



## *33<sup>rd</sup> Annual Report 2021-22*



# TAANJ

stones, quartz & quartz grits

Pacific Industries Ltd. India



### CORPORATE INFORMATION

#### **Board of Directors**

Mr. J. P. Agarwal	Chairman & Managing Director
Mr. Kapil Agarwal	Executive Director
Mr. Pradeep Kumar Jain	Non-executive Independent Director
Mr. Vikas Misra	Non-executive Independent Director
Mrs. Geeta Devi Agarwal	Non-executive Director
Mr. Vinod Choudhary	Non Executive Independent Director

<b>Audit Committee</b>	<b>Nomination &amp; Remuneration Committee</b>
Mr. Pradeep Kumar Jain	Mr. Pradeep Kumar Jain
Mr. Vikas Misra	Mr. Vikas Misra
Mrs. Geeta Devi Agarwal	Mrs. Geeta Devi Agarwal

<b>Stakeholder Relationship Committee</b>	<b>Corporate Social Responsibility Committee</b>
Mr. Pradeep Kumar Jain	Mr. Pradeep Kumar Jain
Mr. Vikas Misra	Mr. Vikas Misra
Mrs. Geeta Devi Agarwal	Mrs. Geeta Devi Agarwal

<b>Statutory Auditors</b>	<b>Registrar &amp; Share Transfer Agent</b>
M/s Ravi Sharma & Co. Chartered Accountants 3580, Moti Singh Bhomiyon ka Rasta, 4 <sup>th</sup> Crossing Johari Bazar, Bohara ji ka Darwaja, Jaipur 302003	Link Intime India Private Limited C 101, 247 Park, L B S Marg, Vikhroli West, Mumbai 400 083 Tel No: +91 22 49186000 Fax: +91 22 49186060 E-mail : <a href="mailto:mumbai@linkintime.co.in">mumbai@linkintime.co.in</a>

<b>Bankers</b>
HDFC BANK HDFC House, Senapati Bapat Marg, Lower Parel W, Mumbai, Maharashtra - 400013, India

<b>Stock Exchange where Company's Securities are listed</b>	<b>Secretarial Auditors</b>
BSE Limited	M/s B K Sharma & Associates Company Secretaries, Nirman Nagar, Ajmer Road, Jaipur-302019

<b>Company Secretary</b>	Mr. Sachin Shah
<b>Website</b>	<a href="http://www.pacificindustriesltd.com">www.pacificindustriesltd.com</a>
<b>Investor Relations Email ID</b>	<a href="mailto:pacificinvestor@rediffmail.com">pacificinvestor@rediffmail.com</a>

<b>Plant Locations</b>	
<b>Unit I :</b> Village: Bedla, Udaipur – 313004 (Rajasthan) Tel. No. 0294-2440933 Fax No. 0294-2440780.	<b>Unit II :</b> Village : Survey No. 13, Kempalinganhalli Nelamangala Taluka (Rural) Bangalore - 562123 (Karnataka) Tel. No. 080-27723004 Fax No. 080-27723005.

<b>Contents</b>	<b>Page No.</b>
1. Notice	03-22
2. Board's Report	23-47
3. Corporate Governance Report	48-73
4. Standalone Auditor's Report	74-84
5. Standalone Financial Statements	85-140
6. Consolidated Auditor's Report	141-148
7. Consolidated Financial Statements	149-204
8. E Communication and Registration Form	205
9. Nomination Form	206

## **NOTICE**

Notice is hereby given that the 33<sup>rd</sup> Annual General Meeting of the members of M/s Pacific Industries Limited will be held on, Friday 30<sup>th</sup> September, 2022 at SURVEY No.13, N.H.48, KEMPALINGANHALLI, NELAMANGALA TALUKA BANGALORE KA 562123 at 12.30 P.M. (Indian Standard Time) through Video Conferencing ("VC") or Other Audio Visual Means ("OAVM") to transact the following business:

### **ORDINARY BUSINESS**

1. To receive, consider and adopt the Audited Financial Statements of the Company along with Consolidated Financial Statements for the Financial Year ended on 31st March 2022, and the Report of Board of Directors and Auditors thereon.
2. To appoint a Director in place of Mr. Kapil Agarwal (DIN: 00386298) who retires by rotation, and being eligible, offers himself for reappointment.
3. **Re-appointment of Statutory Auditors**

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 139 and other applicable provisions of the Companies Act, 2013, and the rules framed there under, as amended from time to time, M/s RAVI SHARMA & CO. (FRN No. 15143C), be and are hereby re-appointed as the Statutory Auditors of the Company to hold office for a period of five years from the conclusion of this Annual General Meeting till the conclusion of the 38<sup>th</sup> Annual General Meeting to be held in the year 2027 on such remuneration as may be fixed by the Board of Directors in consultation with them."

### **SPECIAL BUSINESS**

4. **Approval for Related Party Transactions**

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 of the Companies Act, 2013 ("Act") and other applicable provisions, if any, read with Rule 15 of the Companies (Meetings of Board and its Powers) Rules, 2014, as amended till date, Regulation 23(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") and the Company's policy on Related Party transaction(s), approval of Shareholders be and is hereby accorded to the Board of Directors of the Company to enter into contract(s)/ arrangement(s)/ transaction(s) with Pacific Iron Manufacturing Ltd a related party within the meaning of Section 2(76) of the Act and Regulation 2(1)(zb) of the Listing Regulations, for purchase of iron ore and related items, on such terms and conditions as the Board of Directors may deem fit, up to a maximum aggregate value of upto Rs. 200 Crore for the financial year 2022-23, provided that the said contract(s)/ arrangement(s)/ transaction(s) so carried out shall be at arm's length basis and in the ordinary course of business of the Company.

**RESOLVED FURTHER THAT** the Board of Directors be and is hereby authorised to do all acts and take such steps as may be considered necessary or expedient to give effect to the aforesaid resolution."

## 5. Approval for Related Party Transactions

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 of the Companies Act, 2013 (“Act”) and other applicable provisions, if any, read with Rule 15 of the Companies (Meetings of Board and its Powers) Rules, 2014, as amended till date, Regulation 23(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”) and the Company’s policy on Related Party transaction(s), approval of Shareholders be and is hereby accorded to the Board of Directors of the Company to enter into contract(s)/ arrangement(s)/ transaction(s) with Chaitanya International Minerals LLP a related party within the meaning of Section 2(76) of the Act and Regulation 2(1)(zb) of the Listing Regulations, for purchase/Sales of Quartz, Grit and Powder and related items, on such terms and conditions as the Board of Directors may deem fit, up to a maximum aggregate value of Upto Rs. 100 Crore for the financial year 2022-23, provided that the said contract(s)/ arrangement(s)/ transaction(s) so carried out shall be at arm’s length basis and in the ordinary course of business of the Company.

**RESOLVED FURTHER THAT** the Board of Directors be and is hereby authorised to do all acts and take such steps as may be considered necessary or expedient to give effect to the aforesaid resolution.”

## 6. Approval for Related Party Transactions

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 of the Companies Act, 2013 (“Act”) and other applicable provisions, if any, read with Rule 15 of the Companies (Meetings of Board and its Powers) Rules, 2014, as amended till date, Regulation 23(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”) and the Company’s policy on Related Party transaction(s), approval of Shareholders be and is hereby accorded to the Board of Directors of the Company to enter into contract(s)/ arrangement(s)/ transaction(s) with Geetanjali Industrial Minerals Private Limited a related party within the meaning of Section 2(76) of the Act and Regulation 2(1)(zb) of the Listing Regulations, for purchase/sale of Quartz, Grit and Powder and related items, on such terms and conditions as the Board of Directors may deem fit, up to a maximum aggregate value of Upto Rs. 100 Crore for the financial year 2022-23, provided that the said contract(s)/ arrangement(s)/ transaction(s) so carried out shall be at arm’s length basis and in the ordinary course of business of the Company.

**RESOLVED FURTHER THAT** the Board of Directors be and is hereby authorised to do all acts and take such steps as may be considered necessary or expedient to give effect to the aforesaid resolution.”

## 7. Approval for Related Party Transactions

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 of the Companies Act, 2013 (“Act”) and other applicable provisions, if any, read with Rule 15 of the Companies (Meetings of Board and its Powers) Rules, 2014, as amended till date, Regulation 23(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”) and the Company’s policy on Related Party transaction(s), approval of Shareholders be and is hereby accorded to the Board of Directors of the Company to enter into contract(s)/ arrangement(s)/ transaction(s) with TAANJ QUARTZ INC a related party within the meaning of Section 2(76) of the Act and Regulation 2(1)(zb) of the Listing Regulations, for sale of Quartz Slab and related items, on such terms and conditions as the Board of Directors may deem fit, up to a maximum aggregate value of Upto Rs. 100 Crore for the financial year 2022-23, provided that the said

contract(s)/ arrangement(s)/ transaction(s) so carried out shall be at arm's length basis and in the ordinary course of business of the Company.

**RESOLVED FURTHER THAT** the Board of Directors be and is hereby authorised to do all acts and take such steps as may be considered necessary or expedient to give effect to the aforesaid resolution."

## **8. Approval for Related Party Transactions**

To pass the following resolution as an Ordinary Resolution:

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 of the Companies Act, 2013 ("Act") and other applicable provisions, if any, read with Rule 15 of the Companies (Meetings of Board and its Powers) Rules, 2014, as amended till date, Regulation 23(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") and the Company's policy on Related Party transaction(s), approval of Shareholders be and is hereby accorded to the Board of Directors of the Company to enter into contract(s)/ arrangement(s)/ transaction(s) with Gaze Fashiontrade Limited a related party within the meaning of Section 2(76) of the Act and Regulation 2(1)(zb) of the Listing Regulations, for Purchase/sale of Quartz Slab and related items, on such terms and conditions as the Board of Directors may deem fit, up to a maximum aggregate value of Upto Rs. 50 Crore for the financial year 2022-23, provided that the said contract(s)/ arrangement(s)/ transaction(s) so carried out shall be at arm's length basis and in the ordinary course of business of the Company.

**RESOLVED FURTHER THAT** the Board of Directors be and is hereby authorised to do all acts and take such steps as may be considered necessary or expedient to give effect to the aforesaid resolution."

## **9. Approval for Related Party Transactions**

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

**"RESOLVED THAT** pursuant to Section 188 and other applicable provisions if any, of the Companies Act, 2013, in terms of the Rule 15 of the Companies (Meetings of Board and its Powers) Rule 2014 and also Regulation 23 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and subject to such other Regulations, Guidelines and Laws (including any statutory modifications or reenactment thereof for the time being in force) and subject to all applicable approvals, permissions and such conditions as may be prescribed by any of the concerned authorities while granting such approvals, which may be agreed to by the Board of Directors of the Company, consent of the members of the Company be and is hereby accorded to the Board for entering into any contracts and / or arrangements/ Transactions with the following Parties for an amount not exceeding the limits as detailed below:"

S.No.	Name of the Related Party	Nature of Relationship	Transaction Amount	Nature of Transaction
1	Gist Minerals Technologies Limited	Wholly Owned Subsidiary Company	Upto Rs. 50 Crore Payable at demand	Availing / Intercompany Lending/Borrowing
2	Gaze Fashiontrade Limited	Wholly Owned Subsidiary Company	Upto Rs. 50 Crore Payable at demand	Availing / Intercompany Lending/Borrowing

**"RESOLVED FURTHER THAT** for the purpose of giving effect to the above, the Board / Committee be and is hereby authorized to agree, make, accept and finalize all such terms, condition(s), modification(s) and alteration(s) as it may deem fit within the aforesaid limits and the Board is also hereby authorized to resolve

and settle all questions, difficulties or doubts that may arise with regard to such payment and to finalize and execute all agreements, documents and writings and to do all acts, deeds and things in this connection and incidental as the in its absolute discretion may deem fit without being required to seek any further consent or approval of the members or otherwise to the end and intent that they shall be deemed to have been given approval thereto expressly by the authority of this resolution.”

**Item No.10****TO GRANT APPROVAL FOR PROVIDING LOANS, MAKING INVESTMENTS, EXTENDING GUARANTEES IN CONNECTION WITH LOANS UNDER SECTION 185 OF THE COMPANIES ACT, 2013:**

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

**“RESOLVED THAT** pursuant to the provisions of Section 185 and other applicable provisions, if any, of the Companies Act, 2013 (the “Act”) and the Companies (Meeting of Board and its Powers) Rules, 2014 (including any statutory modification(s), clarification(s), substitution(s) or re-enactment(s) thereof for the time being in force), consent of the Members of the Company, be and is hereby accorded to the Board of Directors of the Company (hereinafter referred to as the “Board”, which term shall be deemed to include, unless the context otherwise required, any Committee of the Board or any Director(s) or Officer(s) authorised by the Board to exercise the powers conferred on the Board under this resolution) for giving loan(s) in one or more tranches including loan represented by way of book debt (the “Loan”) to, and/or giving of guarantee(s), and/or providing of security(ies) in connection with any Loan taken/to be taken by any entity which is a Subsidiary or Associate or Joint Venture or group entity of the Company or any other person in which any of the Director of the Company is deemed to be interested (collectively referred to as the “Entities”), up to a sum not exceeding Rs. 200 Crores [Rupees Two Hundred Crores Only] at any point in time, in its absolute discretion deem beneficial and in the best interest two of the Company.”

**“RESOLVED FURTHER THAT** the powers be delegated to the Board of the Company and the Board is hereby authorised to negotiate, finalise agree the terms and conditions of the aforesaid loan/guarantee/security and to do all such acts, deeds and things as may be necessary and incidental including signing and/or execution of any deeds/documents/undertakings/agreements/papers/writings for giving effect to this Resolution.”

By Order of the Board  
Pacific industries Limited

Sd/-

**Sachin Shah**

(Company Secretary)

**Place:** Udaipur

**Date:** 31.08.2022

Registered Office:  
Village: Survey No. 13, Kempalingahalli  
Nelamangala Taluk (Rural)  
Bangalore-562123(Karnataka)



**NOTES:-**

In view of the continuing COVID-19 pandemic and pursuant to circulars bearing no. 20/2020 dated 5th May, 2020, 02/2021 dated 13th January, 2021, 19/2021 dated 8th December,

2021, 21/2021 dated 14th December, 2021 and 02/2022 dated 05th May, 2022 ("MCA Circular") ("MCA Circulars") and in compliance with the provisions of the Companies Act, 2013 ("the Act") and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI LODR"), the 33<sup>rd</sup> AGM of the Company is being conducted through VC/OAVM facility, which does not require physical presence of members at the venue of the Annual General Meeting (AGM). Registered Office of the Company shall be deemed to be the venue of this AGM.

1. Since the ensuing AGM is being held pursuant to the MCA Circulars through VC/OAVM which does not require physical attendance of Members at the AGM, the facility to appoint proxy by the Members will not be available for this AGM and therefore, Proxy Form and Attendance Slip are not annexed to this Notice.
2. Since AGM will be held through VC/OAVM, the Route Map is not required and hence, not annexed to this Notice.
3. Members are requested to carefully read the "Procedure for joining the AGM through VC/OAVM" given below in this Notice.
4. Members attending the AGM through VC/OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.
5. Only those members, who are present in the meeting through VC/OAVM facility and have not casted their vote on resolutions through remote e-voting and are otherwise not barred from doing so, will be allowed to vote through e-voting system at the AGM ("InstaPoll").
6. Institutional/Corporate Shareholders (i.e. other than individuals/HUF, NRI, etc.) are required to send scanned copy (PDF/ JPG Format) of its Board or governing body Resolution/authorization etc., authorizing their representative to attend the AGM through VC/OAVM on their behalf and to vote via. remote e-voting. The said resolution/authorization shall be sent by email from through the registered email address at Pacificinvestor@rediffmail.com.
7. In compliance with above mentioned circulars of MCA the Notice calling this AGM along with the Annual Report for FY22 is being sent only by electronic mode to those Members whose e-mail addresses are registered with the Depository Participants or the Company's RTA. Members may kindly note that the Notice of AGM and Annual Report for FY 22 will also be available on the Company's website viz. [www.pacificindustriesltd.com](http://www.pacificindustriesltd.com) and website of the stock exchanges i.e. BSE Limited ([www.bseindia.com](http://www.bseindia.com))
8. In order to enable the Company to comply with MCA circulars issued for holding AGM via VC/OAVM and to participate in the green initiative in Corporate Governance, members are requested to register their email addresses in respect of shares held in electronic form with their Depository Participant(s) and in respect of shares held in in physical form, members are advised to register their e-mail address with Company at [pacificinvestor@rediffmail.com](mailto:pacificinvestor@rediffmail.com).



9. Members holding shares in physical form can avail the facility of nomination on their shareholding pursuant to the provisions of Section 72 of the Act and for the same, they are advised to send their nomination in the prescribed Form No. SH-13 to the Company. Members holding shares in electronic form may contact their respective Depository Participant(s) for availing this facility.
10. In terms of SEBI's circular dated April 20, 2018, members holding shares in physical form and whose PAN and Bank details are not updated in the records of Linkintime India Private Limited, are requested to submit their PAN and Bank Account details, along with self-attested copy of PAN Card and original cancelled cheque/ attested copy of bank passbook bearing name of the Member to the Company/ Linkintime India Private Limited.
11. SEBI has mandated submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic mode are, therefore, requested to submit their PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical mode can submit their PAN to the Company/ Linkintime India Private Limited.
12. In terms of SEBI (Listing Obligations and Disclosure Requirements) (Fourth Amendment) Regulations, 2018, with effect from April 1, 2019, securities of listed companies can be transferred only in dematerialised form. Accordingly, the Company will not accept any fresh lodgement of transfer of shares in physical form. The members are therefore advised, in their own interest, to dematerialize the shares held by them in physical form.
13. Members holding shares in physical form in identical order of names in more than one folio are requested to send to the Company or Company's RTA, details of such folios together with the share certificates and KYC proof(s) viz. PAN, Aadhar etc. for consolidating their holding in one folio. The share certificates will be returned to the members after making requisite changes, thereon.
14. Members are requested to send their queries, if any, on the financial statements/operations of the Company, via email to the Company Secretary at [Pacificinvestor@rediffmail.com](mailto:Pacificinvestor@rediffmail.com) atleast 7 days before the AGM, so that the information can be compiled in advance.
15. To receive shareholders' communications through electronic means, including Annual Reports and Notices, members are requested to kindly register/update their e-mail address with their respective depository participant, where shares are held in electronic form.
16. The documents referred to in this Notice are available for inspection electronically without any fee by the Members on all business days (except Saturday, Sunday and Public Holidays) upto the date of AGM. The Register of Directors, Key Managerial Personnel and their shareholding maintained under Section 170 of the Act and the Register of Contracts and Arrangements, in which Directors are interested, maintained under Section 189 of the Act, will be available for inspection electronically by the members during the AGM. Members seeking to inspect such documents may send request from their email id registered with the Company at [Pacificinvestor@rediffmail.com](mailto:Pacificinvestor@rediffmail.com).
17. Pursuant to the provisions of Section 108 and other applicable provisions, if any, of the Act read with the Companies (Management and Administration) Rules, 2014, as amended, and Regulation 44 of SEBI LODR, the Company is providing to its members facility to exercise their right to vote on the Resolutions as set out in notice of AGM by electronic means ("e-voting"). Members may cast their votes remotely, using an electronic voting system on the dates mentioned herein below ("remote e-voting"). The facility for voting through electronic voting system will also be available during the AGM ("InstaPoll") and members attending the AGM who have

not cast their vote(s) by remote e-voting, will be able to cast their vote at the meeting through InstaPoll. The facility of casting votes by a member using remote e-voting system as well as venue voting on the date of the AGM will be provided by NSDL.

18. The remote e-voting facility will be available during the following period: Commencement of remote e-voting: From 09:00 A:M on Monday 26<sup>th</sup> September 2022 End of remote e-voting: Upto 05:00 P:M on Thursday 29<sup>th</sup> September 2022
19. Persons whose name appears in the Register of Member/list of Beneficial Owners as on 26<sup>th</sup> August, 2022 (Cut-off date) shall be entitled to cast their vote by remote e-voting on the resolutions set forth in this Notice or participating at the AGM and vote through InstaPoll. Any person who is not a Member as on the Cut-off date should treat this Notice for information purpose only.
20. The Board of Directors has appointed Shri Ronak Jhuthawat (Certificate of Practice No.-12094) of M/s Ronak Jhuthawat & Co., Company Secretary in practice as Scrutinizer to scrutinize the remote e-voting and InstaPoll process in a fair and transparent manner and he has communicated his willingness to get appointed and will be available for the said purpose.
21. After conclusion of e-voting at the AGM, Scrutinizer will scrutinize the votes cast via InstaPoll and remote e-voting, and make a consolidated Scrutinizer's Report submission to the Chairman/Director.
22. The result of e-voting (remote e-voting and InstaPoll) will be declared within two working days of the conclusion of AGM and the same, along with the consolidated Scrutinizer's Report, will be placed on Company's website viz. [www.pacificindustries.com](http://www.pacificindustries.com). The result will be simultaneously communicated to the stock exchanges viz. BSE.
23. The resolutions as set out in the notice of AGM shall be deemed to be passed on the date of AGM, subject to receipt of requisite number of votes in favour of the resolution(s).
24. Pursuant SEBI circular no. SEBI/HO/CFD/CMD/ CIR/P/2020/242 dated December 09, 2020 on "e-Voting Facility provided by Listed Entities", individual shareholders holding equity shares in dematerialised form can cast their vote, by way of single login credential, through their demat account/ websites of Depositories/ Depository Participants.

The members are advised to update their mobile number and E-mail ID in their demat accounts in order to access e-voting Facility .

The process and manner of remote e-Voting, attending AGM through VC / OAVM and e-Voting at AGM is as under:

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

**The remote e-voting period begins on From 09:00 A:M on Monday 26<sup>th</sup> September 2022 and ends on Upto 05:00 P:M on Thursday 29<sup>th</sup> September 2022. 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. 26<sup>th</sup> August 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 26<sup>th</sup> August 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"> <li>Existing <b>IDeAS</b> user can visit the e-Services website of NSDL Viz. <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a> either on a Personal Computer or on a mobile. On the e-Services home page click on the “<b>Beneficial Owner</b>” icon under “<b>Login</b>” which is available under ‘<b>IDeAS</b>’ 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 “<b>Access to e-Voting</b>” under e-Voting services and you will be able to see e-Voting page. Click on company name or <b>e-Voting service provider i.e. NSDL</b> 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 &amp; voting during the meeting.</li> <li>If you are not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a>. Select “<b>Register Online for IDeAS Portal</b>” or click at <a href="https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp</a></li> <li>Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsdl.com/">https://www.evoting.nsdl.com/</a> either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “<b>Login</b>” which is available under ‘<b>Shareholder/Member</b>’ 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 <b>e-Voting service provider i.e. NSDL</b> 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 &amp; voting during the meeting.</li> <li>Shareholders/Members can also download NSDL Mobile App “<b>NSDL Speede</b>” facility by scanning the QR code mentioned below for seamless voting experience.</li> </ol>



**NSDL Mobile App is available on**



App Store



Google Play

Individual Shareholders holding securities in demat mode with CDSL	<ol style="list-style-type: none"> <li>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 <a href="https://web.cdslindia.com/myeasi/home/login">https://web.cdslindia.com/myeasi/home/login</a> or <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on New System Myeasi.</li> <li>After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of <b>e-Voting service provider i.e. NSDL</b>. Click on <b>NSDL</b> to cast your vote.</li> <li>If the user is not registered for Easi/Easiest, option to register is available at <a href="https://web.cdslindia.com/myeasi/Registration/EasiRegistration">https://web.cdslindia.com/myeasi/Registration/EasiRegistration</a></li> <li>Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page. The system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. <b>NSDL</b> where the e-Voting is in progress.</li> </ol>
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 <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> 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 <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> 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?**

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

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

4. Your User ID details are given below :

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

1. 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.**

- |   |
|---|
| 2. If you are unable to retrieve or have not received the “Initial password” or have forgotten your password:   |
| a) Click on “ <b>Forgot User Details/Password?</b> ”(If you are holding shares in your demat account with NSDL or CDSL) option available on <a href="http://www.evoting.nsdl.com">www.evoting.nsdl.com</a> .  |
| b) <b>Physical User Reset Password?</b> ” (If you are holding shares in physical mode) option available on <a href="http://www.evoting.nsdl.com">www.evoting.nsdl.com</a> .   |
| c) If you are still unable to get the password by aforesaid two options, you can send a request at <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> 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.   |
| 2. After entering your password, tick on Agree to “Terms and Conditions” by selecting on the check box.   |
| 3. Now, you will have to click on “Login” button.   |
| 4. 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 [csronakjhuthawat@gmail.com](mailto:csronakjhuthawat@gmail.com) with a copy marked to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in).
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the “**Forgot User Details/Password?**” or “**Physical User Reset Password?**” option available on [www.evoting.nsdl.com](http://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](http://www.evoting.nsdl.com) or call on toll free no.: 1800 1020 990 and 1800 22 44 30 or send a request to at [evoting@nsdl.co.in](mailto: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 ([pacificinvestor@rediffmail.com](mailto:pacificinvestor@rediffmail.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 ([pacificinvestor@rediffmail.com](mailto:pacificinvestor@rediffmail.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](mailto:evoting@nsdl.co.in) for procuring user id and password for e-voting by providing above mentioned documents.
4. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

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

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

#### **OTHER INFORMATION TO SHAREHOLDERS:-**

In terms of Section 72 of the Act and the applicable provisions, the shareholders of the Company may nominate a person in whose name the shares held by him/ them shall vest in the event of his/their death. Shareholders desirous of availing this facility may submit the requisite nomination form.

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 account. Members holding shares in physical form can submit their PAN to the Company/Registrar.

In accordance with SEBI vide its circular no. SEBI/HO/MIRSD\_RTAMB/CIR/P/2020/166 dated 7th September, 2020 all share transfers shall be carried out compulsorily in the dematerialised form with effect from 1st April, 2021. Hence no transfer in physical share are allowed. Further SEBI vide its Circular No. SEBI/HO/MIRSD/MIRSD\_RTAMB/P/CIR/2022/8 dated 25th January, 2022 has mandated the listed companies to issue securities in dematerialized form only while processing service requests viz. Issue of duplicate securities certificate; claim from unclaimed suspense account; renewal/exchange of securities certificate; endorsement; sub-division/splitting of securities certificate; consolidation of securities certificates/folios; transmission and transposition. Accordingly, Members are requested to make service requests by submitting a duly filled and signed Form ISR – 4, the format of which is available on the website of the Company's Registrar and Transfer Agents. It may be noted that any service request can be processed only after the folio is KYC Compliant. Members holding shares in physical form are requested to dematerialise their holdings at the earliest.

The Securities and Exchange Board of India ('SEBI') vide its circular dated 3rd November, 2021 read with circular dated 14th December, 2021 has made it mandatory for the shareholders holding securities in physical form to furnish PAN, KYC and Nomination details to the Registrar and Transfer Agent ('RTA') of the Company with form ISR-1, ISR-2, ISR-3, SH-13 and SH-14. Effective from 1st January 2022, any service requests or complaints received from the member, will not be processed by RTA on or after 1st April 2023. Members holding shares in physical form can submit the same (with form ISR-1 & SH13 (which can be download from Company website i.e. [www.pacificindustriesltd.com/investors\\_relations/](http://www.pacificindustriesltd.com/investors_relations/) Information

The shareholders holding shares in physical form are requested to note that in case of failure to provide required documents and details as per aforesaid SEBI circular, all folios of such shareholders shall be frozen on or after 1<sup>st</sup> April, 2023 by the RTA. In view of the above, shareholders of the Company holding securities in physical form are requested to provide following documents/details to RTA i.e Linkintime India Private Limited:

PAN;

- ii. Nomination in Form No. SH-13 or submit declaration to 'Opt-out' in Form ISR-3;
- iii. Contact details including Postal address with PIN code, Mobile Number, E-mail address;
- iv. Bank Account details including Bank name and branch, Bank account number, IFS code; v. Specimen signature.

Any cancellation or change in nomination shall be provided in Form No.SH-14

All of above required documents/details shall be provided to Company website [www.pacificindustriesltd.com/investors\\_relations/ Information](http://www.pacificindustriesltd.com/investors_relations/Information) /and send the documents at the address of registered office of the company or RTA. The shareholders can download the forms mentioned in SEBI circular from the Company website i.e [www.pacificindustriesltd.com/investors\\_relations/ Information](http://www.pacificindustriesltd.com/investors_relations/Information)

By Order of the Board

Pacific industries Limited

Sd/-

**Place:** Udaipur

**Sachin Shah**

**Date:** 31.08.2022

(Company Secretary)

Registered Office:  
 Village: Survey No. 13, Kempalingahalli  
 Nelamangala Taluk (Rural)  
 Bangalore-562123(Karnataka)

DETAILS OF DIRECTORS SEEKING APPOINTMENT/ RE-APPOINTMENT AT THE ANNUAL GENERAL MEETING [PURSUANT TO REGULATION 26(4) AND 36 (3) OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015]

Item No. 02

Particulars	Shri Kapil Agarwal
Director Identification Number	00386298
Date of Birth (Age)	18.06.1983
Nationality	Indian
Qualification	MBA
Expertise	Experienced in Marketing and Business Management
Date of Appointment on the Board	23/07/2005
Relationship with other Directors and Key Managerial Personnel	Son of Mr. J.P. Agarwal and of Mrs. Geeta Devi Agarwal
No. of shares held in the Company	375869

Directorships held in other Companies (excluding foreign Companies and Section 8 Companies) as on 31.03.2022	1. PACIFIC METASTEEL PRIVATE LIMITED 2. PACIFIC IRON MANUFACTURING LIMITED 3. PROCLAIM CONSTRUCTIONS PRIVATE LIMITED 4. STEADFAST BUILDERS PRIVATE LIMITED 5. PEARL REALHOME DEVELOPERS PRIVATE LIMITED 6. GALAXY REALVENTURE PRIVATE LIMITED 7. SEA HORSE CONSTRUCTIONS PRIVATE LIMITED 8. GEETANJALI AVIATION PRIVATE LIMITED 9. PACIFIC LEASING AND RESEARCH LTD 10. GEETANJALI INVESTECH HOLDINGS INDIA PRIVATE LIMITED 11. MOUNT SAROLI INFRASTRUCTURES LIMITED 12. BHASKAR BUILDMART PRIVATE LIMITED 13. SURYA BUILDSQUARE PRIVATE LIMITED 14. GEETANJALI BUILDTech PRIVATE LIMITED 15. GEETANJALI INFOSYSTEMS PRIVATE LIMITED
Memberships /Chairmanships of committees of other Listed companies (includes only Audit Committee and Stakeholders' Relationship Committee) as on 31.03.2022	NIL
Memberships/ Chairmanships of the Committee of the Board of Directors of the Company	NIL

**Item No. 3:**

M/s RAVI SHARMA & CO. (FRN No. 15143C), Chartered Accountants had been appointed as the Statutory Auditors of the Company at 28<sup>th</sup> Annual General Meeting held on 29<sup>th</sup> September, 2017 to hold office for a period of five years till the conclusion of 33<sup>rd</sup> Annual General Meeting. As per Section 139 of the Act, M/s RAVI SHARMA & CO. (FRN No. 15143C), Chartered Accountants are eligible for re-appointment for a further period of five years. They have conveyed their consent for re-appointment as the Statutory Auditors of the Company for next term of five years along with the confirmation that, their appointment, if made by the members, would be within the limits prescribed under the Companies Act, 2013.

After evaluating and considering various factors such as industry experience, competency of the audit team, efficiency in conduct of audit, independence, etc., and considering the recommendation of Audit Committee, the Board at its meeting held on 31<sup>st</sup> August 2022, proposed the re-appointment of M/s RAVI SHARMA & CO. (FRN No. 15143C), Chartered Accountants as Statutory Auditors for a further period of five years from the conclusion of this Annual General Meeting till the Conclusion of 38<sup>th</sup> Annual General Meeting to be held in the year 2027.

The Board recommends the Ordinary Resolution at item no. 3 of the Notice for approval by the members of the Company.

None of the Directors or Key Managerial Personnel (KMP) or relatives of directors and KMP is concerned or interested in the Resolution at Item No. 3 of the accompanying Notice.

Explanatory Statement Pursuant to Section 102(1) of the Companies Act, 2013

**Item No. 4**

Your Company requires to Purchase iron ore on the Basis of Demand of the market. The iron ore from Pacific Iron Manufacturing Limited are perfect for the grade and quality produces. To ensure stability of supplies in terms of quality and logistics, your Company proposes to enter into transaction(s) with Pacific Iron Manufacturing Limited. The total value of the proposed transaction(s) could be reach Upto Rs. 200 Crore during financial year 2022-23.

Section 188 of the Act and the applicable Rules framed thereunder provide that any Related Party Transaction will require prior approval of shareholders through ordinary resolution, if the aggregate value of transaction(s) amounts to 10% or more of the annual turnover of the Company as per last audited financial statements of the Company.

Accordingly, transaction(s) entered into with Pacific Iron Manufacturing Limited comes within the meaning of Related Party transaction(s) in terms of provisions of the Act, applicable Rules framed thereunder read with the Listing Regulations.

Hence, approval of the shareholders is being sought for the said Related Party Transaction(s) proposed to be entered into by your Company with Pacific Iron Manufacturing Limited in the financial year 2022-23

Pursuant to Rule 15 of Companies (Meetings of Board and its Powers) Rules, 2014, as amended till date, particulars of the transactions with Pacific Iron Manufacturing Limited are as follows:

**Sl. Particulars Remarks**

- 1 Name of the Related Party : Pacific Iron Manufacturing Limited
- 2 Nature of Relationship : Directors of the Company is the Director and Shareholders in the Company
- 3 Nature, material terms, monetary value and particulars of the contract or arrangement : Monetary value of proposed aggregate transaction(s) during financial year 2022-23
- 4 Any other information relevant or important for the members to take a decision on the proposed resolution : Above materials are required for Demand of the market

None of the Directors and Key Managerial Personnel except Directors of Company or their respective relatives, is concerned or interested, financially or otherwise, in the resolution.

The Board of Directors recommends passing of the resolution as set out at item no. 4 of this Notice as an Ordinary Resolution

**Item No. 5**

Your Company requires quartz, grits and Powder for Production of quartz Slab and other related item of the Company. The quartz, grits and Powder from Chaitanya International Minerals LLP are perfect for the grade and quality produces. To ensure stability of supplies in terms of quality and logistics, your Company proposes to enter into transaction(s) with Chaitanya International Minerals LLP. The total value of the proposed transaction(s) could be reach Upto Rs. 100 Crore during financial year 2022-23.

Section 188 of the Act and the applicable Rules framed thereunder provide that any Related Party Transaction will require prior approval of shareholders through ordinary resolution, if the aggregate value of transaction(s) amounts to 10% or more of the annual turnover of the Company as per last audited financial statements of the Company.

Accordingly, transaction(s) entered into with Chaitanya International Minerals LLP comes within the meaning of Related Party transaction(s) in terms of provisions of the Act, applicable Rules framed thereunder read with the Listing Regulations.

Hence, approval of the shareholders is being sought for the said Related Party Transaction(s) proposed to be entered into by your Company with Chaitanya International Minerals LLP in the financial year 2022-23

Pursuant to Rule 15 of Companies (Meetings of Board and its Powers) Rules, 2014, as amended till date, particulars of the transactions with Chaitanya International Minerals LLP are as follows:

**Sl. Particulars Remarks**

- 1 Name of the Related Party : Chaitanya International Minerals LLP
- 2 Nature of Relationship : Directors of the Company is the Partners in the LLP
- 3 Nature, material terms, monetary value and particulars of the contract or arrangement : Monetary value of proposed aggregate transaction(s) during financial year 2022-23
- 4 Any other information relevant or important for the members to take a decision on the proposed resolution : Above materials are required for Production of quartz Slab and other related item of the Company.

None of the Directors and Key Managerial Personnel except Directors of Company or their respective relatives, is concerned or interested, financially or otherwise, in the resolution.

The Board of Directors recommends passing of the resolution as set out at item no. 5 of this Notice as an Ordinary Resolution

**Item No. 6**

Your Company requires quartz, grits and Powder for Production of quartz Slab and other related item of the Company. The quartz, grits and Powder from Geetanjali Industrial Minerals Private Limited are perfect for the grade and quality produces. To ensure stability of supplies in terms of quality and logistics, your Company proposes to enter into transaction(s) with Geetanjali Industrial Minerals Private Limited. The total value of the proposed transaction(s) could be reach Upto Rs. 100 Crore during financial year 2022-23.

Section 188 of the Act and the applicable Rules framed thereunder provide that any Related Party Transaction will require prior approval of shareholders through ordinary resolution, if the aggregate value of transaction(s) amounts to 10% or more of the annual turnover of the Company as per last audited financial statements of the Company.

Accordingly, transaction(s) entered into with Geetanjali Industrial Minerals Private Limited

comes within the meaning of Related Party transaction(s) in terms of provisions of the Act, applicable Rules framed thereunder read with the Listing Regulations.

Hence, approval of the shareholders is being sought for the said Related Party Transaction(s) proposed to be entered into by your Company with Geetanjali Industrial Minerals Private Limited in the financial year 2022-23.

Pursuant to Rule 15 of Companies (Meetings of Board and its Powers) Rules, 2014, as amended till date, particulars of the transactions with Geetanjali Industrial Minerals Private Limited are as follows:

**Sl. Particulars Remarks**

- 1 Name of the Related Party : Geetanjali Industrial Minerals Private Limited
- 2 Nature of Relationship : Directors of the Company is the Directors and Shareholders in the Company

- 3 Nature, material terms, monetary value and particulars of the contract or arrangement : Monetary value of proposed aggregate transaction(s) during financial year 2022-23.
- 4 Any other information relevant or important for the members to take a decision on the proposed resolution : Above materials are required for Production of quartz Slab and other related item of the Company.

None of the Directors and Key Managerial Personnel except Directors of Company or their respective relatives, is concerned or interested, financially or otherwise, in the resolution.

The Board of Directors recommends passing of the resolution as set out at item no.6 of this Notice as an Ordinary Resolution.

#### **Item No. 7**

During the year the company has incorporated its wholly owned subsidiary company in USA Viz. Taanj Quartz INC to cater the US Customer who are not willing to import material from India due to this duty issue and others domestic customers in USA . To ensure stability of supplies in terms of quality and logistics, your Company proposes to enter into transaction(s) with Taanj Quartz INC. The total value of the proposed transaction(s) could be reach Upto 100 Crore during financial year 2022-23..

Section 188 of the Act and the applicable Rules framed thereunder provide that any Related Party Transaction will require prior approval of shareholders through ordinary resolution, if the aggregate value of transaction(s) amounts to 10% or more of the annual turnover of the Company as per last audited financial statements of the Company.

Accordingly, transaction(s) entered into with Taanj Quartz INC , comes within the meaning of Related Party transaction(s) in terms of provisions of the Act, applicable Rules framed thereunder read with the Listing Regulations.

Hence, approval of the shareholders is being sought for the said Related Party Transaction(s) proposed to be entered into by your Company with Taanj Quartz INC in the financial year 2022-23.

Pursuant to Rule 15 of Companies (Meetings of Board and its Powers) Rules, 2014, as amended till date, particulars of the transactions with Taanj Quartz INC are as follows:

#### **Sl. Particulars Remarks**

- 1 Name of the Related Party : Taanj Quartz INC
- 2 Nature of Relationship : Wholly Owned Subsidiary Company of the Company
- 3 Nature, material terms, monetary value and particulars of the contract or arrangement : Monetary value of proposed aggregate transaction(s) during financial year 2022-23.
- 4 Any other information relevant or important for the members to take a decision on the proposed resolution : NIL

None of the Directors and Key Managerial Personnel except Directors of Company or their respective relatives, is concerned or interested, financially or otherwise, in the resolution.

The Board of Directors recommends passing of the resolution as set out at item no. 7 of this Notice as an Ordinary Resolution

#### **Item No. 8**

Your Company requires quartz, grits and Powder for Production of quartz Slab and other related item of the Company. The quartz, grits and Powder from Gaze Fashiontrade Limited are perfect for the grade and quality produces. To ensure stability of supplies in terms of quality and logistics, your Company proposes to enter into transaction(s) with Gaze Fashiontrade Limited . The total value of the proposed transaction(s) could be reach Upto Rs. 50 Crore during financial year 2022-23.

Section 188 of the Act and the applicable Rules framed thereunder provide that any Related Party Transaction will require prior approval of shareholders through ordinary resolution, if the aggregate value of transaction(s) amounts to 10% or more of the annual turnover of the Company as per last audited financial statements of the Company.

Accordingly, transaction(s) entered into with Gaze Fashiontrade Limited comes within the meaning of Related Party transaction(s) in terms of provisions of the Act, applicable Rules framed thereunder read with the Listing Regulations.

Hence, approval of the shareholders is being sought for the said Related Party Transaction(s) proposed to be entered into by your Company with Gaze Fashiontrade Limited in the financial year 2022-23.

Pursuant to Rule 15 of Companies (Meetings of Board and its Powers) Rules, 2014, as amended till date, particulars of the transactions with Gaze Fashiontrade Limited are as follows:

### **Sl. Particulars Remarks**

- 1 Name of the Related Party : Gaze Fashiontrade Limited
- 2 Nature of Relationship : Wholly Owned Subsidiary Company
- 3 Nature, material terms, monetary value and particulars of the contract or arrangement : Monetary value of proposed aggregate transaction(s) during financial year 2022-23.
- 4 Any other information relevant or important for the members to take a decision on the proposed resolution : Above materials are required for Production of quartz Slab and other related item of the Company.

None of the Directors and Key Managerial Personnel except Directors of Company or their respective relatives, is concerned or interested, financially or otherwise, in the resolution.

The Board of Directors recommends passing of the resolution as set out at item no.8 of this Notice as an Ordinary Resolution

### **Item No. 9**

Your Company has entered into a transaction with the companies as mentioned in the resolution which is a “Related Party” as defined under Section 2 (76) of the Companies Act, 2013. As per the provisions of Section 188 (1) of the Companies Act, 2013 “Related Party Transactions” requires prior consent of the Board where transactions proposed to be entered into falls in the list of items referred therein and are within threshold limits prescribed under Rule 15 of the Companies (Meeting of Board and its Power) Rules, 2015. Proviso to Section 188 further provides that nothing contained in sub-section (1) of Section 188 applies where transactions are entered into by the company in the ordinary course of business other than transactions which are not on an arm’s length basis.

As per the provisions of the Regulation 23 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, defines term Material Related Party Transaction. It provides that all related party transactions shall be considered as “Material” if the transaction entered with or transactions to be entered individually or taken together with a Related Party along with previous transactions during a Financial Year exceeds 10% of the Annual Consolidated Turnover of the company as per the Last Audited Financial Statement of the Company.

The Material Related Party Transactions requires approval of the Shareholders by passing an Ordinary Resolution and in respect of voting on such resolution(s), all the related parties shall abstain from voting, irrespective of whether the entity or person is a party to the particular transaction or not, pursuant to Regulation 23(7) of SEBI (LODR)

Members may please note that based on the criteria as mentioned above in the SEBI LODR, transactions with such related parties as mentioned in Item No. 9 are “Material” and therefore requires approval of the Company by Ordinary Resolution.



**Item No. 10**

The Company may have to render support for the business requirements of its Subsidiary Companies or Associate or Joint Venture or group entity or any other person in whom any of the Director of the Company is deemed to be interested (collectively referred to as the "Entities"), from time to time. However, owing to certain restrictive provisions contained in Section 185 of the Companies Act, 2013 ('the Act'), the Company was unable to extend financial assistance by way of loan to such Entities.

The Board of Directors seek consent of the Members by way of a Special Resolution pursuant to Section 185 of the Act (as amended by the Companies (Amendment) Act, 2017) for making loan(s) or providing financial assistance or providing guarantee or securities in connection with the loans taken or to be taken by the Entities for the capital expenditure of the projects and/or working capital requirements including purchase of fixed assets as may be required from time to time for the expansion of its business activities and other matters connected and incidental thereon for their principal business activities.

The Members may note that Board of Directors would carefully evaluate proposals and provide such loan, guarantee or security through deployment of funds out of internal resources/accruals and/or any other appropriate sources, from time to time, only for principal business activities of such Entities.

The Board of Directors recommend the resolution given in this Notice for your approval as a Special Resolution.

None of the Directors, Key Managerial Personnel of the Company or any of their relatives, are concerned or interested in the above proposed resolution, except to their equity holdings and Directorships in the Company, if any

**Place:** Udaipur

**Date:** 31.08.2022

By Order of the Board  
Pacific industries Limited  
Sd/-

**Sachin Shah**  
(Company Secretary)

Registered Office:  
Village: Survey No. 13, Kempalingahalli  
Nelamangala Taluk (Rural)  
Bangalore-562123(Karnataka)

## BOARD'S REPORT

To,

**The Members of Pacific Industries Limited,**

The Board of Directors have pleasure in presenting their 33<sup>rd</sup> Annual Report on the business and operations of Pacific Industries Limited along with the Audited Financial Statements for the Financial Year Ended March 31, 2022.

### 1. FINANCIAL HIGHLIGHTS

The Standalone and Consolidated Financial Results of the company for the year ended 31<sup>st</sup> March, 2022 are as follows:

(Rs. In Lacs)

Particulars	Standalone (F.Y.)		Consolidated (F.Y.)	
	2021-22	2020-21	2021-22	2020-21
Revenue from Operations and Other Income	28,626.52	18,174.50	29,341.53	18,586.43
Less: Operating Cost	25,556.74	15,601.87	25,753.64	15,953.82
<b>Operating Profit/PBDIT</b>	<b>3069.78</b>	<b>2572.63</b>	<b>3,587.89</b>	<b>2632.61</b>
Less: Interest & Finance Charges	662.59	593.19	351.87	289.22
Less: Depreciation & Amortization Expenses	1,088.32	838.97	1,079.81	844.20
<b>Profit Before Tax and Exceptional Items</b>	<b>1318.86</b>	<b>1140.47</b>	<b>2156.21</b>	<b>1499.19</b>
Add: Exceptional items	-	-	-	-
<b>Profit Before Tax</b>	<b>1318.86</b>	<b>1140.47</b>	<b>2156.21</b>	<b>1499.19</b>
Less: Provision for Tax	374.34	364.11	564.53	457.85
Less: Prior Period Adjustment	-	-	-	-
<b>Profit After Tax</b>	<b>944.50</b>	<b>776.36</b>	<b>1591.68</b>	<b>1041.34</b>
Total Other Comprehensive income	45.94	13.66	45.94	13.66
<b>Total Comprehensive Income for the year</b>	<b>990.44</b>	<b>790.02</b>	<b>1637.62</b>	<b>1055.00</b>

### 2. Overview and the State of the Company Affairs

The unprecedented Covid-19 global pandemic has had impact on our results for FY 2022 as the second wave of the pandemic hit lives hard and was way more vicious than the first one. Yet, it was not about Covid in spite of the second wave, it was more about hope and recovery as India successfully navigated its course through turbulent waters.

As the restrictions were removed, there was a dramatic surge in the pace of vaccination and India was able to vaccinate most of its eligible population rapidly which was evident through fast paced recovery and growth in the later part of the year. However, the enthusiasm was disrupted by the third wave of the pandemic which fortunately proved to be less vicious and short lived.

Port congestion, container shortages, vessel delays and soaring shipping costs have also impacted the sales of our products. Our stated desire to move our business to breakeven has been delayed due to the Covid-19 disruption.

Prudently prepared for these unprecedented times, your Company remained committed to delivering value to its customers and creating wealth for its shareholders. We are optimistic that the Company is in a strong position to emerge from the current situation and remains well positioned to deliver reasonable growth.

During the Year Your Company's income from operations during the year under review was INR 28,626.52 Lakhs as compared to INR 18,174.50 Lakhs in the previous year. The total Profit incurred during the year under review was Rs. 944.50 Lakhs as against Profit of Rs. 776.36 Lakhs during the previous year.

During the period under consideration, the revenue from operations was incredible. Despite global pandemic troubles, the company operated successfully, with strong online and store sales.

Detailed analysis and future outlook of the Company's business are dealt in the Management Discussion and Analysis Report.

### **3. IMPACT OF COVID-19**

Your Directors hereby inform the members that during the year under review, the entire world including our country continued to face the unprecedented once in a lifetime challenge thrown by the world over pandemic in the form of COVID – 19. The second wave of the pandemic was devastating for livelihood of all people of the country. The State Lockdown was announced by the Government from time to time during the year. These events made the Company suffer heavy financial and operational Loss.

Your Company took various steps and decisions to counter the challenges which came before us by the unprecedented conditions. These included rationalisation of costs and optimized use of its capacities. Due to all these measures your Company could sustain its operations in a better manner as compared to FY 2021-22

The Board has been periodically reviewing with the Management, the impact of COVID-19 on the Company. During the 1st quarter of the year, your Company had to temporarily suspend operations at its quarries, plants, and other locations as per the directives of the Government, keeping in mind the paramount need of safety of the employees. The Board is also keeping a close watch on any other possible impacts of any further impacts wave of the pandemic. The Board and the Management will continue to closely monitor the situation as it evolves and do its best to take all necessary measures, in the interests of all stakeholders of the Company.

### **4. DIVIDENDS**

The Board of Directors thought it prudent not to recommend any Dividend for the financial year ended 31<sup>st</sup> March, 2022.

### **5. TRANSFER TO RESERVES**

The Board of Directors didn't propose to transfer any sum to the General Reserve.

### **6. MANAGEMENT'S DISCUSSION AND ANALYSIS REPORT**

Management's Discussion and Analysis Report for the year under review, in terms of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations"), is presented in a separate section forming part of the Annual Report.

### **7. MATERIAL CHANGES AFFECTING THE COMPANY AND COMMITMENT**

There have been no material changes and commitments affecting the financial position of the Company between the end of the financial year and date of this Report. There has been no change in the nature of business of the Company.

**8. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO**

The information pertaining to conservation of energy, technology absorption, foreign exchange earnings and outgo as required under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is provided in Annexure 1 and is attached to this report.

**9. STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY**

The Company has in place a Risk Management Policy, pursuant to Section 134 of the Companies Act 2013. This robust Risk Management framework enables identification and evaluation of business risks and opportunities, seeks to create transparency, minimize adverse impact on business objectives and enhance the Company's competitive advantage.

The Company has laid down a well-defined risk management mechanism commensurate with its size and the nature of business covering risk mapping, risk exposure and risk mitigation process. The Company's Risk Management Policy has been developed to include various categories such as Human Resources, Financial, Business Processes and Systems, Strategy, Corporate Governance and Compliance and Information Security.

Further, the Board ensures risk reporting and updates, risk policy compliances and provide overall guidance and support to business risk owners.

**10. CORPORATE SOCIAL RESPONSIBILITY (CSR)**

The Company has a Policy on Corporate Social Responsibility and the same has been posted on the website of the Company i.e [www.pacificindustriesltd.com](http://www.pacificindustriesltd.com). The Annual Report on CSR activities in terms of the requirements of Companies (Corporate Social Responsibility Policy) Rules, 2014 is annexed as Annexure-7, which forms part of this Report.

**11. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013**

The Company has not given Loans or guarantees or investments pursuant to Section 186 of the Companies Act, 2013 to other Body Corporates or persons as indicated in the notes to the financial statements.

**12. PARTICULARS OF CONTRACTS AND ARRANGEMENTS WITH RELATED PARTIES**

All contracts/ arrangements/ transactions entered by the Company during the financial year with related parties were in the ordinary course of business and on an arm's length basis. During the year, the Company did not enter into any contract/ arrangement/ transaction with related parties, which could be considered material in accordance with Regulation 23 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Company has also disclosed related party transactions on a consolidated basis for the half year ended to the stock exchange and has also published the same on the website of the Company.

The Policy on materiality of related party transactions and dealing with related party transactions as approved by the Board may be accessed on the Company's website. The particulars as required under the Act are furnished in Annexure 4 (Form No. AOC-2) to this Report.

**13. SECRETARIAL STANDARDS**

The Company complies with all the applicable provisions of Secretarial Standards.

#### **14. AUDITORS AND AUDITORS' REPORT**

##### **a. Statutory Auditors**

Pursuant to the provisions of Section 139 of the Companies Act, 2013 and rules made thereunder, M/s Ravi Sharma & Co., Chartered Accountants, Jaipur (Firm Registration No. 015143C) were appointed as Statutory Auditors of the Company for a further term of five consecutive years, to hold office from the conclusion of the this Annual General Meeting until the conclusion of 38<sup>th</sup> Annual General Meeting of the Company, on such remuneration as may be decided by the Audit Committee and the Board of Directors.

Pursuant to Section 139 and 141 of the Companies Act, 2013 and relevant Rules prescribed there under, the Company has received certificate from the Auditors to the effect, inter-alia, confirming that their appointment continues to be within the limits laid down by the Act, is as per the term provided under the Act, that they are not disqualified for continuing such appointment under the provisions of applicable laws and also that there are no pending proceedings against them or any of their partners with respect to professional matters of conduct.

##### **b. Secretarial Auditor**

The board has appointed **M/s B K Sharma & Associates**, Practising Company Secretaries, as secretarial auditor of the Company for the FY 2021-22 as per the provisions of Section 204 of Companies Act 2013 and rules made thereunder. The Secretarial Audit Report for the financial year 2021-22 is attached herewith as Annexure 5. The report does not contain any reservation, qualification or adverse remark. Information referred in the Secretarial Auditor Report are self-explanatory and do not call for any further comments.

##### **Secretarial Audit of Unlisted Indian Subsidiary**

M/s Gist Minerals Technologies Limited, and Gaze Fashiontrade Limited wholly owned subsidiary of the Company undertakes Secretarial Audit was carried out pursuant to Section 204 of the Companies Act, 2013 and Regulation 24A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 by M/s Ronak Jhuthawat & Co. Practising Company Secretaries, does not contain any qualification, reservation or adverse remark or disclaimer and is attached herewith as Annexure 6.

##### **Cost Audit**

Pursuant to the provisions of Section 148 of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Rules, 2014, the Company is not required to maintain cost records and conduct cost audit.

#### **15. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**

The information required under Section 197(12) of the Act read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is annexed to this Report as Annexure 3.

#### **16. POLICY RELATING TO DIRECTORS APPOINTMENT AND REMUNERATION ETC.**

The Board has framed a Policy relating to appointment of Directors, payment of Managerial remuneration, Directors' qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178 (3) of the Companies Act, 2013 based on the recommendation of Nomination and Remuneration Committee. The details of this Policy have been disclosed in the Corporate Governance Report, which forms part of this Report.

#### **17. ANNUAL EVALUATION OF BOARD'S PERFORMANCE, ITS COMMITTEES AND INDIVIDUAL DIRECTORS**

Pursuant to the provisions of the Companies Act, 2013 and the Listing Regulations, the Board has carried out an annual performance evaluation of the working of its own performance, the Directors individually as well as evaluation of its Committees.

The Board and Nomination and Remuneration Committee reviewed the performance of Individual Directors, the Board as a whole, Committees of the Board and Chairman and Managing Director after taking into consideration feedback received from Directors. The evaluation was done on various parameters such as vision and strategy, participation, disclosures of interests, good governance, leadership skills, operations, business development, human resources development, corporate communication etc. The feedback received from Directors were then consolidated and placed before the Committee / Board for its evaluation. The Directors expressed their satisfaction with the evaluation process.

## **18. ANNUAL RETURN**

The Annual Return of the Company as on 31st March, 2022 in Form MGT - 7 in accordance with Section 92(3) of the Act read with the Companies (Management and Administration) Rules, 2014, is available on the website of the Company at <https://pacificindustriesltd.com>.

## **19. BOARD MEETINGS HELD DURING THE FINANCIAL YEAR 2021-22**

During the financial year 2021-22, Nine (09) Board Meetings were held on 23.04.2021, 30.06.2021, 13.08.2021, 31.08.2021, 28.10.2021, 13.11.2021, 20.01.2022, 09.02.2022 and 11.03.2022 details of which are furnished in the Corporate Governance Report forming part of this Report. The gap between any two Meetings did not exceed 120 days.

## **20. DIRECTORS RESPONSIBILITY STATEMENT**

In terms of the provisions of Section 134(3)(c) read with Section 134(5) of the Companies Act, 2013, the Board of Directors, in respect of the year ended 31st March, 2022, hereby confirm that:

- a. in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b. they 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;
- c. they 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;
- d. they had prepared the annual accounts on a going concern basis;
- e. they had laid down proper internal financial controls to be followed by the Company and that such internal financial controls were adequate and were operating effectively; and
- f. they had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and were operating effectively.

## **21. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES**

The Company has the following subsidiaries and step-down subsidiaries:

Wholly owned Subsidiaries:-

- a. Gaze Fashiontrade Limited, a 100% Subsidiaries of the Company situated in the state of Karnataka.
- b. Gist Minerals & technologies Limited, a 100% Subsidiaries of the Company situated in the state of Karnataka.
- c. TAANJ QUARTZ INC US Based Wholly Owned Subsidiary Company.

- d. There is no associate company within the meaning of section 2(6) of the Companies Act, 2013. There has been no material change in the nature of the business of the Subsidiaries.

## **22. CONSOLIDATED FINANCIAL STATEMENTS**

The Consolidated Financial Statements of the Company and all the subsidiaries form a part of this Annual Report and have been prepared in accordance with section 129(3) of the Companies Act, 2013. A separate statement containing salient features of the Financial Statements in prescribed format AOC-1 is annexed as Annexure-2 to this report.

This statement also provides the details of the performance and financial position of each of the Subsidiary Company.

## **23. LISTING OF SHARES**

The shares of the Company are listed on BSE Limited and the listing fee for the year 2022-23 has been duly paid.

## **24. DEPOSITS**

The Company has neither accepted nor renewed any deposits during the year under review.

## **25. DEPOSITORY SYSTEM**

The Company has entered into agreement with the National Securities Depository Limited and Central Depository Services (India) Limited (CDSL) to enable shareholders to hold shares in a dematerialized form. The Company also offers simultaneous dematerialization of the physical shares lodged for transfer.

## **26. DISCLOSURE UNDER SECTION 164(2) OF THE COMPANIES ACT, 2013**

The Company has received disclosures in Form DIR – 8 from all the Directors' of the Company and has noted that the none of the Director is disqualified under Section 164(2) of the Companies Act, 2013 read with Rule 14(1) of Companies (Appointment and Qualification of Directors) Rules, 2014.

## **27. DIRECTORS AND KEY MANAGERIAL PERSONNEL**

### **Directors**

Pursuant to Section 149, 152 and other applicable provisions of the Companies Act, 2013, one-third of such of the Directors as are liable to retire by rotation, shall retire every year and, if eligible, offer themselves for re-appointment at every AGM. Consequently, Mr. Kapil Agarwal (DIN: 00386298), Director of the Company will retire by rotation at the ensuing AGM, and being eligible, offered himself for re-appointment.

A brief resume of the Directors being appointed/ re-appointed, the nature of expertise in specific functional areas, names of companies in which they hold Directorships, committee memberships/ chairmanships, their shareholding in the Company, etc., have been furnished in the explanatory statement to the notice of the ensuing AGM.

### **Key Managerial Personnel**

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

Shri Jagdish Prasad Agarwal , Chairman and Managing Director

Shri Kapil Agarwal Executive Director and Chief Financial Officer

Mr. Sachin Shah , Company Secretary and Compliance Officer



**28. DECLARATION OF INDEPENDENT DIRECTORS**

The Company has received declarations from all Independent Directors of the Company, confirming that they meet the criteria of independence as laid down under Section 149(6) of the Companies Act, 2013.

The Independent directors of the Company have undertaken requisite steps towards the inclusion of their names in the data bank of Independent directors maintained with the Indian Institute of Corporate affairs in terms of Section 150 of the act read with rule 6 of the Companies (appointment & Qualification of directors) rules, 2014.

The Board is of the opinion that all the Independent Directors of the Company possess requisite qualifications, experience and expertise in their domain areas and that they hold highest standards of integrity.

**29. INTERNAL FINANCIAL CONTROL SYSTEM**

The Company continuously evolves in strengthening its internal control processes and has appointed Mr. Ravi Sharma, Chartered Accountants, as the Internal Auditor of the Company. The Company has put in place an adequate system of internal control commensurate with its size and nature of business. These systems provide a reasonable assurance in respect of providing financial and operational information, complying with applicable statutes, safeguarding of assets of the Company and ensuring compliance with corporate policies.

Procedures to ensure conformance with the policies, standards and delegations of authority have been put in place covering all activities. Audit Committee periodically reviews the performance of internal audit system.

The Company has a rigorous business planning system to set targets and parameters for operations which are reviewed with actual performance to ensure timely initiation of corrective action, if required. The Audit Committee reviews adherence to internal control systems and internal audit reports. Further, the Board annually reviews the effectiveness of the Company's internal control system.

**30. CORPORATE GOVERNANCE**

A detailed Report on Corporate Governance, pursuant to the requirements of Regulation 34(3) of the Listing Regulations, forms an integral part of this Report. A Certificate from the M/s B K Sharma & Associates , Company Secretary confirming compliance with the conditions of Corporate Governance as stipulated under Schedule V (E) of the Listing Regulations, is annexed to this Report and M/s B K Sharma & Associates issued a certificate with regards to Dis-Qualification of Directors of the Company as per Regulation 34(3) of SEBI (LODR) Regulations, 2015, is also annexed to this Report.

The Business Responsibility Reporting, as required by Regulation 34(2) of the Listing Regulations, is not applicable to the Company for the financial year ending 31st March, 2022.

The Vigil Mechanism of the Company also incorporates a Whistle Blower Policy in terms of the Listing Regulations thereby establishing a vigil mechanism for Directors and permanent employees for reporting genuine concerns, if any. Protected disclosures can be made by a whistle blower to the Chairman of the Audit Committee. The policy on vigil mechanism and whistle blower policy may be accessed on the Company's website at the link: <https://www.pacificindustriesltd.com/policies>.

**31. DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE AND PROVIDING VIGIL MECHANISM**

The Company has constituted an Audit Committee as required under Section 177 of the Companies Act, 2013 and has also established Vigil Mechanism for their employees and Directors to report their genuine concerns or grievances.

The details of the same are presented in the Corporate Governance Report. The Board has accepted all the recommendations of the Audit Committee during the year under review.

**32. GENERAL****During the Financial year 2021-22 following transaction were reported:-**

No disclosure or reporting is required in respect deposits covered under Chapter V of the Act.

During the year, there has been no change in the authorized share capital of the Company.

During the year the company has not Issue of sweat equity shares, bonus shares or employees stock option plan.

During the year under review, there were no cases were reported pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

There were no frauds reported by the Auditors under Sub section (12) of Section 143 of the Companies (Amendment) Act, 2015, to the Audit Committee, Board of Directors or Central Government.

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

**33. PREVENTION OF INSIDER TRADING**

In compliance with the provisions of Securities Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015, the Board has adopted a code of conduct and code of practices and procedures for fair disclosure of unpublished price sensitive information to preserve the confidentiality of price sensitive information, prevent misuse thereof and regulate the trading by Insiders. The code of practice and procedures for fair disclosure of unpublished price sensitive information is also available on the Company's website i.e. [www.pacificindustriesltd.com](http://www.pacificindustriesltd.com).

**34. GREEN INITIATIVES**

As in the previous years, this year too, Electronic copies of the annual Report 2021-22 and the notice of the 33<sup>rd</sup> Annual General Meeting are sent to all members whose email addresses are registered with the Company/ Depository Participant(s). For the members who have not registered their email addresses and Physical copy of the Annual Report cannot be sent to member due to COVID.

**35. ACKNOWLEDGEMENTS**

The Company has complete glorious 33<sup>rd</sup> eventful years of the existence. Very few brands continue to remain relevant and become iconic over such a long passage of time. The Directors are proud of the rich heritage.

The Directors wish to place on record their appreciation, for the contribution made by the employees at all levels but for whose hard work, and support, the Company's achievements would not have been possible.

The Directors also wish to thank its customers, dealers, agents, suppliers, investors and bankers for their continued support and faith reposed in the Company.

Place : Udaipur

Date: 31.08.2022

Sd/-

**J. P. Agarwal**

**Chairman & Managing Director**

**DIN: 00386183**

**By Order of the Board of Directors**  
**Pacific Industries Limited**

Sd/-

**Kapil Agarwal**

**Executive Director**

**DIN: 00386298**

**ANNEXURE 1 TO THE DIRECTOR REPORT**

Statement pursuant to Section 134 (1) (m) of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014

**A. CONSERVATION OF ENERGY**

The Company does not belong to the category of power intensive industry and hence consumption of power is not significant. However, the management gives due importance to conservation of energy wherever feasible, and also reviews from time to time, the measures taken / to be taken for reduced and prudent consumption and conservation of energy.

**B. TECHNOLOGY ABSORPTION, RESEARCH & DEVELOPMENT****C. Research & Development (R & D)**

The Company undertakes from time to time, studies for process improvement and plant design development, to improve quality and performance of its products, to substitute imported material and components and to economise the production costs. Based on these studies, appropriate actions are taken to achieve these goals. In absence of a separate research & development department, it is difficult to quantify the amount spent on research & development.

**D. Technology Absorption, Adaption and Innovation**

Efforts are made to absorb the advances in technology with suitable modifications to cater to local needs. The Company keeps itself updated with the latest technological innovations by way of constant communication, personal discussions etc.

**E. FOREIGN EXCHANGE EARNINGS & OUTGO (Rs. in Lacs)**

Earning	:	Rs. 19023.53
Outgo	:	Rs. 1803.43

Annexure - 2

**FORM NO. AOC - 1**

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

Statement containing salient features of the Financial Statements of Subsidiaries/Associate Companies/ Joint Ventures

**Part "A": Subsidiaries**

Particulars	Subsidiaries		
Sl. No.	1	2	3
			(Amt. in '000')
Name of Subsidiary	Gaze Fashiontrade Ltd.	Gist Minerals Technologies Limited	Taanj quartz INC
The date since when subsidiary was acquired	21 <sup>st</sup> October, 2016	07 <sup>th</sup> November, 2016	01 <sup>st</sup> December 2020
Reporting period for the Subsidiary Concerned, if different from the holding company's reporting period	NA	NA	NA
Share Capital	1,000.00	1,000.00	753.30
Reserve & Surplus	16,72,521.43	9,37,615.90	2,046.74
Total Assets	17,16,795.54	9,59,719.76	22,004.83
Total Liabilities	44,274.11	22,103.85	19,958.09
Investments	6,91,875.17	2,23,683.32	-
Turnover	87,448.99	65,780.92	80,648.51
Profit before taxation	41,004.52	43,086.19	1557.50
Provision for Taxation	10,661.18	11,202.41	247.80
Profit after taxation	31,180.18	34,142.52	1309.70
Proposed dividend	NIL	NIL	NIL
% of Shareholding	100%	100%	100%

Notes:

1. Name of Subsidiaries which are yet to commence operation: NA
2. Name of Subsidiaries which have been liquidated or sold during the year: NIL

**Part "B": Associates and Joint Ventures**

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

There is no Associates and Joint Ventures as on 31<sup>st</sup> March, 2022.

Sd/-

J. P. Agarwal  
Chairman & Managing Director  
(DIN:00386183)  
Place: Udaipur  
Date: 31.08.2022

For and on behalf of the board

Sd/-  
Kapil Agarwal  
Executive Director  
(DIN: 00386298)

**Annexure- 3**
**Particulars of Employees**

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

A. Remuneration paid to Managing Director and Executive Director of the Company:-

Name of Director	Remuneration in FY 2021-22	Remuneration in FY 2021-22	% Inc./ (Dec) in Remuneration	Ratio of Remuneration to MRE
Mr. J.P Agarwal	Rs.45.00 Lacs	Rs.45.00 Lacs	250%	27.09
Mr. Kapil Agarwal	Rs.45.00 Lacs	Rs.45.00 Lacs	250%	27.09

B. Remuneration paid to KMPs

Name of Director	Remuneration in FY 2021-22	Remuneration in FY 2021-22	% Inc./ (Dec) in Remuneration	Ratio of Remuneration to MRE
Ms. Sachin Shah	4.02 Lacs	4.02 Lacs	NA	2.42

\*based on annualized salary, MRE – Median Remuneration of Employees

- C. The median remuneration of employees was Rs. 1,66,067/- in financial year 2021-22.
- D. Number of permanent employees on the rolls of Company was 170 employees as on 31.03.2022.
- E. The Average Remuneration of the employee was increase around 10%.
- F. Remuneration of Shri Jagdish Prasad Agarwal and Shri Kapil Agarwal, Managing Director and Executive Director of the Company was increase from Rs. 02 Lacs Per Month to Rs. 05 Lacs Per Month From 01<sup>st</sup> September 2021 during the financial year 2021-22.
- G. Remuneration paid during the year ended 31<sup>st</sup> March, 2022 is as per the Remuneration Policy of the Company.

## Annexure - 4

**FORM NO. AOC -2**

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

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

- Details of contracts or arrangements or transactions not at Arm's length basis.

Particulars	Details
Name (s) of the related party & nature of relationship	-Not Applicable -
Nature of contracts/arrangements/transaction	
Duration of the contracts/arrangements/transaction	
Salient terms of the contracts or arrangements or transaction including the value, if any	
Justification for entering into such contracts or arrangements or transactions'	
Date of approval by the Board	
Amount paid as advances, if any	
Date on which the special resolution was passed in General meeting as required under first proviso to section 188	

Details of contracts or arrangements or transactions at Arm's length basis for the Financial year 2021-22

Name (s) of related party & nature of relationship	Nature of contracts/ Arrangements /transaction	Amount (In lacs) from 01.04.2021 to 31.03.2022	Duration of contracts/ arrangements/ transaction	Salient terms of the contracts/ arrangements or transaction including the value, if any	Date of approval by the Board
Pacific Iron Manufacturing Ltd. (Director is the Director of the Company)	Purchase	4947.50	Ongoing	The related party transactions (RPTs) entered during the year were in the ordinary course of business and on arms length basis.	Since these related party transactions are in the ordinary course of business and are at arms length basis, approval of the Shareholder is also Taken for Related Party Transaction . However, necessary approvals were granted by the Audit Committee from time to time.
Gist Minerals Technologies Limited. ( Subsidiary Company of the Company)	Interest Paid	132.77	Ongoing		
Gaze Fashiontrade Limited (Including Merged Figure Blood Hound Security Company Pvt Ltd, Radhika Vyapaar Pvt.Ltd and Biswas Solar Instruments Pvt. Ltd)	Purchase	411.11	Ongoing		
Gist Minerals Technologies Limited. ( Subsidiary Company of the Company)	Loan Outstanding	2414.13	Ongoing		
Gaze Fashiontrade Limited (Including Merged Figure Blood Hound Security Company Pvt Ltd, Radhika Vyapaar Pvt.Ltd and Biswas Solar Instruments Pvt. Ltd)	Loan Outstanding	3194.41	Ongoing		
Gaze Fashiontrade Limited (Including Merged Figure Blood Hound Security Company Pvt Ltd, Radhika Vyapaar Pvt.Ltd and Biswas Solar Instruments Pvt. Ltd)	Interest Paid	250.44	Ongoing		
Bhola Motors Private Limited (Director is the Director of the Company)	Interest Paid	4.11	Ongoing		
Chaitanya International Minerals LLP (Director is the Partner in the LLP)	Purchase	1208.43	Ongoing		
Chaitanya International Minerals LLP (Director is the Partner in the LLP)	Sales	1540.59	Ongoing		
Geetanjali Industrial Minerals Private Limited (Director is the Director in the Company)	Purchase	1258.60	Ongoing		
Taanj Quartz INC (Wholly Owned Subsidiary company of the Company)	Sales	829.45	Ongoing		
Ojaswi Marbles & Granites P Ltd. Directors of the Company is Shareholder in the Company)	Sales	1.48	Ongoing		

Sd/-  
J. P. Agarwal  
Chairman & Managing Director  
(DIN:00386183)

Sd/-  
Kapil Agarwal  
Executive Director  
(DIN: 00386298)

Place: Udaipur  
Date: 31.08.2022



## Annexure-5

**SECRETARIAL AUDIT REPORT**FOR THE FINANCIAL YEAR ENDED ON 31<sup>ST</sup> MARCH, 2022

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

To  
The Members  
**PACIFIC INDUSTRIES LIMITED**

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Pacific Industries Limited (hereinafter referred as “the Company”) for the financial year ended March 31, 2022 (“period under review”). The Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conduct/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company’s books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representative during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the period under review, 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, returns filed and other records maintained by the Company for the period under review according to the provisions of applicable law provided hereunder:

1. The Companies Act, 2013 (the Act) and the rules made thereunder and re-enactment thereof;
2. The Securities Contracts (Regulation) Act, 1956 (‘SCRA’) and the rules made thereunder;
3. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
4. The Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment (FDI), Overseas Direct Investment (ODI) and External Commercial Borrowings (ECBs); ***There was no FDI, ODI and ECBs during the period under review.***
5. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (‘SEBI Act’), to the extent applicable:-
  - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; ***There was no issue of securities during the period under review.***

- (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 and the Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021. ***Not applicable to the company during the period under review.***
  - (e) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021; ***Not applicable to the company during the period under review.***
  - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
  - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021. ***Not applicable to the company during the period under review.***
  - (h) The Securities and Exchange Board of India (Buy Back of securities) Regulations, 2018. ***Not applicable to the company during the period under review.***
  - (i) The SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.
  - (j) Securities and Exchange Board of India (Depositories & Participants) Regulations, 2018.
6. Specific laws applicable to the industry to which the Company belongs, as identified and compliance whereof as confirmed by the management, that is to say: No specific law is applicable to the Company.

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 BSE Limited (BSE).

We report that 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 and other applicable laws.
- Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda 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.
- All decisions of the Board and Committees were carried with requisite majority.

We further report that based on review of compliance mechanism established by the Company and on the basis of the Compliance Certificate(s) issued by the Company Secretary and taken on record by the Board of Directors at their meeting(s), we are of the opinion 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 the company has filed Draft Offer Letter for Right Issue of Rs. 4800 Lakh for In-principle approval during the period under review.

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

**For B K Sharma and Associates**

Company Secretaries

Unique Code: S2013RJ233500

**BRIJ KISHORE SHARMA**

Proprietor

Membership No. : FCS - 6206

CP No.: 12636

Peer Review Certificate No.: 1172/2021

**UDIN: F006206D000808282**

Place: Jaipur

Date: 18<sup>th</sup> August, 2022

*'Annexure A'*

To,

**The Members**

**PACIFIC INDUSTRIES LIMITED**

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

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on the test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices we followed provide reasonable basis of our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Whereever required, we have obtained the Management Representation about the compliance of laws, rules and regulations and happening of event, etc.
5. The compliances of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination is limited to the verification of procedures on test-check basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

For **B K Sharma and Associates**  
Company Secretaries  
Unique Code: S2013RJ233500

**BRIJ KISHORE SHARMA**  
Proprietor  
Membership No. : FCS - 6206  
CP No.: 12636  
Peer Review Certificate No.: 1172/2021  
**UDIN: F006206D000808282**

Place: Jaipur  
Date: 18<sup>th</sup> August, 2022

Form No MR-3  
Secretarial Audit Report

Annexure-6

(For the Financial Year ended on 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,  
**GIST MINERALS TECHNOLOGIES LIMITED**  
SURVEY NO.13, N.H.48, KEMPALINGANHALLI,  
NELAMANGALA TALUKAK,  
BANGALORE KA 562123 IN

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **GIST MINERALS TECHNOLOGIES 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 my opinion thereon.

Based on my verification of the books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period **1st April, 2021 to 31st March, 2022**, complied with the statutory provisions listed here under to this Report and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2022 according to the provisions of;

1. The Companies Act, 2013 (the Act) and the rules made there under;
2. The Securities Contracts (Regulation) Act, 1956(SCRA) and the rules made there under;  
**Not Applicable during the Audit period;**
3. The Depositories Act, 1996 and the Regulations and Bye-law framed hereunder;  
**Not Applicable during the Audit period;**
4. Foreign Exchange Management Act, 1999 and the rules and regulations made there under;  
**Not Applicable during the Audit period;**
5. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India, 1992 ('SEBI Act');
  - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 - **Not Applicable during the Audit period;**
  - b) Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 - **Not Applicable during the Audit period;**
  - c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 - **Not Applicable during the Audit period;**
  - d) The Securities and Exchange Board of India Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 - **Not Applicable during the Audit period;**
  - e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 – **Not**

**Applicable during the 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; -

**Not applicable as the Company is not registered as Registrar to Issue and Share Transfer Agent during the year under review;**

- g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 - **Not Applicable during the Audit period**
- h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 - **Not applicable; and Not Applicable during the Audit period**
- i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015- **Not Applicable during the Audit period**

6. Company is a wholly owned Subsidiary of Pacific Industries Limited.

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

- (i) Secretarial Standards with respect to Meetings of Board of Directors (SS-1) and General Meetings (SS-2) issued by The Institute of Company Secretaries of India.

**I further report that**

- The Company has proper composition of Board of Directors as required as per provisions of Companies Act, 2013 and changes have taken place in the Board of Directors during the audit period.
- Adequate notices are given to all directors to schedule the Board Meetings and agenda were sent in advance, and a system exists for seeking and obtaining further information and clarification on the agenda items before the meeting and for meaningful participation at the meeting.
- All decisions at Board Meetings are carried by majority as recorded in the minutes of the Meetings of the Board of Directors.

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

For Ronak Jhuthawat & Co.  
(Company Secretaries)

Ronak Jhuthawat  
Proprietor  
M. No.: 9738 CP: 12094

Place: Udaipur  
Date: 19.08.2022  
UDIN- F009738D000814905  
Peer Review- 1270/2021

Note: This report is to be read with our letter of even date which is annexed as "ANNEXURE-1" and forms an integral part of this report.

"ANNEXURE-1"

To,  
**The Members,**  
**GIST MINERALS TECHNOLOGIES LIMITED**  
SURVEY No.13, N.H.48, KEMPALINGANHALLI,  
NELAMANGALA TALUKAK,  
BANGALORE KA 562123 IN

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

- A. Maintenance of Secretarial records is the responsibility of the management of the Company.  
My responsibility is to express an opinion on these secretarial records based on my audit.
- B. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on the test basis to ensure that correct facts are reflected in Secretarial records. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.
- C. I have not verified the correctness and appropriateness of financial records and books of accounts of the Company.
- D. Wherever required, I have obtained the Management representation about compliance of laws, rules and regulations and happenings of events etc.
- E. The compliance of provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. My examination was limited to the verification of procedures on test basis.
- F. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of efficacy or effectiveness with which the management has conducted the affairs of the Company.

**For Ronak Jhuthawat & Co.**  
**(Company Secretaries)**

**Ronak Jhuthawat**  
**Proprietor**  
**M. No.: 9738 CP: 12094**

**Place: Udaipur**  
**Date: 19.08.2022**  
**UDIN- F009738D000814905**  
**Peer Review- 1270/2021**



**Form No MR-3**  
**Secretarial Audit Report**

(For the Financial Year ended on 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,  
**GAZE FASHIONTRADE LIMITED**

Regd. Office: FLAT NO. A5,-105, FIRST AVENUE,  
JANAPRIYA APARTMENT, ARISINAKUNTE POST,  
NELMANGALA TALUK, BANGALORE - KA 562123

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **GAZE FASHIONTRADE 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 my opinion thereon.

Based on my verification of the books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period **1st April 2022 to 31st March 2022**, complied with the statutory provisions listed here under to this Report and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2022 according to the provisions of;

1. The Companies Act, 2013 (the Act) and the rules made there under;
2. The Securities Contracts (Regulation) Act, 1956(SCRA) and the rules made there under;

**Not Applicable during the Audit period;**

3. The Depositories Act, 1996 and the Regulations and Bye-law framed hereunder;

**Not Applicable during the Audit period;**

4. Foreign Exchange Management Act, 1999 and the rules and regulations made there under;

**Not Applicable during the Audit period;**

5. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India, 1992 ('SEBI Act');

- a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 - **Not Applicable during the Audit period;**
- b) Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 - **Not Applicable during the Audit period;**

- c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 - **Not Applicable during the Audit period;**
- d) The Securities and Exchange Board of India Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 - **Not Applicable during the Audit period;**
- e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 – **Not Applicable during the 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; -

**Not applicable as the Company is not registered as Registrar to Issue and Share Transfer Agent during the year under review;**

- g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 - **Not Applicable during the Audit period**
- h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 - Not applicable; and **Not Applicable during the Audit period**
- i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015- **Not Applicable during the Audit period**

6. Company is a wholly owned Subsidiary of Pacific Industries Limited.

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

- (i) Secretarial Standards with respect to Meetings of Board of Directors (SS-1) and General

Meetings (SS-2) issued by The Institute of Company Secretaries of India.

**I further report that**

- The Company has proper composition of Board of Directors as required as per provisions of Companies Act, 2013 and no changes took place in the Board of Directors during the audit period.
- Adequate notices are given to all Directors to schedule the Board Meetings and agenda were sent in advance, and a system exists for seeking and obtaining further information and clarification on the agenda items before the meeting and for meaningful participation at the meeting.
- All decisions at Board Meetings are carried by majority as recorded in the minutes of the Meetings of the Board of Directors.

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

I further report that during the review period, Company has taken following major action having a bearing on the Company's affairs in pursuance of the above referred laws, rule, regulations, guidelines, standards, etc. have taken place.

**I further report that during the audit period:-**

- The Company had applied for Merger of its wholly owned Subsidiaries Radhika Vyapaar Private Limited, Blood Hound Security Company Private Limited and Biswas Solar Instruments Private Limited with itself under Section 233 of Companies Act 2013 on 12.01.2020 and Scheme of Amalgamation is approved by the office of the Regional Director, South East Region, Hyderabad **vide Confirmation Order No. 03/KAR/ CP No. 09/RD (SER)/ CAA-11/233/2020/3114** dated 07th January 2021. Consequently, Status of Radhika Vyapaar Private Limited, Blood Hound Security Company Private Limited and Biswas Solar Instruments Private Limited on MCA website has also been changed to “Amalgamated”.

**For Ronak Jhuthawat & Co.**

**(Company Secretaries)**

**Ronak Jhuthawat**

**Proprietor**

**M. No.: 9738 CP: 12094**

**Place: Udaipur**

**Date: 19.08.2022**

**UDIN- F009738D000814894**

**Peer Review- 1270/2021**

Note: This report is to be read with our letter of even date which is annexed as “ANNEXURE-1” and forms an integral part if this report.

"ANNEXURE-1"

To,  
**The Members,**  
**GAZE FASHIONTRADE LIMITED**  
Regd. Office: FLAT NO. A5,-105, FIRST AVENUE,  
JANAPRIYA APARTMENT, ARISINAKUNTE POST,  
NELMANGALA TALUK, BANGALORE - KA 562123

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

A. Maintenance of Secretarial records is the responsibility of the management of the Company.

My responsibility is to express an opinion on these secretarial records based on my audit.

B. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on the test basis to ensure that correct facts are reflected in Secretarial records. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.

C. I have not verified the correctness and appropriateness of financial records and books of accounts of the Company.

D. Wherever required, I have obtained the Management representation about compliance of laws, rules and regulations and happenings of events etc.

E. The compliance of provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. My examination was limited to the verification of procedures on test basis.

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

**For Ronak Jhuthawat & Co.**  
**(Company Secretaries)**

**Ronak Jhuthawat**  
**Proprietor**  
**M. No.: 9738 CP: 12094**

**Place: Udaipur**  
**Date: 19.08.2022**  
**UDIN- F009738D000814894**  
**Peer Review- 1270/2021**

**Annual Report on Corporate Social Responsibility (CSR) Activities 2021-22**
**Annexure - 7**

- (1) A brief outline of the company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or Programs. Website: [www.pacificindustriesltd.com](http://www.pacificindustriesltd.com)
- (2) **Composition of the Corporate Social Responsibility Committee.**

Name of Director	Category of Directors	Position held in the Committee
Mrs. Geeta Devi Agarwal	Non-Independent ,Non-Executive	Member
Mr. Pradeep Kumar Jain	Independent ,Non-Executive	Chairperson
Mr. Vikas Misra	Independent ,Non-Executive	Member

- (3) **Average net profit of the company for last three financial years:** Average Net Profit/ (Loss): Rs. 43,667,667/-
- (4) **Prescribed CSR Expenditure (2% of the amount as in item 3 above):** Rs. 8,73,354/-
- (5) Previous year unutilized Balance: 0.00
- (6) Additional Expenses Made: Rs. 26,646/-
- (7) **Details of CSR spent during the financial year:**
- (a) Total amount spent for the financial year: Rs. 9,00,000/-
- (b) Amount unspent, if any: N.A.
- (c) Manner in which the amount spent during the financial year is detailed below:

Sr. No	CSR Project or Activity identified	Sector in Which the project is covered	Project or Programs Area	Amount Out-lay Project or Programs	Amount Spent on Projects	Cumulative Expenditure up to the reporting period	Amount Spent Direct or Through implementing agency
1.	For Medical and education Purpose	Amount Paid to Public Charitable Trust for Medical & Education Purpose	Jaipur, Rajasthan	Rs. 9,00,000/-	Rs. 9,00,000/-	Rs. 9,00,000/-	Direct Give to Public Charitable Trust, Fortune Foundation for Medical & Education Purpose
Grand Total				Rs. 9,00,000/-	Rs. 9,00,000/-		

- (8) A responsibility statement of the CSR Committee that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the company.

For and on behalf of the board  
 Sd/-  
**J. P. Agarwal**  
 Chairman & Managing Director  
 (DIN:00386183)  
 Place: Udaipur  
 Date: 31.08.2022

Sd/-  
**Kapil Agarwal**  
 Executive Director  
 (DIN: 00386298)

### **Corporate Governance Report**

A report for the financial year ended 31st March, 2021 on the compliance by the Company with the Corporate Governance requirements as specified under the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as 'Listing Regulations'), is furnished below:

#### **1. COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE**

Pacific Industries Limited ("the Company") strives to follow the best corporate governance practices, develop robust policies/guidelines, communicate and train all its employees in order to foster a culture of compliance and obligation at every level of the organization. At Pacific Industries Limited, it is not only Governance but better and better Governance. We consider it as achieving a balance of Business, Corporate, Social and Philanthropy goals.

We have established processes to ensure our Board functions effectively, promoting efficient and balanced decision-making, to effectively fulfill its duties in the best interest of our shareholders, employees and all other stakeholders.

The Company is in compliance with the provisions of Corporate Governance, as specified in the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and is committed to meeting the expectations of stakeholders as a responsible corporate citizen.

#### **2. BOARD OF DIRECTORS**

Corporate Governance acts as a pioneer factor for the decision making process by Board of Directors of the Company. The Board's role is to oversee the management and governance of the Company. We believe that an active, well-informed and independent Board is necessary to ensure the highest standards of corporate governance.

Being a two tier Corporate Governance structure at the Company, the Board of Directors, along with its Committees, provides leadership and guidance to the management, leads, directs and supervises the performance of the Company, thereby enhancing stakeholder value. The Board has a fiduciary relationship in ensuring that the rights of all stakeholders are protected.

In contracts that involve any potential conflict of interest, the Interested Directors excuse themselves and the ultimate decision-making authority is conferred upon the Independent Directors of the Company, representing fair, transparent and ethical business environment in the Company.

#### **3. Code of Conduct**

The Company has in place a comprehensive Code of Conduct ('the Code') applicable to the Directors and employees. The Code is applicable to Non- Executive Directors including Independent Directors to such extent as may be applicable to them depending on their roles and responsibilities. The Code gives guidance and support needed for ethical conduct of business and compliance of law.

A copy of the Code has been put up on the Company's website and can be accessed at [www.pacificindustriesltd.com](http://www.pacificindustriesltd.com). The Code has been circulated to Directors and Management Personnel, and its compliance is affirmed by them annually.

A declaration signed by the Company's Chairman and Managing Director is published in this Report.

#### **4. Composition of Board of Directors:**

The Board of Directors of the Company comprises of eminent professionals and has an optimum combination of Executive Directors ("ED"), Non- Executive Directors ("NED") and Independent Directors ("ID"), including

Women Director, with half of the Board comprising of Non-Executive and Independent Directors to maintain the Board's independence, and distinguish its functions of governance and management. The Company is fully compliant with the Corporate Governance norms in terms of constitution of the Board of Directors.

The strength of the Board is six Directors comprising two Executive including the Chairman of the Company and four Non-Executive Directors. Half of the Board of Directors consists of Independent Directors on account of Executive Director designated as the Chairman. All Directors possess relevant qualifications and experience in general corporate management, finance, banking, and other allied fields which enable them to effectively contribute to the Company in their capacity as Directors.

**Details of the Board of Directors are given below:**

Category	Name of Director
Chairman and Managing Director	Shri Jagdish Prasad Agarwal
Executive Director & CFO	Shri Kapil Agarwal
Non - Executive, Independent Director	Shri Pradeep Kumarr Jain
Non - Executive, Independent Director	Shri Vikas Misra
Non - Executive, Independent Director	Shri Vinod Choudhary
Non - Executive, Non - Independent, Woman Director	Smt. Geetadevi Agarwal

**Attendance of Directors**

Name of Director	Category	Number of board Meeting during the year 2020-21		Whether attended last AGM held on December 28 <sup>th</sup> September 2021	Number of Directorship in other Public Listed Companies		Number of Committee positions held in other Public Listed Companies	
		Held	Attended		Chairman	Director	Chairman	Member
Mr. Jagdish Prasad Agarwal, Chairman & Managing Director	-Executive Director Promoter	9	9	Yes	-	-	-	-
Mr. Kapil Agarwal Executive Director	Executive Director Promoter	9	9	Yes	-	-	-	-
Mrs. Geeta Devi Agarwal	Non-Independent, Non-Executive Promoter	9	9	Yes	-	-	-	-
Mr. Vinod Choudhary	Independent, Non-Executive	9	9	Yes	-	-	-	-
Mr. Vikas Misra	Independent, Non-Executive	9	9	Yes	-	-	-	-
Mr. Pradeep Kumar jain	Independent, Non-Executive	9	9	Yes				



- i. Nine Board Meetings were held during the year and the gap between two meetings did not 120 days. The Dates, on which the said meetings were held, were:
- ii. During the financial year 2021-22, Nine (09) Board Meetings were held on 23.04.2021, 30.06.2021, 13.08.2021, 31.08.2021, 28.10.2021, 13.11.2021, 20.01.2022, 09.02.2022 and 11.03.2022 and the necessary Quorum was present for all the meetings.
- iii. The terms and Conditions of appointment of independent Directors are disclosed on the website of the Company.
- iv. During the Year one meeting of independent director were held on 11<sup>th</sup> March 2022. The independent directors reviewed the performance of non-independent directors, Chairman of the Company and the Board as a whole.
- v. There is no inter-se relationship between our Board members except Mrs. Geeta Devi Agarwal and Mr. Kapil Agarwal, who are spouse and son respectively of Mr. J. P. Agarwal, Chairman and Managing Director.
- vi. The details of familiarization programme of the independent Directors are available on the website of the company [www.pacificindustriesltd.com](http://www.pacificindustriesltd.com)
- vii. Details of equity shares of the Company held by the directors as on March 31, 2022 are given below:

Name	Category	Number of Equity Shares
Mr. Jagdish Prasad Agarwal	Non-Independent, Executive	260101
Mr. Kapil Agarwal	Non-Independent, Executive	375869
Mrs. Geeta Devi Agarwal	Non-Independent, Non-Executive	500074
Mr. Vinod Choudhary	Independent- Non-executive	60

- viii. In the opinion of the Board, the independent directors fulfill the conditions specified in the SEBI (LODR) Regulations, 2015 and they are independent of the management.

### **Board Skills and Expertise**

The Company recognises and embraces the benefits of having a diverse Board of Directors to enhance the quality of its performance. The Company considers increasing diversity at Board level as an essential element in maintaining a competitive advantage in the complex business that it operates.

The Board of the Company is composed of appropriately qualified people with a broad range of experience relevant to the business of the Company, which is important to achieve effective corporate governance and sustained commercial success of the Company. All appointments at Board level are made on merit, in the context of skills, experience, independence, knowledge and integrity which the Board requires to be effective.

The table summarizes the key skills and attributes which are considering while identifying, selecting and nominating the candidate to serve on the Board of the Company.

Sr. No	Particulars	Description
1	Business	Experience and understanding of the Industry, business environment, economic conditions, Strategic thinking.
2	Financial	Knowledge and understanding of finance management, accountancy, ability to read and understand financial statements
3	Board Services and Governance	Experience as director on other's Board, maintaining Board and management accountability, observing good governance practices
4	Specialised Skills	Specialised knowledge of Accounting/ Finance/ Law/Management / Information Technology / Sales & Marketing/Procurement / Manufacturing / Human Resource Management /E-commerce/ Public relations/ Corporate Social responsibility/Administration etc
5	Leadership and sound Judgment	Leadership and sound judgement ability in regular and complex business environment
6	Other diversity	Representation of gender, ethnic, geographic, culture and other perspective to compliment Board's understanding of our customers, employees, governments, community and various other stakeholders in different geographies.

## 5. Committees of the Board

The Board has Four Committees Namely Audit Committee, Nomination & Remuneration Committee, Corporate Social Responsibility (CSR) Committee and Stakeholders Relationship Committee.

### A.Audit Committee

- i. The audit Committee of the Company is constituted in line with the provisions of Regulations 18 of SEBI Listing Regulations, read with Section 177 of the Companies Act, 2013 and rules made thereunder
- ii. The terms of reference of the audit committee are broadly as under:
  - Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
  - Recommendation of appointment, remuneration and terms of appointment of the auditors and the fixation of audit fees.
  - Approval of payment to Statutory Auditors for any other services rendered by them.
  - Reviewing with the management, the annual financial statements and auditor's report thereon before submission to the board for approval, with particular reference to:
  - Matters required to be included in the Director's Responsibility Statement to be included in the Board's Report in terms of clause (c) of sub-section of Section 134 of the Companies Act, 2013.
  - Changes, if any, in accounting policies and practices and reasons for the same.
  - Major accounting entries involving estimates based on the exercise of judgment by management.
  - Significant adjustments made in the financial statements arising out of audit findings.

- Compliance with listing and other legal requirements relating to financial statements.
- Approval and Disclosure of related party transactions.
- Qualifications in the Draft Audit Report.
- Reviewing with the management, the quarterly financial statements before submission to the board for approval.
- Reviewing with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue etc.), the statement of funds utilized for purposes other than those stated in the offer document/prospectus/notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of public or rights issue and making appropriate recommendations to the Board to take up steps in this matter.
- Review and monitor the auditor's independence and performance and effectiveness of audit process.
- Approval or any subsequent modification of transactions of the Company with related parties.
- Scrutiny of inter-corporate loans and investments.
- Valuation of undertakings or assets of the Company wherever it is necessary.
- Evaluation of internal financial controls and risk management systems.
- Review with the management, performance of statutory and internal auditors and adequacy of the internal control systems.
- Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.
- Discussion with internal auditors of any significant findings and follow up there on.
- Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board.
- Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
- To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors.
- To review the Whistle Blower mechanism.
- Approval of appointment of CFO (i.e., the whole-time Finance Director or any other person heading the finance function or discharging that function) after assessing the qualifications, experience & background etc. of the candidate.
- Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.
- The Audit Committee shall review the information required as per SEBI Listing Regulations.
- The Composition of the Audit Committee and the details of meetings attended by its members are given below:

Name of Director	Category	Position held in the Committee	Number of meetings during the financial year 2021-22	
			Held	Attended
Mrs. Geeta Devi Agarwal	Non-Independent ,Non-Executive	Member	5	5
Mr. Pradeep Kumar Jain	Independent ,Non-Executive	Chairman	5	5
Mr. Vikas Misra,	Independent ,Non-Executive	Member	5	5

Five audit committee meetings were held during the year and the gap between two meetings did not exceed one hundred twenty days. The dates on which the said meetings were held are as follows:

23.04.2021, 30.06.2021, 13.08.2021, 13.11.2021, and 09.02.2022. The necessary quorum was present at all the meetings.

#### **B. Nomination and Remuneration Committee**

- i. The nomination and remuneration committee of the Company is constituted in line with the provisions of Regulation 19 of SEBI (LODR) Regulations, 2015 read with Section 178 of the Companies Act, 2013 and rules made there under
- ii. The broad terms of reference of the nomination and remuneration committee are as under:
  - Recommend to the board the setup and composition of the Board and its committees, to formulate a criteria for determining qualifications, positive attributes and independence of a Director.
  - Formulate criteria for evaluation of Independent Directors and the Board.
  - Identify persons who are qualified to become Directors and who may be appointed in Senior Management in accordance with the criteria laid down in this policy.
  - To carry out evaluation of every Director's performance.
  - To recommend to the Board the appointment and removal of Directors and Senior Management.
  - To recommend to the Board policy relating to remuneration for Directors, Key Managerial Personnel and Senior Management.
  - Ensure that level and composition of remuneration is reasonable and sufficient, relationship of remuneration to performance is clear and meets appropriate performance benchmarks.
  - To devise a policy on Board diversity.
  - To carry out any other function as is mandated by the Board from time to time and / or enforced by any statutory notification, amendment or modification, as may be applicable.
  - To perform such other functions as may be necessary or appropriate for the performance of its duties.
- iii. The Composition of the Nomination and Remuneration Committee and the details of meetings attended by its members are given below:

Name of Director	Category	Position held in the Committee	Number of meetings during the financial year 2021-22	
			Held	Attended
Mrs. Geeta Devi Agarwal,	Non-Independent Non-Executive	Member	3	3
Mr. Pradeep Kumar Jain	Independent Non-Executive	Chairman	3	3
Mr. Vikas Misra	Independent Non-executive	Member	3	3

Two nomination and remuneration committee meetings were held. The dates on which the said meetings were held are as follows:

31.08.2021, 13.11.2021 and 11.03.2022

- iv. The Company does not have any Employee Stock Option Scheme.
- v. Criteria for performance evaluation of Independent Directors and the Board

As per the provisions of SEBI (LODR), Regulations, 2015, the Nomination and Remuneration Committee (the "Committee") has laid down the evaluation criteria for performance evaluation of Independent Directors and the Board.

The Committee has established the processes for evaluation of performance of Independent Director and the Board. Once a year, the Board will conduct a self-evaluation.

Accordingly, a separate exercise was carried out to evaluate the performance of individual Directors including the Chairman of the Board. The performance evaluation of Independent Directors was also carried out by the entire board. The performance evaluation of the Chairman and Non-Independent Directors was also carried out by the Independent Directors.

- vi. Remuneration to Managerial Person, KMP and Senior Management:

- Fixed pay:

Managerial Person, KMP and Senior Management shall be eligible for a monthly remuneration as may be approved by the Board on the recommendation of the Committee in accordance with the statutory provisions of the Companies Act, 2013, and the rules made thereunder for the time being in force. The break-up of the pay scale and quantum of perquisites including, employer's contribution to P.F, pension scheme, medical expenses, club fees etc. shall be decided and approved by the Board on the recommendation of the Committee and approved by the shareholders and Central Government, wherever required.

- Minimum Remuneration:

If, in any financial year, the Company has no profits or its profits are inadequate, the Company shall pay remuneration to its Managerial Person in accordance with the provisions of Schedule V of the Companies Act, 2013 and if it is not able to comply with such provisions, with the prior approval of the Central Government.

- Provisions for excess remuneration:

If any Managerial Person draws or receives, directly or indirectly by way of remuneration any such sums in excess of the limits prescribed under the Companies Act, 2013 or without the prior sanction of the Central Government, where required, he / she shall refund such sums to the Company and until such sum is refunded, hold it in trust for the Company. The Company shall not waive recovery of such sum refundable to it unless permitted by the Central Government.

vii. Remuneration to Non-Executive / Independent Director:

- Remuneration / Commission:

The remuneration / commission shall be in accordance with the statutory provisions of the Companies Act, 2013, and the rules made there under for the time being in force.

- Stock Options:

An Independent Director shall not be entitled to any stock option of the Company.

- Service Contracts, Notice period and severance Fee will be as per the Policy of the Company for the Employees.

Name of Director	Remuneration (Salary)	Sitting Fee	Share held as on 31st March, 2022
Mrs. Geeta Devi Agarwal	NIL	NIL	500074
Mr. Vinod Choudhary	NIL	NIL	60
Mr. Pradeep Kumar Jain	NIL	NIL	NIL
Mr. Vikas Misra	NIL	NIL	NIL

**Stakeholders Relationship Committee**

- The Stakeholders' relationship Committee is constituted in line with the provisions of Regulation 20 of SEBI (LODR) Regulations, 2015 read with section 178 of the Companies Act, 2013 and rules made thereunder.
- The broad term of reference of the stakeholders' relationship committee are as under:
  - Consider and resolve the grievances of security holders of the Company including redressal of investor complaints such as transfer or credit of securities, non-receipt of dividend/ notice/ annual reports, etc. and all other securities-holders related matters.
  - Consider and approve issue of share certificates (including issue of renewed or duplicate share certificates), transfer and transmission of securities, etc.
- Five meetings of the Stakeholders' relationship committee were held during the year on
- 23.04.2021, 30.06.2021, 13.08.2021, 13.11.2021, and 09.02.2022. The necessary quorum was present at all the meetings.

The composition of the stakeholders' relationship committee and the details of meetings attended by its members are given below:

Name of Director	Category	Position held in the Committee	Number of meetings during the financial year 2021-22	
			Held	Attended
Mrs. Geeta Devi Agarwal	Non-Independent ,Non-Executive	Member	5	5
Mr. Pradeep Kumar Jain	Independent ,Non-Executive	Chairman	5	5
Mr. Vikas Misra	Independent ,Non-Executive	Member	5	5

**Details of Complaints Received and Resolved**

Particulars	No. of Complaints
Complaints pending as on 1st April, 2021	NIL
Complaints received during the period 1st April, 2021 to 31st March, 2022	07
Complaints disposed of during the period 1st April, 2021 to 31st March, 2022	07
Complaints outstanding as on 31st March, 2022	NIL

**Name and Designation of the Compliance Officer**
**Name: Mr. Sachin Shah**
**Designation: Company Secretary**
**Address: Village Bedla, , Udaipur-313001**
**D. Corporate Social Responsibility ("CSR") Committee**

CSR Committee of the Company is constituted in line with the provisions of Section 135 of the Companies Act, 2013 and rules made thereunder

The broad terms of reference CSR committee is as follows:

- Formulate and recommend to the Board, a CSR Policy which shall indicate the activities to be undertaken by the Company in terms of Schedule VII of the Companies Act, 2013 or any amendment thereof.
- Recommend the amount of expenditure to be incurred on CSR activities and
- Monitor the CSR policy from time to time.

For the Financial year 2021-22 three CSR Committee Meeting was held i.e 13.08.2021, 13.11.2021 and 11.03.2022 and all the Members of the Committee actively participating the Meeting . The composition of the CSR committee are given below:

Name of Director	Category of Directors	Position held in the Committee
Mrs. Geeta Devi Agarwal	Non-Independent ,Non-Executive	Member
Mr. Pradeep Kumar Jain	Independent ,Non-Executive	Chairperson
Mr. Vikas Misra	Independent ,Non-Executive	Member

**E. Independent Directors' Meeting**

As per the requirement of Regulation 25 of the SEBI Listing Regulations, the Independent Directors of the Company met on 11<sup>th</sup> March, 2022, inter alia to discuss:

- Review the performance of non - Independent Directors and the Board of Directors as a whole;
- Review the performance of the Chairperson of the Company, taking into account the views of the Executive and Non – Executive Directors;
- Assess the quality, quantity and timeliness of flow of information between the Company management and the Board that is necessary for the Board to effectively and reasonably perform their duties.



Name of Director	Category of Directors	Position held in the Committee	Number of meetings during the financial year 2021-22	
			Held	Attended
Mr. Pradeep Kumar Jain	Independent ,Non-Executive	Chairperson	1	1
Mr. Vikas Misra	Independent ,Non-Executive	Member	1	1
Mr. Vinod Choudhary	Independent ,Non-Executive	Member	1	1

#### F. Certificate of non- disqualification of directors

As per the requirements of SEBI (LODR) Regulations, 2015, a certificate issued by M/s. B K Sharma & Associates, Company Secretaries, confirming that none of the directors on the Board of the Company has been debarred or disqualified from being appointed or continuing as directors of companies by the SEBI/Ministry of Corporate Affairs or any such statutory authority

#### 6. General Body Meetings

##### Particulars of last three Annual general meetings

AGM	Year ended 31st March,	Venue	Date	Time	No. of Special Resolutions Passed
32 <sup>nd</sup>	2021	SurveyNo.13, N.H.48, Kempalinganhalli,	28 <sup>th</sup> September 2021	12.30 A:M	Two
31 <sup>st</sup>	2020	Nelamangala Taluka,Bangalore,	30 <sup>th</sup> December 2020	12.30 A:M	NIL
30 <sup>th</sup>	2019	Karnataka-562123	30 <sup>th</sup> September 2019	10.00 A:M	Four

#### 7. Disclosures

##### i. Related Party Transactions

All material transactions entered into with related parties as defined under the Act and Regulation 23 of SEBI (LODR) Regulations, 2015 during the financial year were in the ordinary course of business. These have been approved by the audit committee. The board has approved a policy for related party transaction which has been uploaded on the Company's Website at [pacificindustriesltd.com](http://pacificindustriesltd.com) (WEB LINK)

The details of related party transactions are given in Annexure- 2 of Board's Report in Form AOC-2. None of the transaction with any of the related party was in conflict with the interest of the Company.

- ii. The Company is Disclosure all the Material events to the Stock exchange as time to time as required in SEBI, Listing Obligation and Disclosure Requirement (LODR), 2015 as maddened time to time
- iii. The Company has adopted a Whistle Blower Policy and has established the necessary vigil mechanism as defined under Regulation 22 of SEBI listing Regulations for Directors and employees to report concerns about unethical behaviour. We affirm that no personnel has been denied access to the audit committee. The said policy has been also put up on the website of the company at [pacificindustriesltd.com](http://pacificindustriesltd.com)
- iv. All mandatory requirements of SEBI (LODR) Regulations, 2015, have been complied with during the year. The Company has also implemented discretionary requirements of SEBI (LODR) Regulations, 2015, regarding direct report by the internal auditor to the Audit Committee.

- v. There was no such case during the FY 2021-22, where the board had not accepted any recommendation of any committee of the Board.
- vi. There were no non-compliance/strictures, penalty imposed on the Company by stock exchange(s) or SEBI or any statutory authority on any matters related to the capital markets during the last three years.
- vii. During the year, no complaint was received to the Committee established, as per Policy on Anti Sexual Harassment of the Company, under Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

## **8. Means of Communication**

- i. Annual report containing Financial Statements (Standalone and consolidated), Board's Report, Management Discussion & Analysis (MD&A) Report, Auditor's Report and other information is circulated to members and others who are entitled to it.
- ii. The Quarterly, half yearly and Annual Financial Results are published in leading Local & National newspapers.
- iii. All important information relating to Company and its performance including the financial results and shareholding pattern are displayed on the Company's website [www.pacificindustriesltd.com](http://www.pacificindustriesltd.com)
- iv. The Company puts all the price sensitive information's into public domain by way of intimating the same to Stock Exchange i.e. BSE Ltd.
  - i. In case of any query, shareholders may write to the Company Secretary at [pacificinvestor@rediffmail.com](mailto:pacificinvestor@rediffmail.com).
  - ii. The company has not made any presentation to Investors or to the Analyst during the Financial Year.

## **9. General Shareholder Information**

- i. Annual General Meeting for FY 2021-22

Date : 30<sup>th</sup> September, 2021

Time : 12.30 P.M.

Venue : Survey No.13, N.H.48,

Kempalinganhalli, Nelamangala Taluka, Bangalore, Karnataka-562123 through video conferencing ("VC") or other audio visual means ("OAVM")

As required under Regulation 36(3) of the SEBI Listing Regulations, particulars of Director seeking re-appointment at the forthcoming AGM are given herein and in the annexure to the notice of the AGM to be held on 30<sup>th</sup> September, 2022.

- ii. Financial Year : 1st April, 2021 to 31st March, 2022
- iii. Date of Book Closure : As mentioned in the Notice of the AGM to be held on September 30<sup>th</sup> September, 2022.
- iv. Dividend Date : NA
- v. Listing on Stock Exchange : Bombay Stock Exchange Limited (BSE)  
 Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai- 400 001  
 Stock Codes/Symbol : Scrip Code: 523483

**vi. Listing Fees** : Listing fees as applicable has been paid.

**vii. Custodian Fees to the Depository**

Annual custodian fees for the financial year 2021-22 will be paid by the Company to NSDL and CDSL on receipt of the invoices.

**viii. Registrar & Share Transfer Agent:**

Name and Address : LINK INTIME INDIA PVT LTD.

C 101, 247 Park, L B S Marg, Vikhroli West, Mumbai 400 083

Tel No: +91 22 49186000 Fax: +91 22 49186060

**ix. Share Transfer System**

Registrar and Transfer Agents (the 'RTA'), on receipt of transfer deed with respective share certificates, scrutinizes the same and verify signatures of transferors on the transfer deed with specimen signatures registered with the Company. A list of such transfers is prepared and checked thoroughly and a transfer register is prepared. The transfer register is placed before the Stakeholders Relationship Committee for approval. Share transfers are registered and share certificates are returned within the prescribed time provided the documents submitted are valid and complete in all respects.

**x. Dematerialization of Shares:**

The Company has set up requisite facilities for dematerialization of its Equity Shares in accordance with the provisions of Depository Act, 1996 with National Securities Depository Limited and Central Depository Services (India) Limited. The Company has entered into agreements with both of the Depositories. The Status as on 31<sup>st</sup> March, 2021 is as under:

Particulars	No. of Shares	% (Percentage)
Physical Segment	290126	08.42%
Demat Segment		
NSDL	2594457	75.42%
CDSL	561742	16.30%
<b>Total</b>	<b>3446325</b>	<b>100 %</b>

**xi. Market Price Data:**

High, Low (based on daily closing prices) and number of equity shares traded during each month in 2021-22 on BSE:

Month	Share Price (In Rs.)		
	High	Low	Total number of equity shares traded
April,2021	196.9	143.8	26,014
May,2021	230	156	42,795
June,2021	318.8	194.2	69,666
July,2021	398.8	248.05	1,67,348
August,2021	396	299	2,11,275
September,2021	489.8	346.5	88,958
October,2021	814.8	430	1,87,179
November,2021	798	516	54,256
December,2021	615	485	36,171
January,2022	602	483.05	29,712
February,2022	579	400	33,017
March,2022	500	414	3,73,855

**xii. Performance of shares price of the Company in Comparison to the BSE Sensex**


**xiii. Distribution of Shareholding**

- Distribution of Shareholding as on March 31, 2022

DISTRIBUTION OF SHAREHOLDING (SHARES)							
SR.NO.	SHAREHOLDING OF SHARES			SHAREHOLDER	PERCENTAGE OF TOTAL	TOTALSHARES	PERCENTAGE OF TOTAL.
1	1	to	500	16855	99.0538	402738	11.6860
2	501	to	1000	69	0.4055	51079	1.4821
3	1001	to	2000	33	0.1939	49794	1.4448
4	2001	to	3000	12	0.0705	29950	0.8690
5	3001	to	4000	8	0.047	26855	0.7792
6	4001	to	5000	3	0.0176	14073	0.4083
7	5001	to	10000	13	0.0764	109347	3.1729
8	10001	to	*****	23	0.1352	2762489	80.1575
Total				17016	100	3446325	100

- Category of Shareholders as on March 31, 2021

Category	Total Shares	Total Percent
Corporate Bodies (Promoter Co)	700478	20.3254
Central Government	500	0.0145
Clearing Members	1002	0.0291
Other Bodies Corporate	131226	3.8077
Directors	635970	18.4536
Foreign Financial Institutions	10	0.0003
Hindu Undivided Family	39492	1.1459
Mutual Funds	1140	0.0331
Nationalised Banks	60	0.0017
Foreign Nationals	4270	0.1239
Non Resident Indians	6196	0.1798
Non Resident (Non Repatriable)	1732	0.0503
Persons Acting In Concert	20500	0.5948
Public	678312	19.6822
Promoters	459657	13.3376
Relatives Of Director	733220	21.2754
Unit Trust Of India	3350	0.0972
G I C & Its Subsidiaries	10	0.0003
Body Corporate - Ltd Liability Partnership	29200	0.8473
TOTAL :	<b>3446325</b>	<b>100</b>

**xiv. Plant Locations**

The Company's plants are located at the following addresses:

Unit 1-Survey No.13, N.H.48,Kempalinganhalli, Nelamangala Taluka,Bangalore, Karnataka- 562123

Unit 2- Village Bedla, Udaipur-313001

**xv. Address for Correspondence**

Shareholders may send their correspondence to the Company's Registrar & Transfer Agents (RTA) at the address mentioned in point (viii).

Shareholders may also contact the Company Secretary and Compliance Officer at:

The Company Secretary

Pacific Industries Limited, Village Bedla, Udaipur-313001

Tel No. 0294-2440933, 2440388, Fax: +91-294-2440780

Email: [pacificinvestor@rediffmail.com](mailto:pacificinvestor@rediffmail.com), Website : [www.pacificindustriesltd.com](http://www.pacificindustriesltd.com)

Shareholders holding shares in dematerialization form should address all their correspondence to their respective Depository Participants (DP).

**xvi.** The Company has no outstanding GDR/ADR/warrants as on 31<sup>st</sup> March, 2022.

**xvii. Details of Directors seeking appointment/reappointment**

The brief profile of the Directors seeking appointment/re-appointment is provided in the Notice of convening the Annual General Meeting, which forms a part of the Annual Report.

**xviii. Other useful information to shareholders**

- Shareholders/beneficial owners are requested to quote their folio no. /DP and client ID nos., as the case may be, in all correspondence with the RTA/Company.
- Shareholders holding shares in physical form are requested to notify to the RTA/Company, PAN, change in their address/pin code number and bank account details promptly by written request under the signatures of sole/first joint holder. Beneficial owners of shares in demat form are requested to send their instructions regarding PAN, change of name, change of address, bank details, nomination, power of attorney etc., directly to their DP as the same are maintained by the DPs.
- To prevent fraudulent encashment of dividend instruments, members are requested to provide their bank account details (if not provided earlier) to the Company (if shares are held in physical form) or to the DP (if shares are held in demat form), as the case may be.
- Non-resident members are requested to immediately notify change in their residential status on return to India for permanent settlement and particulars of their NRE bank account with a bank in India, if not furnished earlier.
- In case of loss/misplacement of shares, investors should immediately lodge a FIR/complaint with the police and inform RTA/ Company along with original or certified copy of FIR/acknowledged copy of the complaint.
- For expeditious transfer of shares, shareholders should fill in their complete and correct particulars in the transfer deed.

- Shareholders are requested to keep a record of their specimen signature before lodgment of shares with the RTA/Company to obviate the possibility of difference in signature at a later date.
- Shareholders(s) of the Company who have multiple accounts in identical name(s) or holding more than one share certificate in the same name under different ledger folio(s) are requested to apply for consolidation of such folio(s) and send the relevant share certificates to the Company/RTA.
- Section 72 of the Companies Act, 2013, extends nomination facility to individuals holding shares in physical form in companies. Shareholders, in particular those holding shares in a single name, may avail of the above facility by furnishing the particulars of their nominations in the prescribed nomination form.
- Shareholders are requested to provide their valuable suggestions for improvement of our investor services.
- Shareholders are requested to quote their e-mail IDs, telephone/fax numbers for prompt reply to their communication.

## **10. Risk Management**

The Company has adopted a well-defined procedure for risk management. The risk management procedure provides identification and mitigation of internal as well as external risks of the Company. The risk management procedure is periodically reviewed by the Board.

## **11. Subsidiaries**

The performance of its Subsidiaries is also reviewed by the Board of Directors periodically.

## **12. Management Discussion and Analysis**

A management discussion and analysis report forms part of the Annual Report and includes discussion on various matters.

## **13. Reconciliation of Share Capital Audit**

As stipulated by the Securities Exchange Board of India, a qualified Practicing Company Secretary has carried out the reconciliation of Share Capital Audit to reconcile the total admitted capital with NSDL and CDSL, total issued and listed capital. The audit is carried out every quarter and the report thereon is submitted to the Stock Exchanges. The audit confirms that the total issued/paid up capital is in agreement with the aggregate total number of shares in physical form, shares allotted & advised for demat credit but pending execution and the total number of dematerialized shares held with NSDL and CDSL.

## **14. Compliance Certificate of CEO/CFO**

The Compliance Certificate on the financial statements for the financial year ended 31st March, 2022 is enclosed at the end of this report.

## **15. Report on Corporate Governance**

As required by Part E of Schedule V of Regulation 34(3) of the SEBI(LODR) Regulations, 2015, the Practicing Company Secretary Certificate is enclosed this Annual Report.

## **16. Familiarization Programme for Independent Director**

The Company conducts the familiarization programme for Independent Director as required under regulation 25(7) of the SEBI (LODR) Regulations, 2015 and details are available on Company's website [www.pacificindustriesltd.com](http://www.pacificindustriesltd.com)



**17. Code for the Board of Directors and Senior Management Personnel**

The Company has laid down a code of conduct for the members of the board and senior management personnel of the Company. The code of conduct has been posted on the Company's website [www.pacificindustriesltd.com](http://www.pacificindustriesltd.com)

The code of conduct has been circulated to all the members of the Board and Senior Management personnel and they have affirmed their compliance with the said code of conduct for the financial year ended 31st March, 2022. A declaration to this effect signed by Mr. J.P. Agrawal, Chairman & Managing Director of the Company is appended at the end of this report.

**18. Code for the Independent Directors**

The Company has laid down a code of conduct for the Independent Directors of the Company and the same is available on the Company's [www.pacificindustriesltd.com](http://www.pacificindustriesltd.com)

**Declaration by the Managing Director under Para D of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

I hereby confirm that the Company has obtained from all the members of the Board and Senior Management Personnel, affirmation that they have complied with the 'Code of Conduct' of the Company for the financial year 2021-22.

For Pacific Industries Limited

Sd/-

J.P.Agarwal

Chairman & Managing Director

Date: 31.08.2022

Place: Udaipur

DIN: 00386183

**Certificate on Corporate Governance**

To  
The Members,  
**Pacific Industries Limited**

We have examined the compliance of Corporate Governance by Pacific Industries Limited (“the Company”) for the year ended on March 31, 2022 as stipulated in Regulations 17 to 27 and clauses (b) to (i) and (t) of sub-regulation (2) of Regulation 46 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (‘the Listing Regulations’).

The compliance of conditions of the Corporate Governance is the responsibility of the Management of the Company including the preparation and maintenance of all relevant supporting records and documents. This responsibility also includes the design, implementation and maintenance of internal control procedures to ensure the compliance with the conditions of the Corporate Governance stipulated in the Listing Regulations.

Our examination was limited to the review of procedures and implementation thereof, as adopted by the Company for ensuring the compliance with conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company. We have examined the documents maintained by the Company for the purposes of providing reasonable assurance on the compliance with Corporate Governance requirements by the Company.

Based on our examination of the relevant records and according to the information and explanations provided to us and the representations provided by the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in regulations 17 to 27 and clauses (b) to (i) of regulation 46(2) and para C and D of Schedule V of the Listing Regulations during the year ended March 31, 2022.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**For B K Sharma and Associates**  
Company Secretaries  
Unique Code: S2013RJ233500

**BRIJ KISHORE SHARMA**  
Proprietor  
Membership No. : FCS - 6206  
CP No.: 12636  
Peer Review Certificate No.: 1172/2021  
**UDIN: F006206D000808304**

Place: Jaipur  
Date: 18<sup>th</sup> August, 2022

**CEO/ CFO'S CERTIFICATEION**

The Board of Directors  
**Pacific Industries Limited**  
Survey No.13, Kempalinganhalli,  
Nelamangala Taluka,  
BANGALORE-562123  
(Karnataka)

- A. We have reviewed financial statements and the cash flow statement for the year ended 31st March, 2022 and that to the best of our knowledge and belief :
1. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
  2. These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- B. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the financial year 2021-2022 which are fraudulent, illegal or violative of the Company's code of conduct.
- C. We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- D. We have indicated to the auditors and the Audit committee that :
1. There are no significant changes in internal control over financial reporting during the year;
  2. There are no significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
  3. There are no instances of significant fraud of which they have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

Date: 31.08.2022

Place: Udaipur

Sd/-

**Kapil Agarwal**

*Chief Financial Officer*

**Declaration regarding compliance by board members and Senior Management Personnel with the Company's Code of Conduct**

This is to confirm that the Company has adopted a Code of Conduct for its employees including the Managing Director and Executive Directors. In addition, the Company has adopted a Code of Conduct for its Non-Executive Directors and Independent Directors. These Codes are available on the Company's website.

I confirm that the Company has received from the Senior Management team of the Company and the Members of the Board, a declaration of compliance with the code of Conduct as applicable to the them in respect of the year ended March 31, 2022.

Sd/-

**Jagdish Prasad Agarwal**

Chairman & Managing Director

DIN : 00386183

Place: Udaipur

Dated: 31.08.2022

### **MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

The Management of Pacific Industries Limited is pleased to present the Management Discussion and Analysis Report, which lucidly explains the Company's business, industry structure, opportunities and concerns, performance of the Company with respect to the operations and other relevant information. Management Discussion and Analysis forms a part of the compliance report on Corporate Governance.

#### **❖ Global Economy 2021**

Although the global economy is progressively improving, the possibility of persistent inflation persists. The recovery has been supported by increased vaccine distribution across the world, however it has been uneven.

The conflict in Ukraine has generated an expensive humanitarian disaster that must be resolved peacefully. At the same time, the conflict's economic consequences will cause a considerable slowdown in global economy in 2022, as well as an increase in inflation and supply chain disruptions. Fuel and food prices have risen significantly, disproportionately affecting disadvantaged populations in the low-income nations.

Inflation predictions for 2022 are 5.7 percent in advanced economies and 8.7 percent in emerging market and developing economies, respectively, 1.8 and 2.8 percentage points higher than that anticipated in January.

#### **❖ Outlook**

Global growth is expected to drop from 6.1 percent in 2021 to 3.6 percent in 2022 and 2023, according to projections. This is 0.8 and 0.2 percentage points lower than the January projections for 2022 and 2023, respectively. Over the medium run, global growth is expected to slow to around 3.3 percent after 2023. Multilateral measures are critical in responding to the humanitarian crisis, preventing further economic fragmentation, maintaining global liquidity, managing financial distress, combating climate change, and ending the pandemic.

#### **❖ Indian economy**

In a globally uncertain climate, India has remained consistent in its recovery owing to macro factors that have shielded the economy from global pressures. According to the National Statistical Office's second advance forecasts, the Indian economy will grow at an annual rate of 8.9% in FY22 (NSO).

India is now one of the world's fastest-growing major economies, thanks in part to a low base effect in Q1. The economy picked up steam in Q2, with economic activity rebounding to a considerable part as a result of the Covid-related restrictions being relaxed and the vaccination rate rising.

Following considerable increase in Q2, the gradual rebound became rough in Q3, revealing fragility across the various sectors. In the future, the government's focus on capital spending and exports is anticipated to boost production capacity and aggregate demand. This would entice private capital as well. The favourable financial environment will increase investment activity. According to studies conducted by the Reserve Bank of India (RBI), capacity utilisation is increasing, which should boost investment and consumption demand.

#### **❖ Outlook**

During the year under review, India was hit by multiple COVID inflections, which resulted in massive loss of life and livelihood. However, increasing vaccine coverage, the Reserve Bank of India's (RBI) stable and accommodating monetary policy, and the Government of India's fiscal support all helped to mitigate the damage to a great extent.

As the Omicron fear faded at the conclusion of the fiscal year, the Indian economy, particularly the non-contact industries, began to recover. However, high commodity costs, global supply chain concerns, and geopolitical tensions kept inflation high.

India's real GDP is predicted to increase at 7.2 percent in 2022-23, with growth of 16.2 percent in Q1, 6.2 percent in Q2, 4.1 percent in Q3, and 4 percent in Q4. Inflation is expected to average 5.7 percent in 2022-23, with 6.3 percent in the first quarter, 5.8 percent in the second, 5.4 percent in the third, and 5.1 percent in the fourth. The economic interruptions created by the Russia-Ukraine conflict are mostly to blame for the steep increase in inflation projections

❖ **Stone Industry Overview**

❖ **Global Granite Stone Industry**

According to analysts, the global granite market will increase at a CAGR of 4.1 percent over the following five years, from \$16,540 million in 2019 to \$19,460 million in 2025.

The United States, as the developed world's representative, will sustain a 3.7 percent growth rate. Germany will add about 238.7 billion metric tonnes to Europe's size and clout in the next 5 to 6 years, ensuring the region's continued importance in the global economy. Rest of Europe markets will account for around 195.9 billion metric tonnes of estimated demand in the region. By the end of the analysis period, the market for granite in Japan will have grown to 1.4 trillion metric tonnes. China, as the world's second largest economy and a new game changer in global markets, has the potential to grow at 7.7% over the next few years, adding nearly 2 trillion metric tonnes of addressable opportunity for aspiring enterprises and their intelligent executives to choose from. The expansion and evolution of demand patterns in emerging Asia- Pacific, Latin America, and the Middle East will be shaped by a number of macroeconomic factors and internal market pressures

❖ **Indian Granite Stone Industry**

India is one of the world's leading producers and exporters of granite. The granite business, worth Rs.25,000 crore, has massive granite reserves of 4 trillion cubic metres. Granite deposits abound in Tamil Nadu, Andhra Pradesh, Karnataka, Rajasthan, and Odisha, making the country one of the world's largest granite reserves. In addition, India has over 100 varieties of granite, which come in a variety of colours and textures, with 60 of those varieties being commercially viable.

While Indian granite is utilised for a wide range of projects, including inventive and modern sculptures, memorials, and structures, it is especially popular for kitchen interiors. Indian granite's unrivalled design, grace, and quality have helped it become a multi-milliondollar foreign currency commodity. Famous structures around the world, including as the Vietnam War Memorial, Japan's Atomic Bomb Victims Memorial, and Washington's Bruce Lee Memorial, have all been built with Indian granite.

In FY 22, the global pandemic has caused unprecedented disruption in the Indian granite sector, as it has in many other industries. Factors include Covid-19, the Ukraine-Russia conflict, port congestion, and other supply chain interruptions

❖ **Quartz**

Quartz is a valuable mineral with a wide range of applications. Sand, which is made up of little Quartz stones, is a necessary component in the assembly of glass. Quartz rock crystal offers a wide range of electronic applications. It's used as an oscillator in radios, watches, and weight scales, as well as in optics research. Quartz can also be used as a grating for sandblasting, hammering glass, and fine stone cutting. It is mostly used in the Personal

Computer industry, as quartz is used to manufacture the majority of silicon semiconductors. Quartz is predicted to fuel global market expansion as it becomes more widely employed in various end-user industries.

From 2019 to 2026, the global quartz market is expected to increase at a CAGR of 6.4 percent, from \$8.23 billion in 2018 to \$13.61 billion in 2026. Quartz is one of the most diverse minerals on the planet, and its many colours result in a wide range of gemstones. The most well-known and notable Quartz pearl varieties are amethyst and citrine. Pure Quartz, often known as Rock Crystal, is a colourless mineral. However, different impurities are introduced, resulting in a wide spectrum of quartz.

#### ❖ **Countertop market Overview**

The global countertop market is expected to reach USD 110.54 billion by 2027, growing at a CAGR of 2.8 percent over that time. Factors driving market expansion include rising disposable income, an increase in the number of food service outlets, a growing preference for large kitchens and multiple bathrooms, and an increase in the number of hotel rooms globally.

Furthermore, the market is experiencing robust growth due to a consistent increase in the residential construction sector worldwide and rising individual spending on home improvements.

Countertops are typically installed in new homes as well as during kitchen remodelling. Furthermore, there has been an increase in bank mortgage refinances and loans, resulting in more credit being accessible for the renovation of existing residences, which is driving up demand for countertop items.

Due to a growing preference for higher-priced materials over laminates, the market value of the countertop sector is expected to expand over the projected period. The demand for countertops is being fuelled by continued high growth in developing economies such as China, India, and Brazil. Throughout the world, the countertop market is on the rise. One positive aspect of this progression is that, as a result of the high level of quality and low cost, more people are opting for granite countertops. Granite is very popular with customers because of its great aesthetic appeal.

#### ❖ **Impact of COVID-19 pandemic outbreak on the countertop industry outlook**

In FY2022, the COVID-19 pandemic is predicted to have a significant influence on worldwide countertop demand, resulting in a reduced growth rate until 2024. The pandemic will have a substantial impact on the fast-growing engineered stone countertop business, notably in the United States, which will be exacerbated by the newly enforced tariffs on quartz slab imports from China, India, and Turkey.

#### ❖ **Outlook for Granite and Quartz Surface**

The global engineered quartz surface market is expected to reach USD 33.50 billion by 2027, growing at an annual rate of 8.9% over that time. Due to the rising consumer interest in the interior design of homes and buildings in the area, Asia Pacific is anticipated to hold the largest market share for quartz surfaces throughout the projection period. The presence of China as one of the world's leading manufacturers and exporters of quartz is another major growth factor for this regional industry. Because of the continually growing standard of living of consumers in the United States and Canada, as well as the soaring demand for new structures in the United States, the North American market is positioned to gain importance. Rising housing demand and strong investments in new constructions will boost the market in Europe, particularly in Germany, the United Kingdom, and France for Granite and Quartz surfaces.

**Financial Result:-**

Particulars	Standalone (F.Y.)	
	2021-22	2020-21
Revenue from Operations and Other Income	28,626.52	18,174.50
Less: Operating Cost	25,556.74	15,601.87
<b>Operating Profit/PBDIT</b>	<b>3069.78</b>	<b>2572.63</b>
Less: Interest & Finance Charges	662.59	593.19
Less: Depreciation & Amortization Expenses	1,088.32	838.97
<b>Profit Before Tax and Exceptional Items</b>	<b>1318.86</b>	<b>1140.47</b>
Add: Exceptional items	-	-
<b>Profit Before Tax</b>	<b>1318.86</b>	<b>1140.47</b>
Less: Provision for Tax	374.34	364.11
Less: Prior Period Adjustment	-	-
<b>Profit After Tax</b>	<b>944.50</b>	<b>776.36</b>
Total Other Comprehensive income	45.94	13.66
<b>Total Comprehensive Income for the year</b>	<b>990.44</b>	<b>790.02</b>

❖ **INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY**

The Company has a sound internal control system, which ensures that (a) its financial reports are reliable, (b) its operations are effective and efficient, and (c) its activities comply with applicable laws and regulations. The internal control systems are further supplemented by internal audit carried out by an independent Chartered Accountant and periodical review by the Management. The Internal Audit process is designed to review the adequacy of internal control checks in the system and covers all the significant areas of the Company's operations.

The Audit Committee of the Board of Directors reviews the adequacy and effectiveness of the internal control systems and tracks the implementation of corrective actions. Significant audit observations and corrective actions taken by the Management are presented to the Audit Committee. To maintain its objectivity and independence, the Internal Audit reports are submitted to the Chairman of the Audit Committee. Audit Committee plays a key role in providing assurance to the Board of Directors.

❖ **CSR ACTIVITIES**

Your Company believes that as a responsible corporate citizen, it must address the needs of underprivileged and committed to serving them. The Company is keen to fulfill its social responsibility by being actively involved in a variety of public services projects. We encourage collaboration with various NGOs to support in CSR activities at group level.

❖ **HUMAN RESOURCES**

The Company believes in making the optimum utilization of all the available resources, to achieve this, human power is highly important and thus the Company time over has been taking newer and effective initiatives for improving the human resource strength and creating a conducive and healthy work atmosphere.



The Company consider its Human Resource as the most valuable resource which has to be nurtured well and equipped to meet the challenges posed by the dynamics of business developments. The Company continuously provide training to its employees both in-house as well as through reputed Institutes. The staffs are highly motivated due to good work culture, training, remuneration packages and the values, which the Company maintains. The Board of Directors would like to record their appreciation of the efficient and loyal service rendered by the Company's employees.

❖ **DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE.**

The Company achieved Revenues from Operations and Other Income (gross) of 28,626.52 Lakhs during the financial year ended 31st March, 2022,. The profit after tax 944.50 Lakhs during the year. The Management is confident of rebound in the economy and expect growth coming back in the ensuing years.

❖ **CAUTIONARY STATEMENT**

Statement in this Management's Discussion and Analysis detailing the Company's objectives, projections, estimates, estimates, expectations or predictions are "forward-looking statements" within the meaning of applicable securities laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include global and Indian demand-supply conditions, finished goods prices, feedstock availability and prices, cyclical demand and pricing in the Company's principal markets, changes in Government regulations, tax regimes, economic developments within India and the countries within which the Company conducts business and other factors such as litigation and labour negotiations.

**By Order of the  
Pacific Industries Limited**

**SD/-  
J.P. Agarwal  
Chairman & Managing Director  
DIN: 00386183**

**Place: Udaipur**

**Date: 31.08.2022**

**CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS**

[Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

**To,**  
The Members,  
PACIFIC INDUSTRIES LIMITED  
Survey No.13, N.H.48,  
Kempalinganhalli, Nelamangala Taluka,  
Bangalore-562123 (Karnataka)

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors by Pacific Industries Limited having CIN L14101KA1989PLC062041 and having registered office at Survey No.13, N.H.48, Kempalinganhalli, Nelamangala Taluka, Bangalore-562123 (Karnataka) (hereinafter referred to as 'the Company') produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with sub-clause (i) of Clause 10 of Para-C of Schedule V of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal [www.mca.gov.in](http://www.mca.gov.in)) as considered necessary and explanations furnished to us by the Company & its officers, we hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31<sup>st</sup> March, 2022 have been debarred or disqualified from being appointed or continuing as Directors of the company by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other Statutory Authority.

Sr. No.	Name of Director	DIN	Date of appointment in Company
1	Jagdish Prasad Agarwal	00386183	13/07/1989
2	Kapil Agarwal	00386298	23/07/2005
3	Geetadevi Jagdish Agarwal	00386331	14/08/2014
4	Vinod Choudhary	03390324	14/08/2014
5	Pradeep Kumar Jain	08303628	17/12/2018
6	Vikas Misra	08304606	17/12/2018

Ensuring the eligibility for the appointment/ continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification.

This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For **B K Sharma and Associates**  
Company Secretaries  
Unique Code: S2013RJ233500

**BRIJ KISHORE SHARMA**

Proprietor  
Membership No. : FCS - 6206  
CP No.: 12636

Peer Review Certificate No.: 1172/2021

**UDIN: F006206D000808293**

Place: Jaipur  
Date: 18<sup>th</sup> August, 2022

### Independent Auditor's Report on the Standalone Ind AS Financial Statements

To

The Members of

**PACIFIC INDUSTRIES LIMITED**

### Report on the Standalone Ind AS Financial Statements

#### **Opinion**

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

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

#### **Basis for Opinion**

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

#### **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 standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

<b><u>The Key Audit Matter</u></b>	<b><u>How was the matter addressed in our audit</u></b>
<b><u>Revenue Recognition</u></b>	
Revenue is one of the key profit drivers. Cut-off is the key assertion insofar as revenue recognition is concerned, since an inappropriate cut-off can result in material misstatement of results for the year.	Our audit procedures with regard to revenue recognition included testing controls, around dispatches/deliveries, inventory reconciliations and substantive testing for cut-offs and analytical review procedures.

**Other Information**

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the standalone Ind AS financial statements and our auditors' report thereon. These reports are expected to be made available to us after the date of this audit report.

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 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. Since these reports are expected to be made available to us after the date of this audit report hence currently, we have nothing to report in this regard.

**Management's Responsibility for the standalone Financial Statements**

The Company's management and Board of Directors are responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Standalone Financial Statements that give a true and fair view of the financial position, state of affairs, profit (including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015 as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 the 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 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 and Board of Directors are 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.

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

**Auditor's Responsibility for the Audit of 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 financial statements.

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

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

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

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

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

#### **Report on Other Legal & Regulatory Requirement**

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the **Annexure-I** statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
  - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
  - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

- c. The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and 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 Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended.
- e. On the basis of the written representations received from the directors as on 31 March 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
- f. With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in **Annexure-II**. Our report expresses an Unmodified Opinion on the adequacy and operating effectiveness of the company internal financial controls over financial reporting.
- g. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the company to its directors during the years in accordance with the provisions of section 197 of the act.

- h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - i. The Company has disclosed the impact of pending litigations as at 31 March 2021 on its financial position in its standalone financial statements – Refer Note 38 to the standalone financial statements.
  - ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses; and
  - 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 have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries-Refer Note 45 to the standalone financial statements.
  - b) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries- Refer Note 45 to the standalone financial statements.

- 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/paid dividend during the current financial year, hence this clause is not applicable.

**For Ravi Sharma & Company**

**Chartered Accountants**

**FRN :015143C**

**(CA Paras Bhatia)**

**Partner**

**M No: 418196**

**UDIN: 22418196AJVGPN1191**

**Place: Udaipur**

**Date:28<sup>th</sup> May 2022**



**Annexure 1 to Independent Auditors Report**
**Referred to in Paragraph 1 under 'Report on Other Legal and Regulatory Requirement' section of our report to the Members of Pacific Industries Limited of even date**

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:

1. In respect of the Company's Property, Plant and Equipment and Intangible Assets:
  - a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
  - (B) The Company has maintained proper records showing full particulars of Intangible assets.
  - b) The Company has a program of physical verification of Property, Plant and Equipment so to cover all the assets every year. Pursuant to the program, Property, Plant and Equipment were physically verified by the Management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.

Description of the Property	Gross Carrying Value	Held in the Name of	Whether Promoter, Director or their relative or employee	Period held- indicate range, where appropriate	Reason for not being held in the name of company.
Land of Factory Building at Bangalore Unit	64.76 Lacs	Bhola Ram Agarwal	Directors Relative	28 Years	As per details and explanation provided by management, at the time of acquiring land, it was not allowed to purchase the land in the name of the Company's name in the Karnataka State, Hence Land was Purchased in the name of Director of that time.

- c) The title deed of immovable properties are held in the name of company except the one land mentioned in the following details: -
- d) The Company has not revalued any of its Property, Plant and Equipment and intangible assets during the year.
- e) 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
2. (a) The inventory has been physically verified during the year by the management. In our opinion, the frequency together with coverage & procedure of verification are reasonable, further the management has not found discrepancies of more than 10% or more in the aggregate for each class of inventory.
- (b) The Company has been sanctioned working capital limits in excess of Rs. 5 crores, in aggregate, at any points of time during the year, from banks or financial institutions on the basis of security of current assets, We have broadly reviewed the quarterly returns / statement filed by the company with such bank and the books of accounts of the company and no material discrepancies were observed.
3. 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 made investments in companies and Firm but the Company has not provided guarantee and security and has granted loans and advances in the nature of loans to Companies during the year.



- (a) Based on the audit procedures carried on by us and as per the information and explanations given to us, the Company has not provided loans or provided advances in the nature of loans, or stood guarantee, or provided security, hence this clause is not Applicable to the company.
- (b) According to the information and explanations given to us and based on the audit procedures conducted by us, in our opinion the investments made, guarantees provided, security given during the year and the terms and conditions of the grant of loans and advances in the nature of loans and guarantees provided during the year are, prima facie, not prejudicial to the interest of the Company.
- (c) The company has not provided loans or advances in the nature of loans hence clause 3(c) to 3(f) are not applicable to the company.
4. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.
5. The Company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the Order is not applicable.
6. The maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 for the business activities carried out by the Company. Hence, reporting under clause (vi) of the Order is not applicable to the Company.
7. In respect of statutory dues:
  - a) In our opinion, the Company has been regular in depositing undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities. There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues in arrears as at March 31, 2022 for a period of more than six months from the date they become payable.
  - b) There are no statutory dues referred to in sub-clause (a) above which have not been deposited as on March 31, 2022 on account of disputes except following: -

(In Lacs)

Particulars	Year	Amount of Demand	Amount Deposited Against Demand	Amount of Demand to the Extent not deposited	Forum where Appeal is Pending
Central Excise Udaipur	Norms 2007-08 To 2013-14	170.62	62.32	108.30	CESAT , Delhi
Custom Demand Udaipur	Norms 2014-15 To 2016-17	78.39	9.20	69.19	Joint Commissioner Udaipur

8. 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).
  - a) According to the records of the company examined by us and as per the information and explanations given to us, the company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any financial institution or banks or lender.

- b) According to the records of the company examined by us and as per the information and explanations given to us, The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
  - c) On the basis of detailed examination and other records produced before us by the management, the Term loan taken during the year by the company has been applied for the purpose for which it has been obtained.
  - d) According to the records of the company examined by us and as per the information and explanations given to us, on an overall examination of the financial statements of the Company, no funds raised on short-term basis have been used for long-term purposes by the Company.
  - e) According to the records of the company examined by us and as per the information and explanations given to us, on an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries or associate companies.
  - f) According to the records of the company examined by us and as per the information and explanations given to us, the Company has not raised loans during the year on the pledge of securities held in its subsidiaries or associate companies. Hence, the requirement to report on clause (ix) (f) of the Order is not applicable to the Company.
9. (a) The Company has not raised money(s) by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.  
 (b) During the year, the Company has not made private placement of compulsorily convertible debentures (CCD) and the requirement as specified under section 42 and section 62 of the Companies Act 2013, hence reporting under this clause is not applicable.
  10. (a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.  
 (b) 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 up to the date of this report.  
 (c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.
  11. The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
  12. In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
  13. (a) In our opinion the Company has an adequate internal audit system commensurate with the size and the 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.
  14. In our opinion during the year the Company has not entered into any non-cash transactions with its directors or persons connected with its directors, and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
  15. (a) According to information & explanation given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and the company has not conducted NBFC business during the year, hence, reporting under clause 3(xvi)(a), (b) of the Order is not applicable.

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

16. The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
17. There has been no resignation of the statutory auditors of the Company during the year.
18. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements 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.
19. The According to the information and explanations given to us and based on our examination of the records of the company, there are no unspent amounts that are required to be transferred to a fund specified in Schedule VII to the companies Act (the Act), in compliance with second proviso to sub section 5 of section 135 of the Act.

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

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

**For Ravi Sharma & Co.**

**Chartered Accountants**

**FRN: 0015143C**

**(CA Paras Bhatia)**

**Partner**

**M.No. 418196**

**UDIN: 22418196AJVGN1191**

**Date: 28<sup>th</sup> May 2022**

**Place: Udaipur**

## **Annexure II to the Independent Auditors' Report**

**Referred to in paragraph 1(A)(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date to the members of Pacific Industries Limited.**

### **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 Standalone financial statements of the Company as of and for the year ended March 31, 2022, We have audited the internal financial controls over financial reporting **PACIFIC INDUSTRIES LIMITED** ("the Company") as of March 31, 2022 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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

The Board of Directors 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". These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### **Auditors' Responsibility**

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's 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 authorizations 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 and to the best of our information and according to the explanations given to us, the company has maintained, in all material respects, adequate internal financial control over financial reporting and such internal financial controls over financial reporting were operating effectively as of March 31, 2022, based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India".

**For Ravi Sharma & Co.**  
**Chartered Accountants**  
**FRN: 0015143C**

**(CA Paras Bhatia)**

**Partner**

**M.No. 418196**

**UDIN: 22418196AJVGPN1191**

**Date: 28<sup>th</sup> May 2022**

**Place: Udaipur**

**Standalone Balance Sheet as at 31 March 2022**
**( Rupees in Lakhs)**

S. No.	Particulars	Note No.	"As at 31st March 2022"	"As at 31st March 2021"
<b>I</b>	<b>ASSETS</b>			
<b>(1)</b>	<b>Non-current assets</b>			
	(a) Property, Plant & Equipment	<b>3</b>	11,580.08	8,978.39
	(b) Capital work-in-progress	<b>3</b>	566.30	2,369.28
	(c) Other Intangible Asset	<b>3</b>	-	-
	(d) Financial Assets			
	(i) Investments	<b>4</b>	1,006.02	895.83
	(ii) Loans & Advances	<b>5</b>	192.00	192.11
	(e) Other non-current assets	<b>6</b>	70.84	105.91
	<b>Total Non-current Asset</b>		<b>13,415.24</b>	<b>12,541.52</b>
<b>(2)</b>	<b>Current assets</b>			
	(a) Inventories	<b>7</b>	7,377.41	6,669.52
	(b) Financial Assets			
	(i) Trade Receivable	<b>8</b>	4,367.14	4,076.12
	(ii) Cash and Cash equivalents	<b>9</b>	116.95	913.57
	(iii) Other Bank Balances	<b>10</b>	2,111.08	1,999.67
	(iv) Loans & Advances	<b>5</b>	80.46	169.50
	(v) Other Financial Asset	<b>11</b>	2.34	3.28
	(c) Other current assets	<b>6</b>	2,847.26	2,401.29
	<b>Total Current Asset</b>		<b>16,902.64</b>	<b>16,232.94</b>
	<b>Total Assets</b>		<b>30,317.88</b>	<b>28,774.46</b>
<b>II.</b>	<b>EQUITY AND LIABILITIES</b>			
<b>(1)</b>	<b>EQUITY</b>			
	(a) Equity Share capital	<b>12</b>	344.63	344.63
	(b) Other Equity	<b>13</b>	10,474.83	9,480.00
	<b>Total Equity</b>		<b>10,819.46</b>	<b>9,824.63</b>
<b>(2)</b>	<b>Non-current liabilities</b>			
	(a) Financial Liabilities			
	(i) Borrowings	<b>14</b>	8,151.98	8,975.43
	(b) Provisions	<b>15</b>	328.68	315.51
	(c) Deferred tax liabilities (Net)	<b>16</b>	319.92	170.88
	<b>Total Non-current Liabilities</b>		<b>8,800.58</b>	<b>9,461.82</b>
<b>(3)</b>	<b>Current liabilities</b>			
	(a) Financial Liabilities			
	(i) Borrowings	<b>17</b>	4,672.78	2,724.21
	(ii) Trade Payables	<b>18</b>		
	(A) MSME		1,811.66	-
	(B) Others		2,788.44	3,669.41
	(iii) Other Financial Liabilities	<b>19</b>	657.46	1,944.51
	(b) Other current liabilities	<b>20</b>	545.36	844.61
	(c) Provisions	<b>15</b>	136.16	106.01
	(d) Current tax liabilities (net)	<b>21</b>	85.98	199.26
	<b>Total Current Liabilities</b>		<b>10,697.84</b>	<b>9,488.01</b>
	<b>Total Liabilities</b>		<b>19,498.42</b>	<b>18,949.83</b>
	<b>Total Equity and Liabilities</b>		<b>30,317.88</b>	<b>28,774.46</b>
Significant accounting Policies		<b>1 &amp; 2</b>		
Notes forming Part of Financial Statements		<b>1 to 49</b>		

As per our Report of even date

**For and on behalf of Board of Directors**  
**Pacific Industries Limited**
**For Ravi Sharma & Co.**  
Chartered Accountants  
(FRN 015143C)

**(J.P. Agarwal)**  
(Chairman & Managing Director)  
DIN:00386183

**(Kapil Agarwal)**  
(Executive Director & CFO)  
DIN:00386298

**(Paras Bhatia)**  
Partner  
M.No. 418196  
**Date: 28.05.2022**  
**Place: Udaipur**
**(Sachin Shah)**  
(Company Secretary)  
(PAN : CFLPS2451B)

**Standalone Statement of Profit & Loss for the Period April 21 to March 22**

(Rupees in Lakhs)

S. No.	Particulars	Note No.	"Year ended 31st March 2022"	"Year ended 31st March 2021"
I.	Revenue from operations	22	28,202.57	17,675.26
II.	Other income	23	423.95	499.24
III.	Total Revenue (I + II)		28626.52	18,174.50
<b>IV.</b>	<b>Expenses:</b>			
	Cost of Materials Consumed	24	11,342.45	6393.85
	Purchases of Stock-in-Trade	25	5,115.38	2768.33
	Changes in inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	26	(368.11)	(819.56)
	Employee Benefits Expense	27	849.35	837.39
	Finance costs	28	662.59	593.19
	Depreciation and amortization expense	29	1,088.32	838.97
	Other expenses	30	8,617.67	6,421.85
	Total expenses		27,307.66	17,034.03
V.	Profit before exceptional items and tax (III-IV)		1,318.86	1,140.47
<b>VI.</b>	<b>Exceptional items</b>			
VII.	Profit before tax (V- VI)		1,318.87	1,140.47
<b>VIII.</b>	<b>Tax expense:</b>			
	(1) Current tax	32	235.98	199.26
	(2) Deferred tax and Other Taxes	32	138.39	164.85
	Total Tax Expenses		374.37	364.11
IX.	Profit (Loss) for the period (VII-VIII)		944.50	776.36
	<b>Other Comprehensive Income</b>			
(a)	(i) Items that will not be reclassified subsequently to profit or loss		56.60	16.55
	(ii) Income tax relating to items that will not be reclassified subsequently to profit or loss		(10.66)	(2.89)
			-	-
(b)	(i) Items that will be reclassified subsequently to profit or loss		-	-
	(ii) Income tax relating to items that will be reclassified subsequently to profit or loss		-	-
	<b>Total Other Comprehensive income</b>		<b>45.94</b>	<b>13.66</b>
	<b>Total Comprehensive Income for the year</b>		<b>990.44</b>	<b>790.02</b>
X.	Earnings per equity share:			
	(1) Basic (Rs)	33	27.41	22.53
	(2) Diluted (Rs )	33	27.41	22.53
Significant accounting Policies		1 & 2		
Notes forming Part of Financial Statements		1 to 49		

As per our Report of even date

**For and on behalf of Board of Directors  
Pacific Industries Limited**
**For Ravi Sharma & Co.**  
Chartered Accountants  
(FRN 015143C)

**(J.P. Agarwal)**  
(Chairman & Managing Director)  
DIN:00386183

**(Kapil Agarwal)**  
(Executive Director & CFO)  
DIN:00386298

**(Paras Bhatia)**  
Partner  
M.No. 418196  
**Date: 28.05.2022**  
**Place: Udaipur**
**(Sachin Shah)**  
(Company Secretary)  
(PAN : CFLPS2451B)



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

(Rupees in Lakhs)

Particulars	"Year ended 31st March 2022"	"Year ended 31st March 2021"
<b>A. Cash flow from Operating Activities</b>		
Profit before income tax	1,318.87	1,140.47
Adjustment for		
Depreciation and amortisation expenses	1,088.32	838.97
Pre-Operative Expenses	-	-
Profit on sale of Fixed Assets	(2.69)	-
Loss on Sale of Fixed Asset		-
Finance Costs	662.59	593.19
Actuarial Gain/ (Loss)	(6.26)	13.66
Interest Income	(81.52)	(74.01)
<b>Change in operating assets and liabilities</b>		
(Increase) in inventories	(707.89)	(1,084.86)
(Increase)/Decrease in trade receivables	(291.02)	(1,283.38)
(Increase)/Decrease in financial assets	0.93	3.79
(Increase)/Decrease in Loans & Advances	15.71	816.66
(Increase)/Decrease in Other Current Assets	(445.97)	(512.89)
Increase/(Decrease) in Provisions	49.57	214.33
Increase/(Decrease) in Trade Payables	930.68	1,627.97
Increase/(Decrease) in Other Current Liabilities	(299.25)	455.12
Increase/(Decrease) in Other Financial Liabilities	(65.59)	103.55
<b>Cash generated from operations</b>	<b>2,166.49</b>	<b>2,852.59</b>
Income Tax paid	(338.61)	(167.99)
Net cash flow from operating activities	1,827.88	2,684.60
<b>B. Cash flow from Investing Activities</b>		
Purchase of Fixed Assets (Net of amount payable for capital goods)	(3,116.39)	(1,950.73)
Sale of Fixed Assets	10.59	-
(Increase)/Decrease in Fixed Deposits	(111.41)	(1,242.59)
(Increase)/(Decrease in Long term Loans & advances	73.44	(8.78)
(Increase)/(Decrease in Other Non-current Assets	35.07	(45.37)
(Increase)/Decrease in Investments	(59.86)	(702.21)
Interest Income	81.52	74.01
<b>Net cash flow from investing activities</b>	<b>(3,087.03)</b>	<b>(3,875.67)</b>
<b>C. Cash flow from financing activities</b>		
Increase in Long Term Borrowings	(823.45)	1,663.80
Increase in Short Term Borrowings	1,948.57	895.70
Finance Costs	(662.59)	(593.19)
Net cash flow from financing activities	462.53	1,966.31
Net increase / ( decrease) in cash and cash equivalents	(796.62)	775.23
Cash and cash equivalents at the beginning of the year	913.57	138.33
Cash and cash equivalents at the end of the year	116.95	913.57

As per our Report of even date

**For and on behalf of Board of Directors  
Pacific Industries Limited**
**For Ravi Sharma & Co.**  
Chartered Accountants  
(FRN 015143C)

**(J.P. Agarwal)**  
(Chairman & Managing Director)  
DIN:00386183

**(Kapil Agarwal)**  
(Executive Director & CFO)  
DIN:00386298

**(Paras Bhatia)**  
Partner  
M.No. 418196  
**Date: 28.05.2022**  
**Place: Udaipur**
**(Sachin Shah)**  
(Company Secretary)  
(PAN : CFLPS2451B)



## **Notes to the Standalone Ind AS Financial Statement for the year ended 31st March 2022**

### **Note 1 : Corporate Information**

Pacific Industries Limited (the company) is a public company domiciled in India and incorporated under the provisions of the Companies Act, 1956. Its shares are listed on Bombay Stock Exchange in India. The company is engaged in the export, manufacturing & trading of Granite tiles & slabs and Quartz Slabs and other goods and commission activities.

### **Note 2 : Significant accounting policies**

The following are the significant accounting policies adopted in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### **2.1 Basis of Preparation**

In accordance with the notification issued by the Ministry of Corporate Affairs, the Company has adopted Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 with effect from April 01, 2016. These financial statements have been prepared in accordance with Indian Accounting Standards ("Ind AS") as prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules issued thereafter.

The financial statements for the year ended March 31, 2022 were approved by the Board of Directors and authorized for issue on 28th May 2022.

#### **2.2 Basis of measurement**

These financial statements have been prepared on the historical cost basis, except for certain financial instruments which 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. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

#### **2.3 Functional and Presentation Currency**

The financial statements are prepared in Indian Rupees ("INR") which is the Company's presentation currency and the functional currency for its operations. All financial information presented in INR has been rounded to the nearest lakhs with two decimal places unless stated otherwise.

#### **2.4 Use of Estimates and Judgements**

The preparation of the financial statements in conformity with Ind AS requires management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the year.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to the accounting estimates are recognised in the period in which the estimate is revised and future periods affected.

Significant judgments and estimates relating to carrying value of assets and liabilities include useful lives of Property, plant and equipment, impairment of Property, plant and equipment, investments, provision for employee benefits and other provisions, recoverability of deferred tax assets, commitments and contingencies.

## **2.5 Classification of Assets & Liabilities as Current & Non-Current**

All Assets and Liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of product & activities of the Company and their realization in cash and cash equivalent, the Company has determined its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities. Deferred tax assets and liabilities are classified as non-current assets and liabilities.

## **2.6 Recognition of Revenue and Expenditure**

"Revenue from contracts with customers is recognized on transfer of control of promised goods or services to a customer at an amount that reflects the consideration to which the Company is expected to be entitled to in exchange for those goods or services. Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (net of variable consideration) allocated to that performance obligation. The transaction price of goods sold and services rendered is net of variable consideration on account of various discounts and schemes offered by the Company as part of the contract. This variable consideration is estimated based on the expected value of outflow. Revenue (net of variable consideration) is recognized only to the extent that it is highly probable that the amount will not be subject to significant reversal when uncertainty relating to its recognition is resolved."

### **2.6.1 Sale of Goods**

Revenue from sale of products is recognized when the control on the goods have been transferred to the customer. The performance obligation in case of sale of product is satisfied at a point in time i.e., when the material is shipped to the customer or on delivery to the customer, as may be specified in the contract.

### **2.6.2 Interest**

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the effective interest rate method. Interest income is included under the head "Other Income" in statement of profit and loss.

### **2.6.3 Expenses**

All expenses are charged in statement of profit and loss as and when they are incurred.

## **2.7 Property, Plant & Equipment and Depreciation**

### **Property, Plant & Equipment**

Property, plant and equipment are initially recognized at cost including the cost directly attributable for bringing the asset to the location and conditions necessary for it to be capable of operating in the manner intended by the management. After the initial recognition the property, plant and equipment are carried at cost

less accumulated depreciation and impairment losses, if any. Any gain or loss on disposal of an item of property, plant and equipment is recognized in the statement of profit and loss. 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. Subsequent expenditures relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the company and the costs to the item can be measured reliably. Repairs and maintenance costs are recognized in the statement of profit and loss when incurred.

Capital work-in-progress includes cost of property, plant and equipment under installation / under development as at the balance sheet date.

### **Depreciation**

“Depreciation is provided on a Written Down Value basis except for New Quartz Plant (Taanj), where Depreciation is provided on Straight Line method over the estimated useful life of all the assets as prescribed in Schedule II of the Companies Act, 2013. The residual values, useful life and methods of depreciation of property, plant and equipment are reviewed at the end of each reporting period, with the effect of any change in estimated accounted for on a prospective basis. “

Depreciation is not recorded on capital work-in progress until construction and installation is completed and the asset is for intended use.

### **2.8 Inventory**

Inventories consists of Raw Material, Work In Progress, Finished Goods , Scrap & Stores & Spares.

Inventories are valued at the lower of cost or net realisable value. Cost is determined on weighted average basis.

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

Finished goods and work in progress: Cost includes cost of direct materials and labour and a proportion of manufacturing overheads based on the normal operating capacity on a weighted average basis. Cost of finished goods includes other costs incurred in bringing the inventories to their present location and condition.

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

### **2.9 Employee benefits**

#### **a) Short Term Employee Benefits**

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages etc. and the expected cost of ex-gratia are recognised in the period in which the employee renders the related service. A liability is recognised for the amount expected to be paid when there is a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

**b) Defined Contribution Plan**

The Company makes defined contribution to Provident Fund managed by Government Authorities, which are accounted on accrual basis as expenses in the statement of Profit and Loss. The Company has no obligation other than the contribution payable to the provident fund.

**c) Defined Benefit Plan**

The employees' gratuity scheme is a defined benefit plan. The present value of the obligation under such defined benefit plans is determined based on an independent actuarial valuation using the projected unit credit method, carried out as at balance sheet date. The obligation determined as aforesaid less the fair value of the Plan assets is reported as a liability or assets as of the reporting date. Actuarial gain or losses are recognised immediately in the Other Comprehensive Income and reflected in retained earnings and will not be reclassified to the statement of profit and loss.

**d) Other Long-Term Benefits**

Provision for other long term benefits in the form of long term compensated absences (leave encashment) are accounted for on the basis as if it becomes due for payment on the last day of accounting year.

**2.10 Income Tax**

Tax expenses comprises current and deferred tax. It is recognised in Statement of profit and loss except to the extent it relates to the items recognised directly in equity or in OCI.

**Current tax**

Current tax comprises the expected tax payable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. It is measured using tax rates enacted or substantively enacted at the reporting date. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities. Current tax assets and liabilities are offset only if there is a legally enforceable right to set it off the recognised amounts and it is intended to realise the asset and settle the liability on a net basis or simultaneously.

**Deferred Tax**

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit under Income tax Act, 1961.

"Deferred tax liabilities are generally recognized for all taxable temporary differences. However, in case of temporary differences that arise from initial recognition of assets or liabilities in a transaction (other than business combination) that affect neither the taxable profit nor the accounting profit, deferred tax liabilities are not recognized. Also, for temporary differences if any that may arise from initial recognition of goodwill, deferred tax liabilities are not recognized. Deferred tax assets are generally recognized for all deductible temporary differences to the extent it is probable that taxable profits will be available against which those deductible temporary difference can be utilized. In case of temporary differences that arise from initial recognition of assets or liabilities in a transaction (other than business combination) that affect neither the taxable profit nor the accounting profit, deferred tax assets are not recognized."

“The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow the benefits of part or all of such deferred tax assets to be utilized. Deferred tax assets and liabilities are measured at the tax rates that have been enacted or substantively enacted by the balance sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled.”

**Presentation of current and deferred tax:**

“Current and deferred tax are recognized as income or an expense in the Statement of Profit and Loss, except when they relate to items that are recognized in Other Comprehensive Income, in which case, the current and deferred tax income/expense are recognized in Other Comprehensive Income. The Company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously. In case of deferred tax assets and deferred tax liabilities, the same are offset if the Company has a legally enforceable right to set off corresponding current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority on the Company.”

**2.11 Lease**

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

**As a lessee****a) Right-of-use assets**

The Company recognises right-of-use assets at the commencement date of the lease (i.e. the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets. If ownership of the leased asset transfers to the Company at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset.

**b) Lease liabilities**

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments primarily comprise of fixed payments. In calculating the present value of lease payments, the Group uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made.

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

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

**As a lessor**

Leases in which the Company does not transfer substantially all the risks and rewards incidental to ownership of an asset are classified as operating leases. Rental income arising is accounted for on a straight-line basis over the lease terms. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income.

**2.12 Provisions, Contingent Liabilities and Contingent Assets**

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Contingent Liability is disclosed in case of a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation or where no reliable estimate is possible. Contingent liabilities are not recognised in financial statements but are disclosed in notes.

Contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity. Contingent assets are not recognised in financial statements and are disclosed in notes.

**2.13 Foreign Currency Transactions**

Transactions in foreign currency are recorded at exchange rates prevailing at the date of transactions. Exchange differences arising on foreign exchange transactions settled during the year are recognised in the statement of profit and loss of the year.

Monetary assets and liabilities denominated in foreign currencies which are outstanding, as at the reporting date are translated at the closing exchange rates and the resultant exchange differences are recognised in the statement of profit and loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency are recognised using the exchange rate at date of initial transactions, are not retranslated.

In respect of forward contracts, the premium or discount on these contracts is recognized as income or expenditure over the period of the contract. Any profit or loss arising on the cancellation or the renewal of such contracts is recognized as income or expense for the year.

## **2.14 Impairment**

### **Non-financial assets**

The carrying amount of non- financial assets other than inventories are assessed at each reporting date to ascertain whether there is any indication of impairment. If any such indication exists then the asset's recoverable amount is estimated. An impairment loss is recognised as an expenses in the Statement of Profit and Loss, for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less cost to sell and value in use. Value in use is ascertained through discounting of estimated future cash flows using a discount rate that reflects the current market assessments of the time value of money and the risk specific to the assets. For the purpose of assessing impairment, assets are grouped at the lowest levels into cash generating units for which there are separately identifiable cash flows.

An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment had been recognised.

### **Financial Assets**

The Company assesses at each reporting date whether there is any objective evidence that a financial asset or a group of financial assets is impaired. A financial asset or a group of financial assets is deemed to be impaired if, there is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the asset (an incurred 'loss event') and that loss event has an impact on the estimated future cash flows of the financial asset or the group of financial assets that can be reliably estimated.

## **2.15 Government Grant**

Grants from the Government are recognised at their fair value where there is a reasonable assurance that the grant will be received, and the Company will comply with all attached conditions. Government grants relating to income are deferred and recognised in the profit or loss over the period necessary to match them with the costs that they are intended to compensate and presented within other operating revenue.

Government grants in the nature of export incentives are accounted for in the period of export of goods if the entitlements can be estimated with reasonable accuracy and conditions precedent to claim are reasonably expected to be fulfilled.

When loans or similar assistance are provided by Governments or related institutions, with an interest rate below the current applicable market rate, the effect of this favorable interest is regarded as a Government grant. The loan or assistance is initially recognised and measured at fair value and the Government grant is measured as the difference between the initial carrying value of the loan and the proceeds received. The loan is subsequently measured as per the accounting policy applicable to financial liabilities

When the grant has been received in relation to depreciable asset then the amount of grant will be reduced from the actual cost of the asset or the written down value of the block of asset.



## **2.16 Earning Per Share (EPS)**

Basic earnings per share is computed by dividing the profit/(loss) after tax by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit/(loss) after tax as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares.

## **2.17 Cash Flow Statement**

Cash flows are reported using the indirect method, as set out in Ind AS 7 'Statement of Cash Flows', whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

## **2.18 Cash and Cash Equivalents**

Cash and cash equivalents 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.

## **2.19 Borrowing Costs**

Borrowing costs directly attributable to the acquisition, construction or production of a qualifying 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, until such time as the assets are substantially ready for the intended use or sale. Interest income earned on temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation. The borrowing costs other than attributable to qualifying assets are recognised in the profit or loss in the period in which they incurred.

## **2.20 Financial Instruments**

The company recognizes financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument. Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial asset or financial liabilities, as appropriate, on initial recognition. Transactions costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in Statement of Profit and loss.

### **2.21.1 Financial assets**

All regular way purchases or sale of financial assets are recognised and derecognised on a trade date basis. Regular way purchases or sales are purchases or sale of financial assets that require delivery of assets within the time frame established by regulation or convention in the market place. All recognised financial assets are subsequently measured in their entirety at either amortized cost or fair value, depending on the classification of the financial assets.



**Classification of Financial Assets****(i) Financial assets carried at amortised cost**

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

**(ii) Financial assets at fair value through other comprehensive income**

A financial asset is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

**(iii) Financial assets at fair value through profit or loss**

A financial asset which is not classified in any of the above categories is subsequently fair valued through profit or loss.

**(iv) Financial liabilities**

Financial liabilities are subsequently carried at amortized cost using the effective interest rate method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

**(v) Equity instrument**

An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities. Equity instruments are recorded at the proceeds received, net of direct issue costs.

**vi) Derecognition**

The company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition under Ind AS 109. A financial liability (or a part of a financial liability) is derecognized from the company's balance sheet when the obligation specified in the contract is discharged or cancelled or expires.

**vii) Offsetting of financial instruments**

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 recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

**2.21 Insurance Claim**

Insurance Claims are accounted for on the basis of claims admitted / expected to be admitted and to the extent that the amount recoverable can be measured reliably and it is reasonable to expect ultimate collection.

## **2.22 Segment Reporting**

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker and the Board of Directors of the company considers and maintains Stones - Granite and Quartz, trading other than Granite & Quartz & Other services as the Business Segments of the Company.

## **2.23 Fair Value Measurement**

The Company measures financial instruments at fair value at each balance sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

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

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

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

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

**"STATEMENT OF CHANGES IN EQUITY"**

Name of the Company-Pacific Industries Limited

<b>A. Equity Share Capital</b>				
<b>(1) Current reporting period</b>				
<b>Balance at the beginning of the current reporting period-1st April 2021</b>	<b>Changes in Equity Share Capital due to prior period errors</b>	<b>Restated balance at the beginning of the current reporting period</b>	<b>Changes in equity share capital during the current year</b>	<b>Balance at the end of current reporting period-31st March 2022</b>
344.63	-	-	-	344.63
<b>(2) Previous reporting period</b>				
<b>Balance at the beginning of the previous reporting period-1st April 2020</b>	<b>Changes in Equity Share Capital due to prior period errors</b>	<b>Restated balance at the beginning of the previous reporting period</b>	<b>Changes in equity share capital during the previous year</b>	<b>Balance at the end of previous reporting period-31st March 2021</b>
344.63	-	-	-	344.63

B. Other Equity														
(1) Current reporting period														
	Share application money pending allotment	Equity component of financial instruments	Reserves and Surplus								Other items of other Comprehensive Income (specify nature)- Remeasurement of net defined benefit Plans	Money received against share warrants	Total	
			Capital Reserve	Securities Premium	Other Reserves (Specify Nature)	Retained earnings	Debt Instruments through Other Comprehensive Income	Equity Instruments through Other Comprehensive Income	Effective Portion of Cash Flow Hedges	Revaluation surplus	Exchange Differences on translating the financial statements of a foreign operation			
Balance at the beginning of the current reporting period-1st April 2021	-	-	-	2,283.36	-	7,054.50	-	163.12	-	-	-	(20.98)	-	9,480.00
Changes in accounting policy or prior period errors														-
Restated balance at the beginning of the current reporting period														-
Total Comprehensive Income for the current year								62.85				(12.52)		50.33
Dividends														-
Transfer to retained earnings						944.50								944.50
Any other change (to be specified) - ISSUE OF CCD														-
Balance at the end of the current reporting period-31st March 2022	-	-	-	2,283.36	-	7,999.00	-	225.97	-	-	-	(33.50)	-	10,474.83

(2) Previous reporting period													
	Share application money pending allotment	Equity component of compounded financial instruments	Reserves and Surplus								Money received against share warrants	Total	
			Capital Reserve	Securities Premium	Other Reserves (Specify Nature)	Retained earnings	Debt Instruments through Other Comprehensive Income	Equity Instruments through Other Comprehensive Income	Effective Portion of Cash Flow Hedges	Revaluation surplus	Exchange Differences on translating the financial statements of a foreign operation	Other items of other Comprehensive Income (specify nature)- Remeasurement of net defined benefit Plans	
Balance at the beginning of the previous reporting period- 1st April 2020			2,283.36			6,278.14		67.89				-34.64	8594.75
Changes in accounting policy/ prior period errors													0.00
Restated balance at the beginning of the previous reporting period													0.00
Total Comprehensive Income for the previous year								95.23					95.23
Dividends													0.00
Transfer to retained earnings						776.36						13.66	790.02
Any other change (to be specified) - Right Issue													0.00
Balance at the end of the previous reporting period- 31st March 2021	-	-	2,283.36	-		7,054.50	-	163.12	-	-	-	(20.98)	9480.00

Note: Remeasurment of defined benefit plans and fair value changes relating to own credit risk of financial liabilities designated at fair value through profit or loss shall be recognised as a part of retained earnings with separate disclosure of such items alongwith the relevant amounts in the Notes or shall be shown as a separate column under Reserves and Surplus

### Notes to the Standalone Ind AS Financial Statement for the year ended 31st March 2022

<b>Note 3 :Property, Plant &amp; Equipments</b>											
Following are the changes in the carrying value of property, plant and equipment for the year ended March 31, 2022											
Particulars	Land	Building	Plant & Machinery	Tangible Assets					Capital Work in Progress	( Rupees in Lakhs)	
				Furniture & Fixtures	Computer	Vehicles	Mining Equipments	Electrical Installation		Total	Intangible Assets - Software
Gross Carrying value as at April 1, 2021	732.36	2,983.08	11,733.01	195.10	87.64	1,170.43	1,220.92	366.63	2,369.28	18,489.17	0.38
Additions	159.98	144.25	3,046.68	19.85	7.51	71.11		248.52	1,414.40	3,697.91	-
Deletions	-	-	40.74	-	-	5.95	-	-	3,217.39	46.69	-
Gross Carrying value as at March 31, 2022	892.34	3,127.33	14,738.96	214.95	95.15	1,235.58	1,220.92	615.16	566.30	22,140.40	0.38
Accumulated depreciation as at April 1, 2021	-	1,010.71	6,399.27	139.52	64.73	677.52	1,151.84	67.20	-	9,510.79	0.38
Depreciation	-	101.48	761.16	11.70	10.04	157.14	0.09	46.71	-	1,088.32	-
Accumulated depreciation on deletions	-	-	33.13	-	-	5.65	-	-	-	38.78	-
Accumulated depreciation as at March 31, 2022	-	1,112.19	7,127.30	151.22	74.77	829.01	1,151.94	113.91	-	10,560.32	0.38
Net Carrying Value as at March 31, 2022	892.34	2,015.14	7,611.66	63.73	20.39	406.58	68.99	501.25	566.30	11,580.08	-
Net Carrying Value as at March 31, 2021	732.36	1,972.37	5,333.74	55.58	22.91	492.90	69.08	299.44	2,369.28	8,978.38	-
											11,347.67

Following are the changes in the carrying value of property, plant and equipment for the year ended March 31, 2021												
Particulars	Tangible Assets									( Rupees in Lakhs)		
	Land	Building	Plant & Machinery	Furniture & Fixtures	Computer	Vehicles	Mining Equipments	Electrical Installation	Total	Capital Work in Progress	Intangible Assets - Software	Grand Total
Gross Carrying value as at April 1, 2020	624.68	2941.11	11457.76	180.27	67.10	713.37	1220.92	345.30	17550.51	3.00	0.38	17553.89
Additions	107.68	41.97	275.26	14.83	20.54	457.05	0.00	21.33	938.66	2369.28	-	3307.94
Deletions	-	-	-	-	-	-	-	-	-	3.00	-	3.00
Gross Carrying value as at March 31, 2021	732.36	2,983.08	11,733.01	195.10	87.64	1,170.43	1,220.92	366.63	18,489.17	2,369.28	0.38	20,858.83
Accumulated depreciation as at April 1, 2020	-	906.47	5880.24	127.95	58.53	520.98	1146.88	30.77	8671.81	-	0.38	8672.19
Depreciation	-	104.24	519.03	11.57	6.20	156.54	4.96	36.43	838.97	-	-	838.97
Accumulated depreciation on deletions	-	-	-	-	-	-	-	-	-	-	-	0.00
Accumulated depreciation as at March 31, 2021	-	1,010.71	6,399.27	139.52	64.73	677.52	1,151.84	67.20	9,510.79	-	0.38	9,511.17
Net Carrying Value as at March 31, 2021	732.36	1,972.37	5,333.74	55.58	22.91	492.90	69.08	299.44	8,978.38	2,369.28	-	11,347.67
Net Carrying Value as at March 31, 2020	624.68	2,034.64	5,577.52	52.32	8.57	192.39	74.04	314.53	8,878.69	3.00	-	8,881.70

Details of Immovable Properties not held in name of the Company						
Title deeds of Immovable Properties not held in name of the Company						
Relevant line item in the Balance sheet	Description of item of Property	Gross carrying value	Title deeds held in the name of	Whether title deed holder is a promoter, director or relative of promoter/director or employee of promoter/director	Property held since which date	Reason for not being held in the name of the company
PPE	Land*	64.76	NA	Yes	NA	NA
	Building	NA	NA	NA	NA	NA
Investment in Property	Land	NA	NA	NA	NA	NA
	Building	NA	NA	NA	NA	NA
Non Current Asset held for sale	Land	NA	NA	NA	NA	NA
	Building	NA	NA	NA	NA	NA
Others		NA	NA	NA	NA	NA
* The title deed of immovable properties are held in the name of company except the Land having cost of Rs. 64.76 lakhs in Bangalore held in the name of past Director of the company						

Capital-Work-in Progress (CWIP) ageing schedule					
CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	566.30	-	-	-	566.30
Projects temporarily suspended	-	-	-	-	-
Intangible assets under development Ageing Schedule					
CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	NA				
Projects temporarily suspended					
Intangible assets under development Completion schedule					
CWIP	To be completed in				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project 1	NA				
Project 2					



Notes to the Standalone Ind AS Financial Statement for the year ended 31st March 2022				
Note-4 Financial Asset : Investment		(Rupees in Lakhs)		
Particular	Long Term		Short Term	
	31-Mar-22	31-Mar-21	31-Mar-22	31-Mar-21
<b>I. Investment in Equity Instruments</b>				
<b>Quoted</b>				
(A) Designated and carried at FVTOCI				
400 Equity Shares of Federal Bank Ltd. of Rs. 10/- each Fully Paid-up	0.39	0.30		
100 Equity Shares of Liberty Shoes Ltd. of Rs. 10/- each Fully Paid-up	0.15	0.13		
2400 Equity Shares of Bharat Immunologicals Biologicals Corporation Limited of Rs. 10/- each Fully Paid-up	0.67	1.09		
3200 Equity Shares of Bajaj Finance Ltd. of Rs. 2/- each Fully Paid-up	232.29	164.76		
<b>II. Investment in Government Securities</b>				
National Saving Certificate (Pledge with the Govt.)	0.39	0.39		
<b>III. Investment in Subsidiary Companies</b>				
100000 Shares of Gaze Fashiontrade Ltd of Rs. 10/- each Fully Paid-up	10.00	10.00		
100000 Shares in Gist Minerals Technologies Ltd of Rs. 10/- each Fully Paid-up	10.00	10.00		
10000 Shares of Taanj Quartz INC of \$ 1/- each Fully Paid-up @ Rs 75.3 Per USD	7.53	-		
<b>IV. Other Investment</b>				
(A) Designated and carried at FVTOCI				
Investment in IFCI Portfolio	0.34	0.31		
"a) 5050Shares Confidence Finance and Trading Ltd of Rs 10/- each Fully Paid up	0.255	0.249		
b) 1100 Shares Housing Development & Infra. Ltd of Rs 1/- each Fully Paid up	0.084	0.051		
c) 1.034 Units of Nippon india Mutual Fund	-	0.010		
d) 10 Shares of Goldline International Finvest Ltd (-) (-)				
*Note-( ) Denotes Previous Year Figures "				
<b>(B) Measured at Amortised Cost(Unquoted)</b>				
Gamut Tradecom LLP (19% Share in Profit/Loss)	744.26	708.84		
<b>Total</b>	<b>1006.02</b>	<b>895.83</b>		

**Note 4.1 Fair Value of Investments in Unquoted securities/other interest in Gamut Tradecom LLP has been determined on the basis of the latest available audited financial statements for the FY 2020-21/2021-22 of the respective Investment.**

**Note-5 Financial Asset :Loans & Advances**

Particular	Long Term		Short Term	
	31-Mar-22	31-Mar-21	31-Mar-22	31-Mar-21
Unsecured Considered Good				
Deposits & Other Recoverables	192.00	192.11	8.93	24.71
Duties & Taxes Under Protest	-	-	71.53	71.47
Advance to Subsidiaries & Step-down Subsidiaries	-	-	-	73.33
<b>Total</b>	<b>192.00</b>	<b>192.11</b>	<b>80.46</b>	<b>169.50</b>

**Note-6 Other Asset**

Particular	Long Term		Short Term	
	31-Mar-22	31-Mar-21	31-Mar-22	31-Mar-21
Pre operative & Mining Development	52.80	105.91	-	-
Cenvat & Input tax credit	-	-	1,435.10	1,470.57
Advance to Vendors	18.04	-	577.52	777.88
Advance to Related Parties	-	-	-	7.00
Advance to others	-	-	31.76	18.10
Advance against expenses	-	-	3.33	2.25
TDS/TCS Receivable & Refundable	-	-	143.55	115.04
Export Incentives Receivables	-	-	146.51	-
Prepaid expenses/ Interest Accrued	-	-	14.84	10.45
IGST Refundable on Export	-	-	494.65	-
<b>Total</b>	<b>70.84</b>	<b>105.91</b>	<b>2,847.26</b>	<b>2,401.29</b>

**Note-7 Inventories**

Particular	31-Mar-22	31-Mar-21
<b>(Valued at lower of cost and net realizable value)</b>		
Raw Materials	1,062.17	1,161.11
Work-in-progress;	94.55	143.31
Finished goods;	4,952.09	4,535.22
Consumable Stores and spares;	1,195.13	756.41
Scrap	73.47	73.47
<b>Total</b>	<b>7,377.41</b>	<b>6,669.52</b>

<b>Note - 7.1 Particulars of Inventory</b>	<b>31-Mar-22</b>	<b>31-Mar-21</b>
<b>Raw Materials</b>		
Marble & Granites Blocks	820.53	909.85
Quartz Granule	241.64	251.26
<b>Total</b>	<b>1062.17</b>	<b>1161.11</b>
<b>Finished Goods</b>		
Marble and Granite Slabs	3,118.59	2646.42
Quartz Slabs	1,833.49	1888.80
Total	4952.09	4535.22
Work-in-Progress		
Unpolished Slabs	94.55	143.31
<b>Total</b>	<b>94.55</b>	<b>143.31</b>

<b>Note-8 Trade Receivable</b>							
<b>Trade Receivables ageing schedule FY 21-22</b>							
<b>Particulars</b>	<b>Not Due</b>	<b>Outstanding for following periods from due date of payment</b>					<b>Total</b>
		<b>Less than 6 months</b>	<b>6 months - 1 year</b>	<b>1-2 years</b>	<b>2-3 years</b>	<b>More than 3 years</b>	
(i) Undisputed Trade receivables — considered good	3,657.41	267.83	81.29	153.49	134.23	191.81	4,486.06
(ii) Undisputed Trade Receivables — which have significant increase in credit risk							-
(iii) Undisputed Trade Receivables — credit impaired							-
(iv) Disputed Trade Receivables— considered good							-
(v) Disputed Trade Receivables — which have significant increase in credit risk							-
(vi) Disputed Trade Receivables — credit impaired							-
Less : ECL Provision							118.92
<b>Total</b>							<b>4,367.14</b>

[illegible]

**Note-9 Cash & Cash Equivalents**

Particular	31-Mar-22	31-Mar-21
Cash and Cash Equivalents		
Balances with banks	93.44	889.88
Cash on Hand	23.50	23.70
<b>Total</b>	<b>116.94</b>	<b>913.57</b>

**Note-10 Other Bank Balances**

Particulars	31-Mar-22	31-Mar-21
Other Bank Balances (Earmarked)		
Fized Deposits with with banks held as Margin Money	2,111.08	1,999.67
Fixed Deposits	-	
<b>Total</b>	<b>2,111.08</b>	<b>1,999.67</b>

**Note-11 Other Financial Asset**

Particular	31-Mar-22	31-Mar-21
Accrued Interest	2.34	3.28
<b>Total</b>	<b>2.34</b>	<b>3.28</b>

**Note-12 Equity Share Capital**

(Rupees in Lakhs)

Particular	31-Mar-22	31-Mar-21
Authorised		
25000000 Equity Shares of Rs. 10 each	2,500.00	2,500.00
(P.Y.25000000 Equity Shares of Rs. 10 each)		
Issued, Subscribed & Paid-up		
(1,351,500 Equity Shares of Rs. 10/-each, fully paid up)	135.15	135.15
Right Issue		
(2094825 Equity shares of Rs. 10/-each fully paid up) Right Issue	209.48	209.48
<b>Total</b>	<b>344.63</b>	<b>344.63</b>

**Note 12.1 Reconciliation of the shares outstanding at the beginning and at the end of the reporting period**

Equity Shares	31-Mar-2022		31-Mar-2021	
	Number	Amount	Number	Amount
At the beginning of the period	34,46,325	344.63	34,46,325	344.63
Issued during the period			-	-
Bought back during the period		-	-	-
Outstanding at the end of the period	34,46,325	344.63	34,46,325	344.63

**Note 12.2 Terms/ Rights attached to Equity Shares**

- 1.The company has only one class of Equity shares having a par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share.
- 2.In the event of liquidation of 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.

**Note 12.3 Details of Shareholders holding more than 5% equity shares in the Company**

Shareholder	31-Mar-22		31-Mar-21	
	Number	% Holding	Number	% Holding
<b>Promoters and Promoter Group</b>				
Geeta Devi Agarwal	5,00,574	14.52	5,00,574	14.52
Kapil Agarwal	3,75,869	10.91	3,75,869	10.91
Jagdish Prasad Agarwal	2,60,101	7.55	2,60,101	7.55
Rahul Marble Private Limited	6,85,868	19.90	6,85,868	19.90
Ankit Agarwal	2,88,740	8.38	2,88,740	8.38
<b>Total</b>	<b>21,11,152</b>		<b>21,11,152</b>	

**Note 12.4 Details of % change in shareholding of Promoters in the Company**

Shareholder	31-Mar-22		31-Mar-21	
	Number	% Holding	Number	% Holding
Promoters and Promoter Group				
Geeta Devi Agarwal	5,00,574	14.52	5,00,574	14.52
Kapil Agarwal	3,75,869	10.91	3,75,869	10.91
Jagdish Prasad Agarwal	2,60,101	7.55	2,60,101	7.55
Rahul Marble Private Limited	6,85,868	19.90	6,85,868	19.90
Ankit Agarwal	2,88,740	8.38	2,88,740	8.38

**Note-13 Other Equity\***

Particular	31-Mar-22	31-Mar-21
<b>A) Security Premium</b>		
Balance as at the beginning of the period	2,283.36	2,283.36
Changes During the year	-	-
Balance as at the end of the period	2,283.36	2,283.36
<b>B) Retained Earnings &amp; General Reserve</b>		
Balance as at the beginning of the period	7,054.50	6,278.14
Changes During the year	944.50	776.36
Balance as at the end of the period	7,999.00	7,054.50
<b>C) Items of Other Comprehensive Income on Investments</b>		
Balance as at the beginning of the period	163.11	67.89
Changes During the year	62.85	95.23
Balance as at the end of the period	225.96	163.11
<b>D) Items of Other Comprehensive Income Remeasurement of Defined Benefit Plans</b>		
Balance as at the beginning of the period	(20.98)	(34.64)
Changes During the year	(12.52)	13.66
Balance as at the end of the period	(33.50)	(20.98)
<b>Balance as at 31 March 2022</b>	<b>10,474.83</b>	<b>9,480.00</b>

“Description and nature of other equity:-

Security Premium: This reserve is used to record the premium on issue of shares. The same can be utilized in accordance with the provisions of the Act

General Reserve : It represents the actuarial gain or loss arising from the fair value measurement of investments made in Shares

Retained Earnings: It represents the surplus amount available in profit and loss as retained earnings and Gain/Loss on Sale of Investment on which Irrevocable Option taken for Designated at FVTOCI for Long Term Strategic Reason. The reserve can be distributed/ utilised by the company in accordance with the Companies Act,2013.

Other Comprehensive Income: It represent the actuarial gain or loss arising from the remeasurement of defined benefit obligation and fair value measurement of investments.

\*Quantitative data mentioned in statement of changes in equity”



**Note-14 Long Term Borrowings**

Particular	Long Term		Short Term	
	31-Mar-22	31-Mar-21	31-Mar-22	31-Mar-21
<b>LOANS - SECURED</b>				
<b>(i) Vehicle Loan</b>				
Axis Bank	187.11	290.28	103.17	94.84
HDFC Bank	109.34	104.02	50.33	30.54
<b>(ii) Term Loan</b>				
HDFC Bank	1,703.92	1,661.44	888.63	605.83
<b>LOANS - UNSECURED</b>				
<b>(i) From Related parties</b>				
From Directors	140.52	18.52	-	-
From Companies (Subsidiaries and Step Down Subsidiaries)	5,608.53	6,742.60	-	-
From Other Companies	-	24.05	-	-
<b>(ii) From other than Related parties</b>				
From Companies	177.76	5.89	-	-
From NBFC	202.52	106.35	-	-
Securities Deposits from customers	22.28	22.28	-	-
<b>Total</b>	<b>8,151.98</b>	<b>8,975.43</b>	<b>1,042.14</b>	<b>731.22</b>
<b>The above amount includes</b>				
Secured borrowings	2,000.37	2,055.74	1,042.14	731.22
Unsecured Borrowings	6,151.61	6,919.68	-	-
Amount Disclosed under Current Maturities of Long term Borrowing Under Note No.19	-	-	(1,042.14)	(731.22)
<b>Total</b>	<b>8,151.98</b>	<b>8,975.43</b>	<b>-</b>	<b>-</b>

- (a) Loans from Axis Bank for Vehicles carries interest @ 8.80%. The loans are repayable in 60 monthly installments and the loans are secured by hypothecation of respective assets.
- (b) Term loan from HDFC bank carries Interest @ Repo Rate + 2.9% (Repo Rate is 4 %) is secured by mortgage on property situated at village Bedla, District Udaipur and with respective Plant & Machinery and personal guarantee of some of directors of the company and the Loan is repayable in 66 monthly installments.
- (c) Term Loan For Third line of Quartz (Taani) fom HDFC Bank Carries Interest @ Repo Rate + 2.9% (Repo Rate is 4 %) is secured by mortgage on property situated at village Bedla, District Udaipur and with respective Plant & Machinery and personal guarantee of some of directors of the company and the Loan is repayable in 60 monthly installments.
- (d) Term Loan For Quartz (Taani) fom HDFC Bank Carries Interest @ Repo Rate + 2.9% (Repo Rate is 4 %) is secured by mortgage on property situated at village Bedla, District Udaipur and with respective Plant & Machinery and personal guarantee of some of directors of the company and the Loan is repayable in 60 monthly installments.

- (e) Loans from Axis Bank for Vehicles carries interest @ 8.11%. The loans are repayable in 60 monthly installments and the loans are secured by hypothecation of respective assets.
- (f) Working capital Term loan from HDFC bank carries Interest @8.25% is secured by mortgage on property situated at village Bedla, District Udaipur and with respective Plant & Machinery and personal guarantee of some of directors of the company and the Loan is repayable in 48 monthly installments.
- (g) Loans from HDFC Bank for Commercial Equipments carries interest @7.50%. The loans are repayable in 48 monthly installments and the loans are secured by hypothecation of respective assets.
- (h) Loans from HDFC Bank for Vehicles carries interest @7.50%. The loans are repayable in 48 monthly installments and the loans are secured by hypothecation of respective assets.
- (i) Loans from Sai Baba finvest Pvt. Ltd. (NBFC) carries interest @ 9%. The loans are repayable in 48 monthly installments and the loans are secured by hypothecation of respective assets.

**Note-15 Provisions**

Particular	Long Term		Short Term	
	31-Mar-22	31-Mar-21	31-Mar-22	31-Mar-21
Provision for Employees Benefit				
(i) Provision for Gratuity	328.68	315.51	52.47	44.44
(ii) Provision for Leave Encashment		-	63.43	50.02
(iii) Provision for Bonus & Ex-gratia	-	-	20.26	11.55
<b>Total</b>	<b>328.68</b>	<b>315.51</b>	<b>136.16</b>	<b>106.01</b>

Note 15.1 The company has made provision for gratuity based on actuarial valuation determined by Independent Actuary in accordance with IND AS-19.

**Note-16 Deferred Tax Liability (Net)**

Particular	31-Mar-22	31-Mar-21
<b>Deferred Tax Liability</b>		
Related to Fixed Assets	408.37	422.27
Deferred Tax Assets		
Related to Employee Benefit Expenses & ECL	101.99	77.86
Related to Unabsorbed losses and Depreciation	-	170.64
Related to OCI	(13.55)	2.89
<b>Total</b>	<b>319.92</b>	<b>170.88</b>

**Note-17 Short-term Borrowings**

Particular	31-Mar-22	31-Mar-21
Foreign Currency Loan	3,226.15	1,992.99
Current maturities of long-term borrowings (Includes current maturities of vehicle loans)	1,042.14	731.22
Bank Overdraft A/c	404.50	-
<b>Total</b>	<b>4,672.78</b>	<b>2,724.21</b>

“The above loan from HDFC Bank which carries Interest @ LIBOR+200 bps is secured by way of Hypothecation of Inventory i.e. Raw Materials, Stock in Process, Finished Goods, Stores & Spares and Book Debts, bill whether documentary or clean, outstanding monies, receivables, both present and future, equitable mortgage of properties & the facility is subject to annual renewal and it also carries an unconditional and irrevocable personal guarantees of the Whole Time Directors and property holders.

Bank Overdraft which carries interest rate @ FDR +0.40% is secured against Fixed Deposit of INR 1000.00 Lacs from HDFC Bank.”

**Note-18 Trade Payable**
**Outstanding for following periods from due date of payment (2021-2022)**

Particulars	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	953.95	857.71	-	-	-	1,811.66
(ii) Others	1,420.50	1,011.54	43.84	80.74	126.69	2,683.31
(iii) Disputed Dues-MSME	-	-	-	-	-	-
(iv) Disputed Dues-Others	-	-	-	-	-	-
(v) Un Billed Dues	105.12	-	-	-	-	105.12

**Outstanding for following periods from due date of payment (2020-2021)**

Particulars	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-	-
(ii) Others	2,304.39	1,143.01	88.86	34.97	96.79	3,668.02
(iii) Disputed Dues-MSME	-	-	-	-	-	-
(iv) Disputed Dues-Others	-	-	-	-	-	-
(v) Un Billed Dues	1.39	-	-	-	-	1.39

Note 18.1 The Company has the process of identification of suppliers registered under the “The Micro, Small and Medium Enterprises Development (‘MSMED’) Act, 2006” by obtaining confirmation from suppliers. Based on the information available with the Company, there are no overdues more than 45 days, payable to the suppliers as defined under the ‘Micro, small and Medium Enterprises Development Act, 2006 as at March 31, 2022.

Based on the information available with the Company, the balance due to micro and small enterprises as defined under the MSMED Act, 2006 is as follows:

Particulars	31-Mar-22	31-Mar-21
Dues Remaining Unpaid		
The Principle amount remaning unpaid to any supplier as at the end of the year	953.95	-
Interest Due on the above amount	-	-
The amount of interest paid by in terms of section 16 of the Micro, Small and Medium Enterprises Development Act 2006	-	-
Amount of the Payment made to the supplier beyond the due date during the year.	-	-
Amount of Interest due and payable for the Period of delay in making payment (Which have been paid but beyond the due date during the year) but without adding the interest specified under Micro Small and Medium Enterprise Development act 2006	-	-
Amount of Interest accrued and remaining unpaid at the end of the year	-	-
Amount of further interest remaining due and payable even in succeeding years, until such date when the interest due as above are actual paid to the small enterprise	-	-
<b>Total</b>	<b>953.95</b>	<b>-</b>

**Note-19 Financial Liability - Other**

Particular	31-Mar-22	31-Mar-21
Trade Payable for Capital Goods	363.11	1,584.57
Interest accrued but not due on Borrowings	18.85	20.07
Security deposits	12.26	10.78
Statutory Dues	30.84	157.81
Other Current Liabilities	232.39	171.28
<b>Total</b>	<b>657.46</b>	<b>1,944.51</b>

**Note-20 Other Current Liabilities**

Particular	31-Mar-22	31-Mar-21
Advances from Customers	545.36	844.61
<b>Total</b>	<b>545.36</b>	<b>844.61</b>

**Note 20.1 Above advance from customers includes Rs 125.57 Lacs from related parties in Current year (Previous Year Nil )**

**Note-21 Current Tax Liability (net)**

Particular	31-Mar-22	31-Mar-21
Provision for Income Tax	85.98	199.26
<b>Total</b>	<b>85.98</b>	<b>199.26</b>

**Note-22 Revenue From Operation**

Particular	31-Mar-22	31-Mar-21
Sale of products		
Export Sales(Including Deemed Export)	22,006.74	13,883.67
Domestic Sales	6,085.15	3,791.01
	-	-
Other Operating Revenue	110.69	0.59
	-	-
Revenue from Operation (Gross)	28,202.57	17,675.26

<b>Note 22.1 Particulars of Products Sold</b>	<b>31-Mar-22</b>	<b>31-Mar-21</b>
(i) Export Sales (Including Deemed Export)		
Granite	3,154.28	3,026.71
Quartz	18,852.46	10,856.96
(ii) Domestic Sales	-	-
Granite	762.47	649.82
Quartz	260.15	365.13
Iron Ore	5,062.53	2,776.06
Scrap	-	-

**Note-23 Other Income**

Particular	31-Mar-22	31-Mar-21
Share in Profit/loss of Gamut Tradecom LLP	35.42	207.21
Duty Drawback/Royalty & DMFT Received	172.18	95.19
Profit on Sales of Assets	2.69	-
Interest Income	81.52	74.01
Exchange Rate Fluctuation	83.65	108.03
Miscellaneous Income	48.49	3.76
Commission Income	-	11.05
<b>Total</b>	<b>423.95</b>	<b>499.24</b>

**Note :- Share in Profit/loss of Gamut Tradecom LLP has been taken on the basis of last available Audited Balance Sheet for the year Ending 31.03.2022**

**Note-24 Cost of Materials Consumed**

Particular	31-Mar-22	31-Mar-21
<b>Raw Materials Consumed</b>		
Opening Stock	1,161.11	923.91
Add: Purchases	11,243.51	6,631.05
	12,404.62	7,554.96
Less: Closing Stock	1,062.17	1,161.11
Cost of Material Consumed	11,342.45	6,393.85

**Note 24.1 Particulars of Raw Materials Consumption**

Particulars	31-Mar-22	31-Mar-21
Granite Block	1,723.65	1,276.63
Quartz Granual	3,555.58	1,940.39
Polyester Resin	6,063.22	3,176.84
<b>Total</b>	<b>11,342.45</b>	<b>6,393.85</b>

**Note-25 Purchase of Stock-in-Trade**

Particulars	31-Mar-22	31-Mar-21
Granite	450.55	212.34
Iron Ore Concentrate	4,664.83	2,556.00
<b>Total</b>	<b>5115.38</b>	<b>2768.33</b>

**Note-26 Changes in inventories of Finished Goods, Work-in-Progress and Stock-in-Trade**

Particular	31-Mar-22	31-Mar-21
Opening Stock		
Work-in-Progress	143.31	124.92
Finished Goods	4,535.22	3,734.13
Scraps	73.47	73.38
<b>Total [I]</b>	<b>4,751.99</b>	<b>3,932.43</b>
Closing Stock		
Work-in-Progress	94.55	143.31
Finished Goods	4,952.09	4,535.22
Scraps	73.47	73.47
<b>Total [II]</b>	<b>5,120.10</b>	<b>4,751.99</b>
<b>Change in inventories Total [I-II]</b>	<b>(368.11)</b>	<b>(819.56)</b>

**Note-27 Employee Benefits Expense**

Particular	31-Mar-22	31-Mar-21
Salaries, Wages and Bonus	714.12	684.20
Contribution to Provident and other funds	69.00	133.08
Staff Welfare Expenses	66.23	20.11
<b>Total</b>	<b>849.35</b>	<b>837.39</b>

**Note-28 Finance Cost**

Particular	31-Mar-22	31-Mar-21
Bank Charges	29.03	14.14
Interest on Term Loan	223.67	191.64
Interest On PCFC	39.37	45.04
Interest on Other	30.71	21.76
Interest On Unsecured Loan	339.83	320.62
<b>Total</b>	<b>662.59</b>	<b>593.19</b>

**Note-29 Depreciation and Amortisation Expenses**

Particular	31-Mar-22	31-Mar-21
Depreciation	1,088.32	838.97
<b>Total</b>	<b>1,088.32</b>	<b>838.97</b>

**Note-30 Other Expenses**

Particular	31-Mar-22	31-Mar-21
Manufacturing Expenses		
Consumption of Stores, Spares & Consumables	5,040.80	3,421.50
Power & Fuel Expenses	457.51	334.60
Factory and Mining Expenses	331.88	178.97
Freight Charges	14.15	19.49
Slurry & Trans. Expenses	0.03	2.85
Repairs & Maintenance -		
Plant & Machineries	93.92	81.41
Building	-	-
<b>TOTAL [A]</b>	<b>5,938.29</b>	<b>4,038.81</b>

<b>Administrative &amp; Other Expenses</b>	<b>31-Mar-22</b>	<b>31-Mar-21</b>
Communication Expenses	17.14	16.22
Conveyance/ Travelling Exp	32.93	21.61
Demand & Interest	0.09	7.49
Exchange Rate Fluctuation	-	68.32
Festival Expenses	0.01	4.36
Donation	0.50	1.00
Fees & Subscription	29.11	20.64
Gardening Expenses	0.11	0.01
CSR Expenditure	9.11	-
Income Tax	1.49	2.85
Insurance Expenses	26.03	20.48
Legal & Professional	37.41	31.94
Ecl Provision	65.70	42.05
Listing, RTA & Related Expenses	4.20	1.50
Medical Exp.	-	0.06
Discount	72.60	-
Balances written off	9.45	777.89
Miscellaneous Expenses	82.84	73.95
Office Expenses	44.93	40.28
Payment to Auditors (Refer details Below)	5.83	5.04
Printing & Stationary	30.20	21.97
Duty/Rates & Taxes	0.22	2.68
Repairs & Maintenance (Others)	7.24	16.45
Security Service Charges	36.53	51.97
Vehicle Running & Maintenance Expenses	43.99	34.00
Dead Rent/ Hire Charges	41.00	24.13
Workmen Compensation	-	145.21
<b>TOTAL [B]</b>	<b>598.65</b>	<b>1,432.12</b>

<b>SELLING &amp; DISTRIBUTION EXPENSES</b>	<b>31-Mar-22</b>	<b>31-Mar-21</b>
Advertisement & Sales Promotion Expenses	19.36	57.63
Commission Expenses	204.22	0.78
Exhibition Expenses	-	4.91
Freight & Forwarding /Loading	1,646.71	820.02
Insurance - Marine	20.14	8.32
Marketing & Travelling Expenses	190.30	59.27
<b>TOTAL [C]</b>	<b>2,080.73</b>	<b>950.92</b>
<b>GRAND TOTAL [A+B+C]</b>	<b>8,617.67</b>	<b>6,421.85</b>



**Note-30.1 Payment to Auditor**

Particular	31-Mar-22	31-Mar-21
Audit Fees	5.00	5.00
Reimbursement of Expenses	0.83	0.04
<b>Total</b>	<b>5.83</b>	<b>5.04</b>

**Note-32 Income Tax Recognised in Statement of Profit or Loss**

Particular	31-Mar-22	31-Mar-21
Current Tax		
In respect of Current year		
Regular Tax		-
MAT	235.98	199.26
MAT Credit		-
In respect of earlier year		-
Total Current tax	235.98	199.26
Deferred Tax	138.39	164.85

The movement of deferred tax assets and liabilities during the year ended March 31, 2022

Particular	As at 1 April, 2021	(Credit)/ Charge in statement of Profit and Loss	(Credit) / Charge in Other Comprehensive Income	As at 31st March, 2022
<b>Deferred Tax Assets/ (Liabilities)</b>				
Depreciation	(422.27)	13.90		(408.37)
Gratuity & Compensated Absence	80.76	7.69	-	88.45
Unabsorbed losses and Depreciation	170.64	(170.64)		-
Transfer to OCI	-	10.66	-10.66	-
<b>Total</b>	<b>(170.88)</b>	<b>(138.39)</b>	<b>(10.66)</b>	<b>(319.92)</b>

A reconciliation of the income tax provision to the amount computed by applying the statutory income tax rate to the income before income taxes is summarized below:

Particulars	31-Mar-22	31-Mar-21
Profit before income taxes	1,318.87	1,140.47
Enacted tax rate in India	17.472%	17.472%
Computed expected tax expenses	230.43	199.26
Effect of Allowances for tax purpose	-	-
Effect of Non deductible expenses	-	-
Others	5.55	-
Tax expense recognised in Statement of Profit and Loss	235.98	199.26

**Note-33 Earning Per Share**

Particulars	31-Mar-22	31-Mar-21
Profit after tax	944.50	776.36
Weighted average no. of Equity Share Outstanding	34,46,325	34,46,325
Nominal value of Ordinary share (INR)	10.00	10.00
Basic & diluted earning per share (INR)	27.41	22.53

**Note-34 Lease**

The company has taken mines on Operating Lease from “Department of Mines & Geology” and minimum yearly rental is being paid which is adjusted against royalty amount, if payable.

**Note-35 Employee Benefit**

(A) Defined Contribution Plan:-

The Company operates defined contribution retirement benefit plans for all qualifying employees. Contributions are made to registered provident fund and Employee state insurance administered by the government. The obligation of the Company is limited to the amount contributed and it has no further contractual nor any constructive obligation.

Particulars	31-Mar-22	31-Mar-21
Contribution to provident fund and other fund recognised in Statement of Profit and Loss	39.68	46.35
Contribution to ESI in Statement of Profit and Loss	2.95	6.89

**(B) Defined Benefit Plan:-****Gratuity**

In accordance with the provisions of Payment of Gratuity Act, 1972, the company has defined benefit plan which provides for gratuity payment. The plan provides a lump sum gratuity payment to eligible employees at retirement or termination of their employment. The amounts are based on the respective employee's last drawn salary and the year of employment with the company. The company's gratuity plan is an unfunded plan.

These plans typically expose the Company to actuarial risks such as: Actuarial Risk, Investment Risk, Liquidity Risk, Market Risk & Legislative Risk:

**"A. Actuarial Risk:**

It is the risk that benefits will cost more than expected. This can arise due to one of the following reasons: Adverse Salary Growth Experience : Salary hikes that are higher than the assumed salary escalation will result into an increase in Obligation at a rate that is higher than expected.

Variability in mortality rates: If actual mortality rates are higher than assumed mortality rate assumption than the Gratuity Benefits will be paid earlier than expected. Since there is no condition of vesting on the death benefit, the acceleration of cashflow will lead to an actuarial loss or gain depending on the relative values of the assumed salary growth and discount rate.

Variability in withdrawal rates: If actual withdrawal rates are higher than assumed withdrawal rate assumption than the Gratuity Benefits will be paid earlier than expected. The impact of this will depend on whether the benefits are vested as at the resignation date."

**"B. Investment Risk :**

For funded plans that rely on insurers for managing the assets, the value of assets certified by the insurer may not be the fair value of instruments backing the liability. In such cases, the present value of the assets is independent of the future discount rate. This can result in wide fluctuations in the net liability or the funded status if there are significant changes in the discount rate during the inter-valuation period."

**"C. Liquidity Risk:**

Employees with high salaries and long durations or those higher in hierarchy, accumulate significant level of benefits. If some of such employees resign/retire from the company there can be strain on the cashflows."

**"D. Market Risk:**

Market risk is a collective term for risks that are related to the changes and fluctuations of the financial markets. One actuarial assumption that has a material effect is the discount rate. The discount rate reflects the time value of money. An increase in discount rate leads to decrease in Defined Benefit Obligation of the plan benefits & vice versa. This assumption depends on the yields on the corporate/government bonds and hence the valuation of liability is exposed to fluctuations in the yields as at the valuation date."

**“E. Legislative Risk:**

Legislative risk is the risk of increase in the plan liabilities or reduction in the plan assets due to change in the legislation/regulation. The government may amend the Payment of Gratuity Act thus requiring the companies to pay higher benefits to the employees. This will directly affect the present value of the Defined Benefit Obligation and the same will have to be recognized immediately in the year when any such amendment is effective.”

**No other post-retirement benefits are provided to the employees.**

The actuarial valuation of the plan assets and the present value of the defined benefit obligation were carried out as at March 31, 2022 by a certified actuary of the Institute of Actuaries of India. The present value of the defined benefit obligation, and the related current service cost and past service cost, were measured using the projected unit credit method.

**Assumptions:**

The principal assumptions used for the purposes of the actuarial valuations are given below:

Particulars	31-Mar-22	31-Mar-21
Discount Rate	6.85%	6.40%
Future Salary Growth rate	6.00%	6.00%
Rate of Return on Plan Assets	-	-
Mortality table used Indian Assured Lives Mortality (2006-08) Ultimate	10% at younger ages reducing to 2% at older ages	

**Projected Benefit Obligation**

Particulars	31-Mar-22	31-Mar-21
Projected benefit Obligation at beginning of the year	359.96	333.55
Interest Cost	11.20	20.94
Current Service Cost	14.21	51.34
Past Service Cost	-	-
Actuarial (Gain)/Loss	6.26	(16.55)
Benefits paid	(10.48)	(29.33)
Projected benefit Obligation at end of the year	381.15	359.95

**Amount recognised in the Balance Sheet:**

Particulars	31-Mar-22	31-Mar-21
Amount recognised in the Balance Sheet:		
Projected benefit Obligation at end of the year	381.15	359.95
Fair Value of Plan Assets as at year end	-	-
Net (Asset)/Liability recognized in the Balance Sheet	381.15	359.95

**Cost of the defined benefit plan for the year:**

Particulars	31-Mar-22	31-Mar-21
Current Service Cost	14.21	51.34
Interest Cost	11.20	20.94
Past Service Cost	-	-
Expected Return on plan Asset	-	-
Components of defined benefit cost recognised in the Statement of Profit & Loss	25.42	72.28

**Remeasurement on the net defined benefit liability:**
**Experience Adjustment**

Particulars	31-Mar-22	31-Mar-21
Present value of defined benefit obligation	381.15	359.95
Fair Value of plan assets		-
Balance Sheet (Liability)/ Asset	381.15	359.95
P&L (Income)/ expenses		
Experience adjustment on plan liabilities (gain)/ loss	6.26	(22.58)
Experience adjustment on plan assets gain/ (loss)	-	-

Sensitivity analysis in respect of the actuarial assumptions used in calculation of defined benefit obligation are given below:

31-Mar-22		31-Mar-21		
Particulars	Increase	Decrease	Increase	Decrease
Discount rate - 0.5%	370.02	392.97	347.33	373.39
Salary Growth rate - 0.5%	391.78	370.94	372.76	347.74
Withdrawal rate - 10%	382.33	379.85	360.65	359.18

**Leave Encashment**

Compensated absence liability recognised as expense for the year is Rs. 17.83 Lakhs (Previous Year Rs. 14.08 Lakhs). The said amount has been calculated by the management. It has been calculated on the basis of leaves accumulated during the year other relevant factors.

**Note-36 Capital Management**

The capital structure of the Company consists of net debt and total equity of the Company. The Company manages its capital to ensure that the Company will be able to continue as going concern while maximising the return to stakeholders through an optimum mix of debt and equity within the overall capital structure. The Company's risk management committee reviews the capital structure of the Company considering the cost of capital and the risks associated with each class of capital.

**Note-37 Related Party Disclosures**

The Company has made the following transactions with related parties as defined under the provisions of Indian Accounting Standard-24 issued by the Institute of Chartered Accountants of India & notified by MCA under Companies (Indian Accounting Standard) Rules, 2015, as amended.

List of related parties with whom transaction have taken place during the year along with the nature and volume of transaction is given below from 01.04.2021 to 31.03.2022

<b>Particulars</b>	<b>Relation</b>
<b>Directors &amp; Key managerial persons &amp; their associate concerns</b>	
Jagdish Magniram Agarwal	Managing Director
Kapil Jagdish Agarwal	Executive Director & CFO
Geetadevi Agarwal Agarwal	Non Executive Director
Pradeep Kumar Jain	Non Executive Independent Director
Vikash Mishra	Non Executive Independent Director
Vinod Choudhary	Non Executive Independent Director
Sachin Shah	Company Secretary
<b>Enterprises owned/controlled by directors &amp; their relatives</b>	
Krishna Marble	Director is Partner in the Firm
Ojaswi Marble & Granites P Ltd	Director is the Director of the Company
Pacific Exports	Director is Partner in the Firm
Yash Processors P Ltd	Director is the Director of the Company
Gaze Fashion trade pvt ltd (Including merged Figures of Radhika Vyapaar Pvt Ltd, Biswas solar instruments Pvt Ltd & Blood Hound Security Company Pvt Ltd)	Wholly Owned Subsidiary of Pacific Industries Ltd
Gist Minerals Technologies Limited (Including merged Figures of Saha Coloured and flavour manufacturer pvt ltd.)	Wholly Owned Subsidiary of Pacific Industries Ltd
Pacific Iron Manufacturing Ltd	Director is the Director of the Company
Bhola Motors Finance Pvt Ltd	Director is the Director of the Company
Chaitanya International Minerals LLP	Director is Partner in the LLP
Gamut Tradecom LLP	Director is Partner in the LLP
Geetanjali Industrial Mineral P. Ltd.	Director is the Director of the Company
Taanj Quartz INC	Wholly Owned Foreign Subsidiary of Pacific Industries Ltd
Fortune foundation	Director is Trustee in the Trust

**Transactions with Key management persons**

Nature of transaction	31-Mar-22	31-Mar-21
Remuneration	94.02	51.63
Employer's Contribution to Provident Fund	11.13	6.06
Loan Outstanding as 31st march (Liabilities)	140.52	18.52

**Out of the above items, transactions in excess of 10% of the total related party transactions are as under:**

Remuneration	31-Mar-22	31-Mar-21
Kapil Agarwal	45.00	24.00
J.P. Agarwal	45.00	24.00
Sachin Shah	4.02	3.63
Employer's Contribution to Provident Fund	31-Mar-22	31-Mar-21
Kapil Agarwal	5.40	2.88
J.P. Agarwal	5.40	2.88
Sachin Shah	0.33	0.30
Loan outstanding as 31st march (Liabilities)	31-Mar-22	31-Mar-20
Geeta Devi Agarwal	27.83	2.83
Kapil Agarwal	69.53	15.53
J.P. Agarwal	43.16	0.16

**Transactions with Enterprises owned & controlled by the Directors and their relatives**

Nature of transaction	31-Mar-22	31-Mar-21
Purchase	7825.64	3735.51
Sales	2382.05	751.49
Interest Received	0.00	11.68
Interest Paid	387.31	320.62
Trade Payables	803.77	693.72
Advance outstanding as on 31st March (Assets)	0.00	80.32
Loan Outstanding as 31st March (Liabilities)	5608.53	6766.65
Investments	771.79	728.84
Assets Purchased	0.00	123.75
Trade Receivable	732.12	228.90
Advance outstanding (liability)	0.00	125.57

**Out of the above items, transactions in excess of 10% of the total related party transactions are as under:**

<b>Purchase</b>		
Pacific Iron Manufacturing Ltd	4,947.50	2,556.00
Gist Minerals Technologies Limited (Including merged Figures of Saha Coloured and flavour manufacturer pvt ltd.)	-	42.03
Chaitanya International Minerals LLP (Net)	1,208.43	824.68
Gaze Fashion trade pvt ltd (Including merged Figures of Radhika Vyapaar Pvt Ltd, Biswas solar instruments Pvt Ltd & Blood Hound Security Company Pvt Ltd)	411.11	247.87
Geetanjali Industrial Mineral P. Ltd.	1,258.60	64.94
<b>Sales</b>		
Chaitanya International Minerals LLP	1,540.59	605.27
Taanj Quartz INC	829.45	123.67
Ojaswi Marble & Granites P Ltd	1.48	22.54
Others (Below 10%)	10.54	
<b>Interest received</b>		
Gist Minerals Technologies Limited (Including merged Figures of Saha Coloured and flavour manufacturer pvt ltd.)	-	7.56
Gaze Fashion trade pvt ltd (Including merged Figures of Radhika Vyapaar Pvt Ltd, Biswas solar instruments Pvt Ltd & Blood Hound Security Company Pvt Ltd)	-	4.12
<b>Interest Paid</b>		
Gist Minerals Technologies Limited (Including merged Figures of Saha Coloured and flavour manufacturer pvt ltd.)	132.77	23.28
Bhola Motor Finance Pvt Ltd	4.11	16.59
Gaze Fashion trade pvt ltd (Including merged Figures of Radhika Vyapaar Pvt Ltd, Biswas solar instruments Pvt Ltd & Blood Hound Security Company Pvt Ltd)	250.44	280.75
<b>Trade Payable</b>		
Pacific Iron Manufacturing Ltd	6.21	177.84
Krishna Marble	-	29.50
Yash processors Pvt Ltd	58.64	58.64
Gist Minerals Technologies Limited (Including merged Figures of Saha Coloured and flavour manufacturer pvt ltd.)	-	-
Gaze Fashion trade pvt ltd (Including merged Figures of Radhika Vyapaar Pvt Ltd, Biswas solar instruments Pvt Ltd & Blood Hound Security Company Pvt Ltd)	208.41	115.20
Chaitanya International Minerals LLP	523.35	233.06
Geetanjali Industrial Mineral P. Ltd.	7.15	78.83
Others (Below 10%)	0.02	0.64



<b>Advance Outstanding (Assets)</b>		
Pacific Iron Manufacturing ltd	-	-
Gist Minerals Technologies Limited (Including merged Figures of Saha Coloured and flavour manufacturer pvt ltd.)	-	-
Gaze Fashion trade pvt ltd (Including merged Figures of Radhika Vyapaar Pvt Ltd, Biswas solar instruments Pvt Ltd & Blood Hound Security Company Pvt Ltd)	-	73.33
Others (Below 10%)	-	7.00
<b>Loan Outstanding (Liabilities)</b>		
Gist Minerals Technologies Limited (Including merged Figures of Saha Coloured and flavour manufacturer pvt ltd.)	2,414.13	2,135.14
Gaze Fashion trade pvt ltd (Including merged Figures of Radhika Vyapaar Pvt Ltd, Biswas solar instruments Pvt Ltd & Blood Hound Security Company Pvt Ltd)	3,194.41	4,607.46
Bhola Motor Finance Pvt Ltd	-	24.05
<b>Investments</b>		
Gist Minerals Technologis Ltd	10.00	10.00
Gaze Fashion trade pvt ltd (Including merged Figures of Radhika Vyapaar Pvt Ltd, Biswas solar instruments Pvt Ltd & Blood Hound Security Company Pvt Ltd)	10.00	10.00
Taanj Quartz INC	7.53	-
Gamut Tradecom LLP	744.26	708.84
<b>Assets Purchased</b>		
Pacific Iron Manufacturing ltd	-	11.75
Ojaswi Medical & Healthcare Private Limited	-	112.00
Trade Receivable		
Chaitanya International Minerals LLP	579.24	78.48
Ojaswi Marble & Granites P Ltd	1.70	26.60
Taanj Quartz INC	151.18	123.82
Others (Below 10%)	7.75	-
<b>Advance outstanding (liability)</b>		
Krishna Marble	-	125.57
CSR Expenses		
Fortune Foundation	9.00	-

**Note-38 Contingent Liabilities/Commitments, Contingent Assets & Pending Litigations****Contingent Liabilities****(A) Claims against the company not acknowledged as debt.**

A.1 Demand Raised by the Central Excise Commissionerate of Rs 170.62 Lacs against which Rs 62.32 Lacs is deposited by the company. The Said Matter has been taken to the High Court and the petition is still pending.

A.2 The company has a total demand of Rs. 78.39 lacs of Custom Duty out of which the company has deposited Rs. 9.21 Lacs under protest against which the company has filed an appeal.

**(B) Other Contingents Liabilities**

B.1 Show cause notice received from excise authorities of Rs 1.02 crore in respect of excise duty imposed on ground of availing wrong benefit of exemption notification on imported marble blocks, however no demand has been received from the excise authorities against the same and based on the legal opinion obtained, the company does not expect any liability on this account.

B.2 Show Cause notice received from excise authorities of Rs 4.94 crore in respect of custom duty under the provision of Custom Act 1962 imposed on ground of availing wrong benefit of exemption notification on imported marble blocks. However no demand has been received from the Custom authorities against the same and based on the legal opinion obtained, the company does not expect any liability on this account.

B.3 Show Cause notice Received From Custom Authorities of RS 9.29 Lacs of Custom Duty under the Provision of Custom Act 1962 imposed on Ground of Wrongly Availing of Custom duty Benefits (Duty Forgone) on Saw Blades and Steel Grits imported /procured under concessional rate of duty during Period of July 2016 to June 2017. However, no demand has been received from the custom authorities against the same and based on Legal opinion obtained, the company does not expect any liabilities on this account

## (C) Capital Commitments and other Commitments

Particulars	31-Mar-22	31-Mar-21
“Estimated amount of contracts remaining to be executed on capital account & not provided for (net of advance)”	-	-
Exports obligation under Export Promotion Capital goods (EPCG) scheme*	-	3,022.23

“\*company is availing benefit under EPCG Scheme for import of Capital goods and spare parts against obligation to export 6 times of the duty saved. Total duty to be saved/saved against licenses outstanding as at March 31, 2022 is NIL (March 31,2021 Rs. 503.70 Lacs ). Export Obligation on such licenses outstanding as at year end is disclosed above.”

## (D) Contingent Assets - Nil

**Note 39: Fair Value Measurement**

The following table shows the carrying amounts and fair values of Investments including their levels in the fair value hierarchy.

Financial assets	Fair Value as at		Fair Value hierarchy	Valuation techniques & key inputs used
	31-Mar-22	31-Mar-21		
Investments in quoted equity instruments at FVTOCI	233.84	166.60	Level-1	Quoted market price in an active market
Investments in unquoted instruments at Amortized Cost	772.18	729.23	Level-3	Refer Note (b)Below

Particulars	31-Mar-22		31-Mar-21	
	Amortised cost	Carrying value	Amortised cost	Carrying value
<b>Financial Assets</b>				
(i) Trade receivables	4,367.14	4,367.14	4,129.34	4,129.34
(ii) Loans	272.46	272.46	362.11	362.11
(iii) Others	2.34	2.34	3.28	3.28
(iv) Bank Balance	93.44	93.44	889.87	889.87
<b>Total</b>	<b>4,735.39</b>	<b>4,735.39</b>	<b>5,384.60</b>	<b>5,384.60</b>
<b>Financial Liabilities</b>				
(i) Borrowings	12,824.76	12,824.76	10,968.42	10,968.42
(ii) Trade payables	-	-	3,669.41	3,669.41
(iii) Other financial liabilities	657.46	657.46	2,675.73	2,675.73
<b>Total</b>	<b>13,482.22</b>	<b>13,482.22</b>	<b>17,313.56</b>	<b>17,313.56</b>

The Company maintains policies and procedures to value financial assets or financial liabilities using the best and most relevant data available. The fair values of the financial assets and liabilities are included at the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The following methods and assumptions were used to estimate the fair values:

“1) Fair value of cash and deposits, trade receivables, trade payables, and other current financial assets and liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.  
2) Long-term variable-rate borrowings are evaluated by the Company based on parameters such as interest rates, specific country risk factors, credit risk and other risk characteristics. Fair value of variable interest rate borrowings approximates their carrying values. Risk of other factors for the company is considered to be insignificant in valuation.”

#### **Note 40: Financial Risk Management**

##### **Financial risk management policy and objectives**

The key objective of the Company's financial risk management is to ensure that it maintains a stable capital structure with the focus on total equity to uphold investor, creditor, and customer confidence and to ensure future development of its business. The Company is focused on maintaining a strong equity base to ensure independence, security, as well as financial flexibility for potential future borrowings, if required without impacting the risk profile of the Company.

Company's principal financial liabilities, comprise Borrowings from Banks, trade and other payables. The main purpose of these financial liabilities is to finance Company's operations and plant expansion. Company's principal financial assets include investments, trade and other receivables, deposits with banks and cash and cash equivalents, that derive directly from its operations.

##### **Company is exposed to market risk, credit risk and liquidity risk.**

“The Company's Board oversees the management of these risks. The Company's Board is supported by senior management team that advises on financial risks and the appropriate financial risk governance framework for the Company. The senior management provides assurance to the Company's Board that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below.”

##### **i) Market risk**

“Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk interest rate risk, currency risk and price risk. Financial instruments affected by market risk include investments in equity shares, security deposits, trade and other receivables, deposits with banks and financial liabilities. The sensitivity analysis in the following sections relate to the position as at 31 March 2022 and 31 March 2021. The sensitivity of the relevant income statement item is the effect of the assumed changes in respective market risks. “

### a) Foreign currency risk

Foreign currency risk is the risk that fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rate. The company is exposed to foreign exchange risk arising from foreign currency transactions primarily to USD & EURO. Company do not enter into any derivative instrument in order to hedge its foreign currency risks.

### Foreign currency sensitivity

The following tables demonstrate the sensitivity to a reasonably possible change by 5% in USD & EURO exchange rates, with all other variables held constant.

Financial Exposure	31-Mar-22	31-Mar-21
<b>Financial liabilities:</b>		
USD Converted in Rupees	3,550.48	3,446.98
EURO Converted in Rupees	197.77	318.90
Net exposure	3,748.24	3,765.88

### Sensitivity Analysis

Currency	Amount in INR	
	31-Mar-22	31-Mar-21
USD	3,550.48	3,446.98
EURO	197.77	318.90

Currency	5% increase		5% decrease	
	31-Mar-22	31-Mar-21	31-Mar-22	31-Mar-21
USD	177.52	172.35	(177.52)	(172.35)
EURO	9.89	15.95	(9.89)	(15.95)

### b) Interest rate risk

Interest rate risk is the risk that changes in market interest rates will lead to change in interest income and expense for the Company. In order to optimize the Company's position with regards to interest income & expense and to manage the interest risk, the Company performs comprehensive interest risk management by balancing the proportion of fix & variable rate financial instruments.

Particulars	31-Mar-22	31-Mar-21
<b>Fixed rate instruments</b>		
Fixed deposit with Banks	2,111.08	1,999.67
<b>Borrowings</b>		
Vehicle loans	449.96	519.69
<b>Variable rate instruments</b>		
<b>Borrowings</b>		
Term Loan (HDFC)	2,592.55	2,267.27
Foreign Currency Loan	3,226.15	1,992.99
Bank Overdraft	404.50	-

Sensitivity analysis:

A change in 50 basis point in interest rate at the reporting date would have increase/(decrease) Profit or Loss by the amount shown below.

This analysis assumes that all other variables, remain constant.

Particulars	31-Mar-22		31-Mar-21	
	Increase	Decrease	Increase	Decrease
Interest rate - increase/decrease by 50 basis point	290.93	(290.93)	213.01	(213.01)

### c) Commodity Risk

Commodity risk is defined as the possibility of financial loss as a result of fluctuation in price of Raw Material/ Finished Goods and change in demand of the product and market in which the company operates. The Company is exposed to the movement in price of key raw materials in domestic and international markets. The Company has in place policies to manage exposure to fluctuations in the prices of the key raw materials used in operations. The company forecast annual business plan and execute on monthly business plan. Raw material procurement is aligned to its monthly/annual business plan and inventory position is monitored in accordance with future price trend.

### ii) Credit risk

Credit risk refers to the risk of default on its obligation by the counterparty resulting in a financial loss. The Company is exposed to credit risk mainly from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks.

Credit risk on trade receivables is managed by the Company through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business. The Company has no concentration of risk as customer base is widely distributed both economically and geographically.

An impairment analysis is performed at each reporting date on an individual basis for major clients. In addition, a large number of minor receivables are grouped into homogenous groups and assessed for impairment collectively. The calculation is based on exchange losses historical data. The maximum exposure to credit risk at the reporting date is the carrying value of each class of financial assets. The Company does not hold collateral as security. The Company uses expected credit loss model to assess the impairment loss or gain. The Company uses a provision matrix to compute the expected credit loss allowance for trade receivables. The provision matrix takes into account available external and internal credit risk factors such as financial condition, ageing of outstanding and the Company's historical experience for customers.

#### **a) Financial instruments and cash deposits**

Credit risk from balances with banks and financial institutions is managed by the Company's treasury department in accordance with Company's policy. Investments of surplus funds are made only with approved counterparties and within credit limits assigned to each counterparty. Company monitors rating, credit spreads and financial strength of its counter parties. Company monitors ratings, credit spread and financial strength of its counter parties. Based on ongoing assessment Company adjust it's exposure to various counterparties. Company's maximum exposure to credit risk for the components of balance sheet is the carrying amount as disclosed in Note 41.

#### **Credit risk exposure**

The following table shows the maximum exposure to the credit risk at the reporting date :

Particulars	31-Mar-22		31-Mar-21	
	Non Current	Current	Non Current	Current
Loans	192.00	80.46	192.11	169.50
Trade Receivables		4,367.14	-	4,076.12
Cash equivalents		2,228.03	-	2,913.24
Other financials assets		2.34	-	3.28
<b>Total</b>	<b>192.00</b>	<b>6,677.97</b>	<b>192.11</b>	<b>7,162.13</b>

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

The table summarises the maturity profile of Company's financial liabilities as follows:

	<b>31-Mar-22</b>		
<b>Particulars</b>	<b>Within 1 year</b>	<b>&gt;1 years</b>	<b>Total</b>
Borrowings	4672.78	8,151.98	12,824.76
Other liabilities	657.46		657.46
Trade and other payable	4348.83	251.26	4,600.09
	<b>31-Mar-21</b>		
<b>Particulars</b>	<b>Within 1 year</b>	<b>&gt;1 years</b>	<b>Total</b>
Borrowings	2724.21	8,975.43	11,699.64
Other liabilities	1944.51		1,944.51
Trade and other payable	3,448.79	220.62	3,669.41

#### Note 41. Segement Reporting

Company has considered business segment as the primary segment for disclosure. The business segments are Marble & Granite, Trading other than Marble & Granite & Other Services.

<b>PARTICULARS</b>	<b>FOR THE YEAR ENDED</b>	
	<b>31-Mar-22</b>	<b>31-Mar-21</b>
<b>Segment Revenue</b>		
A. Stone - Granite and Quartz	23140.04	14899.20
B. Trading Other than Marble & Granite	5062.53	2776.06
C. Other Services	-	-
Revenue From Operations(Including Other Income)	28202.57	17675.26
<b>Segment Results</b>		
Profit/Loss Before Charging Unallocable Expenditures		
A. Stone - Granite and Quartz	1815.25	1,562.09
B. Trading Other than Marble & Granite	166.22	171.58
C. Other Services	-	-
Unallocable Expenses (Tax+Finance Cost)	662.59	593.19
Net Result	1318.87	1140.47
Segment wise capital employed (Segment Assets- Segment Liabilities)		
A. Stone - Granite and Quartz	18900.43	17834.15
B. Trading Other than Marble & Granite	1.77	722.77
C. Other Services	69.24	243.14
<b>Total</b>	<b>18971.44</b>	<b>18800.06</b>



**Note 42.Covid-19**

The COVID-19 continues to spread across the globe and India, which has contributed to a significant decline and volatility in global and Indian financial markets and a significant decrease in global and local economic activities. The Company has used the principles of prudence in applying judgments, estimates and assumptions to assess overall impact of the pandemic on the business and Financial Statements for the year ended 31 st March 2022. However, due to the uncertainties associated with the pandemic, the actual impact may not be in line with current estimates. The Company will continue to closely monitor any further development relating to COVID-19, which may have impact on business and financial position. Further the impact assessment does not indicate any adverse impact on the ability of the company to continue as a going concern.

**Note 43. Code on Social security**

The Code on Social Security, 2020 ('code') relating to employee benefits, during employment and post-employment, received Presidential assent on September 28, 2020. The Ministry of Labour and Employment has released draft rules for the Code on Social Security, 2020 on November 13, 2020, and has invited suggestions from stakeholders. The Company will assess the impact on its financial statements in the period in which the related rules to determine the financial impact are notified and the Code becomes effective.

**"Note 44.** The Company has Closed its Bangalore Unit w.e.f, 31st Oct 2020 and Workmen Compensation Expenses of Rs 1.45 Crores related to this unit has been provided in the books of Accounts as estimated by the management but still the matter is pending with office of Assistant Labour Commissioner and order of the same is yet to be passed."

**"NOTE 45 -** Disclosures as per amendments in Schedule III of Companies Act,2013 with notification issued on 24th March 2021: Information required against additional disclosures as per amendments in Schedule III of Companies Act, 2013 are as under:-

- A. Revaluation of Property, Plant & Equipment (Para a(ii)(XIII)(Y)(ii)) - During the year under review the company has not revalued its property, plant & Equipment (Including right of use assets).
- B. Loan & Advance made to promoters, directors, KMPs and other related parties (Para a(ii)(XIII)(Y)(iii))- The Company has not provided any loans and advance to the parties covered under this clause
- C. Intangible Assets under development (Para a(ii)(XIII)(Y)(v))-There are no intangible assets under development
- D. Willful Defaulter (Para a(ii)(XIII)(Y)(viii))- The company has not been declared as wilful defaulter by any bank or financial institutions or other lenders."
- "E. Registration of charges and satisfaction with Registrar of Companies (Para a(ii)(XIII)(Y)(x))-There are no charges or satisfaction of charges which are yet to be registered with Registrar of Companies beyond the statutory period.
- F. Compliance with number of layers of companies (Para a(ii)(XIII)(Y)(xi)) - The company has not made violation of requirements related to number of layers of companies as prescribed under clause 87 of Section 2 read with Companies (Restriction of number of Layers) Rules 2017.

- G. Utilization of Borrowed funds and share premium (Para a(ii)(XIII)(Y)(xiv)) - No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons(s) or entity(ies), including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party(s) (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- H. Undisclosed Income (Para a(iii)(ix))- Company has not surrendered or disclosed any transaction which was not recorded in the books of accounts as income during the year in the tax assessment under the Income Tax Act.
- I. Details of Crypto Currency or Virtual Currency (Para a(iii)(xi))- The company has not traded or invested in Crypto Currency or Virtual Currency during the financial year."

**Note 46.** The previous year's figures have been regrouped, rearranged and reclassified to conform to current year Ind-AS presentation requirements.

**Note 47.** The MCA vide notification dated March 24, 2021 has amended Schedule III to the Companies Act, 2013 in respect of certain disclosures. Amendments are applicable from April 01, 2021. The Company has incorporated the changes as per the said amendment in the standalone financial statements and has also changed comparative numbers wherever it is applicable.

As per our Report of even date

**For and on behalf of Board of Directors**  
**Pacific Industries Limited**

**For Ravi Sharma & Co.**  
Chartered Accountants  
(FRN 015143C)

**(J.P. Agarwal)**  
(Chairman & Managing Director)  
DIN:00386183

**(Kapil Agarwal)**  
(Executive Director & CFO)  
DIN:00386298

**(Paras Bhatia)**  
Partner  
M.No. 418196  
**Date: 28.05.2022**  
**Place: Udaipur**

**(Sachin Shah)**  
(Company Secretary)  
(PAN : CFLPS2451B)

**Note -48 Relationship with Struck off Companies**

S no	Name of struck off Company	Nature of transactions with struck-off Company	No. of shares of Pacific Industries Limited held by the companies	Relationship with the Struck off company, if any, to be disclosed
1	Arusheet Investments & Marketing Pvt Ltd	Shares held by struck off company	20	NA
2	Anushree Commerce Pvt Ltd	Shares held by struck off company	2150	
3	Akanksha Deep Holding Pvt Ltd	Shares held by struck off company	44	
4	Pink City Imdex Pvt Ltd	Shares held by struck off company	8	
5	R.M. Mehta Exports Pvt. Ltd.	Shares held by struck off company	4	
6	Pnb Capital Services Ltd.	Shares held by struck off company	20	
7	Prudential Capital Markets Ltd.	Shares held by struck off company	200	
8	Lloyds Brokerage Limited	Shares held by struck off company	2270	
9	Rajdarshan Consultants & Executors Pvt Ltd	Shares held by struck off company	20	
10	Gem Stocks Private Limited	Shares held by struck off company	10	
11	Crownest Vinimay Pvt Ltd	Shares held by struck off company	200	
12	Icp Securities Ltd	Shares held by struck off company	10	
13	Anubhav Holdings (P) Ltd.	Shares held by struck off company	10	
14	Hariom Finance Private Ltd	Shares held by struck off company	10	
15	Lee-Sa Finance And Investments Pvt Ltd	Shares held by struck off company	20	
16	M/S.Skan Packaging And Investment Pvt Ltd	Shares held by struck off company	50	

**Note-49 Following are the Analytical ratios for the Year Ended March 31 2022 and March 31 2021**

S.No.	Particulars	Numerator	Denominator	31-Mar-22	31-Mar-21	Variance	Reasons*
1	Current Ratio (in times)	Total current Assets	Total current liabilities	1.58	1.71	0.08 Times	
2	Debt Equity Ratio (in times)	"Long term liabilities +short term borrowings"	Total equity	1.19	1.19	0.00 Times	
3	Debt Service Coverage Ratio (in times)	Earnings before debt service = Net profit after taxes + non cash operating expenses + Interest + Other non cash adjustments	Debt service = Interest + principle repayments	1.55	1.32	0.17 Times	
4	Return On Equity Ratio (in %)	Profit for the year	Average total equity	8.73	7.90	10.47%	
5	Inventory Turnover Ratio (in times)	Revenue from operations	Average total inventory	4.02	2.88	0.39 Times	Revenue from operations is increased by approx 60%
6	Trade Receivables Turnover Ratio (in times)	Revenue from operations	Average trade receivables	6.68	5.11	0.31 Times	Revenue from operations is increased by approx 60%
7	Trade Payable Turnover Ratio (in times)	Purchases	Average trade payables	5.18	4.49	0.15 Times	
8	Net Capital Turnover Ratio (in times)	Revenue from operations	Average Working Capital	4.36	2.53	0.72 Times	Revenue from operations is increased by approx 60% and working capital is decreased by approx 8%
9	Net Profit Ratio (in %)	Profit for the year	Revenue from operations	3.35	4.39	-23.75%	
10	Return On Capital Employed (Roce) (in %)	Earning before tax and finance cost	Capital employed = Net worth + Deferred tax liabilities	17.79	17.34	2.56%	
11	Return On Investment	Inome generated from invested funds	Average investments	3.72%	41.68%	-91.06%	Share in Profit/loss of Gamut Tradecom LLP is decreased by approx 83%

\* Explanation for change in the ratios by more than 25%

**Note 31 Corporate Social Responsibility**

As per Section 135 of the Companies Act, 2013 read with guidelines issued by Department of Public Enterprises, GOI, the Company is required to spend, in every financial year, at least two per cent of the average net profits of the Company made during the three immediately preceding financial years in accordance with its CSR Policy. The details of CSR expenses for the year are as under:

(₹ in lakhs)

Particulars	Year ended Mar 31, 2022	Year ended Mar 31, 2021
A. Amount required to be spent during the year	8.73	-
B. Amount spent during the year on:		
a) Construction/Acquisition of any asset	-	-
b) On purposes other than (a) above	9.11	-
C. Shortfall for the year, in any in Amount required to be spent net of Amount spent	-	-
D. Provision made for shortfall during the year	-	-
E. Total of Previous Year Shortfalls	-	-
F. Total Provision for Unspent CSR	-	-

Reason for Shortfall : Company has identified an ongoing project in meeting held among members of its CSR Committee. Company has transfer the remaining sum as per the Section 135 of Companies Act, 2013 and provisions thereof, on within 30 days of end of Financial Year i.e. Apr 30, 2022.

Nature of CSR Activities	FY 2021-22	FY 2020-21
Promoting gender equality, empowering women, setting up homes and hostels for women and orphans; setting up old age homes, day care centres and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backward groups	-	-
Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly and the differently abled and livelihood enhancement projects	-	-
Ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agroforestry, conservation of natural resources and maintaining quality of soil, air and water including contribution to the Clean Ganga Fund set-up by the Central Government for rejuvenation of river Ganga	-	-
Eradicating hunger, poverty and malnutrition, promoting health care including preventive health care and sanitation including contribution to the Swach Bharat Kosh set-up by the Central Government for the promotion of sanitation and making available safe drinking water	9.11	-
<b>Total</b>	<b>9.11</b>	<b>-</b>

**Independent Auditor's Report on Audit of Consolidated Financial Results**

To

The Members of

**PACIFIC INDUSTRIES LIMITED**

**Opinion**

We have audited the accompanying consolidated financial statements of **PACIFIC INDUSTRIES LIMITED** ("the Company") and its subsidiaries (the Company and its subsidiary 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), the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as the "consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements, give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended ("Ind AS") and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31, 2022 and their consolidated profit, their consolidated total comprehensive income, their consolidated changes in equity and their consolidated cash flows for the year ended on that date.

**Basis of Opinion**

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing ("SA's") 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 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 consolidated financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

In our opinion and to the best of our information and according to the explanations given to us, these consolidated financial results include the financial results of the following entities:

- a. Gaze Fashiontrade Limited(Wholly Owned Subsidiary)
- b. Gist Minerals Technologies Limited(Wholly Owned Subsidiary)
- c. Taanj Quartz Inc(Wholly Owned Foreign Subsidiary)

**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 standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

<b><u>The Key Audit Matter</u></b>	<b><u>How was the matter addressed in our audit</u></b>
<b><u>Revenue Recognition</u></b>	
Revenue is one of the key profit drivers. Cut-off is the key assertion insofar as revenue recognition is concerned, since an inappropriate cut-off can result in material misstatement of results for the year.	Our audit procedures with regard to revenue recognition included testing controls, around dispatches/deliveries, inventory reconciliations and substantive testing for cut-offs and analytical review procedures.

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

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

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

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

### **Management's Responsibilities for the Standalone 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 and presentation of these Consolidated Financial Statements that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated changes in equity and consolidated cash flows of the Group in accordance with the Ind AS and other accounting principles generally accepted in India. The respective Boards of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Company, as aforesaid.

In preparing the consolidated financial statements, the respective Boards of Directors of the companies included in the Group are responsible for assessing the ability of the respective entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Boards of Directors either intend to liquidate their respective entities or to cease operations, or have no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are also responsible for overseeing the company's financial reporting process.



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

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error; design and perform audit procedures responsive to those risks; and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing a opinion on whether the company and its subsidiary company has adequate internal financial control with reference to financial statement in place and operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors.

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

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



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

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

#### **Other Matters**

1. We did not audit the financial statements of two subsidiaries included in the consolidated financial results whose financial information reflect total assets of Rs. 26765.15 lacs, net assets of Rs. 26101.37 lacs as at March 31, 2022, total revenue of Rs. 1532.30 lacs and total net profit after tax of Rs. 653.23 lacs for the year ended March 31, 2022 as considered in consolidated financial results. These financial statements have been audited by other auditors/ independent firm of accountants whose reports have been furnished to us by the other auditors/ independent firms of accountants/ management and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors/ independent firms of accountants and the procedures performed by us.
2. The Consolidated Financial Results include the unaudited financial statements of one Foreign subsidiary whose financial statements reflect total assets of Rs. 220.05 lacs, net assets of Rs. 20.47 lacs as at March 31, 2022, total revenue of Rs.96.54 lacs and total net profit after tax of Rs. 3.76 lacs for the year ended March 31, 2022, as considered in the Consolidated Financial Results. These financial statements are unaudited and have been furnished to us by the Management and our opinion on the Consolidated Financial Results, in so far as it relates to the amounts and disclosures included in respect of these subsidiary is based solely on such unaudited financial statements.

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

1. The report does not include a statement on the matters specified in paragraph 3 & 4 of the companies (Auditor's Report) Order, 2020 issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, since in our opinion the said order is not applicable to the presentation of Consolidated Financial Statements
2. As required by Section 143(3) of the Act, based on our audit we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
  - b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept by the Company so far as it appears from our examination of those books.
  - c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including Other Comprehensive Income, the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows dealt with by this Report are in agreement with the books of accounts maintained for the purpose of preparation of the consolidated financial statements.

- d) In our opinion, the aforesaid consolidated 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 of the Company as on March 31, 2022 taken on record by the Boards of Directors of the Company and the reports of the statutory auditors of its subsidiary companies incorporated in India, none of the directors of the Group companies incorporated in India is disqualified as on 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 and the operating effectiveness of such controls, refer to our separate Report in "Annexure II" which is based on the auditors' reports of the Company and its subsidiary companies incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of internal financial controls over financial reporting of those companies.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

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

- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
  - i. The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group- Refer Note 38 in the consolidated financial statements.
  - ii. Provision has been made in the consolidated financial statements, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long term contracts including derivative contracts.
  - iii. There has been no delay in transferring amounts, 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 have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries Refer Note 44 in the consolidated financial statements,
  - b) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;- Refer Note 44 in the consolidated financial statements.

- 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/paid dividend during the current financial year, hence this clause is not applicable

**For Ravi Sharma & Co.  
Chartered Accountants  
FRN: 0015143C**

**(CA Paras Bhatia)**

**Partner**

**M.No. 418196**

**UDIN: 22418196AJVGSN7721**

**Date: 28<sup>th</sup> May, 2022**

**Place: UDAIPUR**

## **Annexure II to the Independent Auditors' Report**

**Referred to in paragraph 1(A)(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date to the members of Pacific Industries Limited.**

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

In conjunction with our audit of the Consolidated financial statements of the Company as of and for the year ended March 31, 2022, We have audited the internal financial controls over financial reporting **PACIFIC INDUSTRIES LIMITED** ("the Company") as of March 31, 2022 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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

The Board of Directors 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". These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### **Auditors' Responsibility**

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's 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 authorizations 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 and to the best of our information and according to the explanations given to us, the company has maintained, in all material respects, adequate internal financial control over financial reporting and such internal financial controls over financial reporting were operating effectively as of March 31, 2022, based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India".

**For Ravi Sharma & Co.  
Chartered Accountants  
FRN: 0015143C**

**(CA Paras Bhatia)**

**Partner**

**M.No. 418196**

**UDIN: 22418196AJVGSN7721**

**Date: 28<sup>th</sup> May 2022**

**Place: Udaipur**

**Consolidated Balance Sheet as at 31st March 2022**

(Rupees in Lakhs)

S. No.	Particulars	Note No.	"As at 31st March 2022"	"As at 31st March 2021"
	<b>ASSETS</b>			
(1)	<b>Non-current assets</b>			
	(a) Property, Plant & Equipment	3	11,477.57	8,935.54
	(b) Capital work-in-progress	3	566.30	2,369.28
	(c) Other Intangible Asset	3	1.17	0.97
	(d) Financial Assets			
	(i) Investments	4	7,337.14	7,239.60
	(ii) Loans & Advances	5	5,980.45	3,672.50
	(e) Other non-current assets	6	1,694.12	1,731.85
	Total Non-current Asset		27,056.75	23,949.74
(2)	<b>Current assets</b>			
	(a) Inventories	7	7,444.09	6,711.92
	(b) Financial Assets			
	(i) Investments	4	2,796.93	2,246.28
	(ii) Trade Receivable	8	4,338.40	4,108.54
	(iii) Cash and Cash equivalents	9	347.06	1,126.15
	(iv) Other Bank Balances	10	2,261.08	1,999.67
	(v) Loans & Advances	5	3,719.52	4,867.28
	(vi) Other Financial Asset	11	3.26	4.19
	(c) Other current assets	6	3,090.99	2,503.75
	Total Current Asset		24,001.33	23,567.77
	<b>Total Assets</b>		<b>51,058.08</b>	<b>47,517.51</b>
II.	<b>EQUITY AND LIABILITIES</b>			
(1)	<b>EQUITY</b>			
	(a) Equity Share capital	12	344.63	344.63
	(b) Other Equity	13	36,352.29	34,787.61
	Total Equity		36,696.93	35,132.24
(2)	<b>Non-current liabilities</b>			
	(a) Financial Liabilities			
	(i) Borrowings	14	2,543.45	2,232.83
	(b) Provisions	15	328.68	315.51
	(c) Deferred tax liabilities (Net)	16	319.92	170.88
	Total Non-current Liabilities		3,192.05	2,719.22
(3)	<b>Current liabilities</b>			
	(a) Financial Liabilities			
	(i) Borrowings	17	4,722.78	2,724.21
	(ii) Trade Payables	18		
	(A) MSME		2,014.31	-
	(B) Others		2,714.19	3,720.05
	(iii) Other Financial Liabilities	19	714.78	1,954.68
	(b) Other current liabilities	20	559.78	848.41
	(c) Provisions	15	136.16	106.00
	(d) Current tax liabilities (net)	21	307.10	312.70
	<b>Total Current Liabilities</b>		<b>11,169.10</b>	<b>9,666.05</b>
	<b>Total Liabilities</b>		<b>14,361.15</b>	<b>12,385.27</b>
	<b>Total Equity and Liabilities</b>		<b>51,058.08</b>	<b>47,517.51</b>

Significant accounting Policies  
Notes forming Part of Financial Statements  
As per our Report of even date

1 & 2  
1 & 53

**For and on behalf of Board of Directors**  
**Pacific Industries Limited**

**For Ravi Sharma & Co.**  
Chartered Accountants  
(FRN 015143C)

**(J.P. Agarwal)**  
(Chairman & Managing Director)  
DIN:00386183

**(Kapil Agarwal)**  
(Executive Director & CFO)  
DIN:00386298

**(Paras Bhatia)**  
Partner  
M.No. 418196  
**Date: 28.05.2022**  
**Place: Udaipur**

**(Sachin Shah)**  
(Company Secretary)  
(PAN : CFLPS2451B)

**Consolidated Statement of Profit & Loss for the Year Ending March 2022**

(Rupees in Lakhs)

S. No.	Particulars	Note No.	Year ended 31st March 2022	"Year ended 31st March 2021"
I.	Revenue from operations	22	28,356.42	17,825.92
II.	Other income	23	985.11	760.51
III.	<b>Total Revenue (I + II)</b>		<b>29,341.53</b>	<b>18,586.43</b>
IV.	<b>Expenses:</b>			
	Cost of Materials Consumed	24	11,342.45	6,103.95
	Purchases of Stock-in-Trade	25	5,072.41	3,096.44
	Changes in inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	26	(464.70)	(861.95)
	Employee Benefits Expense	27	977.17	926.12
	Finance costs	28	351.87	289.22
	Depreciation and amortization expense	29	1,079.81	844.20
	Other expenses	30	8,826.31	6,689.27
	<b>Total expenses</b>		<b>27,185.33</b>	<b>17,087.24</b>
V.	Profit before exceptional items and tax (III-IV)		2,156.21	1,499.19
VI.	Exceptional items		-	-
VII.	Profit before tax (V- VI)		2,156.21	1,499.19
VIII.	<b>Tax expense:</b>			
	(1) Current tax	32	457.10	293.00
	(2) Deferred tax and Other Taxes	32	107.43	164.85
	<b>Total Tax Expenses</b>		<b>564.53</b>	<b>457.85</b>
IX	Profit (Loss) for the period		1,591.68	1,041.34
	Other Comprehensive Income			
(a)	(i) Items that will not be reclassified subsequently to profit or loss		56.60	16.55
	(ii) Income tax relating to items that will not be reclassified subsequently to profit or loss		(10.66)	(2.89)
(b)	(i) Items that will be reclassified subsequently to profit or loss		-	-
	(ii) Income tax relating to items that will be reclassified subsequently to profit or loss		-	-
	<b>Total Other Comprehensive income</b>		<b>45.94</b>	<b>13.66</b>
	<b>Total Comprehensive Income for the year</b>		<b>1,637.62</b>	<b>1,055.00</b>
X.	<b>Earnings per equity share:</b>			
	(1) Basic	33	46.19	30.22
	(2) Diluted	33	46.19	30.22

Significant accounting Policies  
Notes forming Part of Financial Statements  
As per our Report of even date

1 & 2  
1 & 53

**For and on behalf of Board of Directors  
Pacific Industries Limited**

**For Ravi Sharma & Co.**  
Chartered Accountants  
(FRN 015143C)

**(J.P. Agarwal)**  
(Chairman & Managing Director)  
DIN:00386183

**(Kapil Agarwal)**  
(Executive Director & CFO)  
DIN:00386298

**(Paras Bhatia)**  
Partner  
M.No. 418196  
**Date: 28.05.2022**  
**Place: Udaipur**

**(Sachin Shah)**  
(Company Secretary)  
(PAN : CFLPS2451B)

<b>Audited Consolidated Cash Flow Statement for the year ended 31st March, 2022</b>			
(Rupees in Lakhs)			
<b>Particulars</b>		<b>"Year ended 31st March 2022"</b>	<b>"Year ended 31st March 2021"</b>
<b>A.</b>	<b>Cash flow from Operating Activities</b>		
	<b>Profit before income tax</b>	<b>2,156.21</b>	<b>1,499.19</b>
	Adjustment for		
	Depreciation and amortisation expenses	1,079.81	844.20
	Pre-Operative Expenses		-
	Profit on sale of Fixed Assets	2.69	-
	Loss on sale of Fixed Assets	-	-
	Loss on FVTPL	-	-
	Loss on Sale Of Share	-	-
	Finance Costs	351.87	289.22
	Actuarial Gain/ (Loss)	(6.26)	13.66
	Interest Income	(992.54)	(648.16)
	<b>Change in operating assets and liabilities</b>		
	(Increase) in Inventories	(732.18)	(1,127.26)
	(Increase)/Decrease in Trade receivables	(176.63)	(231.47)
	(Increase)/Decrease in financial assets	0.93	727.92
	(Increase)/Decrease in Other Current Assets	(587.24)	(491.56)
	Increase/(Decrease) in Provisions	(3.64)	43.45
	Increase/(Decrease) in Trade Payables	1,008.45	838.69
	Increase/(Decrease) in Other Current Liabilities	(288.63)	447.28
	Increase/(Decrease) in Other Financial Liabilities	(749.66)	268.59
	<b>Cash generated from operations</b>	<b>1,063.18</b>	<b>2,473.76</b>
	Income Tax paid	(421.09)	(3.80)
	<b>Net cash flow from operating activities</b>	<b>642.09</b>	<b>2,469.97</b>
<b>B.</b>	<b>Cash flow from Investing Activities</b>		
	Purchase of Fixed Assets	(3,053.80)	(1,963.94)
	Sale of Fixed Assets	10.59	
	(Increase)/Decrease in Fixed Deposits	(261.91)	(1,242.59)
	(Increase)/Decrease in Long term Loans & advances	(2,307.95)	(1,572.19)
	(Increase)/Decrease in Loans & Advances	1,148.26	(3,005.80)
	(Increase)/Decrease in Other Non-current Assets	37.73	(48.30)
	(Purchase)/Sale of Investments	(675.17)	5,198.81
	Interest Income	992.54	648.16
	<b>Net cash flow from investing activities</b>	<b>(4,109.71)</b>	<b>(1,985.86)</b>
<b>C.</b>	<b>Cash flow from financing activities</b>		
	Increase in Long Term Borrowings	310.62	(3.81)
	Increase in Short Term Borrowings	2,729.79	712.91
	Finance Costs	(351.87)	(289.22)
	<b>Net cash flow from financing activities</b>	<b>2,688.54</b>	<b>419.87</b>
	<b>Net increase / ( decrease) in cash and cash equivalents</b>	<b>(779.08)</b>	<b>903.99</b>
	<b>Cash and cash equivalents at the beginning of the year</b>	<b>1,126.15</b>	<b>222.16</b>
	<b>Cash and cash equivalents at the end of the year</b>	<b>347.07</b>	<b>1,126.15</b>

Significant accounting Policies

1 &amp; 2

Notes forming Part of Financial Statements

1 &amp; 53

As per our Report of even date

**For and on behalf of Board of Directors  
Pacific Industries Limited**
**For Ravi Sharma & Co.**  
Chartered Accountants  
(FRN 015143C)

**(J.P. Agarwal)**  
(Chairman & Managing Director)  
DIN:00386183

**(Kapil Agarwal)**  
(Executive Director & CFO)  
DIN:00386298

**(Paras Bhatia)**  
Partner  
M.No. 418196  
**Date: 28.05.2022**  
**Place: Udaipur**
**(Sachin Shah)**  
(Company Secretary)  
(PAN : CFLPS2451B)



**Notes to the Consolidated Ind AS Financial Statement for the year ended 31st March 2022****Note 1 : Corporate Information**

Pacific Industries Limited (the company) is a public company domiciled in India and incorporated under the provisions of the Companies Act, 1956. Its shares are listed on Bombay Stock Exchange in India. The company is engaged in the export, manufacturing & trading of Granite tiles & slabs and Quartz Slabs and other goods and commission activities.

**Note 2 : Significant accounting policies**

The following are the significant accounting policies adopted in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

**2.1 Basis of Preparation**

In accordance with the notification issued by the Ministry of Corporate Affairs, the Company has adopted Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 with effect from April 01, 2016. These financial statements have been prepared in accordance with Indian Accounting Standards ("Ind AS") as prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules issued thereafter.

The financial statements for the year ended March 31, 2022 were approved by the Board of Directors and authorized for issue on 28th May 2022.

**2.2 Basis of measurement**

These financial statements have been prepared on the historical cost basis, except for certain financial instruments which 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. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

**2.3 Functional and Presentation Currency**

The financial statements are prepared in Indian Rupees ("INR") which is the Company's presentation currency and the functional currency for its operations. All financial information presented in INR has been rounded to the nearest lakhs with two decimal places unless stated otherwise.

**2.4 Use of Estimates and Judgements**

The preparation of the financial statements in conformity with Ind AS requires management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the year.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to the accounting estimates are recognised in the period in which the estimate is revised and future periods affected.

Significant judgments and estimates relating to carrying value of assets and liabilities include useful lives of Property, plant and equipment, impairment of Property, plant and equipment, investments, provision for employee benefits and other provisions, recoverability of deferred tax assets, commitments and contingencies.

## **2.5 Classification of Assets & Liabilities as Current & Non-Current**

All Assets and Liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of product & activities of the Company and their realization in cash and cash equivalent, the Company has determined its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities.

## **2.6 Recognition of Revenue and Expenditure**

"Revenue from contracts with customers is recognized on transfer of control of promised goods or services to a customer at an amount that reflects the consideration to which the Company is expected to be entitled to in exchange for those goods or services. Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (net of variable consideration) allocated to that performance obligation. The transaction price of goods sold and services rendered is net of variable consideration on account of various discounts and schemes offered by the Company as part of the contract. This variable consideration is estimated based on the expected value of outflow. Revenue (net of variable consideration) is recognized only to the extent that it is highly probable that the amount will not be subject to significant reversal when uncertainty relating to its recognition is resolved."

### **2.6.1 Sale of Goods**

Revenue from sale of products is recognized when the control on the goods have been transferred to the customer. The performance obligation in case of sale of product is satisfied at a point in time i.e., when the material is shipped to the customer or on delivery to the customer, as may be specified in the contract.

### **2.6.2 Interest**

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the effective interest rate method. Interest income is included under the head "Other Income" in statement of profit and loss.

### **2.6.3 Expenses**

All expenses are charged in statement of profit and loss as and when they are incurred.

## **2.7 Property, Plant & Equipment and Depreciation**

### **Property, Plant & Equipment**

Property, plant and equipment are initially recognized at cost including the cost directly attributable for bringing the asset to the location and conditions necessary for it to be capable of operating in the manner

intended by the management. After the initial recognition the property, plant and equipment are carried at cost less accumulated depreciation and impairment losses, if any. Any gain or loss on disposal of an item of property, plant and equipment is recognized in the statement of profit and loss. 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. Subsequent expenditures relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the company and the costs to the item can be measured reliably. Repairs and maintenance costs are recognized in the statement of profit and loss when incurred.

Capital work-in-progress includes cost of property, plant and equipment under installation / under development as at the balance sheet date.

### **Depreciation**

“Depreciation is provided on a Written Down Value basis except for New Quartz Plant (Taanj), where Depreciation is provided on Straight Line method over the estimated useful life of all the assets as prescribed in Schedule II of the Companies Act, 2013. The residual values, useful life and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate. “

Depreciation is not recorded on capital work-in progress until construction and installation is completed and the asset is for intended use.

### **2.8 Inventory**

Inventories consists of Raw Material, Work In Progress, Finished Goods , Scrap & Stores & Spares.

Inventories are valued at the lower of cost or net realisable value. Cost is determined on weighted average basis.

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

Finished goods and work in progress: Cost includes cost of direct materials and labour and a proportion of manufacturing overheads based on the normal operating capacity on a weighted average basis. Cost of finished goods includes other costs incurred in bringing the inventories to their present location and condition.

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

### **2.9 Employee benefits**

#### **a) Short Term Employee Benefits**

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages etc. and the expected cost of ex-gratia are recognised in the period in which the employee renders the related service. A liability is recognised for the amount expected to be paid when there is a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

**b) Defined Contribution Plan**

The Company makes defined contribution to Provident Fund managed by Government Authorities, which are accounted on accrual basis as expenses in the statement of Profit and Loss. The Company has no obligation other than the contribution payable to the provident fund.

**c) Defined Benefit Plan**

The employees' gratuity scheme is a defined benefit plan. The present value of the obligation under such defined benefit plans is determined based on an independent actuarial valuation using the projected unit credit method, carried out as at balance sheet date. The obligation determined as aforesaid less the fair value of the Plan assets is reported as a liability or assets as of the reporting date. Actuarial gain or losses are recognised immediately in the Other Comprehensive Income and reflected in retained earnings and will not be reclassified to the statement of profit and loss.

**d) Other Long-Term Benefits**

Provision for other long term benefits in the form of long term compensated absences (leave encashment) are accounted for on the basis as if it becomes due for payment on the last day of accounting year.

**2.10 Income Tax**

Tax expenses comprises current and deferred tax. It is recognised in Statement of profit and loss except to the extent it relates to the items recognised directly in equity or in OCI.

**Current tax**

Current tax comprises the expected tax payable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. It is measured using tax rates enacted or substantively enacted at the reporting date. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities. Current tax assets and liabilities are offset only if there is a legally enforceable right to set it off the recognised amounts and it is intended to realise the asset and settle the liability on a net basis or simultaneously.

**Deferred Tax**

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit under Income tax Act, 1961.

"Deferred tax liabilities are generally recognized for all taxable temporary differences. However, in case of temporary differences that arise from initial recognition of assets or liabilities in a transaction (other than business combination) that affect neither the taxable profit nor the accounting profit, deferred tax liabilities are not recognized. Also, for temporary differences if any that may arise from initial recognition of goodwill, deferred tax liabilities are not recognized. Deferred tax assets are generally recognized for all deductible temporary differences to the extent it is probable that taxable profits will be available against which those deductible temporary difference can be utilized. In case of temporary differences that arise from initial recognition of assets or liabilities in a transaction (other than business combination) that affect neither the taxable profit nor the accounting profit, deferred tax assets are not recognized."

“The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow the benefits of part or all of such deferred tax assets to be utilized. Deferred tax assets and liabilities are measured at the tax rates that have been enacted or substantively enacted by the balance sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled.”

Presentation of current and deferred tax:

“Current and deferred tax are recognized as income or an expense in the Statement of Profit and Loss, except when they relate to items that are recognized in Other Comprehensive Income, in which case, the current and deferred tax income/expense are recognized in Other Comprehensive Income. The Company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously. In case of deferred tax assets and deferred tax liabilities, the same are offset if the Company has a legally enforceable right to set off corresponding current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority on the Company.”

## **2.11 Lease**

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

As a lessee

### **a) Right-of-use assets**

The Company recognises right-of-use assets at the commencement date of the lease (i.e. the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets. If ownership of the leased asset transfers to the Company at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset.

### **b) Lease liabilities**

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments primarily comprise of fixed payments. In calculating the present value of lease payments, the Group uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made.

c) Short-term leases and leases of low value assets

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

As a lessor

Leases in which the Company does not transfer substantially all the risks and rewards incidental to ownership of an asset are classified as operating leases. Rental income arising is accounted for on a straight-line basis over the lease terms. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income.

## **2.12 Provisions, Contingent Liabilities and Contingent Assets**

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Contingent Liability is disclosed in case of a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation or where no reliable estimate is possible. Contingent liabilities are not recognised in financial statements but are disclosed in notes.

Contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity. Contingent assets are not recognised in financial statements and are disclosed in notes when it is virtually certain that economic benefits will inflow to the Company.

## **2.13 Foreign Currency Transactions**

Transactions in foreign currency are recorded at exchange rates prevailing at the date of transactions. Exchange differences arising on foreign exchange transactions settled during the year are recognised in the statement of profit and loss of the year.

Monetary assets and liabilities denominated in foreign currencies which are outstanding, as at the reporting date are translated at the closing exchange rates and the resultant exchange differences are recognised in the statement of profit and loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency are recognised using the exchange rate at date of initial transactions, are not retranslated.

In respect of forward contracts, the premium or discount on these contracts is recognized as income or expenditure over the period of the contract. Any profit or loss arising on the cancellation or the renewal of such contracts is recognized as income or expense for the year.

## **2.14 Impairment**

### **Non-financial assets**

The carrying amount of non- financial assets other than inventories are assessed at each reporting date to ascertain whether there is any indication of impairment. If any such indication exists then the asset's recoverable amount is estimated. An impairment loss is recognised as an expenses in the Statement of Profit and Loss, for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less cost to sell and value in use. Value in use is ascertained through discounting of estimated future cash flows using a discount rate that reflects the current market assessments of the time value of money and the risk specific to the assets. For the purpose of assessing impairment, assets are grouped at the lowest levels into cash generating units for which there are separately identifiable cash flows.

An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment had been recognised.

### **Financial Assets**

The Company assesses at each reporting date whether there is any objective evidence that a financial asset or a group of financial assets is impaired. A financial asset or a group of financial assets is deemed to be impaired if, there is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the asset (an incurred 'loss event') and that loss event has an impact on the estimated future cash flows of the financial asset or the group of financial assets that can be reliably estimated.

## **2.15 Government Grant**

Grants from the Government are recognised at their fair value where there is a reasonable assurance that the grant will be received, and the Company will comply with all attached conditions. Government grants relating to income are deferred and recognised in the profit or loss over the period necessary to match them with the costs that they are intended to compensate and presented within other operating revenue.

Government grants in the nature of export incentives are accounted for in the period of export of goods if the entitlements can be estimated with reasonable accuracy and conditions precedent to claim are reasonably expected to be fulfilled.

When loans or similar assistance are provided by Governments or related institutions, with an interest rate below the current applicable market rate, the effect of this favorable interest is regarded as a Government grant. The loan or assistance is initially recognised and measured at fair value and the Government grant is measured as the difference between the initial carrying value of the loan and the proceeds received. The loan is subsequently measured as per the accounting policy applicable to financial liabilities

When the grant has been received in relation to depreciable asset then the amount of grant will be reduced from the actual cost of the asset or the written down value of the block of asset.



## **2.16 Earning Per Share (EPS)**

Basic earnings per share is computed by dividing the profit/(loss) after tax by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit/(loss) after tax as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares.

## **2.17 Cash Flow Statement**

Cash flows are reported using the indirect method, as set out in Ind AS 7 'Statement of Cash Flows', whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

## **2.18 Cash and Cash Equivalents**

Cash and cash equivalents 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.

## **2.19 Borrowing Costs**

Borrowing costs directly attributable to the acquisition, construction or production of a qualifying 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, until such time as the assets are substantially ready for the intended use or sale. Interest income earned on temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation. The borrowing costs other than attributable to qualifying assets are recognised in the profit or loss in the period in which they incurred.

## **2.20 Financial Instruments**

The company recognizes financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument. Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial asset or financial liabilities, as appropriate, on initial recognition. Transactions costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in Statement of Profit and loss.

### **2.21.1 Financial assets**

All regular way purchases or sale of financial assets are recognised and derecognised on a trade date basis. Regular way purchases or sales are purchases or sale of financial assets that require delivery of assets within the time frame established by regulation or convention in the market place. All recognised financial assets are subsequently measured in their entirety at either amortized cost or fair value, depending on the classification of the financial assets.



**Classification of Financial Assets****(i) Financial assets carried at amortised cost**

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

**(ii) Financial assets at fair value through other comprehensive income**

A financial asset is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

**(iii) Financial assets at fair value through profit or loss**

A financial asset which is not classified in any of the above categories is subsequently fair valued through profit or loss.

**(iv) Financial liabilities**

Financial liabilities are subsequently carried at amortized cost using the effective interest rate method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

**(v) Equity instrument**

An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities. Equity instruments are recorded at the proceeds received, net of direct issue costs.

**vi) Derecognition**

The company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition under Ind AS 109. A financial liability (or a part of a financial liability) is derecognized from the company's balance sheet when the obligation specified in the contract is discharged or cancelled or expires.

**vii) Offsetting of financial instruments**

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 recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

**2.21 Segment Reporting**

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker and the Board of Directors of the company considers and maintains Stones - Granite and Quartz, trading other than Granite & Quartz, Investment and Finance & Other services as the Business Segments of the Company.

## **2.22 Fair Value Measurement**

The Company measures financial instruments at fair value at each balance sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

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

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

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

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

## **2.23 Principles for consolidation**

Subsidiaries are all entities over which the group has control. The group controls an entity when the group is exposed to or has right to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the relevant activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the group. They are deconsolidated from the date that control ceases. The acquisition method of accounting is used to account for business combinations by the Group.

The Group combines the financial statements of the parent and its subsidiaries line by line adding together like items of assets, liabilities, equity, Income and expenses. Inter company transaction, balances and unrealised gains on transaction between group companies are eliminated. The Consolidated Financial Statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances.

## **2.24 “Business combinations “**

The Group accounts for its business combinations under acquisition method of accounting. Acquisition related costs are recognised in profit or loss as incurred. The acquiree’s identifiable assets, liabilities and contingent liabilities that meet the condition for recognition are recognised at their fair values at the acquisition date except deferred tax assets or liabilities, and assets or liabilities related to employee benefit arrangements, which are recognised and measured in accordance with Ind AS 12- Income taxes and Ind AS 19- Employee benefits, respectively.

Goodwill is measured as the excess of the sum of the consideration transferred, the amount of non-controlling interest in the acquiree, and the fair value of acquirer’s previously held equity instrument in the acquiree (if any) over the net of acquisition date fair value of identifiable assets acquired and liabilities assumed. Where the fair value of identifiable assets and liabilities exceed the cost of acquisition, after reassessing the fair values of the net assets and contingent liabilities, the excess is recognised as capital reserve.

The interest of non-controlling shareholders is initially measured either at fair value or at the non-controlling interest’s proportionate share of the acquirer’s Identifiable Net Assets. The choice of measurement basis is made on an acquisition-by-acquisition basis.

## Consolidated Statement of Changes in Equity for the period April 2021 to March 2022

(1) Current reporting period															
Balance at the beginning of the current reporting period-1st April 2021	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end of current reporting period-31st March 2022											
344.63	-	-	-	344.63											
B. Other Equity															
(1) Current reporting period															
	Share ap- plication money pending allotment	Equity component of com- pounded financial instru- ments	Reserves and Surplus	Capital Reserve	Securities Premium	Other Re- serves (Specify Nature)	Retained earnings	Debt In- struments through Other Compre- hensive Income	Equity In- struments through Other Compre- hensive Income	Effective Portion of Cash Flow Hedges	Reval- uation surplus	Exchange Differences on trans- lating the financial statements of a foreign operation	Other items of other Com- prehensive Income (specify nature)-Remea- surment of net defined benefit Plans	Money received against share warrants	Total
Balance at the beginning of the current reporting peri- od-1st April 2021				24,843.34	2,283.36		7,158.23		523.67				(20.98)		34,787.61
Changes in accountin g policy or prior period errors															-
Restated balance at the beginning of the current reporting period				(77.22)											(77.22)
Total Comprehensive Income for the current year									62.74				(12.52)		50.22
Dividends															-
Transfer to retained earnings							1,591.68								1,591.68
Any other change (to be specified)-ISSUE OF CCD															-
Balance at the end of the cur- rent reporting period-31st March 2022	-	-		24,766.12	2,283.36	-	8,749.90	-	586.41	-	-	-	(33.50)	-	36,352.29

## Consolidated Statement of Changes in Equity for the period April 2020 to March 2021

(2) Previous reporting period						
Balance at the beginning of the previous reporting period-1st April 2020	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the previous reporting period	Changes in equity share capital during the previous year	Balance at the end of previous reporting period- 31st March 2021		
344.63	-	-	-	344.63		

(2) Previous reporting period											
Share application money pending allotment	Equity component of financial instruments	Reserves and Surplus						Money received against share warrants	Total		
		Capital Reserve	Securities Premium	Other Reserves (Specify Nature)	Retained earnings	Debt Instruments through Other Comprehensive Income	Equity Instruments through Other Comprehensive Income			Effective Portion of Cash Flow Hedges	Revaluation surplus
Balance at the beginning of the previous reporting period- 1st April 2020		24,843.34	2,283.36		6,116.89		469.05			(34.64)	33,677.99
Changes in accounting policy/prior period errors											-
Restated balance at the beginning of the previous reporting period											-
Total Comprehensive Income for the previous year							33.26				33.26
Dividends											-
Transfer to retained earnings					1,041.34		21.36			13.66	1,076.36
Any other change (to be specified)-Right Issue											-
Balance at the end of the previous reporting period- 31st March 2021	-	24,843.34	2,283.36	-	7,158.23	-	523.66	-	-	(20.98)	34,787.61

Note: Remeasurement of defined benefit plans and fair value changes relating to own credit risk of financial liabilities designated at fair value through profit or loss shall be recognised as a part of retained earnings with separate disclosure of such items alongwith the relevant amounts in the Notes or shall be shown as a separate column under Reserves and Surplus

**Notes to the Consolidated IND AS Financial Statement for the year ended 31st March 2022**

<b>Note 3 :Property, Plant &amp; Equipments</b>											
<b>FY 2021-22</b>											
<b>Following are the changes in the carrying value of property, plant and equipment for the year ended March 31, 2022</b>											
<b>Particulars</b>	<b>Tangible Assets</b>								<b>Capital Work in Progress</b>	<b>(Rupees in Lakhs)</b>	
	<b>Land</b>	<b>Building</b>	<b>Plant &amp; Machinery</b>	<b>Furniture &amp; Fixtures</b>	<b>Computer</b>	<b>Vehicles</b>	<b>Mining Equipments</b>	<b>Electrical Installation</b>	<b>Total</b>	<b>Intangible Assets - Software</b>	<b>Grand Total</b>
Gross Carrying value as at April 1, 2021	791.25	2,986.97	11,601.80	195.67	95.77	1,191.33	1,222.96	368.73	18,454.47	1.89	20,825.64
Additions	159.98	144.25	2,977.96	19.85	7.84	71.11	-	248.52	3,629.52	0.43	5,044.35
Deletions			40.74		-	5.95			46.69		3,264.06
Gross Carrying value as at March 31, 2022	951.23	3,131.23	14,539.02	215.52	103.61	1,256.49	1,222.96	617.25	22,037.30	2.32	22,605.93
Accumulated depreciation as at April 1, 2021	-	1,010.70	6,399.31	139.72	65.55	683.66	1,152.15	67.89	9,518.99	0.92	9,519.91
Depreciation	-	101.48	747.89	11.88	10.92	160.61	0.09	46.71	1,079.58	0.23	1,079.81
Accumulated depreciation on deletions			33.13			5.65			38.78		38.78
Accumulated depreciation as at March 31, 2022	-	1,112.18	7,114.07	151.60	76.47	838.62	1,152.24	114.61	10,559.79	1.15	10,560.94
Carrying Value as at March 31, 2022	951.23	2,019.05	7,424.96	63.93	27.16	417.88	70.72	502.65	11,477.57	1.17	12,045.04
Carrying Value as at March 31, 2021	791.25	1,976.28	5,202.50	55.96	30.23	507.68	70.81	300.84	8,935.54	0.97	11,305.79

Following are the changes in the carrying value of property, plant and equipment for the year ended March 31, 2021											
Particulars	Tangible Assets								Capital Work in Progress	Intangible Assets - Software	Grand Total
	Land	Building	Plant & Machinery	Furniture & Fixtures	Computer	Vehicles	Mining Equip-ments	Electrical Installa-tion			
Gross Carrying value as at April 1, 2020	683.57	2945.00	11326.54	180.82	73.50	724.97	1222.96	345.30	3.00	1.89	17507.55
Additions	107.68	41.97	275.26	14.85	22.27	466.36	-	23.43	2369.28	-	3321.09
Deletions									3.00	-	3.00
Gross Carrying value as at March 31, 2021	791.25	2986.97	11601.80	195.67	95.77	1191.33	1222.96	368.73	2369.28	1.89	20825.64
Accumulated depreciation as at April 1, 2020	0.00	906.48	5880.25	128.02	58.77	523.66	1147.19	30.78	-	0.63	8675.79
Depreciation	0.00	104.22	519.06	11.70	6.78	160.00	4.96	37.11		0.29	844.12
Accumulated depreciation on deletions											-
Accumulated depreciation as at March 31, 2021	0.00	1010.70	6399.31	139.72	65.55	683.66	1152.15	67.89	-	0.92	9519.91
Carrying Value as at March 31, 2021	791.25	1976.28	5202.50	55.96	30.23	507.68	70.81	300.84	2369.28	0.97	11305.79
Carrying Value as at April 1, 2020	683.57	2038.53	5446.30	52.81	14.74	201.32	75.77	314.53	3.00	1.28	8831.83

Details of Immovable Properties not held in name of the Company

Title deeds of Immovable Properties not held in name of the Company

Relevant line item in the Balance sheet	Description of item of Property	Gross carrying value	Title deeds held in the name of	Whether title deed holder is a promoter, director or relative of promoter/director or employee of pomoter/director	Property held since which date	Reason for not being held in the name of the company
PPE	Land*	64.76	NA	Yes	NA	NA
	Building	NA	NA	NA	NA	NA
Investment in Property	Land	NA	NA	NA	NA	NA
	Building	NA	NA	NA	NA	NA
Non Current Asset held for sale	Land	NA	NA	NA	NA	NA
	Building	NA	NA	NA	NA	NA
Others		NA	NA	NA	NA	NA

\* The title deed of immovable properties are held in the name of company except the Land having cost of Rs. 64.76 lakhs in Bangalore held in the name of past Director of the company

Capital-Work-in Progress (CWIP) ageing schedule					
CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	566.30	-	-	-	566.30
Projects temporarily suspended	-	-	-	-	-
Intangible assets under development Ageing Schedule					
CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	NA				
Projects temporarily suspended					

#### Intangible assets under development Completion schedule

CWIP		To be completed in			
		Less than 1 year	1-2 years	2-3 years	More than 3 years
Project 1		NA			
Project 2					

**Notes to the Consolidated IND AS Financial Statement for the year ended 31st March 2022**

Note-4 Financial Asset : Investment				( Rupees in Lakhs)	
Particular	Long Term		Short Term		
	31-Mar-22	31-Mar-21	31-Mar-22	31-Mar-21	
I. Investment in Equity Instruments					
Quoted					
(A) Designated and carried at FVTOCI					
400 Equity Shares of Federal Bank Ltd.	0.39	0.30	-	-	
of Rs. 10/- each Fully Paid-up					
100 Equity Shares of Liberty Shoes Ltd.	0.15	0.13	-		
of Rs. 10/- each Fully Paid-up					
2,400 Equity Shares of Bharat Immunologicals Biologicals Corporation Limited	0.67	1.09	-	-	
of Rs. 10/- each Fully Paid-up					
3,200 Equity Shares of Bajaj Finance Ltd.	232.29	164.76	-	-	
of Rs. 2/- each Fully Paid-up					
Unquoted					
(A) Designated and carried at FVTOCI					
96,500 Equity Shares of Delite Buildpro Pvt Ltd @ Rs. 10/- each Fully Paid-up	100.75	100.81	-	-	
98,500 Equity Shares of Deccan Buildwell Pvt Ltd @ Rs. 10/- each Fully Paid-up	109.41	109.43	-	-	
65,135 Equity Shares of Shephali Hotel and Resorts Pvt Ltd @ Rs. 10/- each Fully Paid-up	50.26	50.26	-	-	
87,700 Equity Shares of Ruby Infratech Pvt Ltd @ Rs. 10/- each Fully Paid-up	84.28	89.28	-	-	
99,800 Equity Shares of Vighnahartha Vincom Pvt Ltd @ Rs. 10/- each Fully Paid-up	110.28	110.38	-	-	
74,875 Equity Shares of Divya Finlease Pvt Ltd @ Rs. 10/- each Fully Paid-up	64.22	64.21	-	-	
2,86,787 units of Next Orbit RE Scheme @ Rs. 10/- each Fully Paid-up	2,799.99	2,799.99	-	-	
10000 Equity shares of Spicy Entertainment @ Rs. 10/- each Fully Paid-up	-	-	0.41	0.20	
200 Equity shares of Pacific Iron Manufacturing Limited @ Rs. 10/- each Fully Paid-up	0.04	-			
II. Investment in Preference Shares					
(A) Measured at Amortised Cost					
26,00,000 Convertible Redeemable Preference Shares of Ojaswi Marble & Granite Pvt Ltd. @ Rs 76/- each	1,976.00	1,976.00	-	-	
III. Investment in Government Securities					
National Saving Certificate (Pledge with the Govt.)	0.39	0.39	-	-	
IV. Other Investment					
(A) Designated and carried at FVTOCI					
Investment in IFCI Portfolio	0.34	0.31	-	-	
a) 5050Shares Confidence Finance and Trading Ltd of Rs 10/- each Fully Paid up	0.255	0.249			
b) 1100 Shares Housing Development & Infra. Ltd of Rs 1/- each Fully Paid up	0.084	0.051			
c) 1.034 Units of Nippon india Mutual Fund	-	0.010			
d) 10 Shares of Goldline International Finvest Ltd	(-)	(-)			
*Note-( ) Denotes Previous Year Figures					
Gamut Tradecom LLP (19% Share in Profit/Loss)	744.26	708.84	-	-	
Chaitanya International Minerals LLP (15% Share in Profit/Loss)	-	-	-	-	
Investment in Emrald Buildhome (16.50% Share in Profit/Loss)	1,063.43	1,063.43	-	-	
Krishna Marble (15% Share in Profit/Loss)	-	-	2,796.52	2,246.08	
Total	7,337.14	7,239.60	2,796.93	2,246.28	

Note 4.1 Fair Value of Investments in Unquoted securities/other interest in Gamut Tradecom LLP, Chaitanya International Minerals LLP and Krishna Marbles has been determined on the basis of the latest available audited/unaudited financial statements for the Financial year 2021-22/2020-21 of the respective investment.



**Note-5 Financial Asset :Loans & Advances**

Particular	Long Term		Short Term	
	31-Mar-22	31-Mar-21	31-Mar-22	31-Mar-21
Unsecured considered goods				
Deposits & Other Recoverables	192.00	192.11	8.93	24.71
Duties & Taxes Under Protest	-	-	71.53	71.47
Other Loans and Advances	5,788.45	3,480.39	3,639.06	4,771.11
<b>Total</b>	<b>5,980.45</b>	<b>3,672.50</b>	<b>3,719.52</b>	<b>4,867.28</b>

**Note-6 Other Asset**

Particular	Long Term		Short Term	
	31-Mar-22	31-Mar-21	31-Mar-22	31-Mar-21
Pre operative & Mining Development	56.08	111.85	-	
Cenvat & Input tax credit	-	-	1,447.40	1,484.46
Advance to Vendors(including related parties)	18.04	-	577.52	777.88
Advance to Related parties	-	-	-	7.00
Advance to Others	1,620.00	1,620.00	32.03	18.10
Advance against expenses	-	-	3.33	2.25
Income tax refundable	-	-	20.09	-
Accrued Duty Drawback	-	-	146.51	
TDS/TCS Receivable	-	-	354.62	203.61
Prepaid Expenses	-	-	14.84	10.45
IGST Refundable on Export	-	-	494.65	-
<b>Total</b>	<b>1,694.12</b>	<b>1,731.85</b>	<b>3,090.99</b>	<b>2,503.75</b>

**Note-7 Inventories**

Particular	31-Mar-22	31-Mar-21
(Valued at lower of cost and net realizable value)		
Raw materials	1,062.17	1,161.11
Work-in-progress;	94.55	143.31
Finished goods;	5,018.77	4,577.61
Consumable Stores and spares;	1,195.13	756.41
Scrap	73.47	73.47
<b>Total</b>	<b>7,444.09</b>	<b>6,711.92</b>

<b>Note - 7.1 Particulars of Inventory</b>	<b>31-Mar-22</b>	<b>31-Mar-21</b>
Raw Materials		
Marble & Granites Blocks	820.53	712.69
Quartz Granule	241.64	211.22
Polyster resin	-	-
<b>Total</b>	<b>1062.17</b>	<b>923.90</b>
<b>Finished Goods</b>		
Granite	3,118.59	2,688.81
Quartz slabs	1,900.18	1,888.80
Natural Sandstone Slabs	-	-
Total	5,018.77	4,577.61
Work-in-Progress		
Unpolished Granite Slabs	94.55	124.92
<b>Total</b>	<b>94.55</b>	<b>124.92</b>

## Note-8 Trade Receivable

Trade Receivables ageing schedule FY 21-22

<b>Particulars</b>	<b>Not Due</b>	<b>Outstanding for following periods from due date of payment</b>					<b>Total</b>
		<b>Less than 6 months</b>	<b>6 months - 1 year</b>	<b>1-2 years</b>	<b>2-3 years</b>	<b>More than 3 years</b>	
(i) Undisputed Trade receivables — considered good	3,482.23	361.18	134.09	153.78	134.23	191.81	4,457.32
(ii) Undisputed Trade Receivables — which have significant increase in credit risk							-
(iii) Undisputed Trade Receivables — credit impaired							-
(iv) Disputed Trade Receivables— considered good							-
(v) Disputed Trade Receivables — which have significant increase in credit risk							-
(vi) Disputed Trade Receivables — credit impaired							-
Less : ECL Provision							118.92
<b>Total</b>							<b>4,338.40</b>

Trade Receivables ageing schedule FY 20-21							
Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables — considered good	3,012.36	550.47	166.72	190.07	166.01	76.13	4,161.76
(ii) Undisputed Trade Receivables — which have significant increase in credit risk							-
(iii) Undisputed Trade Receivables — credit impaired							-
(iv) Disputed Trade Receivables— considered good							-
(v) Disputed Trade Receivables — which have significant increase in credit risk							-
(vi) Disputed Trade Receivables — credit impaired							-
Less : ECL Provision							53.22
Total							4,108.54

**Note-9 Cash & Cash Equivalents**

Particular	31-Mar-22	31-Mar-21
Cash and Cash Equivalents		
Balances with banks	293.28	1,074.81
Cash on Hand	53.77	51.34
<b>Total</b>	<b>347.06</b>	<b>1,126.15</b>

**Note-10 Other Bank Balances**

Particulars	31-Mar-22	31-Mar-21
Other Bank Balances (Earmarked)		
Balances with banks held as Margin Money on ILC/FLC/BG and other commitments	2,261.08	1,999.67
<b>Total</b>	<b>2,261.08</b>	<b>1,999.67</b>

**Note-11 Other Financial Asset**

Particular	31-Mar-22	31-Mar-21
Accrued Interest	-	3.28
Other Receivables	3.26	0.91
<b>Total</b>	<b>3.26</b>	<b>4.19</b>

**Note-12 Equity Share Capital**

Particular	31-Mar-22	31-Mar-21
<b>Authorised</b>		
25000000 Equity Shares of Rs. 10 each (P.Y.25000000 Equity Shares of Rs. 10 each)	2,500.00	2,500.00
<b>Issued, Subscribed &amp; Paid-up</b>		
(13,51,500 Equity Shares of Rs. 10/-each, fully paid up)	135.15	135.15
<b>Right Issue</b>		
(20,94,825 Equity shares of Rs. 10/-each fully paid up)	209.48	209.48
<b>Total</b>	<b>344.63</b>	<b>344.63</b>

**Note 12.1 Reconciliation of the shares outstanding at the beginning and at the end of the reporting period**

Equity Shares	31-Mar-22		31-Mar-2021	
	Number	Amount	Number	Amount
At the beginning of the period	34,46,325	344.63	34,46,325	344.63
Changes during the period	-	-	-	-
Bought back during the period	-	-	-	-
<b>Outstanding at the end of the period</b>	<b>34,46,325</b>	<b>344.63</b>	<b>34,46,325</b>	<b>344.63</b>

**Note 12.2 Terms/ Rights attached to Equity Shares**

The company has only one class of Equity shares having a par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of 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.

**Note 12.3 Details of Shareholders holding more than 5% equity shares in the Company**

Shareholder	31-Mar-22		31-Mar-21	
	Number	% Holding	Number	% Holding
Promoters and Promoter Group				
Geeta Devi Agarwal	5,00,574	14.52	5,00,574	14.52
Kapil Agarwal	3,75,869	10.91	3,75,869	10.91
Jagdish Prasad Agarwal	2,60,101	7.55	2,60,101	7.55
Rahul Marble Private Limited	6,85,868	19.90	6,85,868	19.90
Ankit Agarwal	2,88,740	8.38	2,88,740	8.38
	<b>21,11,152</b>		<b>21,11,152</b>	

**Note 12.4 Details of % change in shareholding of Promoters in the Company**

Shareholder	31-Mar-22		31-Mar-21	
	Number	% Holding	Number	% Holding
Promoters and Promoter Group				
Geeta Devi Agarwal	5,00,574	14.52	5,00,574	14.52
Kapil Agarwal	3,75,869	10.91	3,75,869	10.91
Jagdish Prasad Agarwal	2,60,101	7.55	2,60,101	7.55
Rahul Marble Private Limited	6,85,868	19.90	6,85,868	19.90
Ankit Agarwal	2,88,740	8.38	2,88,740	8.38
	<b>21,11,152</b>		<b>21,11,152</b>	

**Note-13 Other Equity\***

Particulars	31-Mar-22	31-Mar-21
<b>A) Security Premium</b>		
Balance as at the beginning of the period	2,283.36	2,283.36
Changes During the year	-	-
Balance as at the end of the period	2,283.36	2,283.36
<b>B) Capital Reserve</b>		
Balance as at the beginning of the period	24,843.34	24,843.34
Changes During the year	(77.22)	-
Balance as at the end of the period	24,766.12	24,843.34
<b>C) Retained Earnings &amp; General Reserve</b>		
Balance as at the beginning of the period	7,158.23	6,116.89
Changes During the year	1,591.68	1,041.34
Balance as at the end of the period	8,749.91	7,158.23
<b>D) Items of Other Comprehensive Income on Investments</b>		
Balance as at the beginning of the period	523.67	469.05
Changes During the year	62.74	54.62
Balance as at the end of the period	586.41	523.67
<b>F) Items of Other Comprehensive Income Remeasurement of Defined Benefit Plans</b>		
Balance as at the beginning of the period	(20.98)	(34.64)
Changes During the year	(12.52)	13.66
Balance as at the end of the period	(33.50)	(20.98)
<b>Balance as at 31 March 2022</b>	<b>36,352.30</b>	<b>34,787.61</b>

**“Description and nature of other equity:-**

**Security Premium:** This reserve is used to record the premium on issue of shares. The same can be utilized in accordance with the provisions of the Act

**General Reserve :** It represents the actuarial gain or loss arising from the fair value measurement of investments made in Shares

**Retained Earnings:** It represents the surplus amount available in profit and loss as retained earnings and Gain/ Loss on Sale of Investment on which Irrevocable Option taken for Designated at FVTOCI for Long Term Strategic Reason. The reserve can be distributed/ utilised by the company in accordance with the Companies Act,2013.

**Capital Reserve:** The Reserve is created based on statutory requirement under the Companies Act, 2013, on account of consolidation.

**Other Comprehensive Income:** It represent the acturial gain or loss arising from the remeasurement of defined benefit obligation and fair value measurement of investments.

\*Quantitative data mentioned in statement of changes in equity “

**Note-14 Long Term Borrowings**

Particular	Non Current Portion		Current Maturities	
	31-Mar-22	31-Mar-21	31-Mar-22	31-Mar-21
<b>LOANS - SECURED</b>				
<b>(i) Vehicle Loan</b>				
Axis Bank	187.11	290.28	103.17	94.84
HDFC Bank	109.34	104.02	50.33	30.54
<b>(ii) Term Loan</b>				
HDFC Bank	1,703.92	1,661.44	888.63	605.83
<b>LOANS - UNSECURED</b>				
<b>(i) From Related parties</b>				
From Directors	140.52	18.52	-	-
From Companies	0.00	24.05	-	-
<b>(ii) From other than Related parties</b>				
From Companies	177.76	5.89	-	-
From NBFC	202.52	106.35	-	-
Securities Deposits from customers	22.28	22.28	-	-
<b>Total</b>	<b>2,543.45</b>	<b>2,232.83</b>	<b>1,042.14</b>	<b>731.22</b>
<b>The above amount includes</b>				
Secured borrowings	2,000.37	2,055.74	1,042.14	731.22
Unsecured Borrowings	543.07	177.08	-	-
Amount Disclosed under Current Maturities of Long term Borrowing Under Note No.19			(1,042.14)	(731.22)
<b>Total</b>	<b>2,543.45</b>	<b>2,232.83</b>	<b>-</b>	<b>-</b>

- (a) Loans from Axis Bank for Vehicles carries interest @ 8.80%. The loans are repayable in 60 monthly installments and the loans are secured by hypothecation of respective assets.
- (b) Term loan from HDFC bank carries Interest @ Repo Rate + 2.9% (Repo Rate is 4 %) is secured by mortgage on property situated at village Bedla, District Udaipur and with respective Plant & Machinery and personal guarantee of some of directors of the company and the Loan is repayable in 66 monthly installments.
- (c) Term Loan For Third line of Quartz (Taanj) fom HDFC Bank Carries Interest @ Repo Rate + 2.9% (Repo Rate is 4 %) is secured by mortgage on property situated at village Bedla, District Udaipur and with respective Plant & Machinery and personal guarantee of some of directors of the company and the Loan is repayable in 60 monthly installments.
- (d) Term Loan For Quartz (Taanj) fom HDFC Bank Carries Interest @ Repo Rate + 2.9% (Repo Rate is 4 %) is secured by mortgage on property situated at village Bedla, District Udaipur and with respective Plant & Machinery and personal guarantee of some of directors of the company and the Loan is repayable in 60 monthly installments.
- (e) Loans from Axis Bank for Vehicles carries interest @ 8.11%. The loans are repayable in 60 monthly installments and the loans are secured by hypothecation of respective assets.

“(f) Working capital Term loan from HDFC bank carries Interest @8.25% is secured by mortgage on property situated at village Bedla, District Udaipur and with respective Plant & Machinery and personal guarantee of some of directors of the company and the Loan is repayable in 48 monthly installments.

(g) Loans from HDFC Bank for Commercial Equipments carries interest @7.50%. The loans are repayable in 48 monthly installments and the loans are secured by hypothecation of respective assets.

(h) Loans from HDFC Bank for Vehicles carries interest @7.50%. The loans are repayable in 48 monthly installments and the loans are secured by hypothecation of respective assets.

(i) Loans from Sai Baba finvest Pvt. Ltd. (NBFC) carries interest @ 9%. The loans are repayable in 48 monthly installments and the loans are secured by hypothecation of respective assets.”

**Note-15 Provisions**

Particular	Long Term		Short Term	
	31-Mar-22	31-Mar-21	31-Mar-22	31-Mar-21
<b>Provision for Employees Benefit</b>				
(i) Provision for Gratuity	328.68	315.51	52.47	44.44
(ii) Provision for Leave Encashment	-	-	63.43	50.02
(iii) Provision for Bonus & Ex-gratia	-	-	20.26	11.55
<b>Total</b>	<b>328.68</b>	<b>315.51</b>	<b>136.16</b>	<b>106.00</b>

**Note 15.1** The company has made provision for gratuity based on actuarial valuation determined by Independent Actuary in accordance with IND AS-19.

**Note-16 Deferred Tax Liability (Net)**

Particular	31-Mar-22	31-Mar-21
Deferred Tax Liability		
Related to Fixed Assets	408.37	422.27
Deferred Tax Assets		
Related to Employee Benefit Expenses	101.99	77.86
Related to Unabsorbed losses and Depreciation	-	170.64
Related to OCI	(13.55)	2.89
<b>Total</b>	<b>319.92</b>	<b>170.88</b>

**Note-17 Short-term Borrowings**

Particular	31-Mar-22	31-Mar-21
Foreign Currency Loan/ Other Loan	3,276.15	1,992.99
Current maturities of long-term borrowings (Includes current maturities of vehicle loans)	1,042.14	731.22
Bank Overdraft A/c	404.50	-
<b>Total</b>	<b>4,722.78</b>	<b>2,724.21</b>



“The above loan from HDFC Bank which carries Interest @ LIBOR+200 bps is secured by way of Hypothecation of Inventory i.e. Raw Materials, Stock in Process, Finished Goods, Stores & Spares and Book Debts, bill whether documentary or clean, outstanding monies, receivables, both present and future, equitable mortgage of properties & the facility is subject to annual renewal and it also carries an unconditional and irrevocable personal guarantees of the Whole Time Directors and property holders.

Bank Overdraft which carries interest rate @ FDR +0.40% is secured against Fixed Deposit of INR 1000.00 Lacs from HDFC Bank.”

**Note-18 Trade Payable**
**Outstanding for following periods from due date of payment (2021-2022)**

Particulars	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total	More than 3 years	Total
(i) MSME	1,156.60	857.71				2,014.31		2,014.31
(ii) Others	1,083.26	1,207.71	73.19	114.23	130.68	2,609.06	130.68	2,609.06
(iii) Disputed Dues-MSME						-		-
(iv) Disputed Dues-Others						-		-
(v) Un Billed Dues	105.12					105.12		105.12

**Outstanding for following periods from due date of payment (2020-2021)**

Particulars	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total	More than 3 years	Total
(i) MSME						-		-
(ii) Others	2,170.08	1,269.44	122.39	59.56	97.20	3,718.66	97.20	3,718.66
(iii) Disputed Dues-MSME						-		-
(iv) Disputed Dues-Others						-		-
(v) Un Billed Dues	1.39					1.39		1.39

Note 18.1 The Company has the process of identification of suppliers registered under the “The Micro, Small and Medium Enterprises Development (‘MSMED’) Act, 2006” by obtaining confirmation from suppliers. Based on the information available with the Company, there are no overdues more than 45 days, payable to the suppliers as defined under the ‘Micro, small and Medium Enterprises Development Act, 2006 as at March 31, 2021.

Based on the information available with the Company, the balance due to micro and small enterprises as defined under the MSMED Act, 2006 is as follows:

Particulars	31-Mar-22	31-Mar-21
<b>Dues Remaining Unpaid</b>		-
The Principle amount remaning unpaid to any supplier as at the end of the year	1,156.60	-
Interest Due on the above amount	-	-
The amount of interest paid by in terms of section 16 of the Micro, Small and Medium Enterprises Development Act 2006	-	-
Amount of the Payment made to the supplier beyond the due date during the year.	-	-
Amount of Interest due and payable for the Period of delay in making payment (Which have been paid but beyond the due date during the year) but without adding the interest specified under Micro Small and Medium Enterprise Development act 2006	-	-
Amount of Interest accrued and remaining unpaid at the end of the year	-	-
Amount of further interest remaining due and payable even in succeeding years, until such date when the interest due as above are actual paid to the small enterprise	-	-
<b>Total</b>	<b>1,156.60</b>	<b>-</b>

**Note-19 Financial Liability - Other**

Particular	31-Mar-22	31-Mar-21
Trade Payable for Capital Goods	363.11	1,584.57
Interest accrued but not due	18.85	20.07
Security deposits	17.78	17.57
Statutory Dues	30.84	157.81
Other Current Liabilities	284.20	174.65
<b>Total</b>	<b>714.78</b>	<b>1,954.68</b>

**Note-20 Other Current Liabilities**

Particular	31-Mar-22	31-Mar-21
Advance from Customers /Other	559.78	848.41
<b>Total</b>	<b>559.78</b>	<b>848.41</b>

**Note-21 Current Tax Liability (net)**

Particular	31-Mar-22	31-Mar-21
Provision for Income Tax	307.10	312.70
<b>Total</b>	<b>307.10</b>	<b>312.70</b>

**Note-22 Revenue From Operation**

(Rupees in Lakhs)

Particular	31-Mar-22	31-Mar-21
Sale of Products		
Export Sales(Including Deemed Export)	21,177.28	13883.67
Domestic Sales	7,068.45	3941.67
Other Operating Revenue	110.69	0.59
<b>Revenue from Operation (Gross)</b>	<b>28,356.42</b>	<b>17,825.92</b>

Note 22.1 Particulars of Products Sold	31-Mar-22	31-Mar-21
<b>(i) Export Sale (Including Deemed Export)</b>		
Granite	3,154.28	3026.71
Quartz	18,023.00	10,856.96
<b>(ii) Domestic Sales</b>		
Granite	762.47	800.48
Quartz	1,243.45	365.13
Iron Ore	5,062.53	2776.06

**Note-23 Other Income**

Particular	31-Mar-22	31-Mar-21
Duty Drawback/Royalty & DMFT Received	172.18	95.19
Profit from share in Limited liability partnership	36.05	210.03
Profit on Sales of Assets/Investment	2.69	-
Interest Income	609.33	332.46
Exchange Rate Fluctuation	83.65	108.03
Miscellaneous Income	81.21	3.76
Commission Income	-	11.05
<b>Total</b>	<b>985.11</b>	<b>760.51</b>

**Note :- Share in Profit/loss of Gamut Tradecom LLP has been taken on the basis of last available Audited Balance Sheet for the year Ending 31.03.2022**

**Note-24 Cost of Materials Consumed**

Particular	31-Mar-22	31-Mar-21
<b>Raw Materials Consumed</b>		
Opening Stock	1,161.11	923.91
Add: Purchases	11,243.51	6,341.15
	12,404.62	7,265.06
Less: Closing Stock	1,062.17	1,161.11
Cost of Material Consumed	11,342.45	6,103.95

**Note 24.1 Particulars of Raw Materials Consumption**

Particular	31-Mar-22	31-Mar-21
Granite Block	1,723.65	1,276.63
Quartz Granual	3,555.58	1,650.49
Polyester Resin	6,063.22	3,176.84
<b>Total</b>	<b>11,342.45</b>	<b>6,103.95</b>

**Note-25 Purchase of Stock-in-Trade**

Particulars	31-Mar-22	31-Mar-21
Granite Purchase	407.58	540.44
Iron Ore Concentrate	4,664.83	2,556.00
<b>Total</b>	<b>5,072.41</b>	<b>3,096.44</b>

**Note-26 Changes in inventories of Finished Goods, Work-in-Progress and Stock-in-Trade**

Particular	31-Mar-22	31-Mar-21
<b>Opening Stock</b>		
Work-in-Progress	143.31	124.92
Finished Goods	4,577.61	3,734.13
Scraps	73.47	73.38
<b>Total [I]</b>	<b>4,794.39</b>	<b>3,932.43</b>
<b>Closing Stock</b>		
Work-in-Progress	94.55	143.31
Finished Goods	5,091.07	4,577.61
Scraps	73.47	73.47
<b>Total [II]</b>	<b>5,259.09</b>	<b>4,794.39</b>
<b>Change in inventories Total [I-II]</b>	<b>(464.70)</b>	<b>(861.95)</b>

**Note-27 Employee Benefits Expense**

Particular	31-Mar-22	31-Mar-21
Salaries, Wages and Bonus	841.94	772.93
Contribution to Provident and other funds	69.00	133.08
Staff Welfare Expenses	66.23	20.11
<b>Total</b>	<b>977.17</b>	<b>926.12</b>

**Note-28 Finance Cost**

Particular	31-Mar-22	31-Mar-21
Bank Charges	29.57	14.19
Interest on Term Loan	223.67	191.64
Interest On PCFC	39.37	45.04
Interest on Others	30.71	21.76
Interest On Unsecured Loan	28.55	16.59
<b>Total</b>	<b>351.87</b>	<b>289.22</b>

**Note-29 Depreciation and Amortisation Expenses**

Particular	31-Mar-22	31-Mar-21
Depreciation	1,079.81	844.12
Pre-Operative Expenditure Written Off	-	0.08
<b>Total</b>	<b>1,079.81</b>	<b>844.20</b>

**Note-30 Other Expenses**

Particular	31-Mar-22	31-Mar-21
Manufacturing Expenses		
Consumption of Stores, Spares & Consumables	5,040.80	3,421.50
Power & Fuel Expenses	457.51	334.60
Factory and Mining Expense Expenses	331.88	178.97
Slurry & Transportation Expenses	14.17	22.34
Repairs & Maintenance		
- Plant & Machineries	93.92	81.41
<b>TOTAL [A]</b>	<b>5,938.29</b>	<b>4,038.81</b>

<b>Administrative &amp; Other Expenses</b>		
Accounting Charges	0.54	0.78
Communication Expenses	17.16	16.25
Conveyance	32.93	22.80
CSR Expenditure	9.11	-
Demat charges/Bank Charges	-	0.18
Demand / Interest/ Late Fees	0.09	7.74
Discount	72.60	-
Exchange Rate Fluctuation	1.57	68.32
Fees & Subscription	29.11	20.64
Donation	0.50	1.00
Festival Expenses	0.01	4.36
Gardening Expenses	0.11	0.01
Internet Expenses	-	0.18
Income Tax	1.49	2.85
Insurance Expenses	26.43	20.84
Legal & Professional	52.68	62.85
Loss on sale of Shares/ Partnership Firm	-	3.78
Loss on Futures & Options Trading	-	171.47
Lease / Dead Rent	0.01	5.25
Listing, RTA & Related Expenses	4.20	1.50
Medical Exp.	-	0.06
Provision for ECL	65.70	42.05
Balances written off	9.45	777.89
Miscellaneous Expenses	106.51	74.37
Office Expenses	146.44	55.98
Payment to Auditors (Refer details Below)	5.98	5.14
Workmen Compensation	-	145.21
Printing & Stationary	30.22	22.64
ROC expenses	0.38	0.19
Rent	44.94	28.84
Rates & Taxes	0.22	2.68
Repairs & Maintenance (Others)	8.12	17.46
Security Service Expenses	48.78	51.97
Vehicle Running & Maintenance Expenses	43.99	34.18
Traveling Expenses	0.03	0.22
Bad debts write off	10.47	-
Royalty Expenses/ Mining Expenses	5.09	2.18
<b>TOTAL [B]</b>	<b>774.85</b>	<b>1,671.86</b>
<b>SELLING &amp; DISTRIBUTION EXPENSES</b>		-
Advertisement & Sales Promotion Expenses	41.27	85.31
Commission Expenses	204.22	0.78
Exhibition Expenses	-	4.91
Freight & Forwarding	1,657.25	820.02
Insurance - Marine	20.14	8.32
Marketing & Travelling Expenses	190.30	59.27
<b>TOTAL [C]</b>	<b>2,113.18</b>	<b>978.60</b>
<b>GRAND TOTAL [A+B+C]</b>	<b>8,826.31</b>	<b>6,689.27</b>

**Note-31 Payment to Auditor**

Particular	31-Mar-22	31-Mar-21
Audit Fees	5.15	5.10
Reimbursement of Expenses	0.83	0.04
<b>Total</b>	<b>5.98</b>	<b>5.14</b>

**Note-32 Income Tax Recognised in Statement of Profit or Loss**

Particular	31-Mar-22	31-Mar-21
<b>Current Tax</b>		
<b>In respect of Current year</b>		
Regular Tax	221.11	93.73
MAT	235.98	199.26
MAT Credit	-	-
In respect of earlier year	-	-
Total Current tax	457.10	293.00
Deferred Tax	107.43	164.85

The movement of deferred tax assets and liabilities during the year ended March 31, 2022

Particular	As at 1 April, 2021	(Credit)/ Charge in statement of Profit and Loss	(Credit) / Charge in Other Comprehensive Income	As at 31st March, 2022
<b>Deferred Tax Assets/ (Liabilities)</b>				
Depreciation	(422.27)	13.90	-	(408.37)
Gratuity & Compensated Absence	80.76	7.69	-	88.45
Unabsorbed losses and Depreciation	170.64	(170.64)	-	-
Transfer to OCI	-	10.66	(10.66)	-
<b>Total</b>	<b>(170.88)</b>	<b>(138.39)</b>	<b>(10.66)</b>	<b>(319.92)</b>

A reconciliation of the income tax provision to the amount computed by applying the statutory income tax rate to the income before income taxes is summarized below:

Particulars	31-Mar-22	31-Mar-21
Profit before income taxes	2,156.21	1,499.19
Enacted tax rate in India (MAT)	17.472%	17.47%
Enacted tax rate in India (Regular Tax Rate)-		
Holding company	27.82%	27.82%
Subsidiaries Company	25.17%	25.17%
Computed expected tax expenses (MAT)	230.43	199.26
Computed expected tax expenses (Regular Tax)	221.11	91.97
Effect of Allowances for tax purpose	-	-
Effect of Non deductible expenses	-	-
Others	5.55	1.77
Tax expense recognised in Statement of Profit and Loss	457.10	293.00

#### Note-33 Earning Per Share

Particulars	31-Mar-22	31-Mar-21
Profit after tax	1,591.68	1,041.34
Weighted average no. of Equity Share Outstanding	34,46,325	34,46,325
Nominal value of Ordinary share(INR)	10.00	10.00
Basic & diluted earning per share in rupees	46.19	30.22

#### Note-34 Lease

The company has taken mines on Operating Lease from “Department of Mines & Geology” and minimum yearly rental is being paid which is adjusted against royalty amount, if payable.

#### Note-35 Employee Benefit

##### (A) Defined Contribution Plan:-

The Company operates defined contribution retirement benefit plans for all qualifying employees. Contributions are made to registered provident fund and Employee state insurance administered by the government. The obligation of the Company is limited to the amount contributed and it has no further contractual nor any constructive obligation.

Particulars	31-Mar-22	31-Mar-21
Contribution to Provident fund Statement of Profit and Loss	39.68	46.35
Contribution to ESI in Statement of Profit and Loss	2.95	6.89



**(B) Defined Benefit Plan:-****Gratuity**

In accordance with the provisions of Payment of Gratuity Act, 1972, the company has defined benefit plan which provides for gratuity payment. The plan provides a lump sum gratuity payment to eligible employees at retirement or termination of their employment. The amounts are based on the respective employee's last drawn salary and the year of employment with the company. The company's gratuity plan is an unfunded plan.

These plans typically expose the Company to actuarial risks such as: Actuarial Risk, Investment Risk, Liquidity Risk, Market Risk & Legislative Risk:

**"A. Actuarial Risk:**

It is the risk that benefits will cost more than expected. This can arise due to one of the following reasons: Adverse Salary Growth Experience : Salary hikes that are higher than the assumed salary escalation will result into an increase in Obligation at a rate that is higher than expected.

Variability in mortality rates: If actual mortality rates are higher than assumed mortality rate assumption than the Gratuity Benefits will be paid earlier than expected. Since there is no condition of vesting on the death benefit, the acceleration of cashflow will lead to an actuarial loss or gain depending on the relative values of the assumed salary growth and discount rate.

Variability in withdrawal rates: If actual withdrawal rates are higher than assumed withdrawal rate assumption than the Gratuity Benefits will be paid earlier than expected. The impact of this will depend on whether the benefits are vested as at the resignation date."

**"B. Investment Risk :**

For funded plans that rely on insurers for managing the assets, the value of assets certified by the insurer may not be the fair value of instruments backing the liability. In such cases, the present value of the assets is independent of the future discount rate. This can result in wide fluctuations in the net liability or the funded status if there are significant changes in the discount rate during the inter-valuation period."

**"C. Liquidity Risk:**

Employees with high salaries and long durations or those higher in hierarchy, accumulate significant level of benefits. If some of such employees resign/retire from the company there can be strain on the cashflows."

**"D. Market Risk:**

Market risk is a collective term for risks that are related to the changes and fluctuations of the financial markets. One actuarial assumption that has a material effect is the discount rate. The discount rate reflects the time value of money. An increase in discount rate leads to decrease in Defined Benefit Obligation of the plan benefits & vice versa. This assumption depends on the yields on the corporate/government bonds and hence the valuation of liability is exposed to fluctuations in the yields as at the valuation date."

**“E. Legislative Risk:**

Legislative risk is the risk of increase in the plan liabilities or reduction in the plan assets due to change in the legislation/regulation. The government may amend the Payment of Gratuity Act thus requiring the companies to pay higher benefits to the employees. This will directly affect the present value of the Defined Benefit Obligation and the same will have to be recognized immediately in the year when any such amendment is effective.”

**No other post-retirement benefits are provided to the employees.**

The actuarial valuation of the plan assets and the present value of the defined benefit obligation were carried out as at March 31, 2022 by a certified actuary of the Institute of Actuaries of India. The present value of the defined benefit obligation, and the related current service cost and past service cost, were measured using the projected unit credit method.

**Assumptions:**

The principal assumptions used for the purposes of the actuarial valuations are given below:

Particulars	31-Mar-22	31-Mar-21
Discount Rate	6.85%	6.40%
Future Salary growth rate	6.00%	6.00%
Rate of Return on Plan Assets	-	-
Mortality table used Indian Assured Lives Mortality (2006-08) Ultimate	10% at younger ages reducing to 2% at older ages	
<b>Projected Benefit Obligation</b>		
Particulars	31-Mar-22	31-Mar-21
Projected benefit Obligation at beginning of the year	359.96	333.55
Interest Cost	11.20	20.94
Current Service Cost	14.21	51.34
Past Service Cost	-	-
Actuarial (Gain)/Loss	6.26	(16.55)
Benefits paid	(10.48)	(29.33)
Projected benefit Obligation at end of the year	381.15	359.95
<b>Amount recognised in the Balance Sheet:</b>		

Particulars	31-Mar-22	31-Mar-21
Amount recognised in the Balance Sheet:		
Projected benefit Obligation at end of the year	381.15	359.95
Fair Value of Plan Assets as at year end	-	-
Net (Asset)/Liability recognized in the Balance Sheet	381.15	359.95
<b>Cost of the defined benefit plan for the year:</b>		
<b>Particulars</b>	<b>31-Mar-22</b>	<b>31-Mar-21</b>
Current Service Cost	14.21	51.34
Interest Cost	11.20	20.94
Past Service Cost	-	-
Expected Return on plan Asset	-	-
Components of defined benefit cost recognised in the Statement of Profit & Loss	25.42	72.28
<b>Remeasurement on the net defined benefit liability:</b>		
<b>Experience Adjustment</b>		
<b>Particulars</b>	<b>31-Mar-22</b>	<b>31-Mar-21</b>
Present value of defined benefit obligation	381.15	359.95
Fair Value of plan assets	-	-
Balance Sheet (Liability)/ Asset	381.15	359.95
<b>P&amp;L (Income)/ expenses</b>		
Experience adjustment on plan liabilities (gain)/ loss	6.26	(22.58)
Experience adjustment on plan assets gain/ (loss)	-	-

Sensitivity analysis in respect of the actuarial assumptions used in calculation of defined benefit obligation are given below:

Particulars	31-Mar-22		31-Mar-21	
	Increase	Decrease	Increase	Decrease
Discount rate - 0.5%	370.02	392.97	347.33	373.39
Salary Growth rate - 0.5%	391.78	370.94	372.76	347.74
Withdrawal rate - 10%	382.33	379.85	360.65	359.18

#### Leave Encashment

Compensated absence liability recognised as expense for the year is Rs. 17.83 Lakhs (Previous Year Rs. 14.08 Lakhs). The said amount has been calculated by the management. It has been calculated on the basis of leaves accumulated during the year other relevant factors.

#### Note-36 Capital Management

The capital structure of the Company consists of net debt and total equity of the Company. The Company manages its capital to ensure that the Company will be able to continue as going concern while maximising the return to stakeholders through an optimum mix of debt and equity within the overall capital structure. The Company's risk management committee reviews the capital structure of the Company considering the cost of capital and the risks associated with each class of capital.

#### Note-37 Related Party Disclosures

The Company has made the following transactions with related parties as defined under the provisions of Indian Accounting Standard-24 issued by the Institute of Chartered Accountants of India & notified by MCA under Companies (Indian Accounting Standard) Rules, 2015, as amended.

List of related parties with whom transaction have taken place during the year along with the nature and volume of transaction is given below from 01.04.2021 to 31.03.2022

Particulars	Relation
Directors & Key managerial persons & their associate concerns	
Jagdish Magniram Agarwal	Managing Director
Kapil Jagdish Agarwal	Executive Director & CFO
Geetadevi Agarwal	Non Executive Director
Pradeep Kumar Jain	Non Executive Independent Director
Vikash Mishra	Non Executive Independent Director
Vinod Choudhary	Non Executive Independent Director
Sachin Shah	Company Secretary
Ankit Agarwal	Director in the subsidiary Company Gist minerals Technologies ltd
Shruti Agarwal	Director in the subsidiary Company Gist minerals Technologies ltd
Kanika Agarwal	Director in the subsidiary Company Gaze Fashiontrade Ltd.

Enterprises owned/controlled by directors & their relatives	Relations with Directors
Krishna Marble	Director is Partner in the Firm
Ojaswi Marble & Granites Pvt Ltd	Director is the Director of the Company
Pacific Exports	Director is Partner in the Firm
Yash Processors Ltd	Director is the Director of the Company
Bhola Motor Finance Pvt. Ltd.	Director is the Director of the Company
Pacific Iron Manufacturing Ltd	Director is the Director of the Company
Gamut Tradecom LLP	Director is Partner in the LLP
Chaitanya International Minerals LLP	Director is Partner in the LLP
Geetanjali Industrial Mineral P. Ltd.	Director is the Director of the Company
Fortune foundation	Director is Trustee in the Trust
Proclaim constructions Pvt ltd	Director is the Director of the Company
Steadfast Builders Pvt Ltd	Director is the Director of the Company
Reyansh infrastructure Pvt Ltd	Director is the Director of the Company
Ojaswi medical & healthcare Pvt. Ltd	Director is the Director of the Company

**Transactions with Key management persons**
**(Rupees in Lakhs)**

<b>Nature of transaction</b>	<b>31-Mar-22</b>	<b>31-Mar-21</b>
Remuneration	94.02	51.63
Employer's Contribution to Provident Fund	11.13	6.06
Loan Outstanding as 31st march (Liabilities)	190.52	18.52

**Out of the above items, transactions in excess of 10% of the total related party transactions are as under:**

<b>Remuneration</b>	<b>31-Mar-22</b>	<b>31-Mar-21</b>
Kapil Agarwal	45.00	24.00
J.P. Agarwal	45.00	24.00
Sachin Shah	4.02	3.63
<b>Employer's Contribution to Provident Fund</b>	<b>31-Mar-22</b>	<b>31-Mar-21</b>
Kapil Agarwal	5.40	2.88
J.P. Agarwal	5.40	2.88
Sachin Shah	0.33	0.30
<b>Loan outstanding as 31st march (Liabilities)</b>	<b>31-Mar-22</b>	<b>31-Mar-21</b>
Geeta Devi Agarwal	27.83	2.83
Kapil Agarwal	69.53	15.53
J.P. Agarwal	43.16	0.16
Ankit Agarwal	50.00	-

**Transactions with Enterprises owned & controlled by the Directors and their relatives**

<b>Nature of transaction</b>	<b>31-Mar-22</b>	<b>31-Mar-21</b>
Purchase	7700.03	3445.61
Sales	1552.60	627.81
Interest Received	412.11	149.49
Interest Paid	4.11	16.59
Trade Payables	845.46	578.51
Trade Receivables	588.68	110.37
Advance Outstanding (Assets)	5314.21	2112.11
Loan Outstanding (Liabilities)	0.00	24.05
Investments	3540.78	2954.88
Assets Purchased	0.00	123.75
Advance Outstanding (liability)	0.00	125.57
Other non current assets	1620.00	1620.00

Out of the above items, transactions in excess of 10% of the total related party transactions are as under:

<b>Purchase</b>		
Chaitanya international Minerals LLP (Net)	1446.48	824.68
Pacific Iron Manufacturing Ltd	4947.50	2,556.00
Geetanjali Industrial Mineral P. Ltd.	1,306.05	64.94

<b>Sales</b>		
Chaitanya international Minerals LLP	1,540.59	605.27
Others (Below 10%)	12.01	22.54

<b>Interest Received</b>		
Bhola Motor Finance Pvt Ltd	122.79	-
Pacific Iron Manufacturing Ltd	30.51	77.16
Reyansh Infrastructure Pvt Ltd	113.59	72.33
Geetanjali Investech Holding India Pvt Ltd	133.84	-
Others (Below 10%)	11.38	-

<b>Interest Paid</b>		
Bhola Motor Finance Pvt Ltd	4.11	16.59

<b>Trade Payables</b>		
Chaitanya International Minerals LLP	726.00	233.06
Krishna Marble	-	29.50
Pacific Iron Manufacturing Ltd	6.21	177.84
Yash processors Pvt. Ltd	58.64	58.64
Geetanjali Industrial Mineral P. Ltd.	54.59	78.83
Others (Below 10%)	0.02	0.64

<b>Trade Receivables</b>		
Chaitanya International Minerals LLP	579.24	78.48
Ojaswi Marble & Granites P Ltd	1.70	26.60
Others (Below 10%)	7.75	-

<b>Advance Outstanding (Assets)</b>		
Pacific Iron Manufacturing Ltd	534.38	-
Reyansh Infrastructure Pvt Ltd	1920.34	2,112.11
Stead Fast Builders Private Limited	510.24	-
Geetanjali Investech Holding India Pvt Ltd	2349.26	-
Others (Below 10%)	-	-

<b>Loan Outstanding (Liabilities)</b>		
Bhola Motor Finance Pvt Ltd	-	24.05

<b>Investments</b>		
Gamut Tradecom LLP	744.26	708.84
Krishna Marble	2796.52	2246.04
<b>Assets Purchased</b>		
Pacific Iron Manufacturing Ltd	0.00	11.75
Ojaswi Medical & Healthcare Private Limited	0.00	112.00

<b>Advance outstanding (liability)</b>		
Krishna Marble	0.00	125.57

<b>CSR Expenses</b>		
Fortune Foundation	9.00	-

<b>Other Non-current Assets</b>		
Proclaim Construction Pvt. Ltd.	1620.00	1,620.00



**Note-38 Contingent Liabilities/Commitments, Contingent Assets & Pending Litigations**
**Contingent Liabilities**

(A) Claims against the company not acknowledged as debt.

A.1 Demand Raised by the Central Excise Commissionerate of Rs 170.62 Lacs against which Rs 62.32 Lacs is deposited by the company. The Said Matter has been taken to the High Court and the petition is still pending.

A.2 The company has a total demand of Rs. 78.39 lacs of Custom Duty out of which the company has deposited Rs. 9.21 Lacs under protest against which the company has filed an appeal.

(B) Other Contingents Liabilities

B.1 Show cause notice received from excise authorities of Rs 1.02 crore in respect of excise duty imposed on ground of availing wrong benefit of exemption notification on imported marble blocks, however no demand has been received from the excise authorities against the same and based on the legal opinion obtained, the company does not expect any liability on this account.

B.2 Show Cause notice received from excise authorities of Rs 4.94 crore in respect of custom duty under the provision of Custom Act 1962 imposed on ground of availing wrong benefit of exemption notification on imported marble blocks. However no demand has been received from the Custom authorities against the same and based on the legal opinion obtained, the company does not expect any liability on this account.

B.3 Show Cause notice Received From Custom Authorities of RS 9.29 Lacs of Custom Duty under the Provision of Custom Act 1962 imposed on Ground of Wrongly Availing of Custom duty Benefits (Duty Forgone) on Saw Blades and Steel Grits imported /procured under concessional rate of duty during Period of July 2016 to June 2017. However, no demand has been received from the custom authorities against the same and based on Legal opinion obtained, the company does not expect any liabilities on this account

(C) Capital Commitments and other Commitments

Particulars	31-Mar-22	31-Mar-21
Estimated amount of contracts remaining to be executed on capital account & not provided for (net of advance)	-	-
Exports obligation under Export Promotion Capital goods (EPCG) scheme*	-	3,022.23

“\*company is availing benefit under EPCG Scheme for import of Capital goods and spare parts against obligation to export 6 times of the duty saved. Total duty to be saved/saved against licenses outstanding as at March 31, 2022 is NIL (March 31, 2021 Rs. 503.70 Lacs).

Export Obligation on such licenses outstanding as at year end is disclosed above.”

(D) Contingent Assets - Nil

### Note 39: Fair Value Measurement

The following table shows the carrying amounts and fair values of Investments including their levels in the fair value hierarchy.

Financial assets	Fair Value as at		Fair Value Hierarchy	Valuation techniques & key inputs used
	31-Mar-22	31-Mar-21		
Investments in quoted equity instruments at FVTOCI	234.24	166.80	<b>Level-1</b>	Quoted market price in an active market
Investments in unquoted instruments at FVTOCI	3319.19	3,324.35	<b>Level-3</b>	Refer Note (a) & (d) Below
Investments in unquoted instruments at Amortized Cost	6580.59	5,994.73	<b>Level-3</b>	Refer Note (b) & (c) Below
<b>Total</b>	<b>10,134.02</b>	<b>9,485.88</b>		

There were no changes in the fair value hierarchy levels in the above periods.

- (a) Upon the application of IND AS 109, the Company has chosen to designate these investments in equity instruments as at FVTOCI/FVTPL respectively.
- (b) Investment in Subsidiaries, NSC, and LLP is Valued at Cost as the company has opted to adopt cost method as per IND AS.
- (c) Upon the application of IND AS 109, the Company has chosen to designate the investments in Preference share instruments at amortised cost.
- (d) Investment in Next Orbit Fund has been designated at NAV & routed through FVTOCI.

“Fair values for financial instruments carried at amortised cost approximates the carrying amount, accordingly the fair values of such financial assets and financial liabilities have not been disclosed separately.”

Particulars	31-Mar-22		31-Mar-21	
	Amortised cost	Carrying value	Amortised cost	Carrying value
<b>Financial Assets</b>				
(i) Trade receivables	4,338.40	4,338.40	4,108.54	4,108.54
(ii) Loans	9,699.97	9,699.97	8,539.78	8,539.78
(iii) Others	3.26	3.26	4.19	4.19
(iv) Cash & Cash Equivalents	347.06	347.06	1,126.15	1,126.15
<b>Total</b>	<b>14,388.69</b>	<b>14,388.69</b>	<b>13,778.66</b>	<b>13,778.66</b>

<b>Financial Liabilities</b>				
(i) Borrowings	7,266.23	7,266.23	4,957.04	4,957.04
(ii) Trade payables	4,728.50	4,728.50	3,720.05	3,720.05
(iii) Other financial liabilities	714.78	714.78	1,954.68	1,954.68
<b>Total</b>	<b>12,709.51</b>	<b>12,709.51</b>	<b>10,631.76</b>	<b>10,631.76</b>

The Company maintains policies and procedures to value financial assets or financial liabilities using the best and most relevant data available. The fair values of the financial assets and liabilities are included at the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The following methods and assumptions were used to estimate the fair values:

“1) Fair value of cash and deposits, trade receivables, trade payables, and other current financial assets and liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments. 2) Long-term variable-rate borrowings are evaluated by the Company based on parameters such as interest rates, specific country risk factors, credit risk and other risk characteristics. Fair value of variable interest rate borrowings approximates their carrying values. Risk of other factors for the company is considered to be insignificant in valuation.”

#### **Note 40: Financial Risk Management**

##### **Financial risk management policy and objectives**

The key objective of the Company’s financial risk management is to ensure that it maintains a stable capital structure with the focus on total equity to uphold investor, creditor, and customer confidence and to ensure future development of its business. The Company is focused on maintaining a strong equity base to ensure independence, security, as well as financial flexibility for potential future borrowings, if required without impacting the risk profile of the Company.

Company’s principal financial liabilities, comprise Borrowings from Banks, trade and other payables. The main purpose of these financial liabilities is to finance Company’s operations and plant expansion. Company’s principal financial assets include investments, trade and other receivables, deposits with banks and cash and cash equivalents, that derive directly from its operations.

##### **Company is exposed to market risk, credit risk and liquidity risk.**

“The Company’s Board oversees the management of these risks. The Company’s Board is supported by senior management team that advises on financial risks and the appropriate financial risk governance framework for the Company. The senior management provides assurance to the Company’s Board that the Company’s financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company’s policies and risk objectives. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below.”

### i) Market risk

“Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk interest rate risk, currency risk and price risk. Financial instruments affected by market risk include investments in equity shares, security deposits, trade and other receivables, deposits with banks and financial liabilities. The sensitivity analysis in the following sections relate to the position as at 31 March 2022 and 31 March 2021. The sensitivity of the relevant income statement item is the effect of the assumed changes in respective market risks. “

#### a) Foreign currency risk

Foreign currency risk is the risk that fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rate. The company is exposed to foreign exchange risk arising from foreign currency transactions primarily to USD & EURO. Company do not enter into any derivative instrument in order to hedge its foreign currency risks.

#### Foreign currency sensitivity

The following tables demonstrate the sensitivity to a reasonably possible change by 5% in USD & EURO exchange rates, with all other variables held constant.

Financial Exposure	31-Mar-22	31-Mar-21
Financial liabilities:		
USD Converted in Rupees	3,550.48	3,446.98
EURO Converted in Rupees	197.77	318.90
Net exposure	3,748.24	3,765.88

#### Sensitivity Analysis

Currency	5% increase		5% decrease	
	31-Mar-22	31-Mar-21	31-Mar-22	31-Mar-21
USD	177.52	172.35	(177.52)	(172.35)
EURO	9.89	15.94	(9.89)	(15.94)

#### b) Interest rate risk

Interest rate risk is the risk that changes in market interest rates will lead to change in interest income and expense for the Company. In order to optimize the Company’s position with regards to interest income & expense and to manage the interest risk, the Company performs comprehensive interest risk management by balancing the proportion of fix & variable rate financial instruments.

Particulars	31-Mar-22	31-Mar-21
<b>Fixed rate instruments</b>		
Fixed deposit with Banks	2,261.08	1,999.67
Borrowings		
Vehicle loans	449.96	519.69
<b>Variable rate instruments</b>		
<b>Borrowings</b>		
Term Loan (HDFC)	2,592.55	2,267.27
Foreign Currency Loan	3,276.15	1,992.99
Bank Overdraft	404.50	-

**Sensitivity analysis:**

A change in 50 basis point in interest rate at the reporting date would have increase/(decrease) Profit or Loss by the amount shown below.

This analysis assumes that all other variables, remain constant.

Particulars	31-Mar-22		31-Mar-21	
	Increase	Decrease	Increase	Decrease
Interest rate - increase/decrease by 50 basis point	313.66	(313.66)	213.01	(213.01)

**c) Commodity Risk**

Commodity risk is defined as the possibility of financial loss as a result of fluctuation in price of Raw Material/ Finished Goods and change in demand of the product and market in which the company operates. The Company is exposed to the movement in price of key raw materials in domestic and international markets. The Company has in place policies to manage exposure to fluctuations in the prices of the key raw materials used in operations. The company forecast annual business plan and execute on monthly business plan. Raw material procurement is aligned to its monthly/annual business plan and inventory position is monitored in accordance with future price trend.

**ii) Credit risk**

Credit risk refers to the risk of default on its obligation by the counterparty resulting in a financial loss. The Company is exposed to credit risk mainly from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks.

Credit risk on trade receivables is managed by the Company through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business. The Company has no concentration of risk as customer base is widely distributed both economically and geographically.

An impairment analysis is performed at each reporting date on an individual basis for major clients. In addition, a large number of minor receivables are grouped into homogenous groups and assessed for impairment collectively. The calculation is based on exchange losses historical data. The maximum exposure to credit risk at the reporting date is the carrying value of each class of financial assets. The Company does not hold collateral as security. The Company uses expected credit loss model to assess the impairment loss or gain. The Company uses a provision matrix to compute the expected credit loss allowance for trade receivables. The provision matrix takes into account available external and internal credit risk factors such as financial condition, ageing of outstanding and the Company's historical experience for customers.

#### **a) Financial instruments and cash deposits**

Credit risk from balances with banks and financial institutions is managed by the Company's treasury department in accordance with Company's policy. Investments of surplus funds are made only with approved counterparties and within credit limits assigned to each counterparty. Company monitors rating, credit spreads and financial strength of its counter parties. Company monitors ratings, credit spread and financial strength of its counter parties. Based on ongoing assessment Company adjust it's exposure to various counterparties. Company's maximum exposure to credit risk for the components of balance sheet is the carrying amount as disclosed in Note 40.

#### **Credit risk exposure**

The following table shows the maximum exposure to the credit risk at the reporting date :

<b>Particulars</b>	<b>31-Mar-22</b>		<b>31-Mar-21</b>	
	<b>Non Current</b>	<b>Current</b>	<b>Non Current</b>	<b>Current</b>
Loans	5,980.45	3,719.52	3,672.50	4,867.28
Trade Receivables	-	4,338.40	-	4,108.54
Bank Balance	-	293.28	-	1,074.81
Other financials assets	-	3.26	-	4.19
<b>Total</b>	<b>5,980.45</b>	<b>8,354.46</b>	<b>3,672.50</b>	<b>10,054.82</b>

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

The table summarises the maturity profile of Company's financial liabilities based on contractual undiscounted payments.

**Note 41. Segement Reporting**

Company has considered business segment as the primary segment for disclosure. The business segments are Marble & Granite, Trading other than Marble & Granite & Other Services.

PARTICULARS	FOR THE YEAR ENDED	
	31-Mar-22	31-Mar-21
<b>Segment Revenue</b>		
A. Stone - Granite and Quartz	24534.46	15163.85
B. Trading Other than Granite and Quartz	5062.53	2776.06
C. Investment & Finance	383.21	576.97
D.Others Services	-	-
<b>Total</b>	<b>29,980.19</b>	<b>18,516.89</b>
Less : Inter Segment Revenue	1,623.77	690.96
Revenue From Operations (Excluding Other Income)	28,356.42	17,825.92
<b>Segment Results</b>		
<b>Profit/Loss Before Charging Unallocable Expenditures</b>		
A. Stone - Granite and Quartz	2,042.01	1,356.58
B. Trading Other than Granite and Quartz	-	171.58
C. Investment & Finance	521.35	260.25
D.Others Services	-	-
Unallocable Expenses (Tax+Finance Cost)	351.87	289.22
Less : Inter Segment Elimination	55.29	-
<b>Total Profit (Before Tax &amp; OCI)</b>	<b>2,156.21</b>	<b>1,499.20</b>
<b>Segment wise capital employed (Segment Assets- Segment Liabilities)</b>		
A. Stone - Granite and Quartz	17,641.21	16,641.15
B. Trading Other than Granite and Quartz	1.77	722.77
C. Investment & Finance	27,136.69	26,500.61
C.Others Services	69.24	243.14
Less : Inter Segment Elimination	5,608.53	6,742.60
<b>Total</b>	<b>39,240.38</b>	<b>37,365.07</b>

**Note : 42 Covid-19**

The COVID-19 continues to spread across the globe and India, which has contributed to a significant decline and volatility in global and Indian financial markets and a significant decrease in global and local economic activities. The Company has used the principles of prudence in applying judgments, estimates and assumptions to assess overall impact of the pandemic on the business and Financial Statements for the year ended 31 st March 2022. However, due to the uncertainties associated with the pandemic, the actual impact may not be in line with current estimates. The Company will continue to closely monitor any further development relating to COVID-19, which may have impact on business and financial position. Further the impact assessment does not indicate any adverse impact on the ability of the company to continue as a going concern.

**Note : 43 Code on Social security**

The Code on Social Security, 2020 ('code') relating to employee benefits, during employment and post-employment, received Presidential assent on September 28, 2020. The Ministry of Labour and Employment has released draft rules for the Code on Social Security, 2020 on November 13, 2020, and has invited suggestions from stakeholders. The Company will assess the impact on its financial statements in the period in which the related rules to determine the financial impact are notified and the Code becomes effective.

**"NOTE 44 - Disclosures as per amendments in Schedule III of Companies Act,2013 with notification issued on 24th March 2021:**

Information required against additional disclosures as per amendments in Schedule III of Companies Act, 2013 are as under:-

**A.Revaluation of Property, Plant & Equipment (Para a(ii)(XIII)(Y)(ii))** - During the year under review the company has not revalued its property, plant & Equipment (Includign right of use assets).

**B.Loan & Advance made to promoters, directors, KMPs and other related parties (Para a(ii)(XIII)(Y)(iii))-** The Company has not provided any loans and advance to the parties covered under this clause

**C.Intangible Assets under development (Para a(ii)(XIII)(Y)(v))**-There are no intangible assets under development

**D. Willful Defaulter (Para a(ii)(XIII)(Y)(viii))**- The company has not been declared as wilful defaulter by any bank or financial institutions or other lenders."

**"E.Registration of charges and satisfaction with Registrar of Companies (Para a(ii)(XIII)(Y)(x))**-There are no charges or satisfaction of charges which are yet to be registered with Registrar of Companies beyond the statutory period.

**F. Compliance with number of layers of companies (Para a(ii)(XIII)(Y)(xi))** - The company has not made violation of requirements related to number of layers of companies as prescribed under clause 87 of Section 2 read with Commpanies (Restriction of number of Layeers) Rules 2017.

**G. Utilization of Borrowed funds and share premium (Para a(ii)(XIII)(Y)(xiv))** - No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons(s) or entity(ies), including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party



identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party(s) (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

**H. Undisclosed Income (Para a(iii)(ix))**- Company has not surrendered or disclosed any transaction which was not recorded in the books of accounts as income during the year in the tax assessment under the Income Tax Act.

**I.Details of Crypto Currency or Virtual Currency (Para a(iii)(xi))**- The company has not traded or invested in Crypto Currency or Virtual Currency during the financial year."

**"Note : 45** The Company has Closed its Bangalore Unit w.e.f, 31st Oct 2020 and Workmen Compensation Expenses of Rs 1.45 Crores related to this unit has been provided in the books of Accounts as estimated by the management but still the matter is pending with office of Assistant Labour Commissioner and order of the same is yet to be passed."

**Note : 46** Gaze Fashiontrade Limited has applied for merger of its wholly owned subsidiaries Radhika Vyapaar Private Limited, Biswas Solar Instrument Private Limited and Blood Hound Security Private Limited with itself under section 233 of Companies Act 2013 on 12.03.2020 and approval from Regional Director, South Eastern Region, Hyderabad has been received for Amalgamation, w.e.f. 01.04.2020 vide order dated 07-01-2021. Later on, INC-28 approved by MCA dated 29.11.2021 regarding registration of order of Regional Director. Amalgamated results of Gaze Fashiontrade Limited Audited by another Auditor has been considered for the purpose of Consolidation.

**Note : 47** The previous year's figures have been regrouped, rearranged and reclassified to conform to current year Ind-AS presentation requirements.

**Note : 48** The company has Incorporated US Based Wholly Owned Subsidiary Company named as "TAANJ QUARTZ INC." in Financial Year 2020-2021 and company has subscribed its capital in the current Year. The Unaudited results of the same has been Consolidated by the Management in preparing this Consolidated Financial Statements.

**Note : 49** The Consolidated Financial Statements present the Consolidated Accounts of Pacific Industries Limited with its following Subsidiaries and step down subsidiaries:

Name of the Subsidiary	Reporting Currency	Share Capital	Reserve & Surplus	Total Assets	Investments	Turnover	Profit/ Loss Before Taxation	Provision for Taxation	Profit/ Loss after Taxation	Proposed Dividend	% of Share Holding
Direct (Subsidiary)											
Gist Minerals Technologies Limited	INR	10.00	9,366.16	9,597.20	2,236.83	232.76	430.86	89.44	341.43	-	100
Gaze Fashion Trade Limited	INR	10.00	16,715.21	17,167.95	6,918.75	382.39	410.05	98.24	311.80	-	100
Taanj Quartz INC	INR	7.53	12.93	220.05	-	779.26	15.58	2.48	13.10	-	100

**Note : 50** Statement containing salient features of the financial statements of subsidiaries :

"Name of the entity in the Group"	Net Assets i.e. Total assets minus Total liabilities		Share in Profit or Loss		Share in Other Comprehensive income		Share in Total Comprehensive Income	
	"As % of Consolidated Net Assets"	Amount	"As % of consolidated profit or Loss"	Amount	"As % of consolidated Other Comprehensive Income"	Amount	As % of Total Comprehensive Income	Amount
Holding company:								
Pacific Industries Limited	29.29%	10,819.46	58.63%	944.49	100.21%	50.33	59.78%	990.43
Subsidiaries (Indian):								
Gist Minerals Technologies Limited	25.38%	9,376.16	21.20%	341.43	0.27%	0.14	20.61%	341.43
Gaze Fashion Trade Limited	45.28%	16,725.21	19.36%	311.80	-0.49%	(0.24)	18.82%	311.80
Taanj Quartz INC	0.06%	20.47	0.81%	13.10	-	-	0.79%	13.10

**Note 51. Relationship with Struck off Companies**

S No	Name of struck off Company	Nature of transactions with struck-off Company	No. of shares of Pacific Industries Limited held by the companies	Relationship with the Struck off company, if any, to be disclosed
1	Arusheeta Investments & Marketing Pvt Ltd	Shares held by struck off company	20	NA
2	Anushree Commerce Pvt Ltd	Shares held by struck off company	2,150	
3	Akanksha Deep Holding Pvt Ltd	Shares held by struck off company	44	
4	Pink City Imdex Pvt Ltd	Shares held by struck off company	8	
5	R.M. Mehta Exports Pvt. Ltd.	Shares held by struck off company	4	
6	Pnb Capital Services Ltd.	Shares held by struck off company	20	
7	Prudential Capital Markets Ltd.	Shares held by struck off company	200	
8	Lloyds Brokerage Limited	Shares held by struck off company	2,270	
9	Rajdarshan Consultants & Executors Pvt Ltd	Shares held by struck off company	20	
10	Gem Stocks Private Limited	Shares held by struck off company	10	
11	Crownest Vinimay Pvt Ltd	Shares held by struck off company	200	
12	Icp Securities Ltd	Shares held by struck off company	10	
13	Anubhav Holdings (P) Ltd.	Shares held by struck off company	10	
14	Hariom Finance Private Ltd	Shares held by struck off company	10	
15	Lee-Sa Finance And Investments Pvt Ltd	Shares held by struck off company	20	
16	M/S.Skan Packaging And Investment Pvt Ltd	Shares held by struck off company	50	

**Note 52 Corporate Social Responsibility**

As per Section 135 of the Companies Act, 2013 read with guidelines issued by Department of Public Enterprises, GOI, the Company is required to spend, in every financial year, at least two per cent of the average net profits of the Company made during the three immediately preceding financial years in accordance with its CSR Policy. The details of CSR expenses for the year are as under:

(₹ in lakhs)

Particulars	Year ended Mar 31, 2022	Year ended Mar 31, 2021
A. Amount required to be spent during the year	8.73	-
B. Amount spent during the year on:		
a) Construction/Acquisition of any asset	-	-
b) On purposes other than (a) above	9.11	-
C. Shortfall for the year, in any in Amount required to be spent net of Amount spent	-	-
D. Provision made for shortfall during the year	-	-
E. Total of Previous Year Shortfalls	-	-
F. Total Provision for Unspent CSR	-	-

Reason for Shortfall : Company has identified an ongoing project in meeting held among members of its CSR Committee. Company has transfer the remaining sum as per the Section 135 of Companies Act, 2013 and provisions thereof, on within 30 days of end of Financial Year i.e. Apr 30, 2022.

Nature of CSR Activities	FY 2021-22	FY 2020-21
Promoting gender equality, empowering women, setting up homes and hostels for women and orphans; setting up old age homes, day care centres and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backward groups	-	-
Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly and the differently abled and livelihood enhancement projects	-	-
Ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agroforestry, conservation of natural resources and maintaining quality of soil, air and water including contribution to the Clean Ganga Fund set-up by the Central Government for rejuvenation of river Ganga	-	-
Eradicating hunger, poverty and malnutrition, promoting health care including preventive health care and sanitation including contribution to the Swach Bharat Kosh set-up by the Central Government for the promotion of sanitation and making available safe drinking water	9.11	-
Others	-	-
<b>Total</b>	<b>9.11</b>	<b>-</b>

**Note 53. Following are the Analytical ratios for the Year Ended March 31 2022 and March 31 2021**

S.No.	Particulars	Numerator	Denominator	31-Mar-22	31-Mar-21	Variance	Reasons
1	Current Ratio (in times)	Total current Assets	Total current liabilities	2.15	2.44	0.12 Times	
2	Debt Equity Ratio (in times)	“Long term borrowings +short term borrowings”	Total equity	0.20	0.14	0.40 Times	Borrowings increased by 40%
3	Debt Service Coverage Ratio (in times)	Earnings before debt service = Net profit after taxes + non cash operating expenses + Interest + Other non cash adjustments	Debt service = Interest + principle repayments	2.76	2.11	0.30 Times	Earnings before debt service increased by 39%
4	Return On Equity Ratio (in %)	Profit for the year	Average total equity	0.04	0.03	47.16%	Profit increased by 52%
5	Inventory Turnover Ratio (in times)	Revenue from operations	Average total inventory	4.01	2.90	0.38 Times	Revenue from operations increased by 59 percent
6	Trade Receivables Turnover Ratio (in times)	Revenue from operations	Average trade receivables	6.71	4.43	0.51 Times	Revenue from operations increased by 59 percent
7	Trade Payable Turnover Ratio(in times)	Purchases	Average trade payables	3.86	2.86	0.35 Times	Purchase Increased by 64%
8	Net Capital Turnover Ratio(in times)	Revenue from operations	Working Capital	2.12	1.42	0.49 Times	Revenue from operations increased by 59 percent
9	Net Profit Ratio (in %)	Profit for the year	Revenue from operations	5.61	5.84	-3.91%	Profit increased by 52%
10	Return On Capital Employed (Roce) (in %)	Earning before tax and finance cost	Capital employed = Net worth + Deferred tax liabilities	6.78	5.07	33.75%	Profit increased by 52%
11	Return On Investment(in %)	Inome generated from invested funds	Average investmens	0.00	0.02	-83.93%	

As per our Report of even date

**For and on behalf of Board of Directors**  
**Pacific Industries Limited**
**For Ravi Sharma & Co.**  
Chartered Accountants  
(FRN 015143C)

**(J.P. Agarwal)**  
(Chairman & Managing Director)  
DIN:00386183

**(Kapil Agarwal)**  
(Executive Director & CFO)  
DIN:00386298

**(Paras Bhatia)**  
Partner  
M.No. 418196  
**Date: 28.05.2022**  
**Place: Udaipur**
**(Sachin Shah)**  
(Company Secretary)  
(PAN : CFLPS2451B)

**PACIFIC INDUSTRIES LIMITED**
**Registered Office :** Survey No. 13, N.h. 48, Kempalinganahalli Village,

Nelamangala Taluk, Bangalore-Karnataka 562123

**Tel No. :** +91-8027723004 ; Fax : +91-8027723005

**Corporate Office:** Village Bedla, P.O. Box 119, Udaipur-313001,

**Tel No.** +91-294-2440196, 2440388 ; Fax : +91-294-2440780

**Email :** pacificinvestor@rediffmail.com ; Website : [www.pacificindustriesltd.com](http://www.pacificindustriesltd.com)
**CIN :** L14101KA1989PLC062041

**E-COMMUNICATION REGISTRATION FROM**

Folio No. (For Physical Shares) : -----

Name of 1st Registered Holder : -----

Name(s) of Joint holder(s) : -----

Registered Address : -----

E-Mail ID (to be registered) : -----

Phone No./ Mobile no. : -----

I/We, Shareholder(s) of Pacific Industries Limited agrees to receive communication from the company in electronic mode. Please register my/Our above e-mail in your records for sending communication through e-mail.

Signature of Shareholder(s) 1. \_\_\_\_\_ 2. \_\_\_\_\_ 3. \_\_\_\_\_

(as appearing in the Company's records)

Date:

Notes:

1. Shareholder(s) is/are requested to keep the Company informed as and when there is any change in the e-mail address.
2. In case, shares are held in electronic form, kindly register your email particulars with your Depository Participant.

**Form No. SH-13-Nomination Form**

**[Pursuant to section 72 of the Companies Act, 2013 and rule 19(1) of the Companies  
(Share Capital and Debentures) Rules 2014]**

**For Attention of Individual shareholders holding Equity shares in Physical Form**

Name of the Company: Pacific Industries Limited

Registered office of the Company: Survey No. 13, N.h. 48, Kempalinganahalli Village, Nelamangala Taluk,  
Bangalore-Karnataka 562123

Corporate office: Village Bedla, Udaipur-313001 Rajasthan

I/We \_\_\_\_\_ the holder(s) of the securities particulars of which are given hereunder wish to make nomination and do hereby nominate the following persons in whom shall vest, all the rights in respect of such securities in the event of my/our death.

**1) Particulars of the Equity Shares** (in respect of which nomination is being made)

Folio No.	No. of securities	Certificate No.	Distinctive No.

**2) Particulars of Nominee/s**

Name:		Date of Birth:
Father's/Mother's/Spouse's name:		Occupation:
Nationality:	E-mail id:	Relationship with the security holder:
	Phone No :	
Address:		

**3) In case Nominee is a Minor**

Date of birth:	Date of attaining majority	Name of guardian:
Address of guardian:		
Name and Address		
Name of the Security Holder(s)	1.	2.
Signature of the Security Holder(s)		
Name of witness	Address of witness	Signature of Witness with date
1.		
2.		



**Corporate Office -**

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