provided using the balance sheet approach on temporary differences at the reporting date 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. Deferred tax assets are recognized for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognized to the extent that it is probable that taxable profits against which the deductible temporary differences, and the carry forward unused tax credits and unused tax losses can be utilized.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax assets to be utilized. Unrecognized deferred tax assets are reassessed at each reporting date and are recognized to the extent that it is 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 realized or the liability is settled, based on the tax rates and tax laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognized in the statement of profit and loss, except to the extent that it relates to items recognized in other comprehensive income. As such, deferred tax is also recognized in other comprehensive income.

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 Tax Assets and Deferred Tax Liabilities relate to taxes on income levied by same governing taxation laws.

(l) Employee benefit schemes

Short-term employee benefits are recognized as an expense at the undiscounted amount in the Statement of Profit and Loss of the year in which the related service is rendered.

Post Employment and Retirement benefits in the form of Gratuity and Leave Encashment are considered as defined benefit obligations and is provided for on the basis of third party actuarial valuation, using the projected unit credit method, as at the date of the Balance Sheet. Every Employee who has completed five years or more of service is entitled to Gratuity on terms not less favorable than the provisions of The Payment of Gratuity Act, 1972.



The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of reporting period on government bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation. This cost is included in employee benefit expense in the statement of profit and loss.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions of the defined benefit obligation are recognized in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

Employee benefits in the form of Provident Fund is considered as defined contribution plan and the contributions to Employees' Provident Fund Organization established under The Employees' Provident Fund and Miscellaneous Provisions Act 1952 is charged to the Statement of Profit and Loss of the year when the contributions to the respective funds are due. The Company pays provident fund contributions to publicly administered provident funds as per local regulations. The Company has no further payment obligations once the contributions have been paid.

(m) Provision for liabilities and charges, Contingent liabilities and contingent assets

The assessments undertaken in recognizing provisions and contingencies have been made in accordance with the applicable Ind AS.

Provisions represent liabilities to the Company for which the amount or timing is uncertain. Provisions are recognized when the Company has a present obligation (legal or constructive), as a result of past events, and it is probable that an outflow of resources, that can be reliably estimated, will be required to settle such an obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows to net present value using an appropriate pre-tax discount rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability. Unwinding of the discount is recognized in the statement of profit and loss as a finance cost. Provisions are reviewed at each reporting date and are adjusted to reflect the current best estimate.

Contingent assets are not recognized but disclosed in the financial statements when an inflow of economic benefits is probable.

Contingent liabilities are not provided for but are disclosed by way of Notes on Accounts. Contingent Liabilities are disclosed in case of a present obligation from past events (a) when it is not probable that an outflow of resources will be required to settle the obligation; (b) when no reliable estimate is possible; (c) unless the probability of outflow of resources is remote.

(n) Earnings per share

The Company presents basic and diluted earnings per share ("EPS") data for its equity shares. Basic EPS is calculated by dividing the profit and loss attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the period. Diluted EPS is determined by adjusting the profit and loss attributable to equity shareholders and the weighted average number of equity shares outstanding for the effects of all dilutive potential equity shares.

(o) Investments

Investment in Subsidiary Companies are valued at Original Cost. Investment in NSC and investments in unquoted equity shares are stated at cost. Investment in quoted equity shares are stated at Fair Value through statement of Profit and loss account.

(p) Cash Flow Statement

Cash flows are reported using indirect method as set out in Ind AS -7 "Statement of Cash Flows", whereby profit / (loss) before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

(q) Related Party Transactions:

A related party is a person or entity that is related to the reporting entity preparing its financial statements

- a) A person or a close member of that person's family is related to a reporting entity if that person; has control or joint control of the reporting entity; (ii) has significant influence over the reporting entity; or (iii) is a member of the key management personnel of the reporting entity or of a parent of the reporting entity.
- (b) An entity is related to a reporting entity if any of the following conditions applies; (i) the entity and the reporting entity are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others); (ii) One entity is an associate or joint venture of the other entity (or an associate or joint venture



of a member of a group of which the other entity is a member); (iii) Both entities are joint ventures of the same third party; (iv) One entity is a joint venture of a third entity and the other entity is an associate of the third entity; (v) The entity is a post-employment benefit plan for the benefit of employees of either the reporting entity or an entity related to the reporting entity; (vi) The entity is controlled or jointly controlled by a person identified in (a); (vii) A person identified in (a) (i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity); (viii) The entity, or any member of a group of which it is a part, provides key management personnel services to the reporting entity or to the parent of the reporting entity.

A related party transaction is a transfer of resources, services or obligations between a reporting entity and a related party, regardless of whether a price is charged.

Close members of the family of a person are those family members who may be expected to influence, or be influenced by, that person in their dealings with the entity.

Compensation includes all employee benefits i.e. all forms of consideration paid, payable or provided by the entity, or on behalf of the entity, in exchange for services rendered to the entity. It also includes such consideration paid on behalf of a parent of the entity in respect of the entity.

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity.

Disclosure of related party transactions as required by the accounting standard is furnished in the Notes on Financial Statements.

(r) Current And Non-Current Classification:

The Normal Operating Cycle for the Company has been assumed to be of twelve months for classification of its various assets and liabilities into "Current" and "Non-Current".

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

An asset is current when it is (a) expected to be realised or intended to be sold or consumed in normal operating cycle; (b) held primarily for the purpose of trading; (c) expected to be realised within twelve months after the reporting period; (d) Cash and cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period. All other assets are classified as non-current.

An liability is current when (a) it is expected to be settled in normal operating cycle; (b) it is held primarily for the purpose of trading; (c) it is due to be discharged within twelve months after the reporting period; (d) there is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period. All other liabilities are classified as non-current.

(s) Critical Accounting Judgments, Assumptions and Key Sources of Estimation Uncertainty

The preparation of the Standalone Financial Statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities at the date of the financial statements. Estimates and assumptions are continuously evaluated and are based on management's experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

a) Judgements

In the process of applying the Company's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognized in the standalone financial statements:

(i) Determination of Functional Currency

Currency of the primary economic environment in which the Company operates ("the functional currency") is Indian Rupee (₹) in which the company primarily generates and expends cash. Accordingly, the Management has assessed its functional currency to be Indian Rupee (₹).-i.e Rupees in lakhs

(ii) Evaluation of Indicators for Impairment of Property, Plant and Equipment

The evaluation of applicability of indicators of impairment of assets requires assessment of external factors (significant decline asset's value, significant changes in the technological, market, economic or legal environment, market interest rates etc.) and internal factors (obsolescence or physical damage of an asset, poor economic performance of the asset etc.) which could result in significant change in recoverable amount of the Property, Plant and Equipment.

b) Assumptions and Estimation Uncertainties

Information about estimates and assumptions that have the significant effect on recognition and measurement of assets, liabilities, income and expenses is provided below. Actual results may differ from these estimates.

(i) Taxes

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

The Company has ₹2378.61 lakhs (P.Y ₹ 2294.17 lakhs) of tax losses carried forward on which deferred tax asset is created, based on probability that future profits will be available against which the deductible temporary difference can be realized.

(ii) Useful lives of Property, Plant and Equipment/Intangible Assets

Property, Plant and Equipment/ Intangible Assets are depreciated/amortised over their estimated useful lives, after taking into account estimated residual value. The useful lives and residual values are based on the Company's historical experience with similar assets and taking into account anticipated technological changes or commercial obsolescence. Management reviews the estimated useful lives and residual values of the assets annually in order to determine the amount of depreciation/amortisation to be recorded during any reporting period. The depreciation/amortisation for future periods is revised, if there are significant changes from previous estimates and accordingly, the unamortized/depreciable amount is charged over the remaining useful life of the assets.

(iii) Contingent Liabilities

In the normal course of business, Contingent Liabilities may arise from litigation and other claims against the Group. Potential liabilities that are possible but not probable of crystallizing or are very difficult to quantify reliably are treated as contingent liabilities. Such liabilities are disclosed in the Notes but are not recognized. Potential liabilities that are remote are neither recognized nor disclosed as contingent liability. The management decides whether the matters need to be classified as 'remote', 'possible' or 'probable' based on expert advice, past judgements, experiences etc.

(iv) Evaluation of Indicators for Impairment of Property, Plant and Equipment

The evaluation of applicability of indicators of impairment of assets requires assessment of external factors (significant decline in asset's value, economic or legal environment, market interest rates etc.) and internal factors (obsolescence or physical damage of an asset, poor economic performance of the idle assets etc.) which could result in significant change in recoverable amount of the Property, Plant and Equipment and such assessment is based on estimates, future plans as envisaged by the Company.

(v) Provisions

Provisions and liabilities are recognized in the period when it becomes probable that there will be a future outflow of funds resulting from past operations or events and the amount of cash outflow can be reliably estimated. The timing of recognition and quantification of the liability requires the application of judgement to existing facts and circumstances, which can be subject to change. The carrying amounts of provisions and liabilities are reviewed regularly and revised to take account of changing facts and circumstances.

1 PROPERTY PLAN AND EQUIPMENT

(₹ in Lakhs)

Particulars	Freehold Land	Lease hold Land	Buildings	Plant and Equipment	Furniture and Fixtures	Vehicles	Office equipment	Computers	Computer software	TOTAL
Cost of Assets										
As at 1 st April 2020	9,527.09	-	4,950.44	14,127.94	169.72	131.07	145.05	47.32	6.32	29,104.94
Addition	-	-	-	-	-	-	-	-	-	-
Disposal / Adjustments	-	-	-	-	-	-	-	-	-	-
As at 31 st March 2021	9,527.09	-	4,950.44	14,127.94	169.72	131.07	145.05	47.32	6.32	29,104.94
Addition	-	-	-	36.16	-	-	-	-	-	36.16
Disposal / Adjustments	-	-	-	-	-	-	-	-	-	-
As at 31st March 2022	9,527.09	-	4,950.44	14,164.11	169.72	131.07	145.05	47.32	6.32	29,141.10
Depreciation										
As at 1 st April 2020	-	-	2,283.08	13,337.85	128.47	106.80	132.93	46.39	6.00	16,041.52
Charge for the year	-	-	277.36	187.22	12.17	6.61	2.01	0.35	-	485.71
Disposal / Adjustments	-	-	-	-	-	-	-	-	-	-
As at 31 st March 2021	-	-	2,560.44	13,525.07	140.64	113.41	134.94	46.74	6.00	16,527.23
Charge for the period	-	-	277.36	139.64	11.79	4.46	1.82	-	-	435.07
Disposal / Adjustments	-	-	-	-	-	-	-	-	-	-
As at 31st March 2022	-	-	2,837.79	13,664.71	152.43	117.86	136.76	46.74	6.00	16,962.30
Net Block										
As at 31 st March 2021	9,527.09	-	2,390.01	602.88	29.08	17.66	10.11	0.58	0.32	12,577.71
As at 31st March 2022	9,527.09	-	2,112.65	499.40	17.29	13.20	8.28	0.58	0.32	12,178.81
Capital work-in-progress Particulars (Refer note 1 below)										
As at 31 st March 2021										511.63
Addition During the year										116.60
As at 31st March 2022										628.23

Note 1 Details of Capital Work-in-progress (CWIP)

Particulars	Amount in CWIP for a period of			Total
	Less than 1 year	1-2 years	2-3 years	
As at 31 March 2022				
Projects in progress	116.60	85.28	109.44	628.23
Projects temporarily suspended	-	-	-	-
As at 31 March 2021				
Projects in progress	85.28	-	109.44	511.63
Projects temporarily suspended	-	-	-	-



Notes to Standalone Financial Statements

2 Non Current Investments

Summarized information of investments

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2021 ₹ in Lakhs
Investment in Equity instruments-unquoted		
Investment in Equity instruments	57.58	57.58
Investments in Equity of Joint Venture Company	2,500.50	2,500.50
Investments in Equity of Subsidiary Company	176.57	176.57
Investments in Government or Trust securities	0.24	0.24
Total	2,734.89	2,734.89
Less:		
Provision for diminution in the value of Investments	2,559.03	2,559.03
Total	175.86	175.86

A Details of Other Investments - Unquoted

Sr.	Name of the Body Corporate	No. of Shares		Amount in Lakhs	
		31-Mar-2022	31-Mar-2021	31-Mar-2022	31-Mar-2021
a	Investment in Equity Instruments - Quoted - (at FVTPL)				
	ACCURATE EXPORTS LTD. of ₹ 10 each	1,00,000	1,00,000	10.00	10.00
	FICON LEASE & FINANCE LTD. of ₹ 10 each	3,50,000	3,50,000	35.00	35.00
	HYTAISUN MAGNETICS LTD. of ₹ 10 each	10,000	10,000	1.00	1.00
		4,60,000	4,60,000	46.00	46.00
	Less:				
	Provision for diminution in the value of Investments	4,60,000	4,60,000	46.00	46.00
		-	-	-	-
	UNQUOTED- (At Amortised Cost)				
	ECA Trading Services Ltd (Formerly Known as ACE Derivatives and Commodity Exchange Ltd) of ₹ 10 each	56,500	56,500	11.53	11.53
	THE BOMBAY COMMODITY EXCHANGE LTD of ₹ 10 each Share Application Money	500	500	0.05	0.05
	KALUPUR COMM.CO.OP.BANK of ₹ 10 each	6	6	0.00	0.00
	Investments in Subsidiary Company - (At Amortised Cost)				
	Banpal Oil Chem Pvt. Ltd . of ₹ 100 each	2,02,700	2,02,700	175.01	175.01
	N.K.Oil Mills Pvt. Ltd. of ₹ 10 each	56,168	56,168	0.56	0.56
	Tirupati Retail India Private Ltd of ₹ 10 each	1,00,000	1,00,000	1.00	1.00
	Joint Venture Investments				
	AWN AGRO PVT. LTD. Of ₹ 10 each	2,50,05,000	2,50,05,000	2,500.50	2,500.50
		2,53,64,374	2,53,64,374	2,688.65	2,688.65
	Less:				
	Provision for diminution in the value of Investments	2,50,05,000	2,50,05,000	2,513.03	2,513.03
	Sub-Total	3,59,374	3,59,374	175.62	175.62
b	Investments in Government or Trust securities				
	NATIONAL SAVINGS CERTIFICATE			0.24	0.24
	Total			0.24	0.24
	Grand Total			175.86	175.86



3 Trade Receivable

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2021 ₹ in Lakhs
Trade receivables		
Unsecured, considered good	5,549.33	5,549.33
Unsecured, considered doubtful	3,932.56	3,932.56
	3,932.56	3,932.56
Less: Provision for doubtful debts	3,932.56	3,932.56
	-	-
Total	5,549.33	5,549.33

Ageing for trade receivables-billed non current outstanding as at 31-Mar-2022 is as follows :

Particulars	Outstanding for following periods from due date of Payments						Total
	Not due	Less than 6 Months	6 Months - 1 Year	1-2Years	2-3Years	Morthan 3 Years	
Trade receivables - Billed							
Undisputed trade receivable - Considered Goods	-	-	-	-	-	5,549.33	5,549.33
Undisputed trade receivable - Which have significant increase in credit Risk	-	-	-	-	-	-	-
Undisputed trade receivable - Credit impaired	-	-	-	-	-	-	-
Disputed trade receivable - Considered Goods	-	-	-	-	-	-	3,932.56
Disputed trade receivable - Which have significant increase in credit Risk	-	-	-	-	-	-	-
Disputed trade receivable - Credit impaired	-	-	-	-	-	-	-
Sub-Total	-	-	-	-	-	5,549.33	9,481.89
Less: Allowance for doubtful trade receivable -Billed							(3,932.56)
Trade receivables Unbilled							-
Grand Total							5,549.33



Ageing for trade receivables-billed non current outstanding as at 31-Mar-2021 is as follows :

Particulars	Outstanding for following periods from due date of Payments						Total
	Not due	Less than 6 Months	6 Months - 1 Year	1-2Years	2-3Years	Morthan 3 Years	
Trade receivables - Billed							
Undisputed trade receivable - Considered Goods	-	-	-	-	-	5,549.33	5,549.33
Undisputed trade receivable - Which have significant increase in credit Risk	-	-	-	-	-	-	-
Undisputed trade receivable - Credit impaired	-	-	-	-	-	-	-
Disputed trade receivable - Considered Goods	-	-	-	-	-	-	3,932.56
Disputed trade receivable - Which have significant increase in credit Risk	-	-	-	-	-	-	-
Disputed trade receivable - Credit impaired	-	-	-	-	-	-	-
Sub-Total	-	-	-	-	-	5,549.33	9,481.89
Less: Allowance for doubtful trade receivable -Billed							(3,932.56)
Trade receivables Unbilled							-
Grand Total							5,549.33

4 Loans

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2021 ₹ in Lakhs
Loans and advances to related parties		
Long term Loans and advances to wholly owned subsidiary	961.60	961.60
Long term Loans and advances to related parties -doubtful Unsecured, considered doubtful	-	-
Total	961.60	961.60
Less: Provision for doubtful advances	-	-
	961.60	961.60
Loans and advances to others		
Long term Loans and advances to others Unsecured, considered good	12.64	12.64
Long term Loans and advances to others -Doubtful	1,323.68	1,323.68
Total	1,336.32	1,336.32
Less: Provision for doubtful advances	1,323.68	1,323.68
Other loans and advances to others	12.64	12.64
Total	974.24	974.24

Type of Borrower	31-Mar-2022 ₹ in Lakhs	
	Amount of Loan or Advance in the nature of Loan Outstanding	Percentage to the total Loan and Advances in the Nature of Loans
Promoters	-	-
Directors	-	-
KMPS	-	-
Related Parties/ Subsidiary	961.60	0.99
Total	961.60	0.99



Type of Borrower	31-Mar-2021 ₹ in Lakhs	
	Amount of Loan or Advance in the nature of Loan Outstanding	Percentage to the total Loan and Advances in the Nature of Loans
Promoters	-	-
Directors	-	-
KMPS	-	-
Related Parties/ Subsidiary	961.60	0.99
Total	961.60	0.99

5 Other Financial Assets

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2021 ₹ in Lakhs
Security Deposits	559.08	539.73
Total	559.08	539.73

6 Other Non-Current Assets

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2021 ₹ in Lakhs
Usecured Considered Good except otherwise stated		
Security Deposits		
Advance to suppliers.	9.48	9.48
Capex Advance		
Capex Advance - Concidered good	2,626.73	2,626.73
Capex Advance - Concidered doubtful	396.00	396.00
Total	3,022.73	3,022.73
Less: Provision for doubtful advances	396.00	396.00
Total Capex Advance	2,626.73	2,626.73
Advance tax & Tds Receivable	764.05	755.77
Capital advances to wholly owned subsidiary	1,093.04	1,093.04
Total	4,493.31	4,485.02

7 Inventories

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2021 ₹ in Lakhs
(As taken valued and Certified by Management)		
Stores and Spares (Inculding chemicals)	138.87	140.60
Total	138.87	140.60

8 Trade Receivable

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2021 ₹ in Lakhs
Unsecured, considered good Trade Receivable	2,120.47	2,176.14
Total	2,120.47	2,176.14



Ageing for trade receivables-billed non current outstanding as at 31-Mar-2022 is as follows :

Particulars	Outstanding for following periods from due date of Payments						Total
	Not due	Less than 6 Months	6 Months - 1 Year	1-2Years	2-3Years	Morthan 3 Years	
Trade receivables - Billed							
Undisputed trade receivable - Considered Goods	34.17	11.91	396.29	-	43.47	1,634.63	2,120.47
Undisputed trade receivable - Which have significant increase in credit Risk	-	-	-	-	-	-	-
Undisputed trade receivable - Credit impaired	-	-	-	-	-	-	-
Disputed trade receivable - Considered Goods	-	-	-	-	-	-	-
Disputed trade receivable - Which have significant increase in credit Risk	-	-	-	-	-	-	-
Disputed trade receivable - Credit impaired	-	-	-	-	-	-	-
	34.17	11.91	396.29	-	43.47	1,634.63	2,120.47
Less: Allowance for doubtful trade receivable -Billed							-
							2,120.47
Trade receivables Unbilled							-
Grand Total							2,120.47

Ageing for trade receivables-billed non current outstanding as at 31-Mar-2021 is as follows :

Particulars	Outstanding for following periods from due date of Payments						Total
	Not due	Less than 6 Months	6 Months - 1 Year	1-2Years	2-3Years	Morthan 3 Years	
Trade receivables - Billed							
Undisputed trade receivable - Considered Goods	71.89	-	-	-	1,022.43	1,081.82	2,176.14
Undisputed trade receivable - Which have significant increase in credit Risk	-	-	-	-	-	-	-
Undisputed trade receivable - Credit impaired	-	-	-	-	-	-	-
Disputed trade receivable - Considered Goods	-	-	-	-	-	-	-
Disputed trade receivable - Which have significant increase in credit Risk	-	-	-	-	-	-	-
Disputed trade receivable - Credit impaired	-	-	-	-	-	-	-
	71.89	-	-	-	1,022.43	1,081.82	2,176.14
Less: Allowance for doubtful trade receivable -Billed							-
							2,176.14
Trade receivables Unbilled							-
Grand Total							2,176.14



9 Cash and Cash Equivalent

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2021 ₹ in Lakhs
Balances with banks (in current account)	60.49	66.66
Cash on hand	0.78	0.78
Total	61.27	67.44

10 Other Cash Balance

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2021 ₹ in Lakhs
Bank deposits upto 12 months maturity	81.74	79.55
Total	81.74	79.55

11 Loans

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2021 ₹ in Lakhs
Short Term Loans and advances to others		
Unsecured, considered good	6.65	6.19
Short Term Loans and advances to Wholly Owned Subsidiaries		
Unsecured, considered good	142.05	138.41
Total	148.70	144.60

Type of Borrower	31-Mar-2022 ₹ in Lakhs	
	Amount of Loan or Advance in the nature of Loan Outstanding	Percentage to the total Loan and Advances in the Nature of Loans
Promoters	-	-
Directors	-	-
KMPS	-	-
Related Parties/ Subsidiary	142.05	0.96
Total	142.05	0.96

Type of Borrower	31-Mar-2021 ₹ in Lakhs	
	Amount of Loan or Advance in the nature of Loan Outstanding	Percentage to the total Loan and Advances in the Nature of Loans
Promoters	-	-
Directors	-	-
KMPS	-	-
Related Parties/ Subsidiary	138.41	0.96
Total	138.41	0.96

12 Other Current Assets

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2021 ₹ in Lakhs
Unsecured Considered Good		
Prepaid expense	13.07	13.32
Advance to suppliers	2.15	4.11
Total	15.22	17.43

13 Share Capital

a Details of Share Capital

Particulars	31-Mar-2022		31-Mar-2021	
	Number	₹ in Lakhs	Number	₹ in Lakhs
Authorized				
Preference Share Capital				
500000 (P.Y.500000)Preference shares of ` 100 each	5,00,000	500.00	5,00,000	500.00
Equity Share Capital				
25000000 (P.Y 25000000) Equity Share of ` 10 each	2,50,00,000	2,500.00	2,50,00,000	2,500.00
	2,55,00,000	3,000.00	2,55,00,000	3,000.00
Issued, Subscribed & Paid up				
6009900 (P.Y 6009900)Equity Share of ` 10 each	60,09,900	600.99	60,09,900	600.99
Total	60,09,900	600.99	60,09,900	600.99

b. Reconciliation of shares outstanding at the beginning and at the end of the reporting period

Equity Shares

Particulars	31-Mar-2022		31-Mar-2021	
	Number	₹ in Lakhs	Number	₹ in Lakhs
At the beginning of the period	60,09,900	600.99	60,09,900	600.99
Issued during the period	-	-	-	-
Outstanding at the end of the period	60,09,900	600.99	60,09,900	600.99

c. Terms/rights attached to equity shares

The Company has only one class of shares i.e. equity shares having a par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends, if any, in indian rupees. The dividend, if proposed, by the Board of Directors is subject to the approval of the share holders in the ensuing Annual General Meeting.

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

Share holding of Promoters as at 31-03-2022 and 31-03-2021 to gether with percentage change if any :

Promoter Name	31-Mar-2022		31-Mar-2021		% Changes during the Year
	No. of Shares held	%	No. of Shares held	%	
Aashita Nileshbhai Patel	12,73,889	21.20	12,73,889	21.20	-
Sonalben Nimishbhai Patel	11,51,570	19.16	11,51,570	19.16	-
Nimish Keshavlal Patel	1,34,123	2.23	1,34,123	2.23	-
Priyanshi Nilesh Patel	1,06,900	1.78	1,06,900	1.78	-
Nilesh Keshavlal Patel HUF	1,04,557	1.74	1,04,557	1.74	-
Nimishbhai Keshavlal Patel HUF	1,04,557	1.74	1,04,557	1.74	-
Priyam Nilesh Patel	84,516	1.41	84,516	1.41	-
Venushree Nimishbhai Patel	84,160	1.40	84,160	1.40	-
Vedanshee Nimishbhai Patel	73,100	1.22	73,100	1.22	-
Nileshbhai Keshavlal Patel	20,954	0.35	20,954	0.35	-
Darshanbhai Baldevbhai Patel	1,600	0.03	1,600	0.03	-
Promoters Group					
NKPL Realty LLP	8,22,666	13.69	8,21,223	13.66	0.03
N K Proteins Private Limited	3,67,302	6.11	3,67,302	6.11	-



- d. Share holding details of the Company as at Balance Sheet date and name of persons holding more than 5% shares.

Name of Shareholder/Company	31-Mar-2022		31-Mar-2021	
	No. of Shares held	%	No. of Shares held	%
Names of person holding more than 5% shares				
Ashita Nilesh Patel	12,73,889	21.20	12,73,889	21.20
Sonal Nimish Patel	11,51,570	19.16	11,51,570	19.16
N K Proteins Pvt. Ltd.	3,67,302	6.11	3,67,302	6.11
NKPL Realty LLP	8,22,666	13.69	8,21,223	13.66

- e. The Company has not reserved any shares for issue under options and contracts/commitments for the sale of shares / disinvestment.
- f. **The Company for the period of five years immediately preceding the date of the Balance Sheet has not :**
- Allotted any class of shares as fully paid pursuant to contract(s) without payment being received in cash.
 - Allotted fully paid up shares by way of bonus share.
 - Bought back any class of shares.

14 Other Equity

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2021 ₹ in Lakhs
OTHER RESERVES		
General Reserves		
Opening Balance	10.38	10.38
Closing Balance	10.38	10.38
Security Premium		
Opening Balance	902.97	902.97
Closing Balance	902.97	902.97
Capital Reserve		
Opening Balance	1,740.25	1,740.25
Closing Balance	1,740.25	1,740.25
Revaluation Reserve (Note Below)		
Opening Balance	15,885.66	15,885.66
Closing Balance	15,885.66	15,885.66
Retained Earnings		
Opening Balance	(52,873.78)	(52,641.40)
(+) Net Profit/(Net Loss) For the current year	(186.35)	(232.38)
	(53,060.13)	(52,873.78)
Other Comprehensive Income/(Expenses)		
Re-measurement of the defined benefit plans		
Opening Balance	(64.05)	(42.42)
Add: Addition during the year	4.62	(21.63)
Closing Balance	(59.43)	(64.05)
Total Retained Earnings Closing Balance	(53,119.56)	(52,937.83)
Grand Total Other Equity	(34,580.30)	(34,398.57)

Note : Purpose of Reserves

- a) General Reserve : Under the erstwhile Indian Companies Act, 1956, a general reserve was created through an annual transfer of net profit at a specified percentage in accordance with applicable regulations. Consequent to introduction of Companies Act, 2013, the requirement to mandatorily transfer a specified percentage of the net profit to general reserve has been withdrawn though the Company may transfer such percentage of its profits for the financial year as it may consider appropriate. Declaration of dividend out of such reserve shall not be made except in accordance with rules prescribed in this behalf under the Act.



- b) Security Premium : Securities premium is used to record premium received on issue of shares. The reserve is utilised in accordance with the provisions of the Companies Act, 2013.
- c) Capital Reserve : The Company recognises profit and loss on purchase, sale, issue or cancellation of the Company's own equity instruments to capital reserve.
- d) Revaluation Reserve : Amount of reserve created by company when fair market value of assets increase as compared to book value then the difference of profit is transferred to revaluation reserve and if value of any assets decreases then this reserve is used by company for balancing the losses
- e) Retained Earnings : Retained Earnings are the profits and gains that the Company has earned till date, less any transfer to general reserve, dividends or other distributions paid to shareholders.

15 Trade Payables Non-Current

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2021 ₹ in Lakhs
Trade payables (Other than MSME) (Refer Note No 46)	62,638.18	62,638.18
Total	62,638.18	62,638.18

Ageing for trade payables outstanding as at 31-Mar-2022 is as follows :

Particulars	Outstanding for following periods from due date of Payments					Total
	Not due	Less than 1 Year	1-2Years	2-3Years	Morthan 3 Years	
Trade payables						
Undisputed trade payable - Considered Goods	-	-	-	-	50.62	50.62
Undisputed trade payable - Which have significant increase in credit Risk	-	-	-	-	-	-
Undisputed trade payable - Credit impaired	-	-	-	-	-	-
Disputed trade payable - Considered Goods	-	-	-	-	62,587.56	62,587.56
Disputed trade payable - Which have significant increase in credit Risk	-	-	-	-	-	-
Disputed trade payable - Credit impaired	-	-	-	-	-	-
	-	-	-	-	62,638.18	62,638.18
Less: Allowance for doubtful trade payable						-
						62,638.18
Trade payable expenses						-
						62,638.18



Ageing for trade payables outstanding as at 31-Mar-2021 is as follows :

Particulars	Outstanding for following periods from due date of Payments					Total
	Not due	Less than 1 Year	1-2Years	2-3Years	Morthan 3 Years	
Trade payables						
Undisputed trade payable - Considered Goods	-	-	-	-	50.62	50.62
Undisputed trade payable - Which have significant increase in credit Risk	-	-	-	-	-	-
Undisputed trade payable - Credit impaired	-	-	-	-	-	-
Disputed trade payable - Considered Goods	-	-	-	-	62,587.56	62,587.56
Disputed trade payable - Which have significant increase in credit Risk	-	-	-	-	-	-
Disputed trade payable - Credit impaired	-	-	-	-	-	-
	-	-	-	-	62,638.18	2,638.18
Less: Allowance for doubtful trade payable						-
						62,638.18
Trade payable expenses						-
						62,638.18

16 Provisions

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2021 ₹ in Lakhs
Provision for Employee Benefits		
Provision For Leave Benifit Account	23.19	28.68
Provision For Gratuity Account	159.60	164.68
Sub Total	182.79	193.35
Others		
Interest Payable On Block Assessment	147.58	147.58
Provision- Income Tax - Block Assessment	22.93	22.93
Sub Total	170.52	170.52
Grand Total	353.31	363.87

17 Current Trade Payables

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2021 ₹ in Lakhs
Trade Payables -Total outstanding dues of Micro, Small & Medium Enterprises*		
Total outstanding dues to Micro Enterprise and Small Enterprise	2.57	2.57
Total outstanding dues to Creditors Other Than Micro, Small & Medium Enterprises (Refer Note No 46)	77.57	85.28
Total	80.14	87.84

Ageing for trade payables outstanding as at 31-Mar-2022 is as follows :

Particulars	Outstanding for following periods from due date of Payments					Total
	Not due	Less than 1 Year	1-2Years	2-3Years	Morthan 3 Years	
Trade Payables						
MSME*	-	-	-	-	-	-
Others	66.30	2.69	0.46	2.37	2.08	73.90
Disputed dues - MSME*	-	-	-	0.99	1.58	2.57
Disputed dues - Others	-	-	-	-	-	-
	66.30	2.69	0.46	3.36	3.65	76.46
Accrued expenses						3.68
						80.14

*MSME as per the Micro, Small and Medium Enterprises Development Act, 2006.

Ageing for trade payables outstanding as at 31-Mar-2021 is as follows :

Particulars	Outstanding for following periods from due date of Payments					Total
	Not due	Less than 1 Year	1-2Years	2-3Years	Morthan 3 Years	
Trade Payables						
MSME*	-	-	-	-	-	-
Others	51.37	0.89	0.46	5.52	5.14	63.38
Disputed dues - MSME*	-	-	-	0.99	1.58	2.57
Disputed dues - Others	-	-	-	-	-	-
	51.37	0.89	0.46	6.51	6.71	65.95
Accrued expenses						21.89
						87.84

*MSME as per the Micro, Small and Medium Enterprises Development Act, 2006.

18 Other Current Liabilities

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2021 ₹ in Lakhs
Other payables		
Expense payable	78.06	140.94
Statutory Liabilities	16.03	44.13
Capax payable	12.45	-
Advance Received from Customers	-	-
Other financial liabilities		
Deposit	20.00	20.00
Total	126.53	205.08

19 Provisions

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2021 ₹ in Lakhs
Provision for employee benefits		
Bonus	28.84	28.29
Gratuity	89.85	65.51
Leave Encashment	24.51	25.17
Total	143.20	118.96



20 Revenue

Particulars	For the Year ended on 31-Mar-2022 ₹ in Lakhs	For the Year ended on 31-Mar-2021 ₹ in Lakhs
Lease Rent	240.00	240.00
Total	240.00	240.00

21 Other Income

Particulars	For the Year ended on 31-Mar-2022 ₹ in Lakhs	For the Year ended on 31-Mar-2021 ₹ in Lakhs
Interest Income	37.23	37.46
Other non operating Income		
Misc. Income	-	-
Dividend Income	0.28	0.25
Office Rent	5.50	4.98
Total	43.00	42.69

22 Cost of Material Consumed

Particulars	For the Year ended on 31-Mar-2022 ₹ in Lakhs	For the Year ended on 31-Mar-2021 ₹ in Lakhs
Inventory at the beginning of the year	-	-
Add: Purchases	-	-
	-	-
Less: inventory at the end of the year	-	-
Cost of raw material and packing materials consumed	-	-

23 Purchase of Trading Goods

Particulars	For the Year ended on 31-Mar-2022 ₹ in Lakhs	For the Year ended on 31-Mar-2021 ₹ in Lakhs
Finished Goods		
Edible Oil & Cakes	-	-
Non-Edible Oil & Cakes	-	-
	-	-
Traded Goods		
Edible Oil & Cakes	-	-
Non-Edible Oil & Cakes	-	-
	-	-
Cost of Goods sold	-	-

24 Change in Inventory

Particulars	For the Year ended on 31-Mar-2022 ₹ in Lakhs	For the Year ended on 31-Mar-2021 ₹ in Lakhs
FSG Castor Oil		
Stock at the Beginning of the financial year	-	-
Stock at the End of the financial year	-	-
	-	-
Total	-	-



25 Employee Benefits Expense

Employee Benefits Expense	For the Year ended on 31-Mar-2022 ₹ in Lakhs	For the Year ended on 31-Mar-2021 ₹ in Lakhs
Salaries and incentives	-	-
Contributions to Provident Fund, FPF and other Funds	-	-
Gratuity fund contributions	31.05	39.68
Leave Encashment expenses	10.06	20.93
Staff welfare expenses	-	-
Total	41.10	60.61

As per Indian Accounting Standard 19 "Employee benefits", the disclosures as defined in the Ind AS are given below:

I. Defined Contribution Plans:

Employee benefits in the form of Provident Fund is considered as defined contribution plan and the contributions to Employees' Provident Fund Organisation established under The Employees' Provident Fund and Miscellaneous Provisions Act 1952 is charged to the Statement of Profit and Loss of the year when the contributions to the respective funds are due.

(a) Provident Fund / Employees' Pension Fund

During the year, the Company has recognized the following amounts in the Profit & Loss Account:

Particulars	31-Mar-2022	31-Mar-2021
Employer's Contribution to Provident Fund / Employee's Pension Fund	-	-

II. Defined Benefit Plans - Non Funded

- (a) Provision for Gratuity Liability
- (b) Provision for Leave Encashment

In accordance with IND AS-19, relevant disclosures are as under:

(A) Changes in Defined Benefit Obligation:

₹ in Lakhs

Particulars	Gratuity	
	31-Mar-2022	31-Mar-2021
Defined Benefit Obligation as at 1 st April	230.19	172.61
Current Service Cost	15.28	13.14
Past Service Cost	-	14.68
Interest Cost	15.77	11.86
Benefits Paid	(5.27)	(12.62)
Expenses recognised through oci	(6.51)	30.52
Defined Benefit Obligation as at 31 st March	249.46	230.19

(B) Amount recognized in the Balance Sheet:

₹ in Lakhs

Particulars	Gratuity	
	31-Mar-2022	31-Mar-2021
Defined Benefit Obligation as at 31 st March	249.46	230.19
Fair Value of Plan Assets as at 31 st March	-	-
Liability / (Asset) recognized in the Balance Sheet included in Current Liabilities and Provisions	249.46	230.19



(C) Expenses recognized in the Profit & Loss Account:

₹ in Lakhs

Particulars	Gratuity	
	31-Mar-2022	31-Mar-2021
Current Service Cost	15.28	13.14
Past Service Cost	-	14.68
Interest Cost	15.77	11.86
Net actuarial (gain) / loss recognized in the period	-	-
Total Expenses recognized in the P & L Account	31.05	39.68

(D) Actuarial Assumptions:

In accordance with IND AS-19, actuarial valuation as at the year end was performed in respect of the aforesaid Defined Benefit Plans based on the following assumptions:

	31-Mar-2022	31-Mar-2021
(a) Discount rate [per annum]	7.23%	6.85%
(b) Rate of Employee turnover	2.00%	2.00%
(c) Rate of Salary increase	5.00%	5.00%
Mortality rate during employment	indian Assured lives mortality (2006-08) ult	indian Assured lives mortality (2006-08) ult
Mortality rate after employment	N.A	N.A

(E) SENSITIVITY ANALYSIS

	31-Mar-2022	31-Mar-2021
Projected Benefit Obligation on Current Assumptions	249.46	230.18
Delta effect of +1% change in rate of discounting	(12.67)	(12.92)
Delta effect of -1% change in rate of discounting	14.62	14.92
Delta effect of +1% change in rate of salary increase	14.79	15.05
Delta effect of -1% change in rate of salary increase	(13.04)	(13.25)
Delta effect of +1% change in rate of employee turnover	2.48	(1.92)
Delta effect of -1% change in rate of employee turnover	(2.78)	(2.18)

The sensitivity analysis have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.

The sensitivity analysis presented above may not be representative of the actual change in the projected benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

Furthermore, in presenting the above sensitivity analysis the present value of the projected benefit obligation has been calculated using the unit credit method at the end of the reporting period, which is the same method as applied in calculating the projected benefit obligation as recognized in the balance sheet.

There was no change in the methods and assumptions used in preparing the sensitivity analysis from prior years.

(F) RISK ANALYSIS

Gratuity is a defined benefit plan and following are the risks associated with defined benefit plan :

Interest Rate risk

A fall in the discount rates which is linked to the G. Sec. rate will increase the present value of the liability requiring higher provision.

Salary Risk

The present value of defined benefit plan liability is calculated by reference to the future salaries of members. As such, an increase in the salaries of the members more than assumed level will increase the plan's liability.



Asset Liability Matching Risk

The plan faces the ALM risk as to the matching cash flow. Company has to manage pay-out based on pay as you go basis from owned funds.

Mortality Risk

Since the benefits under the plan are not payable for life time and payable till retirement age only, plan does not have any longevity risk.

The above data is taken on the basis of actuariy report of K.A. Pandit Consultants and Actuaries

26 Finance Cost

Particulars	For the Year ended on 31-Mar-2022 ₹ in Lakhs	For the Year ended on 31-Mar-2021 ₹ in Lakhs
Interest expense	0.01	0.03
Other borrowing costs	0.25	0.88
Total	0.26	0.91

27 Other Expenses

Particulars	For the Year ended on 31-Mar-2022 ₹ in Lakhs	For the Year ended on 31-Mar-2021 ₹ in Lakhs
Manufacturing Expenses		
Rates and taxes, excluding, taxes on income.	5.19	3.39
Sub Total Manufacturing Expenses	5.19	3.39
Administrative Expenses		
Professional Fees	29.14	3.50
Auditors Remuneration*	1.18	1.00
Membership Fees	0.64	1.33
Repair and Maintenance - Others	2.79	3.53
Other Admin Expenses	10.29	10.29
Sub Total Administrative Expenses	44.04	19.65
Selling and Distribution Expenses		
Vat Expenses/GST Expenses	5.44	8.38
Provision for Impariment of Investment	-	1.00
Sub Total Selling and Distribution Expenses	5.44	9.38
Grand Total Other Expenses	54.67	32.41

*Auditors Remuneration Includes

Particulars	For the Year ended on 31-Mar-2022 ₹ in Lakhs	For the Year ended on 31-Mar-2021 ₹ in Lakhs
As auditors - Statutory audit	0.89	0.75
Tax Audit	0.30	0.25
Certification fees & Other Services	-	-
Reimbursement of Expenses	-	-
Total	1.18	1.00



28 Other details to Balance Sheet

A Contingent Liabilities and Commitments

Particulars	31-Mar-2022 (₹ in Lakhs)	31-Mar-2021 (₹ in Lakhs)
Contingent Liabilities		
a. Claims against the Company, not acknowledged as debts (including interest and penalty)	17,401.03	17,401.03
- Disputed Sales Tax Demand Matter under Appeal	6,525.61	6,525.61
- Other Claims (without considering interest liability)	1,315.94	1,315.94
- Disputed Income Tax Demand Matter under Appeal (refer note 30 & 39)	15,748.46	15,748.46
proceeding initiated by NSEL, Maharashtra Protection of Interest of Depositors (in financial establishments)-Act, and Directorate of Enforcement, Government of India (refer note 36 & 37)	Amount not determinable	Amount not determinable

Note:

- a) It is not practicable for the Company to estimate the timings of cash outflows, if any, in respect of the above, pending resolution of the respective proceedings as it is determinable only on receipt of judgments/decisions pending with various forums/ authorities.
 - b) The Company has reviewed all its pending litigations and proceedings and has adequately provided for where provisions are required and disclosed as contingent liabilities where applicable, in its financial statements. The Company does not expect the outcome of these proceedings to have a materially adverse effect on its financial results.
- 29 The Previous year's figures have been regrouped reworked, rearranged and reclassified wherever necessary to make them comparable with current year figures.
- 30 *Search & Seizure action U/S 132 of the Income Tax Act took place on 24.2.99. The Income Tax department had raised demand of Rs. 33.12 Crores vide the block assessment Order dt. 30.4.2001. In case of the company, the Hon'ble Income Tax Appellate Tribunal (ITAT), Ahmedabad has subsequently given partial relief to the extent of Rs. 28.84 Crores. The company had preferred an appeal before the Hon'ble High Court of Gujarat against the order of Hon'ble ITAT, Ahmedabad. The Hon'ble Gujarat High Court vide its order dated 20th June,2016 had given partial relief on some of the grounds and had also dismissed some of the grounds of the company. Against the grounds dismissed by Hon'ble High Court of Gujarat, the company had further preferred an appeal before Hon'ble Supreme Court of India, and the Hon'ble Supreme Court of India vide order dated 16th January,2017 had dismissed the appeal of the Company. The Company had already provided an amount of Rs 2.88 Crore against the grounds dismissed by Hon'ble ITAT, Ahmedabad during F.Y 2002-03 as well as Rs 1.27 Crores was provided in the books of accounts for the Assessment year in question for the interest payable up to 31-03-2005 during F.Y 2004-05. However in view of the management and on the basis of the Judgment of the Hon'ble Gujarat High Court, the amount provided/paid by the company towards total demand shall result in refund to the company. Pending effect of the various orders of adjudicating authorities by the Income Tax Department, the Company is yet to provide final entries in its books of accounts even during the year under review.*
- 31 a. No provision is made during the year for interest receivable on various advances amounting to Rs 3001.21 Lakhs (P.Y.Rs 3001.21 Lakhs) as the same are considered doubtful.
 - b. The Company has obtained a legal opinion from an expert and in view of the said opinion as the money has been given as loans and advances prior to the commencement of Companies Act, 2013,the provisions of Section 186(7) of the Companies Act, 2013 is not applicable. Further , based on the said legal opinion ,the Company has not provided any interest on the outstanding loans and advances of NK Oil Mills Pvt Ltd up to financial year 2017. This being a technical matter, Auditors have relied upon the opinion of the expert.
- 32 The company,s operation falls under single segment namely " Refined Caster oil and its derivatives "and hence segment information as required by INDAS 108 "Operating Segment is not applicable.All assets are located in the company's country of domicile.Company's significant revenues is derived from major 1 entitiy. The total revenue from such entities amounted to Rs 240.00 lakhs (P.Y Rs. 240 Lakhs)
- 32 *The company is having accumulated losses (after taking into account the balance of reserves) of Rs 345.80 crores as at 31.03.2022 and the net worth of the company is negative However, as per the business plan and future cash flow projections submitted by the management to us and accepted by us. The Company is making sincere efforts for the revival of the Business & the management is confident to recover the losses through improved profitability in foreseeable future. Therefore no provision for the impairment has been made and accounts for the year have been prepared on "going concern basis." Further the above projections also contains business plan/ projected cash flow prepared by the management and accepted by us with respect to the subsidiaries company i.e Banpal Oil Chem Private limited and NK*



OIL Mills Private limited,(Except Tirupati Retail India Pvt Ltd where proper provision of Impairment has been done)the management is confident to also revive the operations of the loss making subsidiary companies, hence no provision for impairment in the fair value of the investment made in the said subsidiary companies has been made in the books of accounts.

- 34 In the opinion of the Board, Current Assets, Loans and Advances are approximately of the value stated, if realized, in the ordinary course of the business. The provisions for depreciation and all known liabilities are adequate. There are no contingent liabilities other than stated.
- 35 As per a guidance note to schedule II of the Companies Act 2013 , Company has not transferred the amount equivalent to the additional depreciation on account of upward revaluation to general reserve, the whole amount will be transferred at the time of sale or disposal of the assets.
- 36 *The Company had entered into financial arrangement with National Spot Exchange Ltd (NSEL) through trading and Clearing Member, N.K. Proteins Private Ltd (erstwhile N. K. Proteins Limited (NKPL) (Group Company) by way of purchase and sales of various goods up to financial year 2012-13. The trade payables and trade receivables arising out of the said transactions through National Spot Exchange Limited (NSEL) from the concerns other than the group concerns are subject to confirmations by the respective parties/NSEL and reconciliations/adjustments, if any. Further, NSEL has suspended the trading on 31.07.2013, as per the directions issued by the Government of India, Ministry of Consumer Affairs. NSEL has initiated recovery proceedings against the group company NKPL and also against the company by filing a civil suit in the Hon'ble High Court of Mumbai for an alleged amount of around Rs.937 crores plus interest .and the said proceedings are pending as on date. Further, the Home department, Government of Maharashtra has issued a notification under the Maharashtra Protection of Interest of Depositors (in financial establishments)-Act, 1999 (MPID Act) attaching the Land, Building & Plant & Machinery of the company located at Kadi , Gujarat. The company had challenged the notification issued by Home department of Maharashtra before Hon'ble Gujarat High Court which was disposed off vides its order dated 29th March 2017. The company preferred a Special Leave Petition before the Hon'ble Supreme Court of India against the order of Hon'ble Gujarat High Court and The Hon'ble Supreme Court of India had disposed off the Special Leave Petition on 17th April, 2017 with a observation to file an application before Hon'ble Bombay High Court, Mumbai, and as informed by the management, the company has filed petition before the Hon'ble Bombay High Court in June 2017 which is pending .Besides the above, the company has also filed its objections against the attachment notification before the Designated Special MPID Court, Mumbai.*
- 37 *The Directorate of Enforcement, Government of India has initiated proceedings against the company under section 5(1) of the prevention of Money Laundering Act, 2002, along with group company NKPL, and by virtue of the provisional attachment order dated 10/03/2015, attached the assets of the company comprising of Land, building, plant and machinery situated at Survey Nos.719, 720, 721, 732/1, 732/2, 733, 741, 743, 744, 745, Kadi Thol Road, Village Kadi Kasba , taluka- Kadi, District Mehsana-382715 Gujarat. As explained to us, The Company has preferred an appeal before the Hon'ble Appellate Tribunal under the Prevention of Money laundering Act, 2002 against the order of Adjudicating Authority. Further. The Director of Enforcement (hereinafter referred to as ED), Government of India had initiated proceedings of search/seizure on 30.05.2018 on the group company NKPL, the promoters of the company late Shri Nilesh Patel and Shri Nimish Patel, one of the family member as well as on the company and thereafter on 29.06.2018, the ED, Government of India, had preferred an application u/s 17(4) of the Prevention of Money Laundering Act, 2002 before the Adjudicating Authority, New Delhi, vide it's Application No. OA/236 of 2018 against the company as well as group company NKPL and the promoters for retention of the seized properties and for continuation of order of freezing the properties, till finalization of the proceedings, of the properties mentioned in the application u/s 17(4) of the PMLA Act, 2002. The company along with Group Company and promoters challenged the show cause notice issued by the adjudicating authority New Delhi, before the Hon'ble High Court of Delhi and the Hon'ble High Court has set aside the said show cause notice. The Director of Enforcement has attached assets of the company, group company NKPL and the promoters of the company by issuing a fresh show cause notice dated 30/08/2018 and the company has filed an appeal before PMLA Appellate Tribunal, Delhi .*
- 38 *The Government of Maharashtra, (at the instance of Economic wing offence Mumbai), has filed supplementary Charge sheet dated 25th December, 2018 under the various sections of IPC AND MPID Act. against the company and its chairman Shri Nimish Patel. Further MPID Court on the basis of above supplementary charge sheet has issued summons dated 19th March,2019 against the company asking them to remain present on 26th April 2019. The Company has complied with the said summons and the matter was adjourned to 7th November,2019 and further adjourned to 15th February,2020 ,7th March,2020, 30th April 2020 ,21st May,2020, 18th July,2020,8th September ,2020 9th October 2020,10th December,2020,6th February,2021,5th May,2021,5th July,2021, 4th September, 2021,20th September 2021,26th October,2021,16th December,2021,10th February,2022, 10th March 2022,21st April 2022 and now the matter is further adjourned to 7th June,2022. Thus, in view of the fact that the said criminal proceedings which have been initiated, inter alia, against the company and its Chairman Shri Nimish Patel are pending, we are unable to ascertain/quantify the final liability, if any, that may arise from the said criminal proceedings .*
- 39 *Income Tax Department had carried out survey u/s 133 of the Income tax Act, 1961(the IT Act) on the company along with other group companies during FY 2013-14 and had ordered a special audit of the books of the company u/s*



142(2A) of the IT Act, 1961, for AY 2011-12 & A.Y 12-13. The department had raised a demand of Rs 131.22 Crores (Rs 6.63 Crores for A.Y 10-11, Rs55.43 crores for A.Y 11-12, Rs 60.33 Crores for A.Y 12-13, Rs 7.97 Crores for A.Y 2013-14 & Rs.0.86 Crores for A.Y.2014-15) on the company for the aforesaid assessment years and the said demand has been disputed by the company and the company has initiated appellate proceedings before appropriate authorities. The said amount has been shown as contingent liability under Note No. 27 of the notes forming part of standalone financial statements. Further, Income tax department has passed an attachment order on 22.04.2015 & 14.08.15 by which it has attached properties of the company in pursuant to a demand, the details of the properties attached which are in the name of company is as under:

1. 803, Manas Complex, Opp Star Bazaar , Nr Jodhpur Cross road, Satellite, Ahmedabad 380015.
 2. 603 Manas Complex, Opp Star Bazaar , Nr Jodhpur Cross road, Satellite, Ahmedabad 380015.
 3. Land, situated at Survey Nos.719, 720, 721, 732/1, 732/2, 733, 741, 743, 744, 745, kadi Thol Road, Village Kadi Kasba , Taluka- Kadi, District Mehsana-382715
 4. Factory Building Situated at Survey No 745, Kadi Thol Road, Village Kadi Kasba , Taluka- Kadi, District Mehsana-382715
- 40 The company has received a notice from Income tax department for the attachment of its registered office at 7th Floor, Popular House, opp Sales India, Ashram Road, Ahmedabad 380009 with respect to demand raised by them as detailed in note 39 of the financial statements.
- 41 Sales Tax Department has completed the assessment proceedings for various assessment years and raised demand of Rs. 33.14 crores (net of recovery) for the earlier financial years. The company has not made any provision for the above demand raised by the sales tax authority in its books of accounts as in view of the Management, the said demand shall not withstand before the Appellate Authorities and the company has already preferred an appeal before the appellate authority which is still pending. In view of the above, the said amount has been shown as contingent liability under Note No. 28 of the notes forming part of standalone financial statements.
- 42 As per the information obtained from the website of the Ministry of Corporate Affairs (MCA), a suit has been filed against the company and its officers u/s 383A(1A), 372A(9), 58A(6)(A)(I) of the Companies Act, 1956 for the year 2016. As informed by the management, the company is having basic information about such suit filed as reflected on the website of the MCA. However, the company does not have any communication of such proceedings against the company and its officers. .

43 Other Informations - Profit and Loss Statement

a Earnings per share

Particulars		For the Year ended on 31-Mar-2022	For the Year ended on 31-Mar-2021
Basic			
Profit attributable to equity shareholders	₹ in Lakhs	(186.35)	(232.38)
Nominal Value of equity share	₹	10.00	10.00
Weighted average number of ordinary equity shares for Basic EPS	No.	60,09,900	60,09,900
Basic and Diluted EPS	₹	(3.10)	(3.87)

44 Related party disclosures

Note: Related Parties have been identified by the management

A List of related parties

<u>Key Managerial Personnel (KMP)</u>		
1	Nimish K. Patel	Chairman & Managing Director
2	Hasmukh K. Patel	(Whole Time Director)
3	Ashwin Patel	(Chief Finance Officer)
4	Priyam Patel	(Chief Executive officer)
5	Sandip Gohel (Resigned w.e.f 16/09/2021)	(Company Secretary)
6	Pooja H Khakhi (Appointed w.e.f 27/10/2021)	(Company Secretary)



Independent Directors	
1	Mansheel Kaur (Appointed w.e.f 07/06/2021)
2	Snehal Bharatbhai Patel
Name of Relatives of KMP/Directors	
1	Nimish K. Patel
	Mrs. Sonal Nimish Patel
	Mrs. Venushree N. Patel
	Mr. Amar Dhaduk
	Ms. Vedanshee N. Patel
2	Priyam Nilesh Patel
	Mrs.Ashita Nilesh Patel
	Mrs.Panna P. Patel
	Mrs.Priyanshi N. Patel
	Mr. Deep M. Vadodaria
Firm/LLP in which directors/manager/his relative is a partner	
1	NKPL Realty LLP
2	NKP Enterprise LLP
3	Nimish K. Patel HUF
4	Nilesh K. Patel HUF
Enterprise over which key management personnel is above to exercise significant influence	
1	Adrenal Advertising and Promotions Private Limited
2	N K Proteins Private Limited
3	Tirupati Proteins Private Limited
Wholly owned Subsidiary Company of such Company	
1	N K Oil Mills Private Limited
2	Banpal Oilchem Private Limited
3	Tirupati Retail (India) Private Limited

B Details of transactions with related party

(₹ in Lakhs)

Sr	Name of party	Nature of Transaction	31-Mar-2022	31-Mar-2021
1	Ashwin P. Patel	Remuneration	-	-
2	Banpal Oil Chem Pvt Ltd	Loan given	1.37	15.76
3	Banpal Oil Chem Pvt Ltd	Loan Interest Received	2.63	-
4	Banpal Oil Chem Pvt Ltd	Purch./ Services(*)	6.96	6.54
5	N K Oil Mills Pvt.Ltd	Loan given	-	-
6	N K Oil Mills Pvt.Ltd	loan receveid back	-	167.09
7	N K Oil Mills Pvt.Ltd	Loan Interest Received	-	0.30
8	N K Oil Mills Pvt.Ltd	Purch./ Services(*)	-	-
9	N K Proteins Pvt. Ltd.	Purch./ Services(*)	-	-
10	N K Proteins Pvt. Ltd.	Purch./ Goods(*)	-	-
11	N K Proteins Pvt. Ltd.	Purchases/ Assets	-	-
12	N K Proteins Pvt. Ltd.	Sales/Job work chrgs	-	-
13	N K Proteins Pvt. Ltd.	Sales/Goods(*)	-	-
14	N K Proteins Pvt. Ltd.	Sales/Service(*)	283.20	283.20
15	N K Proteins Pvt. Ltd.	Remiburs. of Exp.	2,580.09	2,496.37
16	N K Proteins Pvt. Ltd.	Deposit taken	-	-
17	N.K.P Enterprise LLP	Purch./ Services(*)	-	-
18	Nimish K. Patel	Remuneration	-	-
19	Priyam Patel	Remuneration	-	-
20	Hasmukh Patel	Remuneration	-	-
21	Trusha Shah	CS Remuneration	-	-
22	Akanksha Srivastava	CS Remuneration	-	-

(*) including GST



C Details of Closing Balances - Receivable/(Payable)/ Investments (₹ in Lakhs)

Sr	Name of party	31-Mar-2022	31-Mar-2021
1	N K Oil Mills Pvt.Ltd	962.16	962.16
2	N K Proteins Pvt. Ltd.	2,065.84	2,101.15
3	Tirupati Retail india pvt ltd	1.00	1.00
4	Banpal Oil Chem Pvt Ltd	2,045.84	2,101.51

The remuneration of directors and other members of Key management personal during the year is as follows:

(₹ in Lakhs)

Particulars	31-Mar-2022	31-Mar-2021
Short term Benefits	-	-

45. The balance confirmation from the suppliers, customers as well as to various loans or advances, capital advances given, certain banks & Fixed Deposit with Bank have been called for by the company, but the same are awaited till the date of audit. Thus, the balances of receivables, capital advances, trade payables as well as loans and advances, certain bank balances and Fixed Deposit balance have been taken as per the books of accounts submitted by the company and are subject to confirmation from the respective parties.

46 Micro, Small & Medium Enterprises

As per the Micro, Small & Medium Development Act, 2006 and to the extent of the information available, amounts unpaid as at the year end together with the interest paid / payable, is as follows:

(₹ in Lakhs)

Particulars	31-Mar-2022	31-Mar-2021
a) The Principal amount and Interest due there on remaining unpaid as at year end: Principal	2.57	2.57
b) Interest paid by the company in terms of section 16 of Micro, Small and Medium Enterprises Development Act, 2006 along with the amount of the payment made to the supplier beyond the appointed day during the year.	NIL	NIL
c) Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small and Medium Enterprises Development Act, 2006	NIL	NIL
d) Interest accrued and remain unpaid as at year end	NIL	NIL
e) Further Interest remaining due and payable even in the succeeding year until such date when the interest dues as above are actually paid to the small enterprises	NIL	NIL

*Disclosure of payable to vendors as defined under the "Micro, Small and Medium Enterprise Development Act, 2006" is based on the information available with the Company regarding the status of registration of such vendors under the said Act, as per the intimation received from them on requests made by the Company. There are no overdue principal amounts / interest payable amounts for delayed payments to such vendors at the Balance Sheet date. There are no delays in payment made to such suppliers during the year or for any earlier years and accordingly there is no interest paid or outstanding interest in this regard in respect of payment made during the year or on balance brought forward from previous year.

47 Income Taxes

A Income taxes recognised in Statement of Profit and Loss (₹ in Lakhs)

Particulars	For the Year ended on 31-Mar-2022	For the Year ended on 31-Mar-2021
Current tax		
In respect of the Current Year	-	-
(Excess)/Short provision for tax of earlier years	-	-
	-	-
Deferred tax(credit) /Charged	61.75	64.58
Total income tax expense recognised in respect of continuing operations	61.75	64.58

B Tax reconciliation

The income tax expense for the year can be reconciled to the accounting profit as follows:

₹ in Lakhs

Particulars	For the Year ended on 31-Mar-2022	For the Year ended on 31-Mar-2021
Profit before taxes		
Enacted tax rate in India	29.12%	29.12%
Expected income tax benefit/(expense) at statutory tax rate		
Effect of:		
Deferred tax(credit) /Charged	61.75	64.58
Income taxes recognised in the Statement of Profit and Loss	61.75	64.58

C Income tax recognised in other comprehensive income

₹ in Lakhs

Particulars	For the Year ended on 31-Mar-2022	For the Year ended on 31-Mar-2021
Deferred tax		
Arising on income and expenses recognised in other comprehensive income:		
Remeasurement of defined benefit obligation	(1.90)	8.89
Total income tax recognised in other comprehensive income	(1.90)	8.89
Bifurcation of the income tax recognised in other comprehensive income into:-		
Items that will not be reclassified to Statement of Profit and Loss	(1.90)	8.89
Income tax recognised in other comprehensive income	(1.90)	8.89

Note: Deferred tax liability has been calculated using effective tax rate of 29.12% (previous year 29.12%)

D Components of deferred tax assets and liabilities

Particulars	31-Mar-2022	31-Mar-2021
(a) Deferred tax liabilities		
Difference between book and tax depreciation	331.92	392.35
Total Deferred tax liabilities	331.92	392.35
(b) Deferred tax assets		
Disallowances of employee benefits u/s. 43B of the Income Tax, Unabsorbed loss etc(Including Remeasurement benefit of the defined benefit plans through OCI)	2,568.84	2,569.41
Total Deferred tax assets	2,568.84	2,569.41
Deferred Tax Liabilities (Net)	(2,236.92)	(2,177.06)

48 INDAS 115 DISCLOSURE (SEPARATE SHEET)

The Company has recognised the following amounts relating to revenue in the statement of profit or loss:

₹ in Lakhs

Particulars	For the Year ended on 31-Mar-2022	For the Year ended on 31-Mar-2021
Revenue from contracts with customers	240.00	240.00
Total Revenue	240.00	240.00

Revenue is recognized upon transfer of control of products to customers



(a) Disaggregation of revenue from contract with customers

Revenue from sale of products represents revenue generated from external customers which is attributable to the company's country of domicile i.e. India and external customers outside India as under:

₹ in Lakhs

Particulars	For the Year ended on 31-Mar-2022	For the Year ended on 31-Mar-2021
Revenue from		
-Outside India	-	-
-In India	240.00	240.00

Company's significant revenues is derived from major 1 entity. The total revenue from such entities amounted to Rs. 240.00 lakhs (P.Y Rs.240.00 Lakhs)

(b) Contract assets and liabilities

The Company has recognised the following revenue-related contract assets and liabilities

Particulars	For the Year ended on 31-Mar-2022	For the Year ended on 31-Mar-2021
Contract Assets	2,120.47	2,176.14
Total Contract Assets	2,120.47	2,176.14
Contract Liabilities	-	-
Total Contract Liabilities	-	-

(c) Performance obligations

The performance obligation is satisfied upon delivery of the finished goods and payment is generally due within 1 to 3 months from delivery. The performance obligation to deliver the finished goods is started after receiving of sales order. The customer can pay the transaction price upon delivery of the finished goods within the credit period, as mentioned in the contract with respective customer.

49 The financial statements were authorized for issue by the directors on 19th May 2022.

50 The Company NKIL has entered into an Dry Lease agreement to give its facility/factory located at Kadi, Gujarat on lease to its group company namely N.K. Proteins Pvt Ltd (NKPPL) for crushing castor seeds. As per the said agreement entered into between both the parties all expenses for running and maintaining the factory including existing plant and machinery shall be the responsibility of NKPPL. This is purely a temporary commercial decision keeping in view the current market scenario and also with a view to restructure/reorganize the business of the company and at a same time it is also worth while that a factory as well as Plant and Machinery shall not remain idle in the process, had it been so it may have huge impact on commercial decisions which it will be able to take based on running facility. Thus, the company has temporarily given on lease its factory.

50A. Ratio Analysis

Particulars	Numerator	31-Mar-2022	31-Mar-2021	Denominator	31-Mar-2022	31-Mar-2021	31-Mar-2022	31-Mar-2021	Variation	Reasons
Current Ratio	Current Assets	2,566.27	2,625.76	Current Liabilities	349.87	411.88	7.33	6.38	0.15	
Debt Equity Ratio	Borrowings	-	-	Share Holder's Equity	(33,979.31)	(33,797.58)	-	-	-	
Debt Service Coverage Ratio	Earnings available for debt Service	248.98	254.24	Debt Service	-	-	-	-	-	
Return on Equity (ROE):	Net Profit after Taxes	(186.35)	(232.38)	Average Shareholder's Equity	(33,888.44)	(33,670.58)	0.01	0.01	(0.20)	
Inventory Turnover Ratio	Cost of Material Consumed + Channges in WIP/ FG	-	-	Average Invnetory	139.73	189.01	-	-	-	
Trade receivable Turnover Ratio	Revenue from Operations	240.00	240.00	Average Trade Receivables	7,697.63	7,612.46	0.03	0.03	(0.01)	
Trade Payable Turnover Ratio	Purchases	531.10	579.64	Average Trade Payables	62,638.18	62,639.71	0.01	0.01	(0.08)	
Net Capital Turnover Ratio	Revenue from Operations	240.00	240.00	Working Capital	2,216.40	2,213.88	0.11	0.11	(0.00)	
Net Profit Ratio	Net Profit	(186.35)	(232.38)	Revenue from Operations	240.00	240.00	(0.78)	(0.97)	(0.20)	
Return on Capital Employed	Earning Before Interest and Tax	(247.84)	(296.04)	Capital Employed	(33,979.31)	(33,797.58)	0.01	0.01	(0.17)	
Return on Investment	Income generated from investments	-	-	Average Investments	-	-	-	-	-	

50B Financial Instruments Disclosure

(a) Capital Management

The company's objective when managing capital is to:

- Safeguard its ability to continue as A going concern so that the Company is able to provide maximum return to stakeholders and benefits for other shareholders.
- Maintain an optimal capital structure to reduce the cost of capital.

The company's board of director's review the capital structure on regular basis. As part of this review the board considers the cost of capital risk associated with each class of capital requirements and maintainance of adequate liquidity Disclosures.

This section gives an overview of the significance of financial instruments for the Company and provides additional information on balance sheet items that contain financial instruments.

(i) Categories of Financial Instruments

₹ in Lakhs

Particulars	31-Mar-2022	31-Mar-2021
Financial Assets		
Measured at Amortised Cost		
(i) Trade and Other Receivables	7,669.80	7,725.46
(ii) Cash and Cash Equivalents (Incl bank deposits)	143.01	146.99
(iii) Loans	1,122.95	1,118.85
(iv) Investments	175.86	175.86
Financial Liabilities		
Measured at Amortised Cost		
(i) Borrowings	-	-
(ii) Trade Payables	62,718.32	62,726.02
(iii) Other Financial Liabilities	20.00	20.00



(ii) Fair Value Measurement

This note provides information about how the Company determines fair values of various financial assets.

Fair Value of financial assets and liabilities that are not measured at fair value (but fair value disclosures are required).

Management considers that the carrying amounts of financial assets and financial liabilities recognized in the financial statements approximate their fair values.

(iii) Financial Risk Management Objectives

While ensuring liquidity is sufficient to meet Company's operational requirements, the Company's financial management committee also monitors and manages key financial risks relating to the operations of the Company by analysing exposures by degree and magnitude of risks. These risks include market risk (including currency risk and price risk), credit risk and liquidity risk.

Market Risk

Market risk is the risk of uncertainty arising from possible market price movements and their impact on the future performance of a business. The major components of market risk are commodity price risk.

Liquidity Risk

The Company manages liquidity risk by maintaining sufficient cash and cash equivalents including bank deposits and availability of funding through an adequate amount of committed credit facilities to meet the obligations when due. Management monitors rolling forecasts of liquidity position and cash and cash equivalents on the basis of expected cash flows. In addition, liquidity management also involves projecting cash flows considering level of liquid assets necessary to meet obligations by matching the maturity profiles of financial assets & liabilities and monitoring balance sheet liquidity ratios.

The following tables detail the Company's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The information included in the tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Company can be required to pay. The tables include both interest and principal cash flows. The contractual maturity is based on the earliest date on which the Company may be required to pay.

The following are the contractual maturities of non-derivative financial liabilities, based on contractual cash flows:

₹ in Lakhs

Particulars	Due in 1 Year	1 Year - 3 Years	More than 3 Years	Total
As at 31st March, 2022				
Borrowings	-	-	-	-
Trade Payables	80.14	-	62,638.18	62,718.32
Other Financial Liabilities	20.00	-	-	20.00
Total	100.14	-	62,638.18	62,738.32
As at 31st March, 2021				
Borrowings	-	-	-	-
Trade Payables	87.84	-	62,638.18	62,726.02
Other Financial Liabilities	20.00	-	-	20.00
Total	107.84	-	62,638.18	62,746.02

Credit Risk

The Company has a detailed review mechanism of overdue customer receivables at various levels within organisation to ensure proper attention and focus for realisation.

₹ in Lakhs

Particulars	Upto 1 Year	1 Year - 3 Years	More than 3 Years	Total
As at 31st March, 2022				
(i) Trade and Other Receivables	2,120.47	-	5,549.33	7,669.80
(ii) Cash and Cash Equivalents (incl bank deposits)	143.01	-	-	143.01
(iii) Loans	148.70	-	974.24	1,122.95
(iv) Investements	-	-	175.86	175.86
Total	2,412.19	-	6,699.43	9,111.62
As at 31st March, 2021				
(i) Trade and Other Receivables	2,176.14	-	5,549.33	7,725.46
(ii) Cash and Cash Equivalents (incl bank deposits)	146.99	-	-	146.99
(iii) Loans	144.60	-	974.24	1,118.85
(iv) Investements	-	-	175.86	175.86
Total	2,467.73	-	6,699.43	9,167.16

50C Particulars in respect of loan to related parties and investment in subsidiaries as required by the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015:

(a) Particulars in respect of loans and advances in the nature of loan given to subsidiary:

₹ in Lakhs

SR NO	NAME OF ENTITY	31-Mar-2022	31-Mar-2021	Nature of loan or Deposit	Purpose for which loan is proposed to be utilized by recipient
1	NKOILMILLS PVT LTD	961.60	961.60	Inter Corporate Loan	Working Capital
2	BANPAL OILCHEM PVT LTD	142.05	138.41	Inter Corporate Loan	Working Capital
	TOTAL	1,103.65	1,100.01		

(b) Particulars in respect of Investments in a subsidiary:

₹ in Lakhs

SR NO	NAME OF ENTITY	AS AT 31-03-2022	AS AT 31-03-2021
1	N K OIL MILLS PVT LTD	0.56	0.56
2	BANPAL OILCHEM PVT LTD	175.01	175.01
3	Tirupati Retail India Pvt Ltd (*)	-	1.00

(*) Nil as Impairment done in value of Investment



50D In the schedule of fixed assets, land and building have been shown in the name of the company. However, total carrying amount of Rs 18.86 lakhs as on 31.03.2022, the title of the property has not been conveyed in the name of the company till the date of our audit. The details of which are as under:

Relevant line item in the balances sheet	Description of property	Gross carrying value	Held in name of	Whether promoter, director or their relative or employee	Period held indicate range, where appropriate	Reason for not being held in name of company*
Plant, Property and Equipment	Premises located at Thirthjal Complex, Ahmedabad	5.38	Late Nillesh Patel	Past Director	30-11-1996	As stated by the management, as the cooperative society in which the property is held does not allow the company to hold the assets in its name.
Plant, Property and Equipment	Land situated at Sr. No. 719, Vil, kadi Taluka Kadi, Dist. Mehsana in the State of Gujarat	5.49	Ashwin Patel	CFO	15-03-1994	As, stated by the management, Registered power of attorney of the land in question is in the name of Shri Ashwin Patel, CFO, on behalf of the company and necessary stamp duty has been fully paid, yet titles are to be conveyed in the name of the company.
Plant, Property and Equipment	Land situated at Sr. No. 720, Vil, kadi. TalukaKadi, Dist. Mehsana in the State of Gujarat	1.85	NKIL	Companies Name	16-08-1995	As, stated by the management, Unregistered Agreement to sale in the name of the company. Competent authority has ordered for payment of premium which is yet to be paid. Titles are not conveyed in the name of the company.
Plant, Property and Equipment	Land situated at Sr. No. 721, Vil, kadi. TalukaKadi, Dist. Mehsana in the State of Gujarat	3.19	Ashwin Patel	CFO	15-03-1994	As, stated by the management, Registered power of attorney of the land in question is in the name of Shri Ashwin Patel, CFO, on behalf of the company and necessary stamp duty has been fully paid, yet titles are to be conveyed in the name of the company.
Plant, Property and Equipment	Land situated at Sr. No. 741, Vil, kadi. TalukaKadi, Dist. Mehsana in the State of Gujarat	2.93	Kamlesh Patel	Present Director	14-09-1994	As, stated by the management, no agreement entered with the company. However, unregistered power of attorney is in the name of Mr Kamlesh Patel on behalf of the company. The titles have not been conveyed in the name of the company.
Plant, Property and Equipment	Land situated at Sr. No. 741, Vil, kadi. TalukaKadi, Dist. Mehsana in the State of Gujarat	2.93	Kamlesh Patel	Present Director	14-09-1994	As, stated by the management, no agreement entered with the company. However, unregistered power of attorney is in the name of Mr Kamlesh Patel on behalf of the company. The titles have not been conveyed in the name of the company.
Plant, Property and Equipment	Land situated at Sr. No. 742, Vil, kadi. TalukaKadi, Dist. Mehsana in the State of Gujarat		Kamlesh Patel	Present Director	14-09-1994	As, stated by the management, no agreement entered with the company. However, unregistered power of attorney is in the name of Mr Kamlesh Patel on behalf of the company. The titles have not been conveyed in the name of the company.



51 During the earlier year, the management has impaired the investment of Rs 1.00 lakh made in Subsidiary Company Tirupati Retail India Pvt Ltd . The impairment has been made as in view of management there is significant doubt about the going concern assumption .

52 Eligibility of Corporate Social Responsibility

Based on the average net profits of the Company after computation of Net Profit as per Section 198 of the Companies Act, 2013 for the preceding three financial years, the Company is not required to spend any amount on CSR activities during the financial year 2021-22.

53 Undisclosed Transactions

As stated & confirmed by the Board of Directors, The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961

54 Benami Transactions

As stated & confirmed by the Board of Directors ,The Company does not have any Benami property, where any proceeding has been initiated or pending against the Group for holding any Benami property.

55 Loan or Investment to Ultimate Beneficiaries

As stated & Confirmed by the Board of Directors ,The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall :

- (a) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
- (b) Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

56 Loan or Investment from Ultimate Beneficiaries

- (a) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
- (b) Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

57 As stated & Confirmed by the Board of Directors ,The company has not been sanctioned any term loan during the year not there is outstanding term loans as at 31st March 2022.

58 Working Capital

As stated & Confirmed by the board of Directors, the Company has not been sanctioned working capital limits from a bank on the basis of security of the current assets.

59 As stated & confirmed by the board of Directors ,the company has not revalued its Property, Plant and Equipment and intangible assets during the year under review.

60 Willful Defaulter

As stated & Confirmed by the Board of Directors ,The company has not been declared willful defaulter by the bank during the year under review.

61 Transactions with Struck off Companies

As stated & Confirmed by the Board of Directors ,The company has not under taken any transactions nor has outstanding balance with the company Struck Off either under section 248 of the Actor under Section 560 of Companies act 1956.

62 Crypto Currency

As stated & Confirmed by the Board of Directors ,The Company has not traded or invested in Crypto Currency or Virtual Currency.



62A Satisfaction of Charge

As informed by the Management there are no charges which are yet to be registered or yet to be satisfied with Registrar of Companies beyond statutory period. However, while carrying out search on MCA portal, following charges are yet to be satisfied beyond the statutory period, details of which are as under:

Sr No	SRN	Charge ID	Charge Holder Name	Date of Creation	Date of Modification	Date of Satisfaction	Amount	Address
1	Y10199366	90109674	Industrial Investment Bank of India Ltd	03-10-1997	Nil	Nil	800	19; Netaji Subhas Road Calcutta WB700001IN
2	Y10199253	90109561	Development Credit Bank Ltd	15-02-1997	20-02-1999	Nil	250	8; Parise AMA Complex C.G.Road Ahmedabad GJ380009IN
3	Y10199224	90109532	Development Credit Bank Ltd	23-12-1996	20-02-1999	Nil	250	8; Parise AMA Complex C.G.Road Ahmedabad GJ380009IN
4	Y10201957	90112265	UTI Bank	30-05-1995	20-02-1999	Nil	500	Sakar 1; Nehru Bridge Ashram Road Ahmedabad GJ380009 IN
5	Y10201908	90112216	The Vysya Bank	26-10-1994	30-12-1996	Nil	282	Ashram Road Branch Ahmedabad GJIN

63 Compliance with approved Schemes of Arrangement

The Company has not applied for any scheme of Arrangements under sections 230 to 237 of the Companies Act 2013.

64 The Company has assessed internal and external information upto the date of approval of the audited financial statements while reviewing the recoverability of assets, adequacy of financial resources, Performance of contractual obligations, ability to service the debt and liabilities etc. Based on such assessment, the company expects to fully recover the carrying amounts of the assets and comfortably discharge its debts and obligations. Hence the management does not envisage any material impact on the audited financial statements of the company for the year ended on 31st March 2022.

For and on behalf of the Board of Directors of N K Industries Limited

For, PARIKH & MAJMUDAR
Chartered Accountants
Firm's Registration Number:107525W
UDIN:22040230AJGDTG8707

Nimish K. Patel
Chairman & Managing Director
Din-00240621

Hasmukh K. Patel
Whole Time Director
Din -06587284

CA DR HITEN PARIKH
Partner
Membership No.040230
Ahmedabad
May 19, 2022

Ashwin P. Patel
Chief Financial Officer

Pooja H. Khakhi
Company Secretary

Ahmedabad
May 19, 2022



INDEPENDENT AUDITOR'S REPORT ON CONSOLIDATED FINANCIAL STATEMENTS

To the Members of N.K.INDUSTRIES LIMITED

Report on the Audit of the Consolidated IND AS Financial Statements

Qualified Opinion

We have audited the accompanying Consolidated Ind AS Financial statements of M/s N.K.INDUSTRIES LIMITED ("the Holding Company"), and its subsidiaries (the Holding Company and its subsidiaries together referred to as 'the Group'),

Which comprise the consolidated balance sheet as at March 31, 2022, and the consolidated statement of profit and loss (including other comprehensive income), consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, and notes to the consolidated Ind AS financial statements including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion Section of our report, and based on the consideration of the reports of the other auditors on separate financial statements and on the other financial information of the subsidiaries, the aforesaid Consolidated Ind AS financial statements give the information required by the Companies Act, 2013 (the Act) in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the Consolidated state of affairs (Consolidated financial Position) of the Group as at March 31, 2022, and its Consolidated losses (Consolidated financial performance including other comprehensive income), its Consolidated Cash flows and Consolidated changes in equity for the year ended on that date.

Basis for Qualified Opinion

1. The Holding Company had entered into financial arrangement with National Spot Exchange Ltd (NSEL) through trading and Clearing Member, N.K. Proteins Private Ltd (erstwhile N. K. Proteins Limited (NKPL) (Group Company) by way of purchase and sales of various goods up to financial year 2012-13. The trade payables and trade receivables arising out of the said transactions through National Spot Exchange Limited (NSEL) from the concerns other than the group concerns are subject to confirmations by the respective parties/NSEL and reconciliations/adjustments, if any. Further, NSEL has suspended the trading on 31.07.2013, as per the directions issued by the Government of India, Ministry of Consumer Affairs. NSEL has initiated recovery proceedings against the group company NKPL and also against the Holding company by filing a civil suit in the Hon'ble High Court of Mumbai for an alleged amount of around ₹937 crores plus interest and the said proceedings are pending as on date. Further, the Home department, Government of Maharashtra has issued a notification under the Maharashtra Protection of Interest of Depositors (in financial establishments)-Act, 1999 (MPID Act) attaching the Land, Building & Plant & Machinery of the Holding company located at Kadi, Gujarat. The Holding company had challenged the notification issued by Home department of Maharashtra before Hon'ble Gujarat High Court which was disposed off vide its order dated 29th March 2017. The Holding company preferred a Special Leave Petition before the Hon'ble Supreme Court of India against the order of Hon'ble Gujarat High Court and The Hon'ble Supreme Court of India had disposed off the Special Leave Petition on 17th April, 2017 with a observation to file an application before Hon'ble Bombay High Court, Mumbai, and as informed by the management, the Holding company has filed petition before the Hon'ble Bombay High Court in June 2017 which is pending. Besides the above, the Holding company has also filed its objections against the attachment notification before the Designated Special MPID Court, Mumbai.

In view of the above that the matter is subjudice, and the alleged liability /claim are not accepted by the holding company we are unable to quantify the final liability and its impact if any, on the loss of the Holding company for the Year ended on 31st March, 2022. (Refer note No. 36 of consolidated Ind AS financial statements)

2. The Directorate of Enforcement, Government of India has initiated proceedings against the Holding company under section 5(1) of the prevention of Money Laundering Act, 2002, along with group company NKPL, and by virtue of the provisional attachment order dated 10/03/2015, attached the assets of the Holding company comprising of Land, building, plant and machinery situated at Survey Nos.719, 720, 721, 732/1, 732/2, 733, 741, 743, 744, 745, Kadi Thol Road, Village Kadi Kasba, taluka- Kadi, District Mehsana-382715 Gujarat. As explained to us, The Holding Company has preferred an appeal before the Hon'ble Appellate Tribunal under the Prevention of Money laundering Act, 2002 against the order of Adjudicating Authority.

Further, the Director of Enforcement (hereinafter referred to as ED), Government of India had initiated proceedings of search/seizure on 30.05.2018 on the group company NKPL, the promoters of the Holding company late Shri Nilesh Patel and Shri Nimish Patel, one of the family member as well as on the Holding company and thereafter on 29.06.2018, the ED, Government of India, had preferred an application u/s 17(4) of the Prevention of Money Laundering Act, 2002 before the Adjudicating Authority, New Delhi, vide it's Application No. OA/236 of 2018 against the company as well as group company NKPL and the promoters for retention of the seized properties and for continuation of order of freezing the



properties, till finalization of the proceedings, of the properties mentioned in the application u/s 17(4) of the PMLA Act, 2002. The Holding company along with Group Company and promoters challenged the show cause notice issued by the adjudicating authority New Delhi, before the Hon'ble High Court of Delhi and the Hon'ble High Court has set aside the said show cause notice. The Director of Enforcement has attached assets of the Holding company, group company NKPL and the promoters of the Holding company by issuing a fresh show cause notice dated 30/08/2018 and the Holding company has filed an appeal before PMLA Appellate Tribunal, Delhi .

In view of the above that the matter is subjudice, and the alleged liabilities /claims are not accepted by the Holding company we are unable to quantify the final liability and its impact, if any, on the loss of the Holding company for the Year ended on 31st March , 2022.(Refer note No. 37 of consolidated Ind AS financial statements)

3. The, Government of Maharashtra, (at the instance of Economic wing offence Mumbai), has filed supplementary Charge sheet dated 25th December, 2018 under the various sections of IPC AND MPID Act against the Holding Company and its Chairman Shri Nimish Patel. Further MPID Court on the basis of above supplementary charge sheet has issued summons dated 19th March,2019 asking them to remain present on 26th April 2019.The Holding Company has complied with the said summons and the matter was adjourned to 7th November,2019 and further adjourned to 15th February,2020, 7th March,2020, 30th April 2020 , 21st May,2020, 18th July,2020, 8th September,2020, 9th October 2020, 10th December,2020, 6th February,2021, 5th May,2021, 5th July,2021, 4th September, 2021, 20th September 2021, 26th October,2021, 16th December,2021, 10th February,2022, 10th March 2022, 21st April 2022 and now the matter is further adjourned to 7th June,2022. Thus, in view of the fact that the said criminal proceedings which have been initiated, inter alia, against the holding company and its Chairman Shri Nimish Patel are pending, we are unable to ascertain/quantify the final liability, if any, that may arise from the said criminal proceedings and therefore we are unable to quantify its impact, if any, on the loss of the Holding company for the year ended on 31.03.2022.(Refer note No. 37A of consolidated Ind AS financial statements)
4. The Subsidiary Company Tirupati Retail (India) Pvt Ltd had entered into financial arrangement with National Spot Exchange Ltd (NSE) through trading and Clearing Member, N.K. Proteins private Limited erstwhile N.K Proteins Limited (NKPL) by way of purchase and sales of various goods up to financial year 2013-14. The trade payables and trade receivables (now reflected under non current financial liabilities & non current financial assets) arising out of the transactions through National Spot Exchange Limited (NSE) from the concerns other than the group concerns are subject to confirmations by the respective parties and reconciliations / adjustments, if any. Further, NSE has initiated recovery proceedings against the company viz. N.K. Proteins private Limited and Holding Company viz. N K Industries limited and also against the subsidiary Company and the said proceedings are pending as on date. In view of the fact that the matter is sub-judice, and the alleged liability/Claim are not accepted by the said subsidiary company, we are unable to quantify the final liability and its impact if any, on the loss of the Consolidated Accounts.(Refer note No. 47 of consolidated Ind AS financial statements)

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Ind AS 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 (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act, and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred in of the Other Matters paragraph below is sufficient and appropriate to provide a basis for our opinion on the consolidated financial statements.

Material Uncertainty Related to Going Concern

The Consolidated financial statements reflects accumulated losses (after taking into account the balance of reserves) of Rs 347.15 crores as at 31.3.2022 and the net worth of the Consolidated accounts as well as Holding Company and Subsidiary Companies as at 31.03.2022 is negative. However, as per the business plan and future cash flow projections submitted by the management of the holding company to us and accepted by us, and as informed by the management of the Holding Company, the Holding Company is making sincere efforts for the revival of the Business & the management is confident to recover the losses through improved profitability in foreseeable future. Therefore, provision for the impairment has not been made for and accounts for the year have been prepared on "going concern basis." Similarly, on the basis of the Certificate received from the respective auditors of the subsidiary companies i.e Banpal Oil Chem Private limited and NK Oil Mills Private limited, (Except Tirupati Retail India Pvt limited, where proper provision of Impairment has been made)the management of the said subsidiary companies are also making sincere efforts to revive the business and the management of the said Subsidiary companies are confident to recover the losses through improved profitability in foreseeable future. Therefore no provision for the impairment has been made in the books of said subsidiary companies and in the consolidated accounts and accounts of the Holding and said Subsidiary Companies for the year have been prepared on " going concern basis." (Refer Note No. 33 of consolidated financial statements)

Our opinion is not modified in the above matter.



Key Audit Matters

Key audit matters are those matters that, in our professional judgment and based on the consideration of the reports of the other auditors on separate standalone Ind AS financial statements and on the other financial information of the subsidiaries were of most significance in our audit of the consolidated Ind AS financial statements of the current period. These matters were addressed in the context of our audit of the consolidated Ind AS financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key Audit Matter:

Description of Key audit Matter	Our response and results
<p>Litigations and claims (Refer note 27) to the Consolidated Ind AS financial statements)</p> <p>The cases are pending with multiple tax authorities like Income Tax, Sales tax etc. and there are claims against the Holding company & its subsidiary company which have not been acknowledged as debt by the company.</p> <p>In normal course of business, financial exposures may arise from pending proceedings and from claims of the customers not acknowledged as debt by the company. Whether a claim needs to be recognized as liability or disclosed as contingent liability in the financial statements is dependent on a number of significant assumptions and judgments. The amounts involved are potentially significant and determining the amount, if any, to be recognised or disclosed in the Consolidated financial statements, is inherently subjective.</p> <p>We have considered Litigations and claims, a Key Audit Matter as it requires significant management judgement, including accounting estimates that involves high estimation uncertainty.</p>	<p>Our audit procedures, inter alia, included following:</p> <ul style="list-style-type: none"> - Discussed disputed litigation matters with the management. - Evaluated the management's judgment of tax risks, estimates of tax exposures, other claims and contingencies. Past and current experience with the tax authorities and management's correspondence/response including on the claims lodged by customers, were used to assess the appropriateness of management's best estimate of the most likely outcome of each uncertain contingent liability. - Critically assessed the entity's assumptions and estimates in respect of claims, included in the contingent liabilities disclosed in the Consolidated Ind AS financial statements. Also, assessed the probability of negative result of litigation and the reliability of estimates of related obligations. <p>Conclusion: Based on the procedures described above, we did not find any material exceptions to the management's assertions and treatment, presentation & disclosure of the subject matter in the Consolidated Ind AS financial statements.</p>

Emphasis of Matter

1. The Consolidated financial statements reflects accumulated losses (after taking into account the balance of reserves) of Rs 347.15 crores as at 31.3.2022 and the net worth of the Consolidated accounts as well as Holding Company and Subsidiary Companies as at 31.03.2022 is negative. However, as per the business plan and future cash flow projections submitted by the management of the holding company to us and accepted by us, and as informed by the management of the Holding Company, the Holding Company is making sincere efforts for the revival of the Business & the management is confident to recover the losses through improved profitability in foreseeable future. Therefore, provision for the impairment has not been made for and accounts for the year have been prepared on "going concern basis." Similarly, on the basis of the Certificate received from the respective auditors of the subsidiary companies i.e Banpal Oil Chem Private limited and NK Oil Mills Private limited, (Except Tirupati Retail India Pvt limited, where proper provision of Impairment has been made) the management of the said subsidiary companies are also making sincere efforts to revive the business and the management of the said Subsidiary companies are confident to recover the losses through improved profitability in foreseeable future. Therefore no provision for the impairment has been made in the books of said subsidiary companies and in the consolidated accounts and accounts of the Holding and said Subsidiary Companies for the year have been prepared on " going concern basis." (Refer Note No. 33 of consolidated financial statements)
2. A) The Income Tax Department had carried out survey u/s 133 of the Income tax Act, 1961 (the IT Act) on the Holding company along with other group companies during FY 2013-14 and had ordered a special audit of the books of the company u/s 142 2A of the IT Act, 1961, for AY 2010-11, A.Y 2011-12, A.Y 2012-13 ,A.Y 2013-14 & A.Y 2014-15. The department had raised a demand of Rs 131.22 Crores (Rs 6.63 Crores for A.Y 10-11, Rs 55.43 crores for A.Y 11-12, Rs 60.33 Crores for A.Y 12-13 & Rs 7.97 Crores for A.Y 2013-14 & Rs 0.86 Crores for AY 2014-15) on the holding company for the aforesaid assessment years and the said demand has been disputed by the holding company and the holding company has initiated appellate proceedings before appropriate authorities. The said amount has been shown as contingent liability under Note No. 27 of the notes forming part of consolidated Ind AS Financial statements. Further ,Income tax department has passed an attachment order on 22.04.2015 & 14.08.2015 by which it has attached properties of the holding company in pursuant to a demand, the details of the properties attached which are in the name of holding company is as under:



- 803, Manas Complex, Opp Star Bazaar, Nr Jodhpur Cross road, Satellite, Ahmedabad 380015.
- 603, Manas Complex, Opp Star Bazaar, Nr Jodhpur Cross road, Satellite, Ahmedabad 380015.
- Land, situated at Survey Nos.719, 720, 721, 732/1, 732/2, 733, 741, 743, 744, 745, Kadi Thol Road, Village Kadi Kasba , taluka- Kadi, District Mehsana-382715
- Factory Building Situated at survey No 745, Kadi Thol Road, Village Kadi Kasba , taluka- Kadi, District Mehsana-382715

(Refer Note No. 38 of consolidated financial statements)

- B) Attention is invited to note 30 of the consolidated Ind AS financial statements which states that a Search & Seizure action U/S 132 of the Income Tax Act took place on 24.2.1999 on Holding Company. The Income Tax department had raised demand of ₹ 33.12 Crores vide the block assessment Order dt. 30.4.2001. In case of Holding company, the Income Tax Appellate Tribunal (ITAT), Ahmedabad has subsequently given partial relief to the extent of ₹ 28.84 Crores. The Holding company had preferred further appeal before the Hon'ble High Court of Gujarat against the order of Hon'ble ITAT, Ahmedabad. Hon'ble Gujarat High Court vide its order dated 20th June, 2016 had given partial relief on some of the grounds and had also dismissed some of the grounds of the holding company. Against the grounds dismissed by Hon'ble High Court of Gujarat, the Holding company had further preferred an appeal before Hon'ble Supreme Court of India, and the Hon'ble Supreme Court of India vide order dated 16th January, 2017 had dismissed the appeal of the Holding Company. The Holding Company had provided an amount of Rs 2.88 Crore against the grounds dismissed by Hon'ble ITAT during F.Y 2002-03 as well as Rs 1.27 Crores was provided in the books of accounts for the Assessment year in question for the interest payable up to 31-03-2005 during F.Y 2004-05. However in view of the management of the Holding Company and on the basis of the Judgment of the Hon'ble Gujarat High Court, the amount provided/paid by the Holding company towards total demand shall result in refund to the Holding company Pending effect of the various orders of adjudicating authorities by the Income Tax Department, the Holding Company is yet to provide final entries in its books of accounts even during the year under review. In view of non availability of order of the appeal effects from the Income Tax Department, we are unable to opine on the same.
3. NSEL has initiated recovery proceedings against the group company N. K. Proteins Private Ltd and has made one of the Subsidiary Company viz. N. K. Oil Mills Pvt Ltd., a party to the said proceedings and these proceeding are pending as on date. (Refer Note No. 42 of consolidated financial statements)
 4. Sales Tax Department has completed the assessment for various assessment years and raised demand of ₹ 3314.22 lacs for the earlier years. The Holding company has not made any provision for the above demand raised by the sales tax authority as in view of the Management, the said demand shall not withstand before the Appellate Authorities and the said Holding company has preferred an appeal before the appellate authority. The said amount has been shown as contingent liability under Note No. 27 of the notes forming part of consolidated Ind AS Financial Statements. (Refer Note No. 41 of consolidated financial statements)
 5. The balance confirmation from the suppliers, customers as well as to various loans or advances & Capital advances given, Certain Banks & Fixed Deposit with Banks have been called for by the Holding Company, but the same are awaited till date. In view of the same, it is to be stated that the balances of receivables, trade payables as well as loans and advances ,capital advances, Certain bank balances & Fixed Deposit Balance have been taken as per the books of accounts submitted by the Holding company and are subject to confirmation from the respective parties. (Refer Note No. 48 of consolidated financial statements)
 6. Attention in invited to Note No 40 of the Consolidated Ind AS Financial Statements, which states that in case of one the Subsidiary Company viz. Banpal Oil Chem Pvt Ltd , The Home Department, Government of Maharashtra has issued Notification dated 22.06.2015 under the Maharashtra Protection of Interest of Depositors (in financial establishments)-Act, 1999 (MPID Act) for attaching the Factory Plant, Land, Building & Machinery of the holding company located at plot No. 144/64 of Chandisar Industrial Area. GIDC Mauje chandisar, Taluka-Palanpur, Dist- Banaskantha, Gujarat. As explained to us, the holding company has filed its detailed Objections against the said attachment Notification before the Designated Court at Mumbai and as stated by the Management, the matter is subjudice.
 7. Attention in invited to Note No 44 of the Consolidated Ind AS Financial Statements, which states that in case of one the Subsidiary Company viz. Banpal Oil Chem Pvt Ltd, The Directorate of Enforcement, Government of India has initiated proceedings against the company under section 5(1) of the prevention of Money Laundering Act, 2002, and by virtue of the provisional attachment order dated 27.08.2014, attached the assets of the subsidiary company comprising of Factory Plant, Land, Building & Plant & Machinery of the company located at plot No. 144/64,65,66 of Chandisar Industrial Area. GIDC Mauje chandisar, Taluka-Palanpur, Dist- Banaskantha, Gujarat. As explained to us, the said Subsidiary company has preferred an appeal before the Hon'ble Appellate Tribunal under the Prevention of Money laundering Act, 2002.However, matter is subjudice, we are unable to quantify the liability and its impact if any, on the loss of the consolidated accounts.



8. Attention is invited to Note No 45 of the Consolidated Ind AS Financial Statements, which states that in case of one the Subsidiary Company viz. Banpal Oil Chem Pvt Ltd , Income tax department has passed an attachment order on 20.05.2016 by which it has attached properties of the subsidiary company in pursuant to a demand, the details of the properties attached which are in the name of subsidiary company and the details of which are as under:
- Plot of land bearing Plot No 144/64, of Chandisar Industrial Area. GIDC Mauje chandisar, Taluka-Palanpur, Dist-Banaskantha,
 - Plot of land bearing Plot No 144/65, of Chandisar Industrial Area. GIDC Mauje chandisar, Taluka-Palanpur, Dist-Banaskantha,
 - Plot of land bearing Plot No 144/66, of Chandisar Industrial Area. GIDC Mauje chandisar, Taluka-Palanpur, Dist-Banaskantha,
9. Attention is invited to Note 34 of the Consolidated Ind AS financial statements which states that, on the basis of certificate received from the Management of Holding company, the holding company does not have any control on its joint Venture viz "AWN AGRO PRIVATE LIMITED" and hence no consolidation of the said joint venture is taken in to accounts while consolidation of accounts.
10. Attention is invited to note 49 of the Consolidated Ind AS Financial Statements which states that the Income Tax Department had carried out Assessment Proceedings u/s 143(3) r.w.s 142(A) of the Income tax Act ,1961(the IT Act) for AY 2014-15 in respect of one of the Subsidiary Company viz. Tirupati Retail India Pvt Ltd. The department has raised a demand of Rs 821.93 Crores on the said subsidiary company for the said assessment year and the said demand has been disputed by the said subsidiary company and the said subsidiary company has initiated appellate proceedings before appropriate authorities. The said amount has been shown as contingent liability under Note No. 27 of the notes forming part of consolidated Ind AS financial statements. Further, Income tax department has passed an order u/s 179 of the Income tax Act, 1961 in the name of the Directors of the said Subsidiary company.
11. As per the information obtained from the website of the Ministry of Corporate Affairs (MCA), a suit has been filed against the Holding company and its officers u/s 383A (1A), 372A(9), 58A(6)(A)(I) of the Companies Act, 1956 for the year 2016. As informed by the management, the Holding company is having basic information about such suit filed as reflected on the website of the MCA. However, the Holding company does not have any communication of such proceedings against the Holding company and its officers. As the matter is still subjudice, we are unable to quantify the final liability and its impact, if any, on the Holding company and its officers. (Refer Note No 29 of the Consolidated Ind AS financial statements)

Our opinion is not modified in the above matters.

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

The Holding Company's 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 Ind AS financial statements and our auditor's report thereon.

Our opinion on the consolidated Ind AS 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 Ind AS 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 Ind AS financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Consolidated Ind AS Financial Statements

The Holding Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these consolidated Ind AS financial statements that give a true and fair view of the consolidated state of affairs (consolidated financial position), consolidated Profit or loss(consolidated financial performance including other comprehensive income), consolidated changes in equity and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards ('Ind AS') specified under section 133 of the Act. The Holding Company's Board of Directors is also responsible for ensuring accuracy of records including financial information considered necessary for the preparation of consolidated Ind AS financial statements. Further, in terms of the provisions of the Act, the respective Board of Directors /management of the companies included in the Group covered under the Act are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring



the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. These consolidated Ind AS financial statements have been used for the purpose of preparation of the consolidated Ind AS financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated Ind AS financial statements, management is responsible for assessing the Group'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 Group or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the consolidated Ind AS Financial Statements

Our objectives are to obtain reasonable assurance about whether the Consolidated Ind AS 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 Standards on Auditing 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 Ind AS financial statements

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

- Identify and assess the risks of material misstatement of the Consolidated Ind AS financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system 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 Ind AS financial statement 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 Ind AS financial statements, including the disclosures, and whether the consolidated Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

OTHER MATTER

We did not audit the financial statements of two subsidiaries, whose financial statements reflect Total assets of ₹ 1562.01 crores, as at 31st March 2022 and total revenues of ₹ 17.69 crores & net cash outflows amounting to ₹ 0.32 crores for the year ended on that date, as considered in the consolidated Ind AS financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated Ind AS financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, and our report in terms of sub-section (3) of section 143 of the Act, in so far as it relates to the aforesaid subsidiaries, is based solely on the reports of the other auditors.



Our opinion above on the consolidated Ind AS financial statements, and our report on other legal and regulatory requirements below, are not modified in respect of the above matter with respect to our reliance on the work done & the reports of the others auditors and financial information certified by the management of the Holding company.

Report on Other Legal and Regulatory Requirements

1. As required by section 197(16) of the Act, based on our audit and on the consideration of the reports of other auditors, referred to in separate financial statements of the subsidiaries, we report that the Holding company has paid remuneration to its directors during the year in accordance with the provisions of and limits laid down under section 197 read with schedule V to the Act. The remuneration paid to any director is not in excess of the limit laid down under section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) which are required to be commented upon by us. Further, we report that the provisions of Section 197 read with schedule V to the Act are not applicable to three subsidiary companies, covered under the Act, since none of such companies is a public company as defined under section 2(71) of the Act.
2. As required by Section 143(3) of the Act, based on our audit and on the consideration of the reports of the other auditors on separate financial statements and other financial information of the subsidiaries, we report, to the extent applicable, that:
 - a. We have sought and except for the matters described in the Basis for Qualified opinion, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated Ind AS financial statements,
 - b. Except for the possible effects of the matter described in the Basis for Qualified opinion, paragraph above, 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 and the report of the other auditors,
 - c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including other Comprehensive Income, Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flow dealt with by this Report are in agreement with the books of account.
 - d. In our opinion, the aforesaid Consolidated Ind AS financial statements comply with the Indian Accounting Standards specified under section 133 of the Act.
 - e. On the basis of written representations, received from the directors of the Holding Company and taken on record by the Board of Directors of the Holding and the reports of the Board of Directors of the Holding Company and the reports of the other statutory auditors of its subsidiary companies, none of the directors of the Group companies, are disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164(2) of the Act.
 - f. With respect to the adequacy of the internal financial controls over financial reporting of the Holding Company, & its subsidiary covered under the Act, and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report express an unmodified opinion on the adequacy and operating effectiveness of the Holding Company & its Subsidiary's internal financial control over financial reporting.
 - g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us & based on the consideration of the report of the other auditors on financial statement as also the other financial information of the subsidiaries :
 - i. The Consolidated Ind AS financial statements disclose the impact of pending litigations on the consolidated Ind AS financial position of the Group (Refer Note No 27 to the Consolidated Ind AS Financial Statements.)
 - ii. The Group did not have any material foreseeable losses on long term Contracts including derivative contracts.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company and its subsidiary company during the year ended 31st March 2022.
 - iv. (a) The respective management of the Holding company and its subsidiaries has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Holding Company or any of its subsidiaries to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Holding Company or any of its subsidiaries ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (b) The respective management of the Holding company and its subsidiaries has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate)



- have been received by the Holding Company or any of its subsidiaries from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Holding Company or any of its subsidiaries shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (c) Based on the audit procedures performed by us and those performed by the auditors of the subsidiaries and that have been considered reasonable and appropriate in the circumstances, nothing has come to our and other auditors notice that has caused us or other auditor to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- (v) The Group has not declared and paid any Interim dividend nor has proposed any final dividend during the previous year and hence the question of Compliance and applicability of Section 123 of the Companies Act does not arise.
3. With respect to the matters specified in paragraph 3(xxi) and 4 of the Companies (Auditors' Report) Order, 2020 ("the Order") issued by the Central Government in terms of the Section 143(11) of the Act, to be included in the Auditor's report, according to the information and explanation given to us, and based on the CARO reports issued by us for the Company and respective auditors of its subsidiaries included in the Consolidated financial statements of the Company, to which reporting under CARO is applicable, we report that there are no qualification or adverse remarks in these CARO reports.

**For Parikh & Majmudar
Chartered Accountants
FR No. 107525W**

[C.A (Dr) Hiten M. Parikh]

PARTNER

Membership No. 40230

UDIN : 22040230AJGEBE8120

**Place: Ahmedabad
Date : May, 19 2022**

Annexure A to the Independent Auditor's Report off Even Date to the Members of N.K. Industries Limited on the Consolidated IND AS financial Statements for the year ended on 31st March, 2022

Independent Auditor's 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 Ind AS financial statements of M/s N.K. INDUSTRIES LIMITED ("the Holding Company") and its subsidiaries (the Holding company and its subsidiaries together referred to as the Group) as at and for the year ended 31st March 2022, We have audited the internal financial controls over financial reporting of the Holding company and its subsidiaries, which are companies covered under the Act, as at that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

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



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

We believe that the audit evidence we have obtained and the audit evidence obtained by other auditors in terms of their reports referred to in the Other matter paragraph below, is sufficient is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting of the Holding company and its subsidiaries as aforesaid.

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls 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, and based on the consideration of the reports of the other auditors on the internal financial controls over financial reporting, of the Holding Company and its subsidiaries which are companies covered under the Act, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2022, based on the internal control over financial reporting criteria established by the Holding Company and its subsidiaries as aforesaid, considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Other Matter

Our aforesaid reports under section 143(3)(i) of the act on the adequacy and operating effectiveness of the internal financial controls over financial reporting in so far as it relates to two subsidiary companies, incorporated in India, is based on the corresponding reports of the auditors of such companies incorporated in India.

**For Parikh & Majmudar
Chartered Accountants
FR No. 107525W**

**[C.A (Dr) Hiten M. Parikh]
PARTNER**

**Membership No. 40230
UDIN : 22040230AJGEBE8120**

**Place: Ahmedabad
Date : May,19 2022**



Consolidated Balance Sheet as at March 31, 2022

₹ in Lakhs

S.No.	Particulars	Note No.	31-Mar-2022	31-Mar-2021
	ASSETS			
1	Non-current assets			
a)	Property, Plant and Equipment	8	12,425.10	12,841.87
b)	Capital work-in-progress	8	628.23	511.63
c)	Investment Property		-	-
d)	Goodwill	8	8,236.24	8,236.24
e)	Other Intangible assets		-	-
f)	Intangible assets under development	8	0.32	0.32
g)	Biological Assets other than bearer plants		-	-
h)	Financial Assets		-	-
(i)	Investments	9	15.28	13.23
(ii)	Trade receivables	10	1,59,691.16	1,59,701.16
(iii)	Loans	11	17.32	17.28
(iv)	Other Financial Assets	11A	607.20	587.83
i)	Deferred tax assets (net)		2,337.54	2,278.45
j)	Other non-current assets	12	3,513.85	3,492.69
2)	Current assets		-	-
a)	Inventories	13	173.49	168.03
b)	Financial Assets		-	-
(i)	Investments		-	-
(ii)	Trade receivables	14	2,083.27	2,058.92
(iii)	Cash and cash equivalents	15	94.44	111.80
(iv)	Bank balances other than (iii) above	16	81.74	79.55
(v)	Loans	17	7.75	10.34
(vi)	Others (to be specified)		-	-
c)	Current Tax Assets (Net)		-	-
d)	Other current assets		-	-
	TOTAL ASSETS	18	1,89,933.14	1,90,158.71
	EQUITY & LIABILITIES :			
	EQUITY:			
a)	Equity Share capital	1	600.99	600.99
b)	Other Equity	2	(34,715.09)	(34,567.16)
	LIABILITIES :			
1)	Non-Current Liabilities			
a)	Financial Liabilities			
(i)	Borrowings			
(ii)	Trade payables			
	(a) Due to Micro and Small Enterprises	3	-	-
	(b) Due to other than Micro and Small Enterprises		2,23,235.61	2,23,238.55
(iii)	Other financial liabilities		36.53	36.53
b)	Provisions	4	353.31	363.87
c)	Deferred tax liabilities (Net)		-	-
d)	Other non-current liabilities		-	-
2)	Current liabilities			
a)	Financial Liabilities			
(i)	Borrowings			
(ii)	Trade payables			
	(a) Due to Micro and Small Enterprises	5	2.57	2.57
	(b) Due to other than Micro and Small Enterprises		116.49	106.72
(iii)	Other financial liabilities	5a	20.00	20.00
b)	Other current liabilities	6	122.22	230.09
c)	Provisions	7	149.82	126.56
d)	Current Tax Liabilities (Net)		10.71	-
	Total Equity and Liabilities		1,89,933.14	1,90,158.71

Notes forming part of the consolidated financial statements

As per our report of even date attached.

For, PARIKH & MAJMUDAR
Chartered Accountants
Firm's Registration Number:107525W
UDIN:22040230AJGEBE8120

CA DR HITEN PARIKH
Partner
Membership No.040230
Ahmedabad
May 19, 2022

For and on behalf of the Board of Directors of N K Industries Limited

Nimish K. Patel
Chairman & Managing Director
Din-00240621

Ashwin P. Patel
Chief Financial Officer

Ahmedabad
May 19, 2022

Hasmukh K. Patel
Whole Time Director
Din -06587284

Pooja H. Khakhi
Company Secretary



Consolidated Statement of Profit & Loss for the year ended on March 31, 2022

₹ in Lakhs

S. No.	PARTICULARS	NOTE NO.	For the Year ended on 31-Mar-2022	For the Year ended on 31-Mar-2021
I	Revenue from Operations	19	2,033.26	2,204.51
II	Other Income	20	40.60	52.15
III	Total Income (I + II)		2,073.85	2,256.66
IV	EXPENSES			
	Cost of Materials consumed	21	-	-
	Purchases of stock-in-trade	22	-	-
	Changes in inventories of finished goods, Stock-in-Trade and work-in-progress	23	-	-
	Employee benefits expense	24	347.42	396.02
	Finance costs	25	0.27	1.16
	Depreciation and amortization expense	8	458.27	509.90
	Other expenses	26	1,469.56	1,637.31
	Total expenses (IV)		2,275.52	2,544.39
V	Profit/(loss) before exceptional items and tax (III- IV)		(201.67)	(287.73)
VI	Exceptional Items		-	-
VII	Profit/(loss) before tax (V-VI)		(201.67)	(287.73)
VIII	Tax expense:		(49.11)	(61.60)
1	Current tax		12.00	2.70
2	Deferred tax		(60.99)	(64.17)
3	Earlier Written back Income Tax		(0.12)	(0.13)
IX	Profit (Loss) for the year from continuing operations (VII-VIII)		(152.56)	(226.13)
X	Profit/(loss) from discontinued operations		-	-
XI	Tax expense of discontinued operations		-	-
XII	Profit/(loss) from Discontinued operations (after tax) (X-XI)		-	-
XIII	Profit/(loss) for the year (IX+XII)		(152.56)	(226.13)
XIV	Other Comprehensive Income / (Expense)		4.62	(21.63)
A (i)	Items that will not be reclassified to profit or loss		6.51	(30.52)
(ii)	Income tax relating to items that will not be reclassified to profit or loss		(1.90)	8.89
B(i)	Items that will be reclassified to profit or loss		-	-
(ii)	Income tax relating to items that will be reclassified to profit or loss		-	-
XV	Total Comprehensive Income for the year (XIII+XIV) (Comprising Profit (Loss) and Other Comprehensive Income for the year)		(147.94)	(247.76)
	Profit for the year attributable to			
	Owners of the Company		(152.56)	(226.13)
	Other Comprehensive income for the year			
	Owners of the Company		4.62	(21.63)
	Total Comprehensive income for the year			
	Owners of the Company		(147.94)	(247.76)
XVI	Earnings per equity share			
1	Basic:		(2.54)	(3.76)
2	Diluted:		(2.54)	(3.76)

Notes forming part of the consolidated financial statements

As per our report of even date attached.

For, PARIKH & MAJMUDAR
Chartered Accountants
Firm's Registration Number:107525W
UDIN:22040230AJGEBE8120

CA DR HITEN PARIKH
Partner
Membership No.040230

Ahmedabad
May 19, 2022

For and on behalf of the Board of Directors of N K Industries Limited

Nimish K. Patel
Chairman & Managing Director
Din-00240621

Ashwin P. Patel
Chief Financial Officer

Ahmedabad
May 19, 2022

Hasmukh K. Patel
Whole Time Director
Din -06587284

Pooja H. Khakhi
Company Secretary



STATEMENT SHOWING CHANGES IN EQUITY

A Equity Share Capital

Particulars	Amount
Balance as at 1 st April, 2020	600.99
Changes during the year	-
Balance as at 31 st March, 2021	600.99
Changes during the year	-
Balance as at 31st March, 2022	600.99

B Other Equity

₹ in Lakhs

Particulars	Revaluation Reserve	Securities Premium	General Reserve	Retained Earnings	Remeasurement of Defined Benefit plan (Net of taxes)	Capital Reserve	Capital Redemption Reserve	Total Equity Attributable to Equity Holders of the company
Balance as on April 1, 2020	15,885.66	902.97	10.38	(52,818.82)	(42.42)	1,740.25	2.58	(34,319.39)
Revaluation Surplus								
Net loss for the year				(226.13)	(21.63)			(247.76)
Remeasurement of Defined benefit plan (net of tax)				-				-
Balance as of 31st March 2021	15,885.66	902.97	10.38	(53,044.94)	(64.05)	1,740.25	2.58	(34,567.15)
Revaluation Surplus								
Net loss for the year				(152.56)	4.62			(147.94)
Remeasurement of Defined benefit plan (net of tax)				-				-
Balance as of 31st March 2022	15,885.66	902.97	10.38	(53,197.50)	(59.43)	1,740.25	2.58	(34,715.09)

For, PARIKH & MAJUMUDAR
Chartered Accountants
Firm's Registration Number:107525W
UDIN:22040230AJGEBE8120

CA DR HITEN PARIKH
Partner
Membership No.040230

Ahmedabad
May 19, 2022

For and on behalf of the Board of Directors of N K Industries Limited

Nimish K. Patel
Chairman & Managing Director
Din-00240621

Hasmukh K. Patel
Whole Time Director
Din -06587284

Ashwin P. Patel
Chief Financial Officer

Pooja H. Khakhi
Company Secretary

Ahmedabad
May 19, 2022



Consolidated Cash Flow Statement for the year ended on 31st March, 2022

₹ in Lakhs

Particulars	31-Mar-2022	31-Mar-2022	31-Mar-2021	31-Mar-2021
A. CASH FLOW ARISING FROM OPERATING ACTIVITIES:				
Net Profit/(Loss) After Tax and Extra Ordinary Items		(195.16)		(318.25)
Adjustment for :				
Depreciation and Amortisation Expenses		458.27		509.90
Loss / (Gain) on Sale and Discard of Fixed Assets		-		-
Interest Income		(31.30)		(33.13)
Finance Cost		0.27		1.16
Operating Profit/(Loss) before Working Capital Changes		232.08		159.68
Adjustment for :				
(Increase)/Decrease in Trade and other receivables / financial assets/ other current assets	7.41		27.72	
(Increase)/Decrease in Inventories	(19.37)		(1.46)	
Increase/(Decrease) in Trade Payables/ Provision / other financial liabilities etc	(5.47)		99.90	
	(77.63)	(95.05)	78.28	204.43
Cash Generated from Operations		137.03		364.12
Income Tax Paid		(11.88)		(2.57)
Net Cash Generated from Operating Activities		125.15		361.54
B. CASH FLOW FROM INVESTING ACTIVITIES:				
Adjustment for :				
Acquisition of Fixed Assets	(158.10)		(85.33)	
Changes in non current assets	(11.20)		(267.26)	
Interest Income	31.30		33.13	
Proceeds from Sale of Fixed Assets	-		-	
Acquisition of Investment	(2.05)	(140.05)	(2.89)	(322.36)
Net Cash used in Investing Activities		(140.05)		(322.36)
C. CASH FLOW ARISING FROM FINANCING ACTIVITIES:				
Interest Paid	(0.27)		(1.16)	
Net Cash used in Financial Activities		(0.27)		(1.16)
Net increase/(decrease) in Cash and Cash Equivalents		(15.17)		38.03
Cash & Cash equivalent at the beginning of the year		191.35		153.31
Cash & Cash equivalent at the Close of the year		176.17		191.34
Note: Cash and Cash Equivalents Includes:				
a) Cash on hand		6.24		4.22
b) Balance with Banks in Current account		88.19		107.57
c) Balance with Banks in fixed deposit less than 12 months		81.74		79.55
		176.17		191.35

These accompanying notes are an integral part of these financial Statements

Notes:

- The cash flow statement has been prepared under the indirect method as set out in Indian Accounting Standard (IndAS 7) statement of cash flows

This is the Cash flow Statement referred to in our report of even date.

For and on behalf of the Board of Directors of N K Industries Limited

For, PARIKH & MAJMUDAR
Chartered Accountants
Firm's Registration Number:107525W
UDIN:22040230AJGEBE8120

Nimish K. Patel
Chairman & Managing Director
Din-00240621

Hasmukh K. Patel
Whole Time Director
Din -06587284

CA DR HITEN PARIKH
Partner
Membership No.040230
Ahmedabad
May 19, 2022

Ashwin P. Patel
Chief Financial Officer

Pooja H. Khakhi
Company Secretary

Ahmedabad
May 19, 2022



NOTES FORMING PART OF CONSOLIDATED IND AS FINANCIAL STATEMENTS

1. CORPORATE INFORMATION:

N.K. INDUSTRIES LIMITED is incorporated under the Indian Companies Act, 1956/2013, having its registered office situated at 7th Floor, Popular House, Ashram Road, and Ahmedabad. The company is engaged in manufacturing of castor oil and other allied products including its derivatives viz. 12 HAS, ricinolic acid, etc. and is also engaged in trading of castor oil derivatives, mainly Hydrogenated Castor Oil (HCO), which the company is getting done on job work basis through outside parties. As explained by the management, during the year under review the management has given plant on lease. As per the details given by the management, the company is having a crushing capacity of castor seeds of more than 27,000 MT per month and it is utilizing more than 75% of its capacity.

NKIL is a part of the N.K. group which among others consists of other key players such as N.K.Oil Mills, Banpal Oil-Chem Pvt. Ltd. and Tirupati Retail Private Limited (TRPL). The N.K. group is involved in the manufacturing and marketing of edible oils and is one of the market leaders in this industry in the state of Gujarat. The principle refining plant is located on the Kadi-Thor road, Dist Mehsana in the state of Gujarat.

2. RECENT ACCOUNTING PRONOUNCEMENTS

All the Indian Accounting Standards issued and notified by the Ministry of Corporate Affairs Under The Companies (Indian Accounting Standards) Rules, 2015 (as amended) till the financial Statements are authorized have been considered in preparing these financial statements.

The Ministry of Corporate Affairs ("MCA") through Companies (Indian Accounting Standards) Amendment Rules, 2022 has notified certain amendments to existing Ind ASs.

They shall come into force on April 1, 2022 and therefore, the company shall apply the same with effect from that date.

(a) Amendments:

Several Indian Accounting Standards have been amended on various issues with effect from April 1, 2022.

The following amendments are relevant to the Company:

- (i) Ind AS 37 "Provisions, Contingent Liabilities and Contingent Assets" The cost of fulfilling a contract includes not only incremental costs but also other allocable costs that relate directly to fulfilling the contract.

The above amendment and clarifications below are not expected to have any material effect on the Company's financial statements.

(b) Clarifications (Effective retrospectively):

- (ii) Ind AS 16 "Property, Plant and Equipment" - Net sale proceeds of items produced over the cost of testing, if any, shall not be recognized in the profit or loss but deducted from the directly attributable costs considered as part of cost of an item of property, plant, and equipment.

- (iii) None of these amendments have any material effect on the financial statements.

3. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

(A) Basis of preparation and compliance with Ind AS

These Financial Statements have been prepared in accordance with Indian Accounting Standards (Ind AS) as prescribed under section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 as amended and other relevant provisions of the Act.

The Financial Statements have been prepared on the historical cost convention on accrual basis except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained in the accounting policies below.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Group has identified twelve months as its operating cycle. Accordingly, all assets and liabilities have been classified as current or non-current as per the Group operating cycle and other criteria set out in Ind AS 1 - 'Presentation of Financial Statements' and Schedule III to the Companies Act, 2013.

Accounting policies have been consistently applied consistently to all the periods presented in the financial statements.

The financial statements are presented in Indian Rupees ('INR'). Where changes are made in presentation, the comparative figures of the previous year are regrouped and re-arranged accordingly.

(a) USE OF ESTIMATES :

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

(B) Basis of consolidation

- i. NKIL consolidates entities which it owns or controls. The consolidated financial statements comprise the financial statements of the Company, its subsidiaries. Control exists when the parent has power over the entity, is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns by using its power over the entity. Power is demonstrated through existing rights that give the ability to direct relevant activities, those which significantly affect the entity's returns. Subsidiaries are consolidated from the date control commences until the date control ceases.

The financial statements of the Group Companies are consolidated on a line-by-line basis and intra-group balances and transactions including unrealized gain/loss from such transactions are eliminated upon consolidation. These financial statements are prepared by applying uniform accounting policies in use at the Group. Non-controlling interests which represent part of the net profit or loss and net assets of subsidiaries that are not, directly or indirectly, owned or controlled by the Company, are excluded.

Associates are entities over which the Group has significant influence but not control. Investments in associates are accounted for using the equity method of accounting. The investment is initially recognized at cost, and the carrying amount is increased or decreased to recognize the investor's share of the profit or loss of the investee after the acquisition date. The Group's investment in associates includes goodwill identified on acquisition.

ii. Companies included in Consolidation:

The Group's consolidated Financial Statements includes financial statements of the holding company N K Industries Limited as well as its three wholly owned subsidiaries which are as follows:

- o N K Oil Mills
- o Banpal Oil-Chem Private Limited
- o Tirupati Retail Private Limited

(C) Estimates and Judgments

The preparation of the financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income, expenses and disclosures of contingent assets and liabilities at the date of these financial statements and the reported amounts of revenues and expenses for the years presented. Actual results may differ from these estimates under different assumptions and conditions.

D) Basis of measurement

The Ind AS Financial Statements have been prepared on a going concern basis using historical cost convention and on an accrual method of accounting, except for certain financial assets and liabilities, including derivative financial instruments which have been measured at fair value as described below and defined benefit plans which have been measured at actuarial valuation as required by relevant Ind ASs.

Fair value measurement

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

Fair value for measurement and /or disclosure purpose in these financial statements is determined on such a basis, except for measurements that have some similarities to fair value, such as net realisable value in Ind AS 2 or value in use in Ind AS 36, if any.

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

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, 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 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.

E) Functional and presentation currency

These Ind AS Financial Statements are prepared in Indian Rupee which is the Company's functional currency.

All financial information presented in Rupees has been presented in full figures.

4. SIGNIFICANT ACCOUNTING POLICIES

The Group has applied following accounting policies to all periods presented in the Ind AS Financial Statement.

a) Revenue Recognition

Revenue comprises of all economic benefits that arises in the ordinary course of activities of the Group which result in increase in Equity other than increases relating to contributions from equity participants. Revenue is measured at the fair value of the consideration received or receivable, net of discounts, volume rebates Goods and service tax is not received by the Group on its own account. Rather, it is tax collected on value added to the commodity by the seller on behalf of the Government. Accordingly, it is excluded from revenue.

Revenue from sales is recognized when all significant risks and rewards of ownership of the commodity sold are transferred to the customer, which generally coincides with delivery. Revenues from sale of by- products are included in revenue. Inter-transfers, other benefits passed on the customer in kind etc are expensed in P&L Account. Rent income and Interest Income is accounted on accrual basis.

b) Property, Plant and Equipment

a. Property, plant and equipment [PPE]

All PPE are stated at original cost (net of tax/duty credit availed) less accumulated depreciation and impairment losses except freehold and lease hold land which is carried at cost. Cost includes cost of acquisition, construction and installation, taxes, duties, freight, other incidental expenses relating to the acquisition, trail run expenses (net of revenue) and pre-operative expenses including attributable borrowing costs incurred during pre-operational period.

Expenditure incurred after the property, plant and equipment have been put into operation, such as repairs and maintenance, are normally charged to the statements of profit and loss in the period in which the costs are incurred. Major inspection and overhaul expenditure is capitalized if the recognition criteria are met. Thus the policy of the company is that subsequent costs are included in the asset's carrying amount or recognized as separate asset, as appropriate, only when it is probable that the future economic benefits associated with the items will flow to the entity and the cost of the same can be measured reliably.

When significant parts of plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in the statement of profit and loss as incurred.

Gains and losses on disposal of an item of property, plant and equipments are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment, and are recognized net within other income/other expenses in statement of profit and loss.

An item of property, plant and equipment and any significant part initially recognized is derecognized 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 (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit and loss, when the asset is derecognized.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed periodically and adjusted prospectively, if appropriate.

b. Capital work in progress

Assets in the course of construction are capitalized in capital work in progress account. At the point when an asset is capable of operating in the manner intended by management, the cost of construction is transferred to the appropriate category of property, plant and equipment. Costs associated with the commissioning of an asset are capitalized when the asset is available for use but incapable of operating at normal levels until the period of commissioning has been completed. Revenue generated from production during the trial period is credited to capital work in progress.



c. Depreciation

Assets in the course of development or construction and freehold and lease hold land are not depreciated.

Other property, plant and equipment are stated at cost less accumulated depreciation and any provision for impairment. Depreciation commences when the assets are ready for their intended use.

Depreciation is calculated on the depreciable amount, which is the cost of an asset less its residual value. Depreciation is provided at rates calculated to write off the cost, less estimated residual value, of each asset on a written down value except office building and Factory building on which depreciation has been provided on Straight line basis over its expected useful life (as per Schedule II of the Companies Act 2013), as follows:

The estimated useful lives of assets are as follows:

Buildings	30-60	Years
Plant and equipments	15	Years
Furniture and fixtures	5-	Years
Vehicles	8-10	Years
Office equipments	5	Years
Others Computer hardware	3-6 Years	

Major inspection and overhaul costs are depreciated over the estimated life of the economic benefit derived from such costs. The carrying amount of the remaining previous overhaul cost is charged to the statement of profit and loss if the next overhaul is undertaken earlier than the previously estimated life of the economic benefit.

When significant spare 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.

Depreciation methods, useful lives and residual values are reviewed at each financial year end and changes in estimates, if any, are accounted for prospectively.

c) Intangible assets

Intangible assets acquired are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses.

The useful lives of intangible assets are assessed as either finite or indefinite. The Company currently does not have any intangible assets with indefinite useful life. Intangible assets are amortized over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortization period and the amortization method for an intangible asset are reviewed at least at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortization period or method, as appropriate, and are treated as changes in accounting estimates. The amortization expense on intangible assets is recognized in the statement of profit and loss unless such expenditure forms part of carrying value of another asset.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

d) Financial instruments

• Financial Assets:

The Group classifies its financial assets as those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and those to be measured at amortized cost.

The Group measures all equity instruments in subsidiaries at cost initially and also on subsequent recognition.

The Group measures all quoted equity instruments other than in subsidiaries at fair value on initial and subsequent recognition. Changes in fair value of quoted instruments in equity shares are shown as profit/loss on fair valuation of investments in Statement of Profit and Loss. Currently there are no quoted investments.

Trade Receivables represents receivables for goods sold by the Group up to the end of the financial year. The amounts are generally unsecured and are usually received as per the terms of payment agreed with the customers. The amounts are presented as current assets where receivable is due within 12 months from the reporting date. They are recognized initially and subsequent measured at amortized cost.

The Group assesses the expected credit losses associated with its assets carried at amortized cost. Trade receivables are impaired using the lifetime expected credit loss model under simplified approach. The Group



uses a provision matrix to determine the impairment loss allowance based on its historically observed default rates over expected life of trade receivables and is adjusted for forward looking estimates. At every reporting date, the provision for such impairment loss allowance is determined and updated and the same is deducted from Trade Receivables with corresponding charge/credit to profit and loss.

A financial asset is derecognized only when the Group has transferred the rights to receive cash flows from the financial asset, or when it has transferred substantially all the risks and rewards of the asset, or when it has transferred the control of the asset.

Investments that are readily realizable and intended to be held for not more than a year are classified as current investments. All other investments are classified as Non-Current/Long-term investments. Current investments are carried at lower of cost or market value on individual investment basis. Non-current investments are considered at cost, unless there is an "other than temporary" decline in value, in which case adequate provision is made for the diminution in the value of investments.

- **Financial Liabilities**

Borrowings are initially recognized and subsequently measured at amortized cost, net of transaction costs incurred. The transaction costs is amortized over the period of borrowings using the effective interest method in Capital Work in Progress up to the commencement of related plant, property and Equipment and subsequently under finance costs in profit and loss account.

Borrowings are removed from balance sheet when the obligations specified in the contract is discharged, cancelled or expired.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period.

Trade payables represent liabilities for goods and services provided to the company up to the end of the financial year. The amounts are unsecured and are usually paid as per the terms of payment agreed with the vendors. The amounts are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognized initially and subsequently measured at amortized cost.

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously.

- **Equity**

Equity shares are classified as equity incremental costs directly attributable to the issue of new shares are shown in equity as a deduction from the proceeds.

Provision is made for the amount of any dividend declared and dividend distribution tax thereon, being appropriately authorized and no longer at the discretion of the entity on or before the end of the reporting period but not distributed at the end of the reporting period.

e) Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, 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.

f) 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 capitalized 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 if any, to the extent regarded as an adjustment to the borrowing costs.

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

g) Impairment of Non-financial assets

The Group 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 Group 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 groups of 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.

In assessing value in use, the estimated future cash flows are discounted to their present value using a post-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used. These calculations are corroborated by valuation multiples, quoted share prices for publicly traded companies or other available fair value indicators.

The Group bases its impairment calculation on detailed budgets and forecast calculations, which are prepared separately for each of the Group CGUs to which the individual assets are allocated.

Impairment losses of continuing operations, including impairment on inventories, are recognized in the statement of profit and loss.

An assessment is made at each reporting date to determine whether there is an indication that previously recognized impairment losses no longer exist or have decreased. If such indication exists, the Group estimates the asset's or CGU's recoverable amount. A previously recognized impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognized. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognized for the asset in prior years. Such reversal is recognized in the statement of profit and loss.

h) Inventories

Inventories are valued at the lower of cost and net realisable value except scrap and by products which are valued at net realisable value.

Costs incurred in bringing the inventory to its present location and conditions are accounted for as follows:

- ◆ Stores and Spares: cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on weighted average basis.

Obsolete inventories are identified and written down to net realisable value. Slow moving and defective inventories are identified and provided to net realisable value.

i) Accounting For Taxes On Income:

Tax expenses comprise of current tax and deferred tax including applicable surcharge and cess.

Current Income tax is computed using the tax effect accounting method, where taxes are accrued in the same period in which the related revenue and expenses arise. A provision is made for income tax annually, based on the tax liability computed, after considering tax allowances and exemptions. Provisions are recorded when it is estimated that a liability due to disallowances or other matters is probable.

Deferred tax is provided using the balance sheet approach on temporary differences at the reporting date 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. Deferred tax assets are recognized for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognized to the extent that it is probable that taxable profits against which the deductible temporary differences, and the carry forward unused tax credits and unused tax losses can be utilized.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax assets to be utilized. Unrecognised deferred tax assets are reassessed at each reporting date and are recognized to the extent that it is 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 realized or the liability is settled, based on the tax rates and tax laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognized in the statement of profit and loss, except to the extent that it relates to items recognized in other comprehensive income. As such, deferred tax is also recognized in other comprehensive income.

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 Tax Assets and Deferred Tax Liabilities relate to taxes on income levied by same governing taxation laws.

j) Employee benefit schemes

Short-term employee benefits are recognized as an expense at the undiscounted amount in the Statement of Profit and Loss of the year in which the related service is rendered.



Post Employment and Retirement benefits in the form of Gratuity and Leave Encashment are considered as defined benefit obligations and are provided for on the basis of third party actuarial valuation, using the projected unit credit method, as at the date of the Balance Sheet. Every Employee who has completed five years or more of service is entitled to Gratuity on terms not less favorable than the provisions of The Payment of Gratuity Act, 1972.

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of reporting period on government bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation. This cost is included in employee benefit expense in the statement of profit and loss.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions of the defined benefit obligation are recognized in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

Employee benefits in the form of Provident Fund is considered as defined contribution plan and the contributions to Employees' Provident Fund Organization established under The Employees' Provident Fund and Miscellaneous Provisions Act 1952 is charged to the Statement of Profit and Loss of the year when the contributions to the respective funds are due. The Group pays provident fund contributions to publicly administered provident funds as per local regulations. The Group has no further payment obligations once the contributions have been paid.

k) Provision for liabilities and charges, Contingent liabilities and contingent assets

The assessments undertaken in recognizing provisions and contingencies have been made in accordance with the applicable Ind AS.

Provisions represent liabilities to the Group for which the amount or timing is uncertain. Provisions are recognized when the Group has a present obligation (legal or constructive), as a result of past events, and it is probable that an outflow of resources, that can be reliably estimated, will be required to settle such an obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows to net present value using an appropriate pre-tax discount rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability. Unwinding of the discount is recognized in the statement of profit and loss as a finance cost. Provisions are reviewed at each reporting date and are adjusted to reflect the current best estimate.

Contingent assets are not recognized but disclosed in the financial statements when an inflow of economic benefits is probable.

Contingent liabilities are not provided for but are disclosed by way of Notes on Accounts. Contingent Liabilities are disclosed in case of a present obligation from past events (a) when it is not probable that an outflow of resources will be required to settle the obligation; (b) when no reliable estimate is possible; (c) unless the probability of outflow of resources is remote.

l) Earnings per share

The Group presents basic and diluted earnings per share ("EPS") data for its equity shares. Basic EPS is calculated by dividing the profit and loss attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Diluted EPS is determined by adjusting the profit and loss attributable to equity shareholders and the weighted average number of equity shares outstanding for the effects of all dilutive potential equity shares.

m) Cash Flow Statement

Cash flows are reported using indirect method as set out in Ind AS -7 "Statement of Cash Flows", whereby profit / (loss) before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

n) Related Party Transactions:

A related party is a person or entity that is related to the reporting entity preparing its financial statements

- a) A person or a close member of that person's family is related to a reporting entity if that person; has control or joint control of the reporting entity; (ii) has significant influence over the reporting entity; or (iii) is a member of the key management personnel of the reporting entity or of a parent of the reporting entity.
- (b) An entity is related to a reporting entity if any of the following conditions applies; (i) the entity and the reporting entity are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others); (ii) One entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member); (iii) Both entities are joint ventures of the same third party; (iv) One entity is a joint venture of a third entity and the other entity is an associate of the third entity; (v) The entity is a post-employment benefit plan for the benefit of employees of either the reporting entity or an entity related to the reporting entity; (vi) The entity is controlled or jointly controlled by a person



identified in (a); (vii) A person identified in (a) (i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity); (viii) The entity, or any member of a group of which it is a part, provides key management personnel services to the reporting entity or to the parent of the reporting entity.

A related party transaction is a transfer of resources, services or obligations between a reporting entity and a related party, regardless of whether a price is charged.

Close members of the family of a person are those family members who may be expected to influence, or be influenced by, that person in their dealings with the entity.

Compensation includes all employee benefits i.e. all forms of consideration paid, payable or provided by the entity, or on behalf of the entity, in exchange for services rendered to the entity. It also includes such consideration paid on behalf of a parent of the entity in respect of the entity.

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity.

Disclosure of related party transactions as required by the accounting standard is furnished in the Notes on Financial Statements.

o) Current And Non-Current Classification:

The Normal Operating Cycle for the Company has been assumed to be of twelve months for classification of its various assets and liabilities into "Current" and "Non-Current".

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

An asset is current when it is (a) expected to be realised or intended to be sold or consumed in normal operating cycle; (b) held primarily for the purpose of trading; (c) expected to be realised within twelve months after the reporting period; (d) Cash and cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period. All other assets are classified as non-current.

An liability is current when (a) it is expected to be settled in normal operating cycle; (b) it is held primarily for the purpose of trading; (c) it is due to be discharged within twelve months after the reporting period; (d) there is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period. All other liabilities are classified as non-current.

p) Investments

Quoted investments are stated at Fair value through profit and loss account and unquoted investments are stated at its cost.

q) Lease

The Group evaluates if an arrangement qualifies to be a lease as per the requirements of Ind AS 116. Identification of a lease requires significant judgment. The Group uses significant judgement in assessing the lease term (including anticipated renewals) and the applicable discount rate. The Group determines the lease term as the non-cancellable period of a lease, together with both periods covered by an option to extend the lease if the Group is reasonably certain to exercise that option; and periods covered by an option to terminate the lease if the Group is reasonably certain not to exercise that option. In assessing whether the Group is reasonably certain to exercise an option to extend a lease, or not to exercise an option to terminate a lease, it considers all relevant facts and circumstances that create an economic incentive for the Group to exercise the option to extend the lease, or not to exercise the option to terminate the lease. The Group revises the lease term if there is a change in the non-cancellable period of a lease.

r) Critical Accounting Judgments, Assumptions and Key Sources of Estimation Uncertainty

The preparation of the Consolidated Financial Statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities at the date of the financial statements. Estimates and assumptions are continuously evaluated and are based on management's experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

a) Judgements

In the process of applying the Group accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognized in the consolidated financial statements:

(i) Determination of Functional Currency

Currency of the primary economic environment in which the Company operates ("the functional currency") is Indian Rupee (₹) in which the company primarily generates and expends cash. Accordingly, the Management has assessed its functional currency to be Indian Rupee (₹).



(ii) Evaluation of Indicators for Impairment of Property, Plant and Equipment

The evaluation of applicability of indicators of impairment of assets requires assessment of external factors (significant decline asset's value, significant changes in the technological, market, economic or legal environment, market interest rates etc.) and internal factors (obsolescence or physical damage of an asset, poor economic performance of the asset etc.) which could result in significant change in recoverable amount of the Property, Plant and Equipment.

b) Assumptions and Estimation Uncertainties

Information about estimates and assumptions that have the significant effect on recognition and measurement of assets, liabilities, income and expenses is provided below. Actual results may differ from these estimates.

(i) Taxes

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

The Group has tax losses carried forward on which deferred tax asset is created, based on probability that future profits will be available against which the deductible temporary difference can be realized.

(ii) Useful lives of Property, Plant and Equipment/Intangible Assets

Property, Plant and Equipment/ Intangible Assets are depreciated/amortised over their estimated useful lives, after taking into account estimated residual value. The useful lives and residual values are based on the Company's historical experience with similar assets and taking into account anticipated technological changes or commercial obsolescence. Management reviews the estimated useful lives and residual values of the assets annually in order to determine the amount of depreciation/ to be recorded during any reporting period. The depreciation/amortisation for future periods is revised, if there are significant changes from previous estimates and accordingly, the unamortised/depreciable amount is charged over the remaining useful life of the assets.

(iii) Contingent Liabilities

In the normal course of business, Contingent Liabilities may arise from litigation and other claims against the Group. Potential liabilities that are possible but not probable of crystallising or are very difficult to quantify reliably are treated as contingent liabilities. Such liabilities are disclosed in the Notes but are not recognised. Potential liabilities that are remote are neither recognised nor disclosed as contingent liability. The management decides whether the matters need to be classified as 'remote', 'possible' or 'probable' based on expert advice, past judgements, experiences etc.

(iv) Evaluation of Indicators for Impairment of Property, Plant and Equipment

The evaluation of applicability of indicators of impairment of assets requires assessment of external factors (significant decline in asset's value, economic or legal environment, market interest rates etc.) and internal factors (obsolescence or physical damage of an asset, poor economic performance of the idle assets etc.) which could result in significant change in recoverable amount of the Property, Plant and Equipment and such assessment is based on estimates, future plans as envisaged by the Group.

(v) Provisions

Provisions and liabilities are recognised in the period when it becomes probable that there will be a future outflow of funds resulting from past operations or events and the amount of cash outflow can be reliably estimated. The timing of recognition and quantification of the liability requires the application of judgement to existing facts and circumstances, which can be subject to change. The carrying amounts of provisions and liabilities are reviewed regularly and revised to take account of changing facts and circumstances.

(vi) Leases

Ind AS 116 requires lessees to determine the lease term as the non-cancellable period of a lease adjusted with any option to extend or terminate the lease, if the use of such option is reasonably certain. The Group makes an assessment on the expected lease term on a lease-by-lease basis and thereby assesses whether it is reasonably certain that any options to extend or terminate the contract will be exercised. In evaluating the lease term, the Group considers factors such as any significant leasehold improvements undertaken over the lease term, costs relating to the termination of the lease and the importance of the underlying asset to Group's operations taking into account the location of the underlying asset and the availability of suitable alternatives. The lease term in future periods is reassessed to ensure that the lease term reflects the current economic circumstances.



Notes to Consolidated Financial Statements

1 Share Capital

a Details of Share Capital

Particulars	31-Mar-2021		31-Mar-2020	
	Number	₹ in Lakhs	Number	₹ in Lakhs
Authorized				
Preference Share Capital				
500000 (P.Y.500000)Preference shares of ₹ 100 each	5,00,000	500.00	5,00,000	500.00
Equity Share Capital				
25000000 (P.Y 25000000) Equity Share of ₹ 10 Each	2,50,00,000	2,500.00	2,50,00,000	2,500.00
		3,000.00		3,000.00
Issued, Subscribed & Paid up				
6009900 (P.Y 6009900)Equity Share of ₹ 10 each	60,09,900	600.99	60,09,900	600.99
Total	60,09,900	600.99	60,09,900	600.99

b. Reconciliation of shares outstanding at the beginning and at the end of the reporting period

Equity Shares

Particulars	31-Mar-2022		31-Mar-2021	
	Number	₹ in Lakhs	Number	₹ in Lakhs
At the beginning of the period	60,09,900.00	600.99	60,09,900.00	600.99
Issued during the period				
Outstanding at the end of the period	60,09,900.00	600.99	60,09,900.00	600.99

c. Terms/rights attached to equity shares

The Company has issued only one class of shares i.e. equity shares having a par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends, if any, in indian rupees. The dividend, if proposed, by the Board of Directors is subject to the approval of the share holders in the ensuing Annual General Meeting.

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

Share holding of Promoters as at 31-03-2022 and 31-03-2021 to gether with percentage change if any :

Promoter Name	31-Mar-2022		31-Mar-2021		% Changes during the Year
	No. of Shares held	%	No. of Shares held	%	
Aashita Nileshbhai Patel	12,73,889	21.20	12,73,889	21.20	-
Sonalben Nimishbhai Patel	11,51,570	19.16	11,51,570	19.16	-
Nimish Keshavlal Patel	1,34,123	2.23	1,34,123	2.23	-
Priyanshi Nilesh Patel	1,06,900	1.78	1,06,900	1.78	-
Nilesh Keshavlal Patel HUF	1,04,557	1.74	1,04,557	1.74	-
Nimishbhai Keshavlal Patel HUF	1,04,557	1.74	1,04,557	1.74	-
Priyam Nilesh Patel	84,516	1.41	84,516	1.41	-
Venushree Nimishbhai Patel	84,160	1.40	84,160	1.40	-
Vedanshee Nimishbhai Patel	73,100	1.22	73,100	1.22	-
Nileshbhai Keshavlal Patel	20,954	0.35	20,954	0.35	-
Darshanbhai Baldevbhai Patel	1,600	0.03	1,600	0.03	-
Promoters Group					
NKPL Realty LLP	8,22,666	13.69	8,21,223	13.66	0.03
N K Proteins Private Limited	3,67,302	6.11	3,67,302	6.11	-



- d. Share holding details of the Company as at Balance Sheet date and name of persons holding more than 5% shares.

Name of Shareholder/Company	31-Mar-2022		31-Mar-2021	
	No. of Shares held	%	No. of Shares held	%
Names of person holding more than 5% shares				
Ashita Nilesh Patel	12,73,889	21.20	12,73,889	21.20
Sonal Nimish Patel	11,51,570	19.16	11,51,570	19.16
N K Proteins Pvt. Ltd.	3,67,302	6.11	3,67,302	6.11
NKPL Realty LLP	8,22,666	13.69	8,21,223	13.66

- e. The Company has not reserved any shares for issue under options and contracts/commitments for the sale of shares / disinvestment
- f. The Company for the period of five years immediately preceding the date of the Balance Sheet has not :
- Allotted any class of shares as fully paid pursuant to contract(s) without payment being received in cash.
 - Allotted fully paid up shares by way of bonus share.
 - Bought back any class of shares.

2 Other Equity

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2021 ₹ in Lakhs
OTHER RESERVES		
General Reserves		
Opening Balance	10.38	10.38
Closing Balance	10.38	10.38
Security Premium Reserves		
Opening Balance	902.97	902.97
Closing Balance	902.97	902.97
Capital Reserve		
Opening Balance	1,740.25	1,740.25
Capital Reserve due to Consolidation	-	-
Closing Balance	1,740.25	1,740.25
Capital redemption Reserve		
Opening Balance	2.58	2.58
Closing Balance	2.58	2.58
Revaluation Reserve		
Opening Balance	15,885.66	15,885.66
Closing Balance	15,885.66	15,885.66
Retained Earnings		
Opening Balance	(53,044.94)	(52,818.82)
(+) Net Profit/(Net Loss) For the current year	(152.56)	(226.13)
Closing Balance	(53,197.50)	(53,044.94)
Other Comprehensive Income/(Expenses)		
Re-measurement of the defined benefit plans		
Opening Balance	(64.05)	(42.42)
Add: Addition during the year	4.62	(21.63)
Closing Balance	(59.43)	(64.05)
Total	(34,715.09)	(34,567.16)



Note : Purpose of Reserves

- a) **General Reserve :** Under the erstwhile Indian Companies Act, 1956, a general reserve was created through an annual transfer of net profit at a specified percentage in accordance with applicable regulations. Consequent to introduction of Companies Act, 2013, the requirement to mandatorily transfer a specified percentage of the net profit to general reserve has been withdrawn though the Company may transfer such percentage of its profits for the financial year as it may consider appropriate. Declaration of dividend out of such reserve shall not be made except in accordance with rules prescribed in this behalf under the Act.
- b) **Security Premium :** Securities premium is used to record premium received on issue of shares. The reserve is utilised in accordance with the provisions of the Companies Act, 2013.
- c) **Capital Reserve :** The Company recognises profit and loss on purchase, sale, issue or cancellation of the Company's own equity instruments to capital reserve.
- d) **Revaluation Reserve :** Amount of reserve created by company when fair market value of assets increase as compared to book value then the difference of profit is transferred to revaluation reserve and if value of any assets decreases then this reserve is used by company for balancing the losses.
- e) **Retained Earnings :** Retained Earnings are the profits and gains that the Company has earned till date, less any transfer to general reserve, dividends or other distributions paid to shareholders.

3 TRADE PAYABLES/ OTHER FINANCIAL LIABILITES

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2021 ₹ in Lakhs
Trade Payables	2,23,235.61	2,23,238.55
Secuirty Deposit (Refer Note No. 51)	36.53	36.53
Total	2,23,272.14	2,23,275.08

Total outstanding dues of Micro Enterprise and Small Enterprise as at 31-Mar-2022 is as follows :

Particulars	Not due	Outstanding for following periods from due date of Payments				Total
		Less than 1 Year	1-2Years	2-3Years	Morthan 3 Years	
Trade Payables						
MSME*	-	-	-	-	2,23,235.61	2,23,235.61
Others	-	-	-	-	-	-
Disputed dues - MSME*	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-
	-	-	-	-	2,23,235.61	2,23,235.61
Accrued expenses						-
						2,23,235.61

Total outstanding dues of Micro Enterprise and Small Enterprise as at 31-Mar-2021 is as follows :

Particulars	Not due	Outstanding for following periods from due date of Payments				Total
		Less than 1 Year	1-2Years	2-3Years	Morthan 3 Years	
Trade Payables						
MSME*	-	-	-	-	2,23,238.55	2,23,238.55
Others	-	-	-	-	-	-
Disputed dues - MSME*	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-
	-	-	-	-	2,23,238.55	2,23,238.55
Accrued expenses						-
						2,23,238.55



4 Provisions

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2021 ₹ in Lakhs
Provision for Employee Benefits		
Provision For Leave Benifit	23.19	28.68
Provision For Gratuity	159.60	164.68
Sub Total	182.79	193.35
Others		
Interest Payable On Block Assessment	147.58	147.58
Provision- Income Tax - Block Assessment	22.93	22.93
Sub Total	170.52	170.52
Grand Total	353.31	363.87

5 Trade Payables

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2021 ₹ in Lakhs
Trade Payables		
Total outstanding dues of Micro Enterprise and Small Enterprise	2.57	2.57
Total outstanding dues of creditors other than Micro Enterprise and Small Enterprise (Refer Note No. 51)	116.49	106.72
Total	119.05	109.28

Total outstanding dues of Micro Enterprise and Small Enterprise as at 31-Mar-2022 is as follows :

Particulars	Not due	Outstanding for following periods from due date of Payments				Total
		Less than 1 Year	1-2Years	2-3Years	Morthan 3 Years	
Trade Payables						
MSME*	-	-	-	-	2.57	2.57
Others	-	4.78	0.46	-	111.25	116.49
Disputed dues - MSME*	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-
	-	4.78	0.46	-	113.81	119.05
Accrued expenses						-
						119.05

*MSME as per the Micro, Small and Medium Enterprises Development Act, 2006.

Total outstanding dues of Micro Enterprise and Small Enterprise as at 31-Mar-2021 is as follows :

Particulars	Not due	Outstanding for following periods from due date of Payments				Total
		Less than 1 Year	1-2Years	2-3Years	Morthan 3 Years	
Trade Payables						
MSME*	-	-	-	1.58	0.99	2.57
Others	-	60.41	6.65	15.08	24.58	106.72
Disputed dues - MSME*	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-
	-	60.41	6.65	16.65	25.57	109.28
Accrued expenses						-
						109.28

*MSME as per the Micro, Small and Medium Enterprises Development Act, 2006.



5a Other Financial Liabilities

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2021 ₹ in Lakhs
Security Deposits.	20.00	20.00
Total	20.00	20.00

6 Other Current Liabilities

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2021 ₹ in Lakhs
Other payables		
Expense payable	107.05	179.35
Statutory Liabilities	15.17	50.74
Advance Received from Customers	-	-
Total	122.22	230.09

7 Provisions

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2021 ₹ in Lakhs
Provision for employee benefits		
Bonus	35.46	35.88
Gratuity	89.85	65.51
Leave Encashment	24.51	25.17
Current Tax Liabilities (Net)	10.71	-
Total	160.53	126.56



Particulars	Freehold Land	Lease hold Land	Buildings	Plant and Equipment	Furniture and Fixtures	Vehicles	Office equipment	Computers	Computer software	Goodwill on consolidation	TOTAL
Cost of Assets											
As at 1 st April 2020	9,527.09	73.86	5,180.54	14,880.80	186.77	131.41	160.44	57.60	9.32	8,236.24	38,444.06
Addition	-	-	-	-	-	-	-	-	-	-	-
Disposal / Adjustments	-	-	-	-	-	-	-	-	-	-	-
As at 31 st March 2021	9,527.09	73.86	5,180.54	14,880.85	186.77	131.41	160.44	57.60	9.32	8,236.24	38,444.11
Addition	-	-	-	40.06	0.48	-	0.10	0.86	-	-	41.51
Disposal / Adjustments	-	-	-	-	-	-	-	-	-	-	-
As at 31 st March 2022	9,527.09	73.86	5,180.54	14,920.91	187.25	131.41	160.54	58.46	9.32	8,236.24	38,485.62
Depreciation											
As at 1 st April 2020	-	-	2,419.13	13,973.32	144.12	107.12	146.76	56.33	9.00	-	16,855.78
Charge for the year	-	-	285.45	202.77	12.41	6.61	2.30	0.36	-	-	509.90
Disposal / Adjustments	-	-	-	-	-	-	-	-	-	-	-
As at 31 st March 2021	-	-	2,704.57	14,176.09	156.53	113.73	149.06	56.69	9.00	-	17,365.69
Charge for the period	-	-	284.89	154.69	11.97	4.46	2.07	0.19	-	-	458.27
Disposal / Adjustments	-	-	-	-	-	-	-	-	-	-	-
As at 31 st March 2022	-	-	2,989.47	14,330.79	168.50	118.19	151.13	56.88	9.00	-	17,823.96
Net Block											
As at 31 st March 2021	9,527.09	73.86	2,475.96	704.76	30.24	17.68	11.37	0.91	0.32	8,236.24	21,078.43
As at 31 st March 2022	9,527.09	73.86	2,191.07	590.13	18.75	13.22	9.41	1.58	0.32	8,236.24	20,661.66
Capital work-in-progress											
As at 31 st March 2021	-	-	-	-	-	-	-	-	-	-	511.63
Addition during the year	-	-	-	-	-	-	-	-	-	-	116.60
As at 31 st March 2022	-	-	-	-	-	-	-	-	-	-	628.23

Details of Capital Work-in-progress (CWIP)

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
As at 31 March 2022					
Projects in progress	116.60	85.28	109.44	316.91	628.23
Projects temporarily suspended	-	-	-	-	-
As at 31 March 2021					
Projects in progress	85.28	-	316.91	109.44	511.63
Projects temporarily suspended	-	-	-	-	-



9 Non Current Investments

Summarized information of investments

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2021 ₹ in Lakhs
Investment in Equity instruments - Unquoted		
Investment in Equity instruments	66.13	64.08
Investments in Government or Trust securities	6.68	6.68
Investments in Equity of Joint Venture Company	2,500.50	2,500.50
Total	2,573.31	2,571.26
Less:		
Provision for diminution in the value of Investments	2,558.03	2,558.03
Total	15.28	13.23

A Details of Other Investments - Unquoted

Sr.	Name of the Body Corporate	No. of Shares		₹ in Lakhs	
		31-Mar-2022	31-Mar-2021	31-Mar-2022	31-Mar-2021
a	Investment in Equity Instruments (at FVTPL)				
	ACCURATE EXPORTS LTD. of ` 10 each	1,00,000	1,00,000	10.00	10.00
	FICON LEASE & FINANCE LTD. of ` 10 each	3,50,000	3,50,000	35.00	35.00
	HYTAISUN MAGNETICS LTD. of ` 10 each	10,000	10,000	1.00	1.00
	Reliance Power Ltd	20	20	0.00	0.00
	(Market Value per share Rs.13.50 (PY Rs 4.36)				
	Reliance Industries Ltd.	324	324	8.54	6.50
	(Market Value per share Rs. 2633.95 (PY Rs 2003.20)				
	Reliance Infrastructure Ltd.	6	6	0.01	-
	(Market Value per share Rs.112.60 (PY Rs 35.05)				
	Reliance Communications Ltd	81	81	-	-
	(Market Value per share Rs. 2.68 (PY Rs 1.67)				
	Reliance Capital Ltd.	4	4	-	-
	(Market Value per share Rs. 16.65 (PY Rs 10.76)				
	Reliance Homefinance Ltd.	4	4	-	-
	(Market Value per share Rs. 3.85 (PY Rs. 2.39)				
	Punjab Fibers Ltd.	100	100	-	-
	(Market Value Rs Nil)				
	Hytasun Magnetics Ltd.	1,300	1,300	-	-
	(Market Value Rs Nil)				
	Powerflow Ltd.	200	200	-	-
	(Market Value Rs Nil)				
	Meltron Semiconductor Ltd.	100	100	-	-
	(Market Value Rs Nil)	4,62,139	4,62,139	54.55	52.50
	Less:				
	Provision for diminution in the value of Investments	4,62,139	4,62,139	46.00	46.00
	At Amortised Cost	-	-	8.55	6.50
	THE BOMBAY COMMODITY EXCHANGE LTD of ` 10 each	500	500	0.05	0.05
	ECA Trading Services Ltd (Formerly Known as ACE Derivatives and Commodity Exchange Ltd) of ₹ 10 each	56,500	56,500	11.53	11.53
	KALUPUR COMM.CO.OP.BANK of ` 10 each	6	6	0.00	0.00
	Joint Venture Investments				
	AWN AGRO PVT. LTD. of ` 10 each	2,50,05,000	2,50,05,000	2,500.50	2,500.50
		2,50,61,506	2,50,61,506	2,520.63	2,518.58
	Less :Provision for diminution in the value of Investments			2,512.03	2,512.03
	Sub-Total	2,50,61,506	2,50,61,506	8.60	6.55
b	Investments in Government or Trust securities (At Amortised Cost)				
	NATIONAL SAVINGS CERTIFICATE			6.68	6.68
	Total			6.68	6.68
	Grand Total			15.28	13.23



10 Trade Receivable

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2020 ₹ in Lakhs
Trade receivables		
Unsecured, considered good	1,59,691.16	1,59,701.16
Unsecured, considered doubtful	1,59,691.16	1,59,701.16
	3,977.56	3,977.56
Less: Provision for doubtful debts	3,977.56	3,977.56
	-	-
Total	1,59,691.16	1,59,701.16

Ageing for trade receivables-billed current outstanding as at 31-Mar-2022 is as follows :

Particulars	Outstanding for following periods from due date of Payments						Total
	Not due	Less than 6 Months	6 Months - 1 Year	1-2Years	2-3Years	Morthan 3 Years	
Trade receivables - Billed							
Undisputed trade receivable - Considered Goods	-	-	-	-	-	1,59,691.16	1,59,691.16
Undisputed trade receivable - Which have significant increase in credit Risk	-	-	-	-	-	-	-
Undisputed trade receivable - Credit impaired	-	-	-	-	-	-	-
Disputed trade receivable - Considered Goods	-	-	-	-	-	-	-
Disputed trade receivable - Which have significant increase in credit Risk	-	-	-	-	-	-	-
Disputed trade receivable - Credit impaired	-	-	-	-	-	3,977.56	3,977.56
	-	-	-	-	-	1,63,668.72	1,63,668.72
Less: Allowance for doubtful trade receivable -Billed							3,977.56
Trade receivables Unbilled							-
							1,59,691.16

Ageing for trade receivables-billed non current outstanding as at 31-Mar-2021 is as follows :

Particulars	Outstanding for following periods from due date of Payments						Total
	Not due	Less than 6 Months	6 Months - 1 Year	1-2Years	2-3Years	Morthan 3 Years	
Trade receivables - Billed							
Undisputed trade receivable - Considered Goods	-	-	-	-	-	1,59,701.16	1,59,701.16
Undisputed trade receivable - Which have significant increase in credit Risk	-	-	-	-	-	-	-
Undisputed trade receivable - Credit impaired	-	-	-	-	-	-	-
Disputed trade receivable - Considered Goods	-	-	-	-	-	-	-
Disputed trade receivable - Which have significant increase in credit Risk	-	-	-	-	-	-	-
Disputed trade receivable - Credit impaired	-	-	-	-	-	3,977.56	3,977.56
	-	-	-	-	-	1,63,678.72	1,63,678.72
Less: Allowance for doubtful trade receivable -Billed							3,977.56
Trade receivables Unbilled							-
							1,59,701.16



11 Loans

Details of Long Term Loans and Advances

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2020 ₹ in Lakhs
Unsecured Considered Good except otherwise stated		
Advance to employees	1.40	1.36
Long-term Loans and advances to others		
Long term Loans and advances to others Unsecured, considered goods	15.92	15.92
Long term Loans and advances to others -Doubtful	1,323.68	1,323.68
Total	1,339.60	1,339.60
Less: Provision for doubtful advances	1,323.68	1,323.68
Other loans and advances to others (Unsecured considered good)	15.92	15.92
Total	17.32	17.28

11A Other Financial Assets

Details of Long Term Loans and Advances

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2020 ₹ in Lakhs
Bank deposit with more than 12 months maturity	25.82	26.71
Security deposits	581.37	561.12
Total	607.20	587.83

12 Other Non-Current Assets

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2020 ₹ in Lakhs
Unsecured Considered Good except otherwise stated		
Security Deposits		
Unsecured, considered goods	-	-
Advance to suppliers	9.48	9.48
Total	9.48	9.48
Capaex Advance- Considered Good	2,626.73	2,626.73
Capex advance considered doubtful	396.00	396.00
Total	3,022.73	3,022.73
Less: Provision for doubtful advances	396.00	396.00
Total Capex advances	2,626.73	2,626.73
Balance with government authorities	152.07	142.07
Advance tax & Tds Receivable	725.56	714.41
Total	3,513.85	3,492.69

13 Inventories

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2020 ₹ in Lakhs
(As taken valued and Certified by a Director)		
Traded Material/Raw Material	-	-
Spare Parts, Chemicals & Packing Material	173.49	168.03
Total	173.49	168.03

14 Trade Receivable

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2020 ₹ in Lakhs
Unsecured, considered good Trade Receivable	2,083.27	2,058.92
Total	2,083.27	2,058.92



Ageing for trade receivables-billed current outstanding as at 31-Mar-2022 is as follows :

Particulars	Outstanding for following periods from due date of Payments						Total
	Not due	Less than 6 Months	6 Months - 1 Year	1-2Years	2-3Years	Morthan 3 Years	
Trade receivables - Billed							
Undisputed trade receivable - Considered Goods	34.17	11.91	396.29	-	43.47	1,597.42	2,083.27
Undisputed trade receivable - Which have significant increase in credit Risk	-	-	-	-	-	-	-
Undisputed trade receivable - Credit impaired	-	-	-	-	-	-	-
Disputed trade receivable - Considered Goods	-	-	-	-	-	-	-
Disputed trade receivable - Which have significant increase in credit Risk	-	-	-	-	-	-	-
Disputed trade receivable - Credit impaired	-	-	-	-	-	-	-
	34.17	11.91	396.29	-	43.47	1,597.42	2,083.27
Less: Allowance for doubtful trade receivable -Billed							-
							2,083.27
Trade receivables Unbilled							-
							2,083.27

Ageing for trade receivables-billed non current outstanding as at 31-Mar-2021 is as follows :

Particulars	Outstanding for following periods from due date of Payments						Total
	Not due	Less than 6 Months	6 Months - 1 Year	1-2Years	2-3Years	Morthan 3 Years	
Trade receivables - Billed							
Undisputed trade receivable - Considered Goods	71.89	-	-	-	949.26	1,037.77	2,058.92
Undisputed trade receivable - Which have significant increase in credit Risk	-	-	-	-	-	-	-
Undisputed trade receivable - Credit impaired	-	-	-	-	-	-	-
Disputed trade receivable - Considered Goods	-	-	-	-	-	-	-
Disputed trade receivable - Which have significant increase in credit Risk	-	-	-	-	-	-	-
Disputed trade receivable - Credit impaired	-	-	-	-	-	-	-
	71.89	-	-	-	949.26	1,037.77	2,058.92
Less: Allowance for doubtful trade receivable -Billed							-
							2,058.92
Trade receivables Unbilled							-
							2,058.92

15 Cash and Cash Equivalent

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2020 ₹ in Lakhs
Balances with banks	88.19	107.57
Cash on hand	6.24	4.22
Total	94.44	111.80



16 Other Cash Balance

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2020 ₹ in Lakhs
Bank deposits upto 12 months maturity	81.74	79.55
Total	81.74	79.55

17 Loans

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2020 ₹ in Lakhs
Short Term Loans and advances to others		
Unsecured, considered good	7.75	10.34
Total	7.75	10.34

18 Other Current Assets

Particulars	31-Mar-2022 ₹ in Lakhs	31-Mar-2020 ₹ in Lakhs
Unsecured Considered Good		
Prepaid expense	15.99	39.31
Balance with Govt authorities	-	-
other advances	2.32	5.91
Advance to suppliers.	1.89	4.17
Total	20.20	49.38

19 Revenue

Particulars	For the Year ended on 31-Mar-2022 ₹ in Lakhs	For the Year ended on 31-Mar-2021 ₹ in Lakhs
Sale of products		
Domestic		
Finished Goods	-	-
Traded Goods	-	-
	-	-
Operating Revenue		
Sale of Services	1,769.26	1,941.01
Lease Rent Income	264.00	263.50
	2,033.26	2,204.51
Total	2,033.26	2,204.51

20 Other Income

Particulars	For the Year ended on 31-Mar-2022 ₹ in Lakhs	For the Year ended on 31-Mar-2021 ₹ in Lakhs
Interest Income	31.30	33.13
Other non Operating Revenue		
Misc. Income	1.45	10.90
Dividend	0.30	0.25
Gain on Fair Value of Investments (Non operating Income)	2.05	2.89
Office Rent	5.50	4.98
Total	40.60	52.15



21 Cost of Material Consumed

Particulars	For the Year ended on 31-Mar-2022 ₹ in Lakhs	For the Year ended on 31-Mar-2021 ₹ in Lakhs
Inventory at the beginning of the year	-	-
Add: Purchases	-	-
	-	-
Less: inventory at the end of the year	-	-
Raw material and packing materials consumed	-	-

22 Purchase of Trading Goods

Particulars	For the Year ended on 31-Mar-2022 ₹ in Lakhs	For the Year ended on 31-Mar-2021 ₹ in Lakhs
Finished Goods		
Non-Edible Oil & Cakes	-	-
	-	-
Traded Goods		
Non-Edible Oil & Cakes	-	-
	-	-
Cost of Goods sold	-	-

23 Change in Inventory

Particulars	For the Year ended on 31-Mar-2022 ₹ in Lakhs	For the Year ended on 31-Mar-2021 ₹ in Lakhs
Stock at the Beginning of the financial year	-	-
Stock at the End of the financial year	-	-
	-	-
Stock at the Beginning of the financial year	-	-
Stock at the End of the financial year	-	-
	-	-

24 Employee Benefits Expense

Employee Benefits Expense	For the Year ended on 31-Mar-2022 ₹ in Lakhs	For the Year ended on 31-Mar-2021 ₹ in Lakhs
Salaries and incentives	233.62	249.31
Gratuity fund contributions	31.05	46.89
Leave Encashment expenses	10.06	20.93
Staff welfare expenses	72.70	78.89
Total	347.42	396.02

As per Indian Accounting Standard 19 "Employee benefits", the disclosures as defined in the Ind AS are given below:

I. Defined Contribution Plans:

Employee benefits in the form of Provident Fund is considered as defined contribution plan and the contributions to Employees' Provident Fund Organisation established under The Employees' Provident Fund and Miscellaneous Provisions Act 1952 is charged to the Statement of Profit and Loss of the year when the contributions to the respective funds are due.



(a) **Provident Fund / Employees' Pension Fund**

During the year, the Company has recognized the following amounts in the Profit & Loss Account:

Particulars	31-Mar-2022	31-Mar-2021
Employer's Contribution to Provident Fund / Employee's Pension Fund	-	-

II. Defined Benefit Plans - Non Funded

- (a) Provision for Gratuity Liability
(b) Provision for Leave Encashment

In accordance with IND AS-19, relevant disclosures are as under:

(A) Changes in Defined Benefit Obligation:

₹ in Lakhs

Particulars	Gratuity	
	31-Mar-2021	31-Mar-2020
Defined Benefit Obligation as at 1 st April	230.19	172.61
Current Service Cost	15.28	13.14
Past service cost	-	14.68
Interest Cost	15.77	11.86
Benefits Paid	(5.27)	(12.62)
Expenses recognised through oci	(6.51)	30.52
Defined Benefit Obligation as at 31 st March	249.46	230.19

(B) Amount recognized in the Balance Sheet:

₹ in Lakhs

Particulars	Gratuity	
	31-Mar-2022	31-Mar-2021
Defined Benefit Obligation as at 31 st March	249.46	230.19
Fair Value of Plan Assets as at 31 st March	-	-
Liability / (Asset) recognized in the Balance Sheet included in Current Liabilities and Provisions	249.46	230.19

(C) Expenses recognized in the Profit & Loss Account:

₹ in Lakhs

Particulars	Gratuity	
	31-Mar-2022	31-Mar-2021
Current Service Cost	15.28	13.14
Past service cost	-	14.86
Interest Cost	15.77	11.86
Net actuarial (gain) / loss recognized in the period	-	-
Total Expenses recognized in the P & L Account included in Contribution to Provident and Other Funds	31.05	39.86

(D) Actuarial Assumptions:

In accordance with IND AS-19, actuarial valuation as at the year end was performed in respect of the aforesaid Defined Benefit Plans based on the following assumptions:

	31-Mar-2022	31-Mar-2021
(a) Discount rate [per annum]	7.23%	6.85%
(b) Rate of Employee turnover	2%	2%
(c) Rate of salary increase	5%	5%
(d) Mortality rate during employment	Indian Assured Lives Mortality (2006-08) ult	Indian Assured Lives Mortality (2006-08) ult
(e) Moratlity rate after employment	N.A.	N.A.
(f) Leave Availment Pattern, The balance leave is available for encashment on separation from the company.		



(E) SENSITIVITY ANALYSIS

	31-Mar-2022	31-Mar-2021
Projected Benefit Obligation on Current Assumptions	249.46	230.18
Delt effect of +1% change in rate of discounting	(12.67)	(12.92)
Delt effect of -1% change in rate of discounting	14.62	14.92
Delt effect of +1% change in rate of salary increase	14.79	15.05
Delt effect of -1% change in rate of salary increase	(13.04)	(13.25)
Delt effect of +1% change in rate of employee turnover	2.48	(1.92)
Delt effect of -1% change in rate of employee turnover	(2.78)	(2.18)

The sensitivity analysis have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.

The sensitivity analysis presented above may not be representative of the actual change in the projected benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

Furthermore, in presenting the above sensitivity analysis the present value of the projected benefit obligation has been calculated using the unit credit method at the end of the reporting period, which is the same method as applied in calculating the projected benefit obligation as recognized in the balance sheet.

There was no change in the methods and assumptions used in preparing the sensitivity analysis from prior years.

(F) RISK ANALYSIS

Gratuity is a defined benefit plan and following are the risks associated with defined benefit plan :

Interest Rate risk

A fall in the discount rates which is linked to the G. Sec. rate will increase the present value of the liability requiring higher provision.

Salary Risk

The present value of defined benefit plan liability is calculated by reference to the future salaries of members. As such, an increase in the salaries of the members more than assumed level will increase the plan's liability.

Asset Liability Matching Risk

The plan faces the ALM risk as to the matching cash flow. Company has to manage pay-out based on pay as you go basis from owned funds.

Mortality Risk

Since the benefits under the plan are not payable for life time and payable till retirement age only, plan does not have any longevity risk.

25 Finance Cost

Particulars	For the Year ended on 31-Mar-2022 ₹ in Lakhs	For the Year ended on 31-Mar-2021 ₹ in Lakhs
Interest expense	(0.00)	0.25
Other borrowing costs	0.27	0.91
Total	0.27	1.16

26 Other Expenses

Particulars	For the Year ended on 31-Mar-2022 ₹ in Lakhs	For the Year ended on 31-Mar-2021 ₹ in Lakhs
Manufacturing Expenses		
Labour Charges	0.01	0.03
Power and Fuel	752.12	720.98
Repair to Plant and Machinery	-	0.13
Rates and taxes, excluding, taxes on income.	17.63	13.68
Consumption of Stores, Chemicals & Packing Materials	30.50	34.23
Total Manufacturing Expenses	800.26	769.04



Particulars	For the Year ended on 31-Mar-2022 ₹ in Lakhs	For the Year ended on 31-Mar-2021 ₹ in Lakhs
Administrative Expenses		
Telephone Expenses	0.29	0.32
Professional Fees	29.25	6.26
Auditors Remuneration*	2.09	1.86
Stationery and Printings	1.03	1.31
Travelling Expenses	1.96	0.63
Insurance	8.76	30.90
Donation	0.02	-
Membership Fees	0.64	1.33
Repair and Maintenance - Others	2.93	3.55
Security Services	14.01	14.29
Vehicle Running-Repair Expense	239.35	238.89
Sales tax /VAT	-	8.38
Other Admin Expenses	27.54	25.42
Vehicle hire charges	183.13	365.46
Total Administrative Expenses	510.99	698.62
Selling and Distribution Expenses		
Transportation Expenses	158.31	169.65
Total Selling and Distribution Expenses	158.31	169.65
Total Other Expenses	1,469.56	1,637.31

*Auditors Remuneration Includes	For the Year ended on 31-Mar-2022 ₹ in Lakhs	For the Year ended on 31-Mar-2021 ₹ in Lakhs
As auditors - Statutory audit	1.36	1.36
Tax Audit	0.50	0.50
Certification fees & Other Services	-	-
Reimbursement of Expenses	-	-
Total	1.86	1.86

27 Other details to Balance Sheet

A Contingent Liabilities and Commitments

Particulars	31-Mar-2022 (₹ In Lakhs)	31-Mar-2021 (₹ In Lakhs)
Contingent Liabilities		
a. Claims against the Group, not acknowledged as debts (including interest and penalty)	17401.03	17401.03
- Disputed Sales Tax Demand Matter under Appeal	6,881.18	6,981.18
- Other Claims (without considering interest liability)	1,333.31	1,315.94
- Disputed Income Tax Demand Matter under Appeal (refer note 30 & 38)	98,131.53	98,131.53
proceeding initiated by NSEL, Maharashtra Protection of Interest of Depositors (in financial establishments)-Act, and Directorate of Enforcement, Government of India (refer note 36 & 37)	Amount not ascertainable	Amount not ascertainable

Note:

- a) It is not practicable for the Group to estimate the timings of cash outflows, if any, in respect of the above, pending resolution of the respective proceedings as it is determinable only on receipt of judgements/decisions pending with various forums/ authorities.



- b) The Group has reviewed all its pending litigations and proceedings and has adequately provided for where provisions are required and disclosed as contingent liabilities where applicable, in its financial statements. The Company does not expect the outcome of these proceedings to have a materially adverse effect on its financial results.
- 28 In the schedule of fixed assets, land and building have been shown in the name of the Holding company. However, total carrying amount of ₹ 18.86 lakhs as on 31.03.2022, the title of the property has not been conveyed in the name of the Holding company till the date of our audit.
- 29 *As per the information obtained from the website of the Ministry of Corporate Affairs (MCA), a suit has been filed against the Holding company and its officers u/s 383A(1A), 372A(9), 58A(6)(A)(I) of the Companies Act, 1956 for the year 2016. As informed by the management, the Holding company is having basic information about such suit filed as reflected on the website of the MCA. However, the Holding company does not have any communication of such proceedings against the Holding company and its officers.*
- 30 *Search & Seizure action U/S 132 of the Income Tax Act took place on 24.2.99 on Holding Company. The Income Tax department had raised demand of ₹ 33.12 Crores vide the block assessment Order dt. 30.4.2001. In case of Holding company, the Income Tax Appellate Tribunal (ITAT), Ahmedabad has subsequently given partial relief to the extent of ₹ 28.84 Crores. The Holding company had preferred as appeal before the Hon'ble High Court of Gujarat against the order of Hon'ble ITAT, Ahmedabad. Hon'ble Gujarat High Court vide its order dated 20th June, 2016 had given partial relief on some of the grounds and had also dismissed some of the grounds of the company. Against the grounds dismissed by Hon'ble High Court of Gujarat, the Holding company had further preferred an appeal before Hon'ble Supreme Court of India, and the Hon'ble Supreme Court of India vide order dated 16th January, 2017 had dismissed the appeal of the Holding Company. The Holding Company had provided an amount of Rs 2.88 Crore against the grounds dismissed by Hon'ble ITAT during F.Y 2002-03 as well as ₹ 1.27 Crores was provided in the books of accounts for the Assessment year in question for the interest payable upto 31-03-2005 during F.Y 2004-05. However in view of the management of the Holding Company and on the basis of the Judgment of the Hon'ble Gujarat High Court, the amount provided/paid by the Holding company towards total demand shall result in refund to the Holding company Pending effect of the various orders of adjudicating authorities by the Income Tax Department, the Holding Company is yet to provide final entries in its books of accounts even during the year under review.*
- 31 No provision is made during the year for interest receivable in the books of Holding Company on various advances amounting to ₹ 3001.21 Lacs (P.Y. ₹ 3001.21 lacs) as the same are considered doubtful.
- 32 The Holding company's operation falls under single segment namely " Refined Caster oil and its derivatives "and hence segment information as required by INDAS 108 "Operating Segment is not applicable. All assets are located in the company's country of domicile. Company's significant revenues is derived from major 1 entity. The total revenue from such entities amounted to ₹ 240.00 lakhs (P.Y ₹ 240.00 Lakhs)
- 33 *The Consolidated financial statements reflects accumulated losses (after taking into account the balance of reserves) of Rs 347.15 crores as at 31.3.2022 and the net worth of the Consolidated accounts as well as Holding Company and Subsidiary Companies as at 31.03.2022 is negative. However, as per the business plan and future cash flow projections submitted by the management of the holding company to us and accepted by us. As informed by the management of the Holding Company, the Holding Company is making sincere efforts for the revival of the Business & the management is confident to recover the losses through improved profitability in foreseeable future. Therefore, provision for the impairment has not been made for and accounts for the year have been prepared on "going concern basis." Similarly, on the basis of the Certificate received from the respective auditors of the subsidiary company i.e Banpal Oil Chem Private limited and NK Oil Mills Private limited, (Except Tirupati Retail India Pvt limited, where proper provision of Impairment has been done) the management of the said subsidiary companies is also making sincere efforts to revive the business and the management of the said Subsidiary companies is confident to recover the losses through improved profitability in foreseeable future. Therefore no provision for the impairment has been made in the books of said subsidiary companies and in the consolidated accounts and accounts of the Holding and said Subsidiary Companies for the year have been prepared on " going concern basis."*
- 34 *On the basis of certificate received from the Management of the Holding company, the holding company does not have any control on its joint Venture "AWN AGRO PRIVATE LIMITED" and hence the accounts of the said Joint Venture has not been Consolidated.*
- 35 In the opinion of the Board, Current Assets, Loans and Advances are approximately of the value stated, if realized, in the ordinary course of the business. The provisions for depreciation and all known liabilities are adequate. There are no contingent liabilities other than stated.
- 36 *The Holding Company had entered into financial arrangement with National Spot Exchange Ltd (NSEL) through trading and Clearing Member, N.K. Proteins Private Ltd (erstwhile N. K. Proteins Limited (NKPL) (Group Company) by way of purchase and sales of various goods up to financial year 2012-13. The trade payables and trade receivables arising out of the said transactions through National Spot Exchange Limited (NSEL) from the concerns other than the group concerns are subject to confirmations by the respective parties/NSEL and reconciliations/adjustments, if any. Further, NSEL has*



suspended the trading on 31.07.2013, as per the directions issued by the Government of India, Ministry of Consumer Affairs. NSEL has initiated recovery proceedings against the group company NKPL and also against the Holding company by filing a civil suit in the Hon'ble High Court of Mumbai for an alleged amount of around Rs.937 crores plus interest and the said proceedings are pending as on date. Further, the Home department, Government of Maharashtra has issued a notification under the Maharashtra Protection of Interest of Depositors (in financial establishments)-Act, 1999 (MPID Act) attaching the Land, Building & Plant & Machinery of the Holding company located at Kadi, Gujarat. The Holding company had challenged the notification issued by Home department of Maharashtra before Hon'ble Gujarat High Court which was disposed off vide its order dated 29th March 2017. The Holding company preferred a Special Leave Petition before the Hon'ble Supreme Court of India against the order of Hon'ble Gujarat High Court and The Hon'ble Supreme Court of India had disposed off the Special Leave Petition on 17th April, 2017 with a observation to file an application before Hon'ble Bombay High Court, Mumbai, and as informed by the management, the Holding company has filed petition before the Hon'ble Bombay High Court in June 2017 which is pending. Besides the above, the Holding company has also filed its objections against the attachment notification before the Designated Special MPID Court, Mumbai. In view of the above that the matter is subjudice, and the alleged liability /claim are not accepted by the holding company.

37 The Directorate of Enforcement, Government of India has initiated proceedings against the Holding company under section 5(1) of the prevention of Money Laundering Act, 2002, along with group company NKPL, and by virtue of the provisional attachment order dated 10/03/2015, attached the assets of the Holding company comprising of Land, building, plant and machinery situated at Survey Nos.719, 720, 721, 732/1, 732/2, 733, 741, 743, 744, 745, Kadi Thol Road, Village Kadi Kasba, taluka- Kadi, District Mehsana-382715 Gujarat. As explained to us, The Holding Company has preferred an appeal before the Hon'ble Appellate Tribunal under the Prevention of Money laundering Act, 2002 against the order of Adjudicating Authority. Further, The Director of Enforcement (hereinafter referred to as ED), Government of India had initiated proceedings of search/seizure on 30.05.2018 on the group company NKPL, the promoters of the Holding company late Shri Nilesh Patel and Shri Nimish Patel, one of the family member as well as on the Holding company and thereafter on 29.06.2018, the ED, Government of India, had preferred an application u/s 17(4) of the Prevention of Money Laundering Act, 2002 before the Adjudicating Authority, New Delhi, vide it's Application No. OA/236 of 2018 against the company as well as group company NKPL and the promoters for retention of the seized properties and for continuation of order of freezing the properties, till finalization of the proceedings, of the properties mentioned in the application u/s 17(4) of the PMLA Act, 2002. The Holding company along with Group Company and promoters challenged the show cause notice issued by the adjudicating authority New Delhi, before the Hon'ble High Court of Delhi and the Hon'ble High Court has set aside the said show cause notice. The Director of Enforcement has attached assets of the Holding company, group company NKPL and the promoters of the Holding company by issuing a fresh show cause notice dated 30/08/2018 and the Holding company has filed an appeal before PMLA Appellate Tribunal, Delhi. In view of the above that the matter is subjudice, and the alleged liabilities /claims are not accepted by the holding company.

37A The Government of Maharashtra, (at the instance of Economic wing offence Mumbai), has filed supplementary Charge sheet dated 25th December, 2018 under the various sections of IPC AND MPID Act. against the company and its chairman Shri Nimish Patel. Further MPID Court on the basis of above supplementary charge sheet has issued summons dated 19th March, 2019 against the company asking them to remain present on 26th April 2019. The Company has complied with the said summons and the matter was adjourned to 7th November, 2019 and further adjourned to 15th February, 2020, 7th March, 2020, 30th April 2020, 21st May, 2020, 18th July, 2020, 8th September, 2020, 9th October 2020, 10th December, 2020, 6th February, 2021, 5th May, 2021, 5th July, 2021, 4th September, 2021, 20th September 2021, 26th October, 2021, 16th December, 2021, 10th February, 2022, 10th March 2022, 21st April 2022 and now the matter is further adjourned to 7th June, 2022. Thus, in view of the fact that the said criminal proceedings which have been initiated, inter alia, against the company and its Chairman Shri Nimish Patel are pending, we are unable to ascertain/quantify the final liability, if any, that may arise from the said criminal proceedings and therefore we are unable to quantify its impact, if any, on the loss of the holding company for the Year ended on 31st March, 2022

38 Income Tax Department had carried out survey u/s 133 of the Income tax Act, 1961 (the IT Act) on the Holding company along with other group companies during FY 2013-14 and had ordered a special audit of the books of the company u/s 142 2A of the IT Act, 1961, for AY 2010-11, A.Y 2011-12, A.Y 2012-13, A.Y 2013-14 & A.Y 2014-15. The department had raised a demand of ₹ 131.22 Crores (₹ 6.63 Crores for A.Y 10-11, ₹ 55.43 crores for A.Y 11-12, ₹ 60.33 Crores for A.Y 12-13 & ₹ 7.97 Crores for A.Y 2013-14 & ₹ 0.86 Crores for AY 2014-15) on the holding company for the aforesaid assessment years and the said demand has been disputed by the holding company and the holding company has initiated appellate proceedings before appropriate authorities. The said amount has been shown as contingent liability under Note No. 27 of the notes forming part of consolidated Ind AS Financial statements. Further, Income tax department has passed an attachment order on 22.04.2015 & 14.08.15 by which it has attached properties of the holding company in pursuant to a demand, the details of the properties attached which are in the name of holding company is as under:

- 803, Manas Complex, Opp Star Bazaar, Nr Jodhpur Cross road, Satellite, Ahmedabad 380015.
- 603, Manas Complex, Opp Star Bazaar, Nr Jodhpur Cross road, Satellite, Ahmedabad 380015.



- Land, situated at Survey Nos.719, 720, 721, 732/1, 732/2, 733, 741, 743, 744, 745, Kadi Thol Road, Village Kadi Kasba , taluka- Kadi, District Mehsana-382715
- Factory Building Situated at survey No 745, Kadi Thol Road, Village Kadi Kasba , taluka- Kadi, District Mehsana-382715

- 39 The Holding company has received a notice from Income tax department for the attachment of its registered office at 7th Floor ,Popular house, opp sales india ,Ashram Road ,Ahmedabad 380009 with respect to demand raised by them as detailed in note 34 of the consolidated financial statements.
- 40 In case of one the Subsidiary Company viz. Banpal Oil Chem Pvt Ltd , The Home Department, Government of Maharashtra has issued Notification dated 22.06.2015 under the Maharashtra Protection of Interest of Depositors (in financial establishments)-Act, 1999 (MPID Act) for attaching the Factory Plant, Land, Building & Machinery of the company located at plot No. 144/64 of Chandisar Industrial Area. GIDC Mauje chandisar, Taluka-Palanpur, Dist- Banaskantha, Gujarat. As explained to us, The Company has filed its detailed Objections against the said attachment Notification before the Designated Court at Mumbai and as stated by the Management, the matter is subjudice.
- 41 Sales Tax Department has completed the assessment for various assessment years and raised demand of ₹ 3314.22 lacs for the earlier years. The Holding company has not made any provision for the above demand raised by the sales tax authority as in view of the Management, the said demand shall not withstand before the Appellate Authorities and the said Holding company has preferred an appeal before the appellate authority. The said amount has been shown as contingent liability under Note No. 27 of the notes forming part of consolidated Ind AS Financial Statements.
- 42 NSEL has initiated recovery proceedings against the group company N. K. Proteins Private Ltd and has made one of the Subsidiary Company viz. N. K. Oil Mills Pvt Ltd., a party to the said proceedings and these proceeding are pending as on date.

43 Other Informations - Profit and Loss Statement

a Earnings per share

Particulars		For the Year ended on 31-Mar-2022 ₹	For the Year ended on 31-Mar-2021 ₹
Basic			
Profit attributable to equity shareholders	₹ in Lakhs	(152.56)	(226.13)
Nominal Value of equity share	₹ in Lakhs	10.00	10.00
Weighted average number of ordinary equity shares for Basic EPS	No.	60,09,900	60,09,900
Basic and Diluted EPS	₹	(2.54)	(3.76)

- 44 In case of one the Subsidiary Company viz. Banpal Oil Chem Pvt Ltd , The Directorate of Enforcement, Government of India has initiated proceedings against the company under section 5(1) of the prevention of Money Laundering Act, 2002, and by virtue of the provisional attachment order dated 27.08.2014, attached the assets of the subsidiary company comprising of Factory Plant, Land, Building & Plant & Machinery of the company located at plot No. 144/64,65,66 of Chandisar Industrial Area. GIDC Mauje chandisar, Taluka-Palanpur, Dist- Banaskantha, Gujarat. As explained to us, The said Subsidiary company has preferred an appeal before the Hon'ble Appellate Tribunal under the Prevention of Money laundering Act, 2002.However, matter is subjudice.
- 45 In case of one the Subsidiary Company viz. Banpal Oil Chem Pvt Ltd , Income tax department has passed an attachment order on 20.05.2016 by which it has attached properties of the subsidiary company in pursuant to a demand, the details of the properties attached which are in the name of subsidiary company and the details of which are as under:
- Plot of land bearing Plot No 144/64,of Chandisar Industrial Area.GIDC Mauje chandisar, Taluka-Palanpur, Dist- Banaskantha,
 - Plot of land bearing Plot No 144/65,of Chandisar Industrial Area.GIDC Mauje chandisar, Taluka-Palanpur, Dist- Banaskantha,
 - Plot of land bearing Plot No 144/66,of Chandisar Industrial Area.GIDC Mauje chandisar, Taluka-Palanpur, Dist- Banaskantha,



45 Related party disclosures

Note: Related Parties have been identified by the management

A List of related parties

Key Managerial Personnel (KMP)		
1	Nimish K. Patel	Chairman & Managing Director
2	Hasmukh K. Patel	(Whole Time Director)
3	Ashwin Patel	(Chief Finance Officer)
4	Priyam Patel	(Chief Executive officer)
5	Sandip Gohel (Resinged w.e.f 16/09/2021)	(Company Secretary)
6	Pooja H Khakhi (Appointed w.e.f 27/10/2021)	(Company Secretary)
Independent Directors		
1	Mansheel Kaur (Appointed w.e.f 07/06/2021)	
2	Snehal Bharatbhai Patel	
Name of Relatives of KMP/Directors		
1	Nimish K. Patel	Mrs. Sonal Nimish Patel
		Mrs. Venushree N. Patel
		Mr. Amar Dhaduk
		Ms. Vedanshee N. Patel
2	Priyam Nilesh Patel	Mrs.Ashita Nilesh Patel
		Mrs.Panna P. Patel
		Mrs.Priyanshi N. Patel
		Mr. Deep M. Vadodaria
Firm/LLP in which directors/manager/his relative is a partner		
1	NKPL Realty LLP	
2	NKP Enterprise LLP	
3	Nimish K. Patel HUF	
4	Nilesh K. Patel HUF	
Enterprise over which key management personel is above to excersie significant influence		
1	Adrenal Advertising and Promotions Private Limited	
2	N K Proteins Private Limited	
3	Tirupati Proteins Private Limited	

B Details of transactions with related party

(₹ in Lakhs)

Sr	Name of party	Nature of Transaction	31-Mar-2022	31-Mar-2021
1	Ashwin P. Patel	Remuneration	-	-
2	N K Proteins Pvt. Ltd.	Purchases/ Services	813.50	1,109.37
3	N.K.P Enterprise LLP	Purchases/ Services	6.60	6.60
4	N.K.P Enterprise LLP	Sales/ Services	0.05	0.06
5	N K Proteins Pvt. Ltd.	Sales/Jobwork charges/ services	1,714.28	1,756.55
6	N K Proteins Pvt. Ltd.	Purchases/ Assets	-	-
7	N K Proteins Pvt. Ltd.	Rembursement of Expenses	2,763.23	2,630.17
		Deposite taken	20.00	20.00
8	Maruti Oil & Fats Pvt Ltd.	Purchases/ Services	2.63	-
9	Akanksha Srivastava	Remuneration	-	0.08
10	Hasmukhbhai Patel	Remuneration	-	-
11	Nilesh K. Patel	Remuneration	-	11.29
12	Nimish K. Patel	Remuneration	30.00	30.00
13	Priyam Patel	Remuneration	30.00	18.71
14	Trusha Shah	Remuneration	-	-

(*) Including GST as applicable



C Details of Closing Balances - Receivable/(Payable)

(₹ in Lakhs)

Sr	Name of party	31-Mar-2022	31-Mar-2021
1	N K Proteins Pvt. Ltd.	2,063.27	2,038.92

The remuneration of directors and other members of Key management personal during the year is as follows:

(₹ in Lakhs)

Particulars	31-Mar-2022	31-Mar-2021
Short term Benefits	60.00	60.00

- 47 The Subsidiary Company Tirupati Retail (India) Pvt Ltd had entered into financial arrangement with National Spot Exchange Ltd (NSEL) through trading and Clearing Member, N.K. Proteins private Limited erstwhile N.K Proteins Limited (NKPL) by way of purchase and sales of various goods up to financial year 2013-14. The trade payables and trade receivables (now reflected under non current financial liabilities & non current financial assets) arising out of the transactions through National Spot Exchange Limited (NSEL) from the concerns other than the group concerns are subject to confirmations by the respective parties and reconciliations / adjustments, if any. Further, NSEL has initiated recovery proceedings against the company viz. N.K. Proteins private Limited and Holding Company viz. N K Industries limited and also against the subsidiary Companies and the said proceedings are pending as on date.
- 48 The balance confirmation from the suppliers, customers as well as to various loans or advances & Capital advances given, Certain Banks & Fixed Deposit with Banks have been called for by the Holding Company, but the same are awaited till date. In view of the same, it is to be stated that the balances of receivables, trade payables as well as loans and advances ,capital advances, Certain bank balances & Fixed Deposit Balance have been taken as per the books of accounts submitted by the Holding company and are subject to confirmation from the respective parties.
- 49 The Income Tax Department had carried out Assessment Proceedings u/s 143(3) r.w.s 142(A) of the Income tax Act, 1961 (the IT Act) for AY 2014-15 in respect of one of the Subsidiary Company viz. Tirupati Retail India Pvt Ltd. The department has raised a demand of Rs 821.93 Crores on the said subsidiary company for the said assessment year and the said demand has been disputed by the said subsidiary company and the said subsidiary company has initiated appellate proceedings before appropriate authorities. The said amount has been shown as contingent liability under Note No. 27 of the notes forming part of consolidated Ind AS financial statements. Further, Income tax department has passed an order u/s 179 of the Income tax Act, 1961 in the name of the Directors of the said Subsidiary company.

50 Previous years comparatives

The Previous year's figures are regrouped and rearranged where ever necessary to make them comparable with the current years figures.

51 Micro, Small & Medium Enterprises

As per the Micro, Small & Medium Development Act, 2006 and to the extent of the information available, amounts unpaid as at the year end together with the interest paid / payable, is as follows:

Particulars	31-Mar-2022	31-Mar-2021
a) The Principal amount and Interest due there on remaining unpaid as at year end: Principal	2.57	2.57
b) Interest paid by the company in terms of section 16 of Micro, Small and Medium Enterprises Development Act, 2006 along with the amount of the payment made to the supplier beyond the appointed day during the year.	NIL	NIL
c) Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small and Medium Enterprises Development Act, 2006.	NIL	NIL
d) Interest accrued and remain unpaid as at year end.	NIL	NIL
e) Further Interest remaining due and payable even in the succeeding year until such date when the interest dues as above are actually paid to the small enterprises.	NIL	NIL

*Disclosure of payable to vendors as defined under the "Micro, Small and Medium Enterprise Development Act, 2006" is based on the information available with the Company regarding the status of registration of such vendors under the said Act, as per the intimation received from them on requests made by the Company. There are no overdue principal amounts / interest payable amounts for delayed payments to such vendors at the Balance Sheet date. There are no delays in payment made to such suppliers during the year or for any earlier years and accordingly there is no interest paid or outstanding interest in this regard in respect of payment made during the year or on balance brought forward from previous year.



52 STATEMENT OF NET ASSETS AND PROFIT OR LOSS ATTRIBUTABLE TO OWNERS AND MINORITY INTEREST

AS AT 31-03-2022

₹ in Lakhs

Name of the Entity	% holding	Net Assets i.e total assets minus total liabilities		Share in profit or loss	
		% of Consolidated Net Assets	Amount	As % of consolidated profit and loss	Amount
NK Industries limited		80.57%	(33,979.31)	1.22	(186.35)
Indian Subsidiaries					
Banpal Oil chem Private Limited	100%	2.24%	(944.24)	(0.01)	0.86
NK Oil Mills Pvt Limited	100%	3.11%	(1,313.47)	(0.22)	32.98
Tirupati Retail India Pvt Ltd.	100%	14.08%	(5,937.76)	0.00	(0.06)
Minority interest-	Nil				
Total		100	(42,174.78)	100.00	(152.56)
Less : Adjustment arising out of consolidation			(8,060.68)		0.00
Consolidated Net Assets / Profit after tax			(34,114.10)		(152.56)

AS AT 31-03-2021

₹ in Lakhs

Name of the Entity	% holding	Net Assets i.e total assets minus total liabilities		Share in profit or loss	
		% of Consolidated Net Assets	Amount	As % of consolidated profit and loss	Amount
NK Industries limited		80.42%	(33,797.58)	1.02	(232.38)
Indian Subsidiaries					
Banpal Oil chem Private Limited	100%	2.25%	(945.11)	(0.00)	0.29
NK Oil Mills Pvt Limited	100%	3.20%	(1,346.45)	(0.03)	6.98
Tirupati Retail India Pvt Ltd.	100%	14.13%	(5,937.70)	0.01	(2.03)
Minority interest-	Nil				
Total		100	(42,026.84)	100.00	(227.13)
Less : Adjustment arising out of consolidation			(8,060.67)		(1.01)
Consolidated Net Assets / Profit after tax			(33,966.17)		(226.13)

53 Income Taxes

A Income taxes recognised in Statement of Profit and Loss

₹ in Lakhs

Particulars	For the Year ended on 31-Mar-2022	For the Year ended on 31-Mar-2021
Current Tax		
In respect of the current year	12.00	2.70
(Excess)/Short provision for tax of earlier years	(0.12)	(0.13)
	11.88	2.57
Deferred tax(credit) /Charged	(60.99)	(64.17)
Total income tax expense recognised in respect of continuing operations	(49.11)	(61.60)



B Income tax recognised in other comprehensive income

₹ in Lakhs

Particulars	For the Year ended on 31-Mar-2022	For the Year ended on 31-Mar-2021
Deferred tax		
Arising on income and expenses recognised in other comprehensive income:		
Remeasurement of defined benefit obligation	(1.90)	8.89
Total income tax recognised in other comprehensive income	(1.90)	8.89
Bifurcation of the income tax recognised in other comprehensive income into:-		
Items that will not be reclassified to Statement of Profit and Loss	(1.90)	8.89
Income tax recognised in other comprehensive income	(1.90)	8.89

C Components of deferred tax assets and liabilities

₹ in Lakhs

Particulars	31-Mar-2022	31-Mar-2021
(a) Deferred tax liabilities		
Difference between book and tax depreciation	342.01	403.42
	342.01	403.42
(b) Deferred tax assets		
Disallowances of employee benefits u/s. 43B of the Income Tax, Unabsorbed loss, Depreciation diff etc	2,679.55	2,681.87
	2,679.55	2,681.87
Deferred Tax Liabilities (Net)	(2,337.54)	(2,278.45)

54 IND AS 115- Illustrative disclosures

The Company has recognised the following amounts relating to revenue in the statement of profit or loss:

₹ in Lakhs

Particulars	For the Year ended on 31-Mar-2022	For the Year ended on 31-Mar-2021
Revenue from contracts with customers	2,033.26	2,204.51
Total Revenue	2,033.26	2,204.51

Revenue is recognized upon transfer of control of products to customers

(a) Disaggregation of revenue from contract with customers

Revenue from sale of products represents revenue generated from external customers which is attributable to the company's country of domicile i.e. India and external customers outside India as under:

₹ in Lakhs

Particulars	For the Year ended on 31-Mar-2022	For the Year ended on 31-Mar-2021
Revenue from		
-Outside India	-	-
-In India	2,033.26	2,204.51

Company's significant revenues (more than 90%) are derived from major 1 entity. The total revenue including gst from such entities amounted to Rs.2527.78 laksh (PY. RS 2865.93 Lakhs)



(b) Contract assets and liabilities

The Company has recognised the following revenue-related contract assets and liabilities

₹ in Lakhs

Particulars	For the Year ended on 31-Mar-2022	For the Year ended on 31-Mar-2021
Contract assets	1,61,774	1,61,760
Total Contract assets	1,61,774	1,61,760
Contract Liabilities	-	-
Total Contract liabilities	-	-

(c) Performance obligations

The performance obligation is satisfied upon delivery of the finished goods and payment is generally due within 1 to 3 months from delivery. The performance obligation to deliver the finished goods is started after receiving of sales order. The customer can pay the transaction price upon delivery of the finished goods within the credit period, as mentioned in the contract with respective customer.

- 55 The financial statements were authorized for issue by the directors on 19h May 2022.
- 56 Company NKIL has entered into an Dry Lease agreement to give its facility/factory located at Kadi, Gujarat on lease to its group company namely N.K. Proteins Pvt Ltd (NKPPL) for crushing castor seeds. As per the said agreement entered into between both the parties all expenses for running and maintaining the factory including existing plant and machinery shall be the responsibility of NKPPL. This is purely a temporary commercial decision keeping in view the current market scenario and also with a view to restructure/reorganize the business of the company and at a same time it is also worth while that a factory as well as Plant and Machinery shall not remain idle in the process, had it been so it may have huge impact on commercial decisions which it will be able to take based on running facility. Thus, the company has temporarily given on lease its factory.
- 57 During the year under review , the management of the Holding Company has not imparied any invesment of Subsidiary Company Tirupati Retail India Pvt Ltd .
- 58 During the year review the Subsidiary Company BANPAL has entered into an Dry Lease agreement to give its facility/ factory located at Chandisar, Dist Palanpur , Gujarat on lease to its group company namely N.K. Proteins Pvt Ltd (NKPPL) for crushing castor seeds. As per the said agreement entered into between both the parties all expenses for running and maintaining the factory including existing plant and machinery shall be the responsibility of NKPPL. This is purely a temporary commercial decision keeping in view the current market scenario and also with a view to restructure/ reorganize the business of the company and at a same time it is also worth while that a factory as well as Plant and Machinery shall not remain idle in the process, had it been so it may have huge impact on commercial ecisions which it will be able to take based on running facility. Thus, the company has temporarily given on lease its factory.
- 59 No provision for Deffered Tax assets in respect of loss by one of the subsidiary company M/s Tirupati Retail (India) Pvt Ltd has been made as there is no virtual certainty of Setting the same in near future.

60 Eligibility of Corporate Social Responsibility

Based on the average net profits of the Group after computation of Net Profit as per Section 198 of the Companies Act, 2013 for the preceding three financial years, the Company is not required to spend any amount on CSR activities during the financial year 2021-22.

60A. Financial Instruments Disclosure

(a) Capital Management

The Group objective when managing capital is to:

- Safeguard its ability to continue as A going concern so that the Group is able to provide maximum return to stakeholders and benefits for other shareholders
- Maintain an optimal capital structure to reduce the cost of capital.

The company's board of director's review the capital structure on regular basis. As part of this review the board considers 'the cost of capital risk associated with each class of capital requiremments and maintanance of adequate liquidity.



Disclosures

This section gives an overview of the significance of financial instruments for the Group and provides additional information on balance sheet items that contain financial instruments.

(i) Categories of Financial Instruments

₹ in Lakhs

Particulars	31-Mar-2022	31-Mar-2021
Financial Assets		
Measured at Amortised Cost		
(i) Trade and Other Receivables	1,61,774.43	1,61,760.08
(ii) Cash and Cash Equivalents (Incl bank deposits)	176.17	191.35
(iii) Loans	25.08	27.63
(iv) other financial assets	607.20	587.83
investment at FVTPL	8.54	6.50
Investment at amortised cost	6.74	6.73
Financial Liabilities		
Measured at Amortised Cost		
(i) Borrowings	-	-
(ii) Trade Payables	2,23,354.67	2,23,347.83
(iii) Other Financial Liabilities	56.53	56.53

(ii) Fair Value Measurement

This note provides information about how the Group determines fair values of various financial assets.

Fair Value of financial assets and liabilities that are not measured at fair value (but fair value disclosures are required) Management considers that the carrying amounts of financial assets and financial liabilities recognized in the financial statements approximate their fair values.

(iii) Financial Risk Management Objectives

While ensuring liquidity is sufficient to meet Group's operational requirements, the Groups's financial management committee also monitors and manages key financial risks relating to the operations of the Group by analysing exposures by degree and magnitude of risks. These risks include market risk (including currency risk and price risk), credit risk and liquidity risk.

Market Risk

Market risk is the risk of uncertainty arising from possible market price movements and their impact on the future performance of a business. The major components of market risk are commodity price risk.

Liquidity Risk

The Group manages liquidity risk by maintaining sufficient cash and cash equivalents including bank deposits and availability of funding through an adequate amount of committed credit facilities to meet the obligations when due. Management monitors rolling forecasts of liquidity position and cash and cash equivalents on the basis of expected cash flows. In addition, liquidity management also involves projecting cash flows considering level of liquid assets necessary to meet obligations by matching the maturity profiles of financial assets & liabilities and monitoring balance sheet liquidity ratios.

The following tables detail the Groups remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The information included in the tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Group can be required to pay. The tables include both interest and principal cash flows. The contractual maturity is based on the earliest date on which the Group may be required to pay.

The following are the contractual maturities of non-derivative financial liabilities, based on contractual cash flows:

₹ in Lakhs

Particulars	Due in 1 Year	1 Year - 3 Years	More than 3 Years	Total
As at 31st March, 2022				-
Borrowings	-	-	-	-
Trade Payables	119.05	-	2,23,235.61	2,23,354.67
Other Financial Liabilities	20.00	-	36.53	56.53
Total	139.05	-	2,23,272.14	2,23,411.20



As at 31 st March, 2021				
Borrowings	-	-	-	-
Trade Payables	109.28	-	2,23,238.55	2,23,347.83
Other Financial Liabilities	20.00	-	36.53	56.53
Total	129.28	-	2,23,275.08	2,23,404.36

Credit Risk

The Group has a detailed review mechanism of overdue customer receivables at various levels within organisation to ensure proper attention and focus for realisation.

₹ in Lakhs

Particulars	Due in 1 Year	1 Year - 3 Years	More than 3 Years	Total
As at 31st March, 2022				
(i) Trade and Other Receivables	2,083.27	-	1,59,691.16	1,61,774.43
(ii) Cash and Cash Equivalents (incl bank deposits)	176.17	-	-	176.17
(iii) Loans	7.75	-	17.32	25.08
(iv) other financial assets	-	-	607.20	607.20
investment at FVTPL	-	-	8.54	8.54
Investment at amortised cost	-	-	6.74	6.74
Total	2,267.20	-	1,60,330.97	1,62,598.17
As at 31st March, 2021				
(i) Trade and Other Receivables	2,058.92	-	1,59,701.16	1,61,760.08
(ii) Cash and Cash Equivalents (incl bank deposits)	191.35	-	-	191.35
(iii) Loans	10.34	-	17.28	27.63
(iv) other financial assets	-	-	587.83	587.83
investment at FVTPL	-	-	6.50	6.50
Investment at amortised cost	-	-	6.73	6.73
Total	2,260.61	-	1,60,319.51	1,62,580.11

61 Undisclosed Transactions

The Group does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

62 Benami Transactions

The Group does not have any Benami property, where any proceeding has been initiated or pending against the Group for holding any Benami property.

63 Loan or Investment to Ultimate Beneficiaries

The Group has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

- directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
- provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

64 Loan or Investment from Ultimate Beneficiaries

The Group has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

- directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
- provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

65 The Group has not been sanctioned any term loan during the year not there is outstanding term loans as at 31st March, 2022.



66 Working Capital

The Group has not been sanctioned working capital limits from a bank on the basis of security of the current assets.

67 The Group has not revalued its Property, Plant and Equipment and intangible assets during the year under review.

68 Willful Defaulter

The Group has not been declared willful defaulter by the bank during the year under review.

69 Transactions with Struck off Companies

The Group has not under taken any transactions nor has outstanding balance with the company Struck Off either under section 248 of the Actor under Section 560 of Companies act 1956.

70 Crypto Currency

The Group has not traded or invested in Crypto Currency or Virtual Currency.

71 Compliance with approved Schemes of Arrangement

The Group has not applied for any scheme of Arrangements under sections 230 to 237 of the Companies Act 2013.

As per our report of even date attached.

For, PARIKH & MAJMUDAR
Chartered Accountants
Firm's Registration Number:107525W
UDIN:22040230AJGEBE8120

CA DR HITEN PARIKH
Partner
Membership No.040230
Ahmedabad
May 19, 2022

For and on behalf of the Board of Directors of N K Industries Limited

Nimish K. Patel
Chairman & Managing Director
Din-00240621

Ashwin P. Patel
Chief Financial Officer

Ahmedabad
May 19, 2022

Hasmukh K. Patel
Whole Time Director
Din -06587284

Pooja H. Khakhi
Company Secretary



079-66309999



If undelivered, please return to :
N. K. Industries Limited
(CIN : L91110GJ1987PLC009905)
Registered Office :
7th Floor, Popular House,
Ashram Road, Ahmedabad-380009



nkil@nkproteins.com