

# SMVD POLY PACK LIMITED

16 STRAND ROAD, DIAMOND HERITAGE,  
8<sup>TH</sup> FLOOR, SUITE NO. 804B  
KOLKATA – 700001 INDIA  
PHONE: 9133 22350460, 22354254, Cell: 91 9330866856  
Email: smvd513@gmail.com  
Website: www.smvdpolypack.com  
CIN No. L25200WB2010PLC141483

**Date: 02.09.2022**

**Ref: SMVD/SE/2021-22/22**

**To,  
The Secretary,  
The National Stock Exchange of India Ltd.  
Exchange Plaza, 5<sup>th</sup> Floor, Plot No. C/1,  
G Block, Bandra Kurla Complex,  
Bandra (E ), Mumbai.**

**Ref: Symbol – SMVD, Script – SMVD Poly Pack Limited**

Dear Sir,

## **Reg : Submission of Annual Report**

As per the requirements of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and amendments thereto we are submitting Annual Report of the Company for the year ended on 31<sup>st</sup> March, 2022.

Kindly note that the dispatch of Annual report to shareholders will also be commenced by today.

Please acknowledge the receipt.

Thanking You,

**Yours faithfully,  
For SMVD Poly Pack Ltd.**

Shikha Agarwal  
Company Secretary

**Encl: As above**

# **SMVD POLYPACK LTD.**

## **13<sup>TH</sup> ANNUAL REPORT**

**2021 – 2022**

**CORPORATE INFORMATION**

Board of Directors	Mr. Pramod Kumar Agarwal – Chairman & MD Mrs. Sangita Agarwal – Director Mr. Pawan Kumar Agarwal – Director Mr. Varun Roongta – Independent Director Ms. Sumit Agarwal – Independent Director Ms. Bharti Ranga – Independent Director
Chief Financial Officer	Mr. Nirmal Parakh
Company Secretary & Compliance officer	Mrs. Shikha Agarwal
Statutory Auditor	M/s. D.K. Parmanandka & Co. Chartered Accountants
Banker's	Standard Chartered Bank Commercial Banking 19, N S Road Branch, Kolkata – 700 001. Tel No.: 033-39120246 Website: <a href="https://www.sc.com/in/">https://www.sc.com/in/</a>
Registrar & Transfer Agent (RTA)	Skyline Financial Services Pvt. Ltd. D – 153A, 1 <sup>st</sup> Floor, Okhla Industrial Area, Phase – I, New Delhi – 110020. e-mail – <a href="mailto:info@skylinerta.com">info@skylinerta.com</a>
Works	Village – Srirampur, P.O. Mullickpur, P.S. Baruipur, Dist – 24 Parganas(S), Kolkata – 700 145.
Registered Office of the Company	16, Strand Road, Diamond Heritage, 8 <sup>th</sup> Floor, Suite No.- 804B, Kolkata – 700 001.
CIN	L25200WB2010PLC141483
E-mail	<a href="mailto:smvd513@gmail.com">smvd513@gmail.com</a>
Website	<a href="http://www.smvdpolypack.com">www.smvdpolypack.com</a>

SMVD POLYPACK LIMITED  
CIN:L25200WB2010PLC141483

Registered Office: 16, STRAND ROAD, DIAMOND HERITAGE, 8<sup>TH</sup> FLOOR, SUITE  
NO – 804B, KOLKATA-700001.

Phone No.- 033-22354254, E-mail – [smvd513@gmail.com](mailto:smvd513@gmail.com),  
Website: [www.smvdpolypack.com](http://www.smvdpolypack.com)

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## Notice

Notice is hereby given that the 13<sup>th</sup> Annual General Meeting of the company will be held on Friday, 30<sup>th</sup> September, 2022 at 10.00 am through Video Conferencing (VC) /Other Audio Visual Means (OAVM) to transact the following businesses:

### **ORDINARY BUSINESS:**

1. To receive, consider and adopt the Audited Financial Statements of the Company including Consolidated Financial Statements including Audited Balance Sheet as at 31st March, 2022, Audited Profit & Loss Account and the Cash Flow statement for the year ended on that date together with Report of Directors' and Auditors' thereon.
2. To appoint a director in place of Mrs. Sangita Agarwal (DIN: 02860390), who retires by rotation and being eligible, offers herself for re-appointment.

### **SPECIAL BUSINESS:**

#### **3. REGULARISATION OF ADDITIONAL DIRECTOR, MR. SUMIT AGARWAL.**

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

**“RESOLVED THAT** pursuant to Section 149, 152, 160, 161, & 197(5) read with Schedule IV and other applicable provisions, if any, of the Companies Act, 2013 “(the Act)” and the companies (Appointment and Qualification of Directors) Rules, 2014 and the other applicable Rules made there-under(including any statutory modification(s) or re-enactment thereof for the time being in force), Mr. Sumit Agarwal (Din 09393601) be and is hereby appointed as an Independent Director of the Company to hold office for a term of 5(five) consecutive years upto November 12, 2026 and shall not be liable to retire by rotation.

**FURTHER RESOLVED THAT** the Board of Directors of the Company be and is hereby authorised to do all acts, deeds and things and take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

#### **4. RE-APPOINTMENT OF MR.PRAMOD KUMAR AGARWAL AS CHAIRMAN & MANAGING DIRECTOR.**

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

**“RESOLVED THAT** upon recommendation of the Board of Directors & Nomination & Remuneration Committee of the Company and in accordance with the provisions of Sections 196,

197, 203 and any other applicable provisions of the Companies Act, 2013 and the rules made there under (including any statutory modification or re-enactment thereof for the time being in force) read with schedule V to the Companies Act, 2013 and subject to such consent(s), approval(s) and permission(s) as may be required in this regard from any authority, consent of the Members of the Company, be and is hereby accorded to the appointment of Mr. Pramod Kumar Agarwal (DIN: 00324999) as Chairman and Managing Director of the Company, not liable for retire by rotations, for a period of 5 (Five) years with effect from September 08, 2022 ( at such remuneration & terms and conditions as set out in the explanatory statement), with liberty to the Board of Directors and/or NR Committee to alter and vary the terms and conditions of the said appointment and / or remuneration as it may deem fit and as may be acceptable to Mr. Pramod Kumar Agarwal subject to the same not exceeding the limits specified under Schedule V to the Companies Act, 2013 or any statutory modification(s) or re-enactment thereof.

**RESOLVED FURTHER THAT** the Board be and is hereby authorized to take such steps as may be necessary for obtaining necessary approvals - statutory, contractual or otherwise, in relation to the above and to settle all matters arising out of and incidental thereto and to digitally file the required forms, if any under their Digital Signature with the Registrar of Companies , West Bengal and to do all other necessary compliances as per applicable acts, regulations etc. and to sign and execute deeds, applications, documents and writings that may be required, on behalf of the Company and generally to do all such other acts, deeds, matters and things as may be necessary, proper, expedient or incidental for giving effect to this Resolution.”

#### **5. RE-APPOINTMENT OF MR. VARUN ROONGTA AS INDEPENDENT DIRECTOR**

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

**“RESOLVED THAT** pursuant to Section 149, 152, 160 & 197(5) read with Schedule IV and other applicable provisions, if any, of the Companies Act, 2013 “(the Act)” and the companies (Appointment and Qualification of Directors) Rules, 2014 and any other Rules made there-under(including any statutory modification(s) or re-enactment thereof for the time being in force), Mr. Varun Roongta (Din 07931849) be and is hereby appointed as an Independent Director of the Company to hold office for another term of 5(five) consecutive years w.e.f. 8<sup>th</sup> September, 2022 upto 7<sup>th</sup> September, 2027 and shall not be liable to retire by rotation.

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

#### **6. TO CONSIDER AND APPROVE ISSUANCE OF BONUS SHARES**

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

**"RESOLVED THAT** pursuant to the provisions of Section 63 and other applicable provisions of the Companies Act, 2013 and the rules made there under, the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 and other applicable provisions of regulations and guidelines issued by the Securities and Exchange Board of India (SEBI) and Reserve Bank of India (RBI) from time to time, the provisions of the Articles of Association of the Company, and pursuant to the recommendation of the Board of Directors of the

Company (hereinafter referred to as "the Board", which expression shall be deemed to include a Committee of Directors or officer(s) of the Company duly authorized in this behalf), and subject to such approvals as may be required in this regard, approval of the Members be and is hereby accorded to the Board for capitalization of Rs. 5,06,47,080/- (Five Crores six lakhs fourty seven thousand and eighty Rupees only) out of the free reserves created out of profits and the securities premium account of the Company for the purpose of issuance of 50,64,708 (Fifty lakhs sixty four thousand seven hundred and eight) shares as bonus to the shareholders of the Company, whose names appear in the Register of Members maintained by the Company/List of Beneficial Owners of the Depositories as on the record date to be determined by the Board in proportion of 102:100 i.e. 102 (One hundred and two) equity shares of nominal value Rs.10/- (Rupees Ten Only) each for every 100 (hundred) equity share of nominal value of Rs.10/- (Rupees Ten Only) each.

**RESOLVED FURTHER THAT** the Bonus shares so distributed shall, for all purposes, be treated as an increase in the nominal amount in the Capital of the Company held by each such member, and not as income or distribution in lieu of dividend.

**RESOLVED FURTHER THAT** no letter of allotment shall be issued to the allottees of the bonus equity shares and that in the case of members who hold the equity shares in dematerialized form as on the record date, the bonus shares shall be credited to the respective beneficiary accounts of the members with their respective depository participants and in the case of members who hold equity shares in physical form as on the record date, the share certificates in respect of the bonus shares shall be dispatched, within the prescribed period.

**RESOLVED FURTHER THAT** the New Equity Shares of Rs. 10/- each to be allotted as Bonus Shares shall be subject to the terms and conditions contained in the Memorandum and Articles of Association of the Company and shall rank pari passu in all respects with the fully paid up equity shares of the Company as existing on the record date as may be fixed in this regard by the Board.

**RESOLVED FURTHER THAT** the issue and allotment of the bonus equity shares to the extent they relate to Non-Resident Indians (NRIs), Overseas Citizen of India, Foreign Nationals, Overseas Corporate Bodies (OCBs), Foreign Portfolio Investors (FPIs) and other foreign investors of the Company will be subject to the applicable regulations under the Foreign Exchange Management Act, 1999, RBI, if any or any other applicable laws for the time being in force.

**RESOLVED FURTHER THAT** in case of fractional shares, if any, arising out of the issue and allotment of the bonus equity shares, the Board be and is hereby authorized to make suitable arrangements to deal with such fractions for the benefit of the eligible Members and the decision of the Board will be final.

**RESOLVED FURTHER THAT** for the purposes of giving effect to the bonus issue of equity shares as resolved herein before, the issuance of equity shares or securities representing the same, the Board and other designated officers of the Company be and are hereby authorized on behalf of the Company to do all such acts, deeds, matters and things as it may at its discretion deem necessary or desirable for such purpose, including without limitation to file any documents with the Securities and Exchange Board of India, Stock Exchange(s) where the shares of the Company are listed, Depositories, Ministry of Corporate Affairs and/ or concerned authorities, applying and seeking necessary listing approvals from the Stock Exchange(s), and to settle any question, difficulty or doubt that may arise in regard thereto.

**RESOLVED FURTHER THAT** the Board be and is hereby authorized to do all such acts, deeds, matters and things as may be necessary, expedient or desirable for the purpose of giving effect to

the aforesaid resolutions and determine all other terms and conditions of the issue of bonus equity shares as the Board may in its absolute discretion deem fit.”

**7. APPROVAL FOR MATERIAL RELATED PARTY TRANSACTION**

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

“**RESOLVED THAT** pursuant to the provisions of Section 188 of the Companies Act, 2013 read with Rule 15 of the Companies (Meetings of Board and its powers) Rules 2014, Regulation 23(4) of SEBI (LODR) Regulations, 2015, the Companies Policy on Related Party Transactions and any other applicable provisions including any amendments thereto for the time being in force, consent of the members be and is hereby accorded to the Board of Directors of the Company to enter into contract(s)/agreement(s)/transaction(s) with Aashakiran Commodeal Pvt. Ltd., a company in which (Mr. Pramod Kumar Agarwal & Mrs. Sangita Agarwal) Directors of the Company are interested in the Capacity of Directors of the said other Company, a related party within the meaning of Section 2(76) of the Companies Act, 2013 for the additional guarantee of Loan availed by the Company on such terms and conditions as the Board of Directors may deem fit upto the maximum and aggregate value of loan outstanding with banks during 2022-23 i.e. upto Rs. 34.00 crs till the time either when the loan is repaid in full by the Company or there is any change in the terms & conditions of contracts/agreements of borrowings with banks provided that the said contract(s)/agreement(s)/transaction(s) so carried out shall be in the ordinary course of business of the Company.

**RESOLVED FURTHER THAT** for the purpose of giving effect to this resolution, the Board of Directors of the Company (hereinafter referred to as “the Board”, which term shall be deemed to include any committee thereof) be and are hereby severally authorized to execute the agreement for availing such assistance from the said related party and to do all necessary acts, deed and things in order to comply with all the legal and procedural formalities and to do all such acts, deeds or things incidental or expedient thereto and as the Board may think fit and suitable.”

Registered Office  
16, Strand Road,  
Diamond Heritage,  
8<sup>th</sup> Floor, Suite No. – 804B,  
Kolkata 700 001.  
August 22, 2022

For and on behalf of the Board

Sd/-  
Shikha Agarwal  
Company Secretary

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**NOTES:**

1. Explanatory Statement pursuant to Section 102 (1) of the Companies Act, 2013(‘the Act’), with respect to the Special Business to be transacted at the Annual General Meeting (‘AGM’) is annexed hereto.
2. In view of the massive outbreak of the COVID-19 pandemic, social distancing is a norm to be followed and pursuant to the Circular No. 14/2020 dated April 08, 2020, Circular

No.17/2020 dated April 13, 2020 issued by the Ministry of Corporate Affairs followed by Circular No. 20/2020 dated May 05, 2020 and Circular No. 02/2021 dated January 13, 2021 and Circular No. 02/2022 dated May 05, 2022 and all other relevant circulars issued from time to time, physical attendance of the Members to the AGM venue is not required and general meeting be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.

3. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this EGM/AGM. However, the Body Corporates are entitled to appoint authorised representatives to attend the EGM/AGM through VC/OAVM and participate there at and cast their votes through e-voting.
4. The Members can join the EGM/AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the EGM/AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the EGM/AGM without restriction on account of first come first served basis.
5. The attendance of the Members attending the EGM/AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
6. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020, May 05, 2020 and May 05, 2022 the Company is providing facility of remote e-Voting to its Members in respect of the business to be transacted at the EGM/AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-Voting system as well as venue voting on the date of the EGM/AGM will be provided by NSDL.
7. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at [www.smvdpolypack.com](http://www.smvdpolypack.com). The Notice can also be accessed from the websites of the Stock Exchange i.e. National Stock Exchange of India Limited at [www.nseindia.com](http://www.nseindia.com) and the AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
8. EGM/AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 08, 2020 and MCA Circular No. 17/2020 dated April 13, 2020, MCA Circular No. 20/2020 May 05, 2020, MCA Circular No. 2/2021 dated January 13, 2021 and MCA Circular No. 2/2022 dated May 05, 2022.



9. The Register of Members and Share Transfer Books of the Company will be closed from 24.09.2022 to 30.09.2022 (both days inclusive).
10. Members holding shares in physical form are requested to intimate, indicating their respective folio number, the change of their addresses, the change of Bank Accounts etc. to M/s. Skyline Financial Services Pvt. Ltd. D-153A, 1<sup>st</sup> Floor, Okhla Industrial Area, Phase – I, New Delhi – 110 020, e-mail – [info@skylinerta.com](mailto:info@skylinerta.com), the Registrar and Share Transfer Agents of the Company, while members holding shares in electronic form may write to their respective Depository Participant for immediate updation.
11. Members holding shares in physical form are advised to file nominations in respect of their shareholding in the Company, if not already registered and to submit the same to Registrar and Share Transfer Agent.
12. In compliance with the MCA Circulars and SEBI Circular dated May 12, 2020, Notice of the AGM along with the Annual Report 2021-22 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/ Depositories. Members may note that the Notice and Annual Report for 2021-22 will also be available on the Company's website [www.smvdpolypack.com](http://www.smvdpolypack.com), website of the Stock Exchange, i.e. NSE and also on the website of NSDL at [www.evoting.nsdl.com](http://www.evoting.nsdl.com). All the shareholders holding shares in physical form who have not registered their e-mail addresses so far are requested to register their e-mail address for receiving all communication including Annual Report, Notices, etc. from the Company, electronically.
13. The Securities and Exchange Board of India (SEBI) has mandated the submission of the Permanent Account Number (PAN) by every participant in the securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their respective Depository Participant(s) and Members holding shares in physical form are requested to submit their PAN details to the Company/R&TA.
14. All Documents referred to in the accompanying Notice are open for inspection in electronic mode and the members seeking to inspect the same can do so by sending an email to [cs@smvdpolypack.com](mailto:cs@smvdpolypack.com).
15. Additional Information, pursuant to Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, in respect of the Director seeking re-appointment at the AGM, is furnished as annexure to the Notice. Requisite declarations have been received from the Director for seeking re-appointment.
16. Members will be allowed to attend the AGM through VC / OAVM on first come, first served basis. Facility to join the meeting shall be opened fifteen minutes before the scheduled time of the AGM and shall be kept open throughout the proceedings of the AGM. Since the AGM will be held through VC/OAVM Facility, the Route Map is not annexed in this Notice.
17. Voting Through Electronic Means:-
  - (I) The instructions for shareholders remote e-voting are as under:-

The voting period begins on September 27, 2022 at 9.00 A.M. and ends on September 29, 2022 at 5.00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record

date (cut-off date) i.e. 23<sup>rd</sup> September, 2022, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being 23<sup>rd</sup> September, 2022.

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

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





**Step 1: Access to NSDL e-Voting system**

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

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

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

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	<ol style="list-style-type: none"> <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</li> </ol>

	<p>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.</p> <p>4. Shareholders/Members can also download NSDL Mobile App “<b>NSDL Speede</b>” facility by scanning the QR code mentioned below for seamless voting experience.</p> <p><b>NSDL Mobile App is available on</b></p> <div style="display: flex; justify-content: space-around; align-items: center;"> <div style="text-align: center;">  </div> <div style="text-align: center;">  </div> </div> <div style="display: flex; justify-content: space-around; align-items: center; margin-top: 10px;">   </div>
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.
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**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***

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

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

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

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

- b) **Physical User Reset Password?** (If you are holding shares in physical mode) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
  - c) If you are still unable to get the password by aforesaid two options, you can send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
  - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
- 7. After entering your password, tick on Agree to “Terms and Conditions” by selecting on the check box.
  - 8. Now, you will have to click on “Login” button.
  - 9. After you click on the “Login” button, Home page of e-Voting will open.

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

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

- 1. After successful login at Step 1, you will be able to see all the companies “EVEN” in which you are holding shares and whose voting cycle and General Meeting is in active status.
- 2. Select “EVEN” of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on “VC/OAVM” link placed under “Join 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 [robinbarzattia@gmail.com](mailto:robinbarzattia@gmail.com) with a copy marked to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in). Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) can also upload their Board Resolution / Power of Attorney / Authority Letter etc. by

clicking on "Upload Board Resolution / Authority Letter" displayed under "e-Voting" tab in their login.

2. Any person holding shares in physical form and non-individual shareholders, who acquires shares of the Company and becomes member of the Company after the notice is send through e-mail and holding shares as of the cut-off date i.e. 23<sup>rd</sup> September, 2022, may obtain the login ID and password by sending a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) or Issuer/RTA. However, if you are already registered with NSDL for remote e-voting, then you can use your existing user ID and password for casting your vote. If you forgot your password, you can reset your password by using "Forgot User Details/Password" or "Physical User Reset Password" option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on toll free no. 1800 1020 990 and 1800 22 44 30 . In case of Individual Shareholders holding securities in demat mode who acquires shares of the Company and becomes a Member of the Company after sending of the Notice and holding shares as of the cut-off date i.e. 23<sup>rd</sup> September, 2022 may follow steps mentioned in the Notice of the AGM under Step 1 : "Access to NSDL e-Voting system"(Above).
3. 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.
4. 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 Ms. Pallavi Mhatre, Senior Manager 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 [cs@smvdpolypack.com](mailto:cs@smvdpolypack.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 ([cs@smvdpolypack.com](mailto:cs@smvdpolypack.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.



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

**(III) INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE EGM/AGM THROUGH VC/OAVM ARE AS UNDER:**

1. Member will be provided with a facility to attend the EGM/AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for **Access to NSDL e-Voting system**. After successful login, you can see link of “VC/OAVM link” placed under “**Join Meeting**” menu against company name. You are requested to click on VC/OAVM link placed under Join 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/ask questions during the meeting will have to register themselves as a speaker and send their request mentioning their name, demat account number/folio number, email id, mobile number at (cs@smvdpolypack.com) latest by 5.00 p.m. (IST) on Monday, 26<sup>th</sup> day of September, 2022.
6. 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 at (cs@smvdpolypack.com) latest by 5.00 p.m. (IST) on Monday, 26<sup>th</sup> day of September, 2022. The same will be replied by the company suitably.
7. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.



8. When a pre-registered speaker is invited to speak at the meeting but he / she does not respond, the next speaker will be invited to speak. Accordingly, all speakers are requested to get connected to a device with a video/ camera along with good internet speed.
  9. The Company reserves the right to restrict the number of questions and number of speakers, as appropriate, for smooth conduct of the AGM.
  10. Members who need assistance before or during the AGM, can contact Ms. Pallavi Mhatre, Senior Manager, NSDL at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) or call 1800 1020 990 / 1800 22 44 30.
- (IV) The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of 23.09.2022. A person who is not a member as on cut-off date should treat this notice for information purpose only.
- (V) The notice of Annual General Meeting will be sent to the members, whose names appear in the register of members /depositories as at closing hours of business, on 26<sup>th</sup> August, 2022.
- (VI) Investors who became members of the Company subsequent to the dispatch of the Notice / Email and holds the shares as on the cut-off date i.e. 23<sup>rd</sup> September, 2022 are requested to send the duly signed written / email communication to the Company at **[cs@smvdpolypack.com](mailto:cs@smvdpolypack.com)** and to the RTA at **[info@skylinerta.com](mailto:info@skylinerta.com)** by mentioning their Folio No. / DP ID and Client ID to obtain the Login-ID and Password for e-voting.
- (VII) The shareholders shall have one vote per equity share held by them as on the cut-off date of 23<sup>rd</sup> September, 2022. The facility of e-voting would be provided once for every folio / client id, irrespective of the number of joint holders.
- (VIII) The facility for e-voting shall also be made available during the meeting and members attending the meeting who have not casted their vote by remote e-voting earlier shall be able to exercise their right during the continuity of the meeting.
- (IX) Mr. Robin Jain, Company Secretary (Membership No 32446) has been appointed as the Scrutinizer to scrutinize the voting and remote e-voting process in a fair and transparent manner.
- (X) The Scrutinizer shall after the conclusion of the Annual General Meeting, will unblock the votes and shall make, not later than 48 (forty eight) hours from conclusion of the AGM, a consolidated scrutinizer's report of the total votes cast in favor or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.
- (XI) The results declared along with the report of the Scrutinizer shall be placed on the website of the Company [www.smvdpolypack.com](http://www.smvdpolypack.com) and on the website of NSDL ([www.evoting.nsdl.com](http://www.evoting.nsdl.com)) immediately after the declaration of result by the Chairman or a person authorized by him in writing. The results shall also be immediately forwarded to the stock-exchange viz.NSE.

**Statement pursuant to Section 102(1) of the Companies Act, 2013**

**Item No 3**

The Board, at its meeting held on 13<sup>th</sup> November, 2021 had appointed Mr. Sumit Agarwal as an Additional Director (designated as Independent Director) of the Company with immediate effect, pursuant to provisions of Section 149, 152, 160 and 161 of the Companies Act, 2013 and the Articles of Association of the Company. As per provisions of the Act, he would hold office of Directors up to the date of the ensuing Annual General Meeting (AGM) unless appointed as a Director of the Company by the Shareholders. The Company has received a notice in writing under the provisions of Section 160 of the Companies Act, 2013, from a member, proposing the candidature of Mr. Sumit Agarwal for the office of an Independent Director, to be appointed under the provisions of Section 149 of the Companies Act, 2013.

In accordance with the confirmation made by the Director, he is not debarred from holding of office as Director pursuant to any SEBI Order.

In the opinion of the Board, Ms. Sumit Agarwal fulfils the conditions specified in the Companies Act, 2013 and rules made thereunder for his appointment as an Independent Director and he is independent of the management.

A brief profile of Mr. Sumit Agarwal including nature of his expertise and shareholding in the Company are annexed to the notice. Accordingly, pursuant to Section 149 and other applicable provisions of the Companies Act, 2013 and the Rules made there under, the Board recommends the resolution in relation to appointment of Mr. Sumit Agarwal as an Independent Director upto 12<sup>th</sup> November, 2026, for approval by the shareholders of the Company. Further, he shall not be liable to retire by rotation. Copy of the draft letter of appointment of Mr. Sumit Agarwal as an Independent Director setting out the terms and conditions is available for inspection by members during working hours at the Registered Office of the Company. Except Mr. Sumit Agarwal, no other director, key managerial personnel or their relatives, are in any way, financially or otherwise interested or concerned in the resolution. The Board recommends the Ordinary Resolution set forth in Item no. 3 of the Notice, for the approval by the shareholders of the Company.

**Item No 4**

The Company had appointed Mr. Pramod Kumar Agarwal as CMD of the Company for a period of five years from 8th September, 2017, and the Members had subsequently approved the said appointment and terms of his remuneration.

His current term of appointment as the Chairman & Managing Director of the Company will expire 7<sup>th</sup> September, 2022. Mr. Agarwal, aged about 51 years is having over 25 years of industry experience in this field and Considering his knowledge of various aspects relating to the Company's affairs and extensive business experience, the Board of Directors is of the opinion that for smooth and efficient running of the business, the services of Mr. Agarwal should be available to the Company for a further period of 5 (Five) years with effect from 8th September, 2022.

In terms of the provisions of the Act and the Articles of Association of the Company and subject to approval of the shareholders of the Company in General Meeting, the Nomination and Remuneration Committee of the Board and the Board of Directors have, at their meetings held on 22<sup>nd</sup> August, 2022 re-appointed him as CMD of the Company for a further period of 5 (Five) years with effect from 8th September, 2022.

The main terms and conditions for the re-appointment are as follows:

I. Period - From 8th September 2022 to 7<sup>th</sup> September, 2027.

II. A. Remuneration

- a) Basic Salary Rs. 1,00,000/- Per month, inclusive of all permissible allowances with Annual Increment, if any as per the Company's policy.

The annual increments, if any often gets effective from 1st April each year, as may be decided by the Board based on the recommendation of the Nomination and Remuneration Committee (hereinafter called the "NRC") and will be merit-based and will also take into account the Company's performance; incentive remuneration, if any, and/or commission based on certain performance criteria to be laid down by the Board, benefits, perquisites and allowances, as may be determined by the Board from time to time.

B. Minimum Remuneration

Notwithstanding anything to the contrary herein contained, where in any financial year during the currency of the tenure of Mr. Agarwal the Company has no profits or its profits are inadequate, the Company will pay remuneration, for a period of 3 years, by way of Salary, Benefits, Perquisites and Allowances and Performance linked bonus as specified above, subject to Schedule V of the Act, or any modification(s) thereto.

III. Nature of duties :

- (a) Subject always for all purpose and in all respects to the provisions of the Act or any statutory modification thereof for the time being in force and applicable to the duties and obligations to be performed and observed and the powers and authorities to be exercised by the Chairman and Managing Director as such and certain restrictions mentioned in particular and under the General supervision, superintendence and control of the Board of Directors of the Company, the Chairman and Managing Director shall have the general conduct of the management of business and financial and other affairs of the Company and exercise such powers, authorities and discretions as are hereby conferred upon and vested in him as such, as well by the Articles of Association and/or the Regulations of the Company for the time being in force and/or as may from time to time delegated by the Board, save and such as are specifically reserved to be exercised by the Company in General Meeting or by the Board.
- (b) The Chairman and Managing Director undertakes to employ the best of his skill and ability to make his utmost endeavors to promote the interests and welfare of the Company and to confirm to and comply with the directions and regulations of the Company and all such orders and directions as may be given to him from time to time by the Board.

Apart from the above mentioned details, the below mentioned terms and conditions have been entered into between the Company and the Chairman and Managing Director;

- (a) The Chairman and Managing Director is also required to adhere with the Code of Conduct, intellectual property, non-competition, no conflict of interest with the Company and maintenance of confidentiality.

- (b) The Chairman and Managing Director hereby covenant that during his tenure of office as such, he shall not be interested or otherwise concerned directly, or through his wife and/or minor children, in any selling agency of the Company, without the prior approval thereto, and that upon the contravention of this provision, his appointment as Chairman and Managing Director shall cease.
- (c) All Personnel Policies of the Company and the related Rules, which are applicable to other employees of the Company, shall also be applicable to the Managing Director, unless specifically provided otherwise.
- (d) This appointment may be terminated by giving two months' notice on either side or the Company paying two months' remuneration in lieu of such notice.
- (e) The employment of the Chairman and Managing Director may be terminated by the Company without notice or payment in lieu of notice;
  - a) if the Chairman and Managing Director is found guilty of any gross negligence, default or misconduct in connection with or affecting the business of the Company or any subsidiary or associated company for which he is required to render services; or
  - b) in the event of any serious or repeated or continuing breach (after prior warning) or non-observance by the Chairman and Managing Director of any of the stipulations to be executed between the Company and the Chairman and Managing Director ; or
  - c) In the event the Board expresses its loss of confidence in the Chairman and Managing Director.
  - d) In the event the Chairman and Managing Director is not in a position to discharge his official duties due to any physical or mental incapacity, the Board shall be entitled to terminate his contract on such terms as the Board may consider appropriate in the circumstances.
- (f) Upon the termination by whatever means of the Chairman and Managing Director 's employment;
  - a) the Chairman and Managing Director shall immediately tender his resignation from offices held by him in any subsidiaries and associated companies and other entities without claim for compensation for loss of office and in the event of his failure to do so the Company is hereby irrevocably authorised to appoint some person in his name and on his behalf to sign and deliver such resignation or resignations to the Company and to each of the subsidiaries 'and associated companies of which the Chairman and Managing Director is at the material time a Director or other officer;
  - b) the Chairman and Managing Director shall not without the consent of the Company at any time thereafter represent himself as connected with the Company or any of the Subsidiaries or associated companies.

In accordance with the provisions of Sections 196, 197 & other applicable provisions of the Act, read with Schedule V to the said Act, the proposed appointment and the terms of remuneration payable to Mr. Agarwal require approval of members by passing Special Resolution. Hence, the Board recommends the Resolution at Item No. 4 for approval of the shareholders.

Mr. Pramod Kumar Agarwal, Mrs. Sangita Agarwal & Mr. Pawan Kumar Agarwal along with their relatives are interested/deemed to be interested in the aforesaid resolution.

The Particulars of the information, pursuant to the provisions of Schedule V, Part II, Section II, clause (A) of the Act are as under:

1. General information:

a) Nature of Industry:

The Company is mainly in the Business of manufacturing of Plastic Products i.e. PP/HDPE bags, FIBC, leno bags, etc.

b) Date or expected date of commencement of Commercial Production: Not applicable  
(Company is an existing company).

c) In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus : Not Applicable

d) Financial performance based on given indicators:

Rs. (lakhs)		
<b>PARTICULARS</b>	<b>2021-22</b>	<b>2020-21</b>
Gross Revenue	8,624.13	6830.82
Profit / (Loss) Before Income Tax	1,38.61	49.88
Less: Provision for Taxation		
Current Tax	24.76	8.49
Deferred Tax	9.03	3.68
Net Profit/ (loss) after Tax	104.63	48.53

e) Foreign investments or collaborations, if any:- Not Applicable

**2. Information about the appointee:**

a) **Background details:**

Mr. Pramod Kumar Agarwal is the main supporting pillar of SMVD POLY PACK LTD.

B] Past remuneration

Period	Total Rs.(p.a.)
1st April, 2021 to 31st March , 2022	Rs.12,00,000/-
1st April, 2020 to 31st March , 2021	Rs.12,00,000/-

c) **Job profile and his suitability:**

His current term of appointment as a CMD of the Company will expire on 7th September, 2022. Considering his knowledge of various aspects relating to the Company's affairs and elongated business experience, the Board of Directors is of the opinion that for smooth and efficient running of the business, the services of Mr. Agarwal should be available to the Company.

d) **Remuneration proposed:**

As mentioned above

e) Comparative remuneration profile with respect to industry, size of the company, profile of the position and person (in case of expatriates the relevant details would be with respect to the country of his origin):

Mr. Agarwal has rich experience in handling the overall affairs of this industry. His respective skill sets and experience place him in a correspondingly equal position at other Companies in India. Considering their general industry and the specific company profile the proposed remuneration is in line with the industry levels and that of comparatively placed Companies in India.

f) Pecuniary relationship directly or indirectly with the company, or relationship with the managerial personnel, if any:

Mr. Agarwal is not only the Managing Director of the Company but also a Promoter of the Company who has established the Company back in 2010 and is working hard since then for its well being. He himself holds around 5.41% shares in the Company.

**3. Other information:**

**a) Reasons of loss or inadequate profits**

On a consolidated basis, the Company has earned a Net Profit of Rs.104.63 Lakhs. The performance for the last two years under review were unfavourably affected due to the impact of novel Coronavirus.

**b) Steps taken or proposed to be taken for improvement**

The Company has taken necessary steps not only to boost up the profits but also to boost the sales.

**c) Expected increase in productivity and profits in measurable terms:**

The Management is taking all necessary steps to procure more orders and to increase the production capacity so that profits can be increased with the decrease in per unit cost of production.

**Item No 5**

The Board, at its meeting held on 22<sup>nd</sup> August, 2022 pursuant to the recommendation of Nomination & remuneration committee and provisions of Section 149, 152, 160 and 197(5) of the Companies Act, 2013 and the Articles of Association of the Company and subject to approval of the shareholders in the General Meeting, has re-appointed Mr. Varun Roongta as an Independent Director of the Company w.e.f. 8<sup>th</sup> September, 2022. As per the provisions of the Act, and Independent Director can be appointed only for a two terms of 5 years each (if approved by shareholders via Special Resolution for his/her second term), his existing term of office would expire on 7<sup>th</sup> September 2022 and he could hold office of Directors only up to that date unless until re-appointed. The Company has received a notice in writing under the provisions of Section 160 of the Companies Act, 2013, proposing the candidature of Mr. Varun Roongta for the office of an Independent Director, to be appointed under the provisions of Section 149 of the Companies Act, 2013.

In accordance with the confirmation made by the Director, he is not debarred from holding of office as Director pursuant to any SEBI Order.

In the opinion of the Board, Mr. Varun Roongta fulfils the conditions specified in the Companies Act, 2013 and rules made thereunder for his appointment as an Independent Director and he is independent of the management.

A brief profile of Mr. Varun Roongta including nature of his expertise and shareholding in the Company are annexed to the notice. Accordingly, the Board recommends the resolution in relation to appointment of Mr. Varun Roongta as an Independent Director, for approval by the shareholders of the Company upto 7<sup>th</sup> September, 2027 pursuant to Section 149 and other applicable provisions of the Companies Act, 2013 and the Rules made there under. Further, he shall not be liable to retire by rotation. Copy of the draft letter of re-appointment of Mr. Varun Roongta as an Independent Director setting out the terms and conditions is available for inspection by members during working hours at the Registered Office of the Company. Except Mr. Roongta, no other director, key managerial personnel or their relatives, is in any way, financially or otherwise interested or concerned in the resolution. The Board recommends the Special Resolution set forth in Item no. 5 of the Notice, for the approval by the shareholders of the Company.

**Item No 6**

The Board of Directors at its meeting held on Monday, August 22, 2022, subject to approval of the shareholders in General Meeting, approved and recommended issue of bonus equity shares of Rs. 10/- (Rupees Ten only) each credited as fully paid-up to eligible members of the Company in the proportion of 102:100 i.e. 102 (One hundred and Two) equity shares of nominal value Rs.10/- (Rupees Ten Only) each for every 100 (hundred) equity share of nominal value of Rs.10/- (Rupees Ten Only) each by capitalizing a sum not exceeding Rs. 5,06,47,080/- (Five crore six lakhs fourty seven thousand and eighty Rupees only) out of capital redemption reserve / securities premium account and/or any other permitted reserves / surplus of the Company, as may be considered appropriate.

Articles of Association of the Company permits capitalization of any part of the amount for the time being standing to the credit of any of the Company's reserve accounts (including securities premium account and capital redemption reserve account), or to the credit of the profit and loss account, or otherwise available for distribution by applying the same towards payment of unissued shares to be issued to the members as fully paid bonus shares.

The Bonus Shares on allotment shall rank pari-passu with existing equity shares of the Company and the Bonus shares are entitled for dividend declared after allotment of shares. The proposed bonus shares are not in lieu of Dividend.

The Record Date for determining the eligibility of the shareholders to receive the said bonus shares will be fixed by the Board. The issue of bonus equity shares requires members' approval in terms of Sections 13, 61 and 63 of the Companies Act, 2013 hence the Board of Directors recommend Item No.6 as Ordinary Resolution for approval of the members.

None of the Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financially or otherwise, in the resolutions set out at Item No 6 of this Notice except to the extent of their shareholding in the Company.

**Item No 7**

The First proviso to Section 188(1) states that no Company shall enter into any contract/agreement/transaction with the related party 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 except with the prior approval of the shareholders through resolution.



Hence, approval of the shareholders is being sought for the said Related Party Transaction(s)/contract/agreement to be entered into by your Company with Aashakiran Commodeal Pvt Ltd. 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 transaction(s) with Aashakiran Commodeal Pvt. Ltd. are as follows:

Sl No.	Particulars	Remarks
1.	Name of the Related Party	Aashakiran Commodeal Pvt. Ltd.
2.	Name of the Director or KMP who is related	Mr. Pramod Kr. Agarwal Mrs. Sangita Agarwal
3.	Nature of Relationship	Associate Company
4.	Nature, material terms, monetary value and particulars of the contract or arrangement	Agreement to provide guarantee on behalf of the Company to Banks for loan availed by the Company. Monetary Value of Loan availed by 'SMVD POLYPACK LTD.' is Rs. 34.00 Crs appx.
5.	Any other information relevant or important for the members to take a decision on the proposed resolution	Aashakiran will provide an additional guarantee to banks on behalf of the Company over and above all the security/mortgage/guarantees already given.

Except the aforesaid directors and their relatives, none of the Directors and Key Managerial Personnel of the Company or their respective relatives, are 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.

#### DETAILS OF DIRECTORS/KEY MANAGERIAL PERSONNEL SEEKING APPOINTMENT/ REAPPOINTMENT

[In pursuance to Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard 2 issued by the Institute of Company Secretaries of India]

I.

Particulars	Mrs. Sangita Agarwal
Date of Birth	15.01.1971
Date of appointment/ Re-appointment	28.01.2010
Qualification	Senior Secondary
Expertise in specific functional area	She has around 11 years of experience in "Packaging Industry". Her functional responsibility in our Company involves advising the Company on the crucial matters relating to selection of designing and printing pattern of the fabrics
Relationships between Directors inter-se	Wife of Mr. Pramod Kumar Agarwal.
Other listed entities in which Directorships held (excluding foreign companies, and section 8	NIL



Companies)	
Membership/ Chairmanship of Committee of the Other Public Companies (includes only Audit Committee and Stakeholders Relationship Committee)	NIL
No. of shares held in the Company	677765

## II.

<b>Particulars</b>	<b>Mr. Sumit Agarwal</b>
Date of Birth	19.04.1988
Date of appointment/ Re-appointment	13.11.2021
Qualification	B.Com, CA finalist
Expertise in specific functional area	He has around 6-8 years of experience in Accounting & Taxation.
Relationships between Directors inter-se	No
Other listed entities in which Directorships held (excluding foreign companies, and section 8 Companies)	NIL
Membership/ Chairmanship of Committee of the Other Public Companies (includes only Audit Committee and Stakeholders Relationship Committee)	NIL
No. of shares held in the Company	NIL

## III.

<b>Particulars</b>	<b>Mr. Pramod Kumar Agarwal</b>
Date of Birth	07.03.1971
Date of appointment/ Re-appointment	28.01.2010
Qualification	B.Com
Expertise in specific functional area	Mr. Agarwal has about 25 years of experience in “Packaging Industry”. He is the founder of our Company and has been guiding the Company since incorporation. Mr. Pramod Kumar Agarwal has the expertise and know-how of the production process of PP/HDPE Fabric. He has been major force behind the long standing of the Company and his functional responsibilities in the Company involves handling the overall operations of the Company including Production and Manufacturing Process
Relationships between Directors inter-se	1. Husband of Mrs. Sangita Agarwal 2. Brother of Mr. Pawan Kumara Agarwal
Other listed entities in which Directorships held (excluding foreign companies, and section 8 Companies)	NIL
Membership/ Chairmanship of Committee of the Other Public Companies (includes only Audit Committee and Stakeholders Relationship Committee)	NIL

No. of shares held in the Company	268385 Shares
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IV.

<b>Particulars</b>	<b>Mr. Varun Roongta</b>
Date of Birth	09.01.1991
Date of appointment/ Re-appointment	08.09.2017
Qualification	B.Com, Member of the Institute of Chartered Accountants of India.
Expertise in specific functional area	He is one of the experts in the Company in the Matters related to finance and Accounts having around 10 Years of experience in this field. He is responsible for advising the board of Directors on the matter related to Finance and Accounts.
Relationships between Directors inter-se	No
Other listed entities in which Directorships held (excluding foreign companies, and section 8 Companies)	NIL
Membership/ Chairmanship of Committee of the Other Public Companies (includes only Audit Committee and Stakeholders Relationship Committee)	NIL
No. of shares held in the Company	NIL

Registered Office  
 16, Strand Road,  
 Diamond Heritage,  
 8<sup>th</sup> Floor, Suite No. – 804B,  
 Kolkata 700 001.  
 August 22, 2022

For and on behalf of the Board

Sd/-  
 Shikha Agarwal  
 Company Secretary

**SMVD POLYPACK LIMITED**  
**CIN: L25200WB2010PLC141483**  
**Registered Office : 16, STRAND ROAD, 8<sup>TH</sup>, KOLKATA-700001**  
**Phone No. - 033-22354254, E-mail – [smvd513@gmail.com](mailto:smvd513@gmail.com),**  
**Website: [www.smvdpolypack.com](http://www.smvdpolypack.com)**

**13<sup>TH</sup> ANNUAL GENERAL MEETING on 30<sup>TH</sup> SEPTEMBER, 2022**

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**REMOTE E-VOTING PARTICULARS:**

<b>EVEN (E-VotingEventNumber)</b>	<b>USERID</b>	<b>PASSWORD</b>
<b>120946</b>		

**The Remote E-voting facility will be available during the following voting period:**

<b>Commencing of E-voting</b>	<b>End of E-voting</b>
<b>27<sup>th</sup> September, 2022 at 9:00 am (IST)</b>	<b>29<sup>th</sup> September, 2022 at 5:00 pm (IST)</b>

Please read the instructions mentioned in the Notice of the Annual General Meeting before exercising your vote.

**E – MAIL ID REGISTRATION FORM**

To  
SMVD Poly Pack Ltd.,  
16, Strand Road,  
Diamond Heritage, 8<sup>th</sup> Floor,  
Suite No – 804B,  
Kolkata – 700 001.

Dear Sir(s),  
I hereby give my consent to receive all future communication from SMVD Polypack Ltd. at my below email id and/or at my e-mail registered with my/our depository:-

DP ID \_\_\_\_\_ CLIENT ID \_\_\_\_\_ FOLIO NO.

E – mail Id \_\_\_\_\_ Alternative Id \_\_\_\_\_

Thanking You,

Yours faithfully,

-----  
Signature of Sole / 1st Holder

-----  
Name

-----  
Date

Note : You are requested to register your email address with your depositories or by signing and returning this slip to the Company or to the Registrar & Transfer Agent M/s. Skyline Financial Services Pvt. Ltd. or by way of an email to **cs@smvdpolypack.com** at the earliest.

## SMVD Poly Pack Ltd. Directors' Report

To  
The Members

Your Directors have pleasure in presenting the Eleventh Annual Report of the company together with the Audited Accounts for the year ended 31<sup>st</sup> March, 2022.

### **FINANCIAL HIGHLIGHTS**

Particulars	(Rs. in lakh)	
	Current Year 2022	Previous Year 2021
<b>Revenue from operations</b>	<b>8624.13</b>	<b>6830.82</b>
<b>Operating Profit</b>	<b>306.55</b>	<b>213.12</b>
Other Income	5.86	6.06
Depreciation	(173.81)	(169.30)
Profit before tax	138.60	49.88
<b>Tax Expenses :</b>		
Current Tax	(24.76)	(8.49)
MAT Credit Entitlement	(0.10)	8.49
Deferred Tax	(9.03)	(3.68)
Income tax for Earlier Year	(0.08)	2.32
<b>Total Tax Expenses</b>	<b>(33.97)</b>	<b>(1.36)</b>
<b>Net Profit</b>	<b>104.63</b>	<b>48.52</b>
<b>Other Comprehensive Income/(Loss) for the year, net of tax</b>	<b>00</b>	<b>00</b>
<b>Total Comprehensive Income</b>	<b>104.62</b>	<b>48.52</b>
<b>Add : Balance Brought forward from last year</b>	<b>655.28</b>	<b>606.76</b>
	<b>759.90</b>	<b>655.28</b>

### **Performance of the Company**

During the year under review the Company has earned a profit of **Rs. 104.62 Lakhs** at a turnover of **Rs. 8,624.13 Lakhs** compared to a net profit of **Rs. 48.52 Lakhs** at a turnover of **Rs. 6,830.82 Lakhs** in the previous year 2020-21.

### **Dividend**

To conserve the resources of the Company for future expansions, long – term working capital requirements and for General Corporate purposes, the Board of Directors of the Company did not recommend any dividend for the year 2021-22.

### **Public Deposits**

The Company has not accepted any Deposits during the year, no deposits remained unpaid or unclaimed as at the end of the year and there was no default in repayment of deposits or payment of

interest thereon during the year.

### **Transfer to Reserves**

Your Directors propose to transfer Rs. 104.63 lacs of the current profits to the General reserve.

### **Bonus Issue**

The Board has recommended issue of bonus equity shares of Rs. 10/- (Rupees Ten only) each credited as fully paid-up to eligible members of the Company in the proportion of 102:100 i.e. 102 (One hundred and Two) equity shares of nominal value Rs.10/- (Rupees Ten Only) each for every 100 (hundred) equity share of nominal value of Rs.10/- (Rupees Ten Only) each held as on the record date, as may be decided by board, by capitalizing a sum of not exceeding Rs. 5,06,47,080/- (Five crore six lakhs fourty seven thousand and eighty Rupees only) out of capital redemption reserve / securities premium account and/or any other permitted reserves / surplus of the Company, as may be considered appropriate.

### **Directors' Responsibility Statement**

Pursuant to the provisions of Section 134(5) of the Companies Act, 2013, your Directors hereby confirm that:

- i) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation related to material departures;
- ii) Appropriate accounting policies have been selected and applied consistently and judgements and estimates that are reasonable and prudent have been made so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2022 and of the Profit of the Company for the year ended on 31st March, 2022;
- iii) Proper and sufficient care has been taken, to the best of their knowledge and ability, 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;
- iv) The annual accounts have been prepared on a going concern basis;
- v) The Directors have laid down internal financial Controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and
- vi) Proper systems have been devised to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

### **Directors and Key Managerial Personnel**

#### **• Resignation**

Ms. Shruti Singhal (DIN: 07931823 ) Non-executive Independent Director of the Company has resigned from the Board of Directors of the Company w.e.f. 13<sup>th</sup> November, 2021 due to her pre-

occupation. Further, the Company has received a confirmation from Ms. Shruti that there was no other reason except as stated above, for her resignation.

The Board accepted her resignation and recorded its appreciation towards valuable contribution made by Ms. Shruti during her tenure as an Independent Director of the Company.

- **Appointments/Re-appointments**

Pursuant to the provisions of Section 161 of the Companies Act, 2013 and rules framed thereunder, Mr. Sumit Agarwal (DIN: 09393601) was appointed as Additional (Non-Executive Independent) Director of the Company with effect from 13 November, 2021 and he would hold the office of Directors upto the date of ensuing Annual General Meeting of the Company unless his appointment is approved by the Shareholders in the ensuing Annual General Meeting of the Company. Amongst other terms, appointment of Mr. Sumit Agarwal, if confirmed by the Shareholders in this AGM, would no longer be required to retire by rotation in view of Section 149(13) of the Companies Act, 2013 and can hold the office of Directors of the Company for a consecutive period of 5 (five) years as per Section 149(10) of the said Act and hence his appointment has been proposed in the ensuing Annual General Meeting of the Company, accordingly.

Mr. Pramod Kumar Agarwal is re-appointed as CMD by the Board of Directors on the recommendation of the NR Committee for a term of 5 years w.e.f 8<sup>th</sup> September, 2022, subject to approval of the shareholders in General Meeting. Moreover his terms of appointment would no longer be required to retire by rotation and his appointment is therefore proposed in the AGM.

The Board has at its meeting held on 22<sup>nd</sup> August, 2022 re-appointed Mr. Varun Roongta, as a Non-executive Independent Director of the Company for 2<sup>nd</sup> term of 5 years, subject to approval of the shareholders in the AGM via Special Resolution w.e.f. 8<sup>th</sup> September, 2022. The existing terms of appointment of Mr. Roongta would end on 7<sup>th</sup> September, 2022. Amongst other terms Mr. Roongta, would no longer be required to retire by rotation in view of Section 149(13) of the Companies Act, 2013 and can hold the office of Directors of the Company for a consecutive period of 5 (five) years as per Section 149(10) of the Companies Act, 2013 upto 7<sup>th</sup> September, 2027.

- **Retirement by Rotation**

Pursuant to the provisions of Section 152(6) and other applicable provisions of the Companies Act, 2013 and Articles of Association of the Company, Mrs. Sangita Agarwal (DIN: 02860390) Non-Executive Director of the Company, retires by rotation at the ensuing Annual General Meeting and being eligible offered herself for reappointment.

**Declaration by Independent Directors**

Declaration of Independence as per Section 149(6) of the Companies Act, 2013 were duly received from all the Independent Directors as required under the provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

**Auditors**

- **Statutory Auditors**

The Notes to Accounts, as referred in the Auditors' Report are self - explanatory and hence does not call for any further explanation.

- **Internal Auditors**

The Board had appointed M/s. M.L.R. & Co., Chartered Accountant as the Internal Auditors of the Company to carry out the Internal Audit for the FY 22-23 under the provisions of section 138 of the Companies Act, 2013.

The Internal Audit is conducted every year to scrutinizes the functioning of various areas of operations and its observation/remarks/recommendation are forwarded to the Audit Committee. Required action is taken based on the decision of the Committee & Board on the observation/remarks/recommendation, if any given by the internal auditor.

- **Secretarial Auditor**

M/s. Robin Jain & Associates, Company Secretary was appointed as the Secretarial Auditor of the Company to carry out Secretarial Audit for the FY 22-23 under the provisions of Section 204 of the Companies Act, 2013. The Secretarial Audit Report for the year 21-22 is annexed to the Board's Report as **Annexure C**.

The Report is self-explanatory and as envisaged by the Secretarial Auditors during the year a small fine was imposed by the exchange on the Company for delayed stock exchange compliance under SEBI(LODR) Regulation, 2015. Basically the Company had to follow various Covid 19 restriction imposed by the State Govt. as a result of which the attendance of employees was also restricted thereby resulting in delay of finalization of accounts. Hence the Company complied with the said regulation with a delay of day 1.

**Cost Audit**

Pursuant to notification of Companies (Cost Records and Audit) Rules, 2014 read with Companies (Cost Records and Audit) amendment rules, 2014, the Company's product does not fall under the purview of Cost Audit.

**Personnel**

The particulars and information of the employees as required under Section 197(12) of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014 has been set out as **Annexure - E** to this Report, attached hereto. There are no employees who are in receipt of remuneration in excess of the limit specified under Section 134(3) (q) read with Rule 5 (2) and 5 (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016.

**Company's Website**

The website of the Company [www.smvdpolypack.com](http://www.smvdpolypack.com) represents a perfect view of the Company's businesses, its products for all its customers and investors. The site not only carries the information about the Company but also includes all the mandatory information and disclosures as per the requirements of the Companies Act, 2013 and Companies Rules 2014 and as per SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 viz. Financial Results of your Company, Shareholding Pattern, Directors' & Corporate Profile, details of Board Committees, Corporate Policies etc.

**Listing of Securities in Stock Exchanges**



The Securities of the Company are Listed on SME EMERGE platform of The National Stock Exchange of India Ltd. (NSE).

The Company is registered with both NSDL & CDSL for holding the shares in dematerialized form and open for trading. The Company has paid all requisite Fees to the Stock Exchange & Depositories.

### **Code of Conduct for Prevention of Insider Trading**

In terms of the SEBI (Prohibition of Insider Trading) Regulations, 2015, your Company has approved & adopted the Code of Conduct for prevention of Insider Trading & the code of practices and procedure for fair disclosure of Un-published Price Sensitive Information and the same is also placed on the Company's website: [www.smvdpolypack.com](http://www.smvdpolypack.com).

### **Disclosures as per applicable acts, SEBI (Listing obligations & Disclosure Requirements) Regulations, 2015.**

#### **i) Related Party Transactions**

During the financial year 2021-22, your Company has entered into transactions with related parties as defined under Section 2(76) of the Companies Act, 2013 read with Companies (Specification of Definitions Details) Rules, 2014, which were in the ordinary course of business and on arms' length basis and in accordance with the provisions of the Companies Act, 2013, Rules issued thereunder. There are no materially significant related party transactions made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large. Thus, disclosure in Form AOC-2 is not required.

The details of the related party transactions as required under Indian Accounting Standard – 24 are set out in Note to the standalone financial statements forming part of this Annual Report. The Company has also formulated a policy on dealing with the Related Party Transactions and the same has been uploaded on the website of the Company.

#### **ii) Number of Board Meetings**

The Board of Directors met 5 times during the year under review on 06.05.2021, 01.07.2021, 20.08.2021, 13.11.2021 & 21.02.2022 respectively.

Name of Directors	Category	No of Board Meetings		Whether attended last AGM held on 30 <sup>th</sup> September, 2021	No. of Directorship in other public limited Companies	No of Committee position held in other public limited companies	
		Held during the year	attended			As Chair man/ Chair person	As Member
Mr. Pramod Kumar Agarwal	Chairman & Mg. Director	5	5	Yes	NIL	NIL	NIL

Mrs. Sangita Agarwal	Non-Executive Director	5	4	Yes	NIL	NIL	NIL
Mr. Pawan Kumar Agarwal	Non-Executive Director	5	5	Yes	NIL	NIL	NIL
Ms. Shruti Singhal*	Independent Director	3	3	No	NIL	NIL	NIL
Mr. Varun Roongta	Independent Director	5	4	No	NIL	NIL	NIL
Ms. Bharti Ranga	Independent Director	5	4	Yes	NIL	NIL	NIL
Mr. Sumit Agarwal**	Independent Director	2	2	N.A.	NIL	NIL	NIL

\* Resigned w.e.f 13.11.2021

\*\* Appointed w.e.f. 13.11.2021

### iii) Committees of Board

**The board has constituted three committees the details of which are as follows:-**

**AUDIT COMMITTEE** - The Audit Committee was entrusted with review of quarterly and annual financial statements before submission to the Board, review of observations of auditors and to ensure compliance of internal control systems authority for investigation and access for full information and external professional advice for discharge of the functions delegated to the Committee by the Board.

Composition of Committee till 13<sup>th</sup> November, 2021.

Serial No.	Name	Designation	Nature of Directorship
1	Mr. Varun Roongta	Chairman	Non-Executive, Independent
2	Ms. Shruti Singhal	Member	Non-Executive, Independent
3	Mr. Pawan Kumar Agarwal	Member	Non-Executive, Non- Independent

Audit Committee was re-constituted w.e.f. 13<sup>th</sup> November, 2021 as follows:-

Serial No.	Name	Designation	Nature of Directorship
1	Mr. Varun Roongta	Chairman	Non-Executive, Independent
2	Mr. Sumit Agarwal	Member	Non-Executive, Independent
3	Mr. Pawan Kumar Agarwal	Member	Non-Executive, Non- Independent

All the members of the Committee are financially literate.

### **The terms of reference of the Audit Committee are as follows:-**

- 1) Oversight of the listed entity's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
- 2) recommendation for appointment, remuneration and terms of appointment of auditors of the listed entity and review and monitor the auditor's independence, performance, and effectiveness of audit process;

- 3) approval of payment to statutory auditors for any other services rendered by the statutory auditors;
- 4) reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval, with particular reference to:
  - a) matters required 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 (3) of Section 134 of the Companies Act, 2013;
  - b) changes, if any, in accounting policies and practices and reasons for the same;
  - c) major accounting entries involving estimates based on the exercise of judgment by management;
  - d) significant adjustments made in the financial statements arising out of audit findings;
  - e) compliance with listing and other legal requirements relating to financial statements;
  - f) disclosure of any related party transactions;
  - g) modified opinion(s) in the draft audit report;
- 5) reviewing, with the management, the quarterly financial statements before submission to the board for approval;
- 6) reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilisation of proceeds of a public or rights issue, and making appropriate recommendations to the board to take up steps in this matter;
- 7) reviewing and monitoring the auditor's independence and performance, and effectiveness of audit process;
- 8) approval or any subsequent modification of transactions of the listed entity with related parties;
- 9) scrutiny of inter-corporate loans and investments;
- 10) valuation of undertakings or assets of the listed entity, wherever it is necessary;
- 11) evaluation of internal financial controls and risk management systems;
- 12) reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
- 13) reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
- 14) discussion with internal auditors of any significant findings and follow up there on;
- 15) reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;

- 16) discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
- 17) to look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
- 18) to review the functioning of the whistle blower mechanism;
- 19) approval of appointment of chief financial officer after assessing the qualifications, experience and background, etc. of the candidate;
- 20) Carrying out any other function as is mentioned in the terms of reference of the audit committee.

The audit committee shall mandatorily review the following information:

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

**The Committee shall have the following powers:-**

The Audit Committee shall be authorised to investigate any matter in relation to above term of reference and shall have power :

1. To seek information from any employee.
2. To obtain outside legal or other professional advice.
3. To secure attendance of outsiders with relevant expertise, if it considers necessary.

**Meetings held and attended during the year – 4 Audit Committee meetings on 1.07.2021, 20.8.2021, 13.11.2021 and 21.02.2022 respectively were held during the year under review.**

Serial No.	Name	Meetings held	Meetings attended
1	Mr. Varun Roongta	4	4
2	Mr. Shruti Singhal	2	2
3	Mr. Pawan Kumar Agarwal	4	4
4	Mr. Sumit Agarwal	1	1

• **NOMINATION & REMUNERATION COMMITTEE**

Composition of Committee till 13<sup>th</sup> November, 2021.

Serial No.	Name	Designation	Nature of Directorship
1	Ms. Bharti Ranga	Chairperson	Non-Executive, Independent
2	Ms. Shruti Singhal	Member	Non-Executive, Independent
3	Mr. Varun Roongta	Member	Non-Executive, Independent

Nomination & Remuneration Committee was re-constituted w.e.f. 13<sup>th</sup> November, 2021 as follows:-

Serial No.	Name	Designation	Nature of Directorship
1	Mr. Sumit Agarwal	Chairman	Non-Executive, Independent
2	Ms. Bharti Ranga	Member	Non-Executive, Independent
3	Mr. Varun Roongta	Member	Non-Executive, Independent

**The terms of reference of the Nomination & Remuneration Committee are as follows:-**

- 1) formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the board of directors a policy relating to, the remuneration of the directors, key managerial personnel and other employees;
- 2) formulation of criteria for evaluation of performance of independent directors and the board of directors;
- 3) devising a policy on diversity of board of directors;
- 4) identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the board of directors their appointment and removal.
- 5) Whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors.

**Meetings held and attended during the year – 1 meeting of NR committee was held on 21.02.2022 during the year under review.**

Serial No.	Name	Meetings held	Meetings attended
1	Mr. Sumit Agarwal	1	1
2	Ms. Bharti Ranga	1	1
3	Mr. Varun Roongta	1	1

One meeting of the Nomination & Remuneration committee was also deemed to be held by way of passing of resolution by circulation.

**STAKEHOLDER RELATIONSHIP COMMITTEE** - Stakeholders Relationship Committee looks into redressing of shareholders' and investors grievances like transfer of Shares, non receipt of Balance Sheet, etc.

Composition of Committee .

Serial No.	Name	Designation	Nature of Directorship
1	Mr. Pramod Kumar Agarwal	Chairman	Executive

2	Mr. Pawan Kumar Agarwal	Member	Non-Executive, Non –Independent
3	Ms. Bharti Ranga	Member	Non-Executive, Independent

**The terms of reference of the Stakeholders Relationship Committee are as follows:-**

- 1) Review the mechanism adopted for redressing the grievance of shareholders, debenture holders and deposit holders and other security and the status of such redressal;
- 2) Review of the activities of the Secretarial Department of the Company inter alia adherence to Service Standards and Standard Operating Procedures relating to the various services rendered by the Investor Services Department, various initiatives taken to inter alia reduce quantum of unclaimed dividends, status of claims received and processed for unclaimed shares, uploading of data relating to unclaimed deposits/ dividends on the website of Investor Education & Protection Fund and the Corporation.
- 3) Review status of compliances with laws applicable to the Secretarial Department and its risk profile;
- 4) Review the Action Taken Report in respect of recommendations made by the Committee/ Management;
- 5) Review the status of the litigation(s) filed by/ against the security holders of the Company;
- 6) Review the mechanism adopted to review, monitor and report transactions relating to securities which may be suspicious from a money laundering perspective, in accordance with the KYC & AML Policy relating to securities of the Corporation; and
- 7) The Committee shall perform such other functions as may be required under the relevant provisions of the Companies Act, 2013, the Rules made there under and Listing Regulations.
- 8) To oversee the performance of the Registrar and Transfer Agents and recommend measures for overall improvement in the quality of investors services.

**Meetings held and attended during the year – 1 meeting of SR committee was held on 13.11.2021 during the year under review.**

Serial No.	Name	Meetings held	Meetings attended
1	Mr. Pramod Kumar Agarwal	1	1
2	Mr. Pawan Kumar Agarwal	1	1
3	Ms. Bharti Ranga	1	1

Note : The Company Secretary acts as the Secretary to all the Committees.

**iv) Extracts of Annual Return**

As per the requirement of Section 134(3)(a) read with Section 92(3) of the Companies Act, 2013, the Annual Return for the year 2021-22 has been placed on the website of the Company. The weblink of the same is <https://www.smvdpolypack.com/>.

**v) Risk Analysis**

The Company has in place a mechanism to inform the Board members about the Risk assessment and mitigation plans and periodical reviews to ensure that the critical risks are controlled by the executive management.

**vi) Internal Financial Control**

The Company has in place adequate internal financial control as required under section 134(5)(e) of the Act. During the year such controls were tested with reference to financial statements, no reportable material weakness were observed in the formulation or operations and appropriate measures were taken as and when required to combat the effect of deficiencies/weaknesses, if any.

**vii) Loans, Guarantees and Investments**

The Company has made investments during the year in compliance with the provisions of the Act and the details for the same are given under the head Notes to Financial Statements.

**viii) Subsidiaries, Associates or Joint Ventures**

Your Company does not have any subsidiaries, joint ventures but it has 1 (one) associate M/s. Aashakiran Commodeal Pvt. Ltd., during the year under review. As per the provision of Section 129(3) and rule 5 of the Companies (Accounts) Rules, 2014 the statement in AOC-1 containing the salient features of the financial statement of the associate Company is given in **Annexure –B**.

**ix) Evaluation of Board's Performance**

The Board annually evaluates its performance as well as the performances of its Committees and of Directors individually.

For evaluating the performance of the Board as a whole, the Board reviews the periodical performances of the Company and the role of the Board towards achievement of the said performances and the future plans as set out from time to time.

The performance of the Whole Time Directors is evaluated by the Board by linking it directly with their devotion towards implementation and management of the growth parameters of the Company and the actual achievements of the Company.

The performance of the Non Executive / Independent Directors is evaluated on the basis of their contribution for adopting better corporate governance practices, transparency and disclosures in achieving the goal of the Company.

The performance of the various Committees of the Board is reviewed on the basis of the achievement of the work designated to the specific committee.

**x) Nomination Remuneration & Evaluation Policy**

The Company has laid down a Policy on Nomination Remuneration & Evaluation being recommended by the NR Committee of the Company in compliance with the requisite provisions of the Companies Act, 2013 & SEBI (LODR) Regulations, 2015. The policy envisages as follows:

-

- i) Criteria for appointment and removal of Directors, Key Managerial Personnel (KMP) and Senior Management Executives of the Company.
- ii) Remuneration payable to the Directors, KMPs and Senior Management Executives.
- iii) Evaluation of the performance of the Directors.
- iv) Criteria for determining qualifications, positive attributes and independence of a Director.

**xi) Vigil Mechanism (Whistle Blower Policy)**

Pursuant to the provisions of Section 177(9) & (10) of the Companies Act, 2013 read with regulation 22 of the SEBI (LODR) Regulation, 2015, a Vigil Mechanism for directors and

employees to report genuine concerns has been established. The Vigil Mechanism Policy is available on the website of the Company.

**Management Discussion and Analysis Report**

In compliance with Regulation 34(3) of Listing Regulations, a separate section on Management Discussion and Analysis which includes details on the state of affairs of the Company is annexed as **Annexure –D**.

**Conservation of Energy & Technology Absorption**

Information pursuant to Section 134 (3) (m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014 are given is annexed as **Annexure – A** which forms part of this report.

**Foreign Exchange Earning & Outflow**

Foreign Exchange Earning:	Nil
Foreign Exchange Outgo:	Nil

**Industrial Relations**

The industrial relation during the FY 2021-22 had been cordial. The Directors took on record the dedicated services and significant efforts made by the Officers, Staff and Workers towards the progress of the Company.

**Banking facility**

The Company has decided to avail multiple banking facility from Axis Bank Ltd. & Standard Chartered Bank at its meeting held on 22<sup>nd</sup> August, 2022 in order to take full advantage of competitive rates offered by both the banks over and above their speedy/prompt/quick banking facilities to corporate.

**Significant & material orders passed by the Regulators or Courts or Tribunals impacting the going concern status & Company's Operations in Future**

There have been no significant & material orders passed by regulators / courts / tribunals impacting going concern status and Company's operations in future.



**Details of Material Changes and Commitments occurred during the year affecting the financial position of the Company.**

There were no such changes during the period under review effecting the financial position of the Company.

**Covid -19 impact**

The Company has evaluated the impact of this pandemic on its business operations as well as on the financial position and based on its review of current indicators of future economic conditions there is no significant impact on its financial results as at 31<sup>st</sup> March, 2022. However, the impact assessment of covid-19 is a continuing process given the uncertainties associated with its nature and duration and accordingly the impact may be different from that estimated at any point of time. The Company will continue to monitor any material changes to future economic conditions. In 2021 during the continuity of the pandemic, the Company has taken initiative and vaccinated with 1<sup>st</sup> & 2<sup>nd</sup> dose of vaccine to maximum possible employees and workers at free of cost.

**Acknowledgement**

Your Directors would like to express their grateful appreciation for the assistance and co-operation received from the Financial Institutions, Banks, Government Authorities and Shareholders during the year under review. Your Directors wish to place on record their deep sense of appreciation to all the employees for their commendable teamwork, exemplary professionalism and enthusiastic contribution during the year.

**Registered office:**  
16, Strand Road,  
Diamond Heritage,  
8<sup>th</sup> Floor, Suite No. – 804B,  
Kolkata -700 001.

**Date: 22<sup>nd</sup> August, 2022**

On behalf of the Board of Directors,  
**For SMVD Polypack Limited**

**Sd/-**

**Sd/-**

**Pramod Kumar Agarwal**  
**Chairman & MD**  
DIN: 00324999

**Sangita Agarwal**  
**Director**  
DIN: 02860390

## **Annexure – A to Directors Report**

Particulars pursuant to the provisions of Section 134(3)(m) of the Companies Act, 2013 read with the Rule 8(3) of Companies (Accounts) Rules, 2014:

### **A) Conservation of Energy -**

#### **(i) Steps taken or impact on conservation of energy**

The Company always put its endeavors to save energy, wherever possible. It runs its units in such a way so as to get the maximum productivity out of each & every unit of electricity.

#### **(ii) Steps taken by the Company for utilizing alternate sources of energy**

So far company has not explored any alternate source of energy.

#### **(iii) Capital investment on energy conservation equipment's**

Not Envisaged.

### **B) Technology Absorption –**

- (i) Efforts made towards technology absorption : Company's experts continuously  
Keep track and keep updating new  
technology in field of operation

- (ii) Benefits derived like product improvement, : N.A.  
cost reduction, product development  
or import substitution.

- (iii) In case of imported technology (imported during the last three }  
years reckoned from the beginning of the financial year)- }
- |    |  |   |      |
|----|--|---|------|
| a) | Details of technology imported   | } | N.A. |
| b) | Year of import   | } |      |
| c) | Whether the technology been fully absorbed   | } |      |
| d) | If not fully absorbed, areas where absorption has not taken }<br>place, reasons thereof: and } | } |      |

#### **(iv) the expenditure incurred on Research and Development**

The Company itself is not carrying out any R & D.

#### **Registered office:**

16, Strand Road,  
Diamond Heritage,  
8<sup>th</sup> Floor, Suite No.- 804B,  
Kolkata -700 001.

**Date: 22<sup>nd</sup> August, 2022**

On behalf of the Board of Directors,  
**For SMVD Polypack Limited**

**Sd/-**  
**Pramod Kumar Agarwal**  
**Chairman & MD**  
DIN: 00324999

**Sd/-**  
**Sangita Agarwal**  
**Director**  
DIN: 02860390

**Annexure – B to Directors Report****Form AOC-1**

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

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

**Part “A”: Subsidiaries - 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**

<b>Name of Associates or Joint Ventures</b>	AashakiranCommodeal Pvt. Ltd.
<b>1. Latest audited Balance Sheet Date</b>	31 <sup>st</sup> March 2022
<b>2. Date on which the Associate or Joint Venture was associated or acquired</b>	25 <sup>TH</sup> May, 2010.
<b>2. Shares of Associate/Joint Ventures held by the company on the year end</b>	
No.	Equity – 260000
Amount of Investment in Associates/Joint Venture	Rs. 1300000/-
Extent of Holding %	49.06% - Equity
<b>3. Description of how there is significant influence</b>	Holding more than 20% of total share capital pursuant to Section 2(6) of Companies Act, 2013
<b>4. Reason why the associate/joint venture is not consolidated</b>	NA
<b>5. Networth attributable to Shareholding as per latest audited Balance Sheet</b>	Rs. 128.48 Lacs
<b>6. Profit / Loss for the year</b>	
i. Considered in Consolidation	Rs. 55/- (Profit)
ii. Not Considered in Consolidation	Rs. 57/- (Profit)

**Other information:**

1. Names of associates or joint ventures which are yet to commence operations. Not Applicable
2. Names of associates or joint ventures which have been liquidated or sold during the year. Not Applicable

**Registered office:**

16, Strand Road,  
Diamond Heritage,  
8<sup>th</sup> Floor, Suite No. – 804B,  
Kolkata -700 001.

On behalf of the Board of Directors,  
**For SMVD Polypack Limited**

**Date: 22<sup>nd</sup> August, 2022**

**Sd/-**  
**Pramod Kumar Agarwal**  
**Chairman & MD**  
DIN: 00324999

**Sd/-**  
**Sangita Agarwal**  
**Director**  
DIN: 02860390

**Annexure – C to Directors Report**

**Form No- MR-3  
SECRETARIAL AUDIT REPORT**

**FOR THE FINANCIAL YEAR ENDED 31st March 2022**

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

To,  
**The Members,**  
**SMVD POLY PACK LIMITED**  
**CIN L25200WB2010PLC141483**  
16, Strand Road, 8<sup>th</sup> Floor,  
Diamond Heritage  
Suite No-804B  
Kolkata- 700001

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **SMVD POLY PACK LIMITED** (hereinafter called the Company), (formerly known as **SMVD Poly Pack Pvt. Ltd.**) for the **Financial Year ended 31st March, 2022**. Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the **Financial Year ended on 31<sup>st</sup> March, 2022**, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by **Smvd Poly Pack Limited ("The Company")** for the Financial Year ended on 31<sup>st</sup> March, 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 thereunder;
3. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
4. Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; (Not Applicable to the Company during the audit period);
5. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') to the extent applicable to the Company :-
  - 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- **Not applicable as there was no reportable event during the financial year under review;**

- d. The Securities and Exchange Board of India (Share Based Employee Benefits) Regulation, 2014 **(Not Applicable to the Company during the audit period);**
  - e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008- **Not applicable as there was no reportable event during the financial year under review;**
  - f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client; **Not applicable as the Company is not registered as Registrar to an Issue and Share Transfer Agent during the financial year under review;**
  - g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; - **Not applicable as there was no reportable event during the financial year under review;**
  - h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; **(Not Applicable as the Company has not bought back/ proposed to buy-back any of its securities during the Financial Year under review].**
  - i. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.
6. All relevant laws applicable to the Company as provided by the management hereunder as per Annexure B.

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

- (i) The Secretarial Standards with regard to Meeting of Board of Directors (SS-1) and General Meetings (SS-2) issued by The Institute of Company Secretaries of India;
- (ii) Listing Agreements entered into by the Company with National Stock Exchange of India Limited.

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

**I further report that:**

- i) The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors and Women Director. 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.
- ii) Adequate notice is given to all directors to schedule the Board Meetings/Committee Meetings, agenda and detailed notes on agenda were sent generally seven days in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- iii) All decisions of the Board and Committees were carried with the requisite majority.

I 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), I am 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.

I further report that the Company during the audit period there were no specific events/action apart from delay in compliance under regulation 33 SEBI (LODR) Regulations, 2015 by day 1 for which the Company has paid the late fees charged by the exchange.

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

Robin Jain  
Proprietor  
ACS: 32446, C.P No.:11977  
ICSI UDIN: **A032446D000436971**  
Peer Review Certificate No- 1712/2022  
Dated-30 May, 2022  
Place- Kolkata.

Temporary Office Address: 493/C/A G.T Road. Vivek Vihar, Phase-5, Block-14, Flat No-1D,  
Howrah-711102, West Bengal

## ANNEXURE A

To,  
**The Members,**  
**SMVD POLY PACK LIMITED**  
**CIN L25200WB2010PLC141483**  
16, Strand Road, 8<sup>th</sup> Floor,  
Diamond Heritage  
Suite No-804B  
Kolkata- 700001

Our Secretarial Audit Report for the Financial Year 31<sup>st</sup> March, 2022 is to be read along with this letter.

### **Management's Responsibility**

1. It is the responsibility of the management of the Company to maintain secretarial records, devise proper system to ensure compliance with the provisions of all applicable laws and regulations and to ensure that the systems are adequate and operate effectively.

### **Auditor's Responsibility**

2. Our responsibility is to express an opinion on these secretarial records, standards and procedures followed by the Company with respect to secretarial compliances.
3. I believe that audit evidence and information obtained from the Company's management is adequate and appropriate for us to provide as basis of our opinion.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.

### **Disclaimer**

5. 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.
6. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.

Robin Jain  
Proprietor  
ACS: 32446, C.P No.:11977  
ICSI UDIN: **A032446D000436971**  
Peer Review Certificate No- 1712/2022  
Dated-30 May, 2022  
Place- Kolkata.

Temporary Office Address: 493/C/A G.T Road. Vivek Vihar, Phase-5, Block-14, Flat No-1D, Howrah-711102, West Bengal. Due to Electricity cut in the office premises, office has been temporarily shifted to address mentioned above.



## ANNEXURE B

### LIST OF OTHER APPLICABLE LAWS TO THE COMPANY

1. The Factories Act, 1948 and Rules made thereunder;
2. The Air (Prevention and Control of Pollution) Act- 1981.
3. The Environment (Protection) Act-1986.
4. The Employees Provident Fund and Miscellaneous Provisions Act, 1952 and Rules made thereunder;
5. Employees State Insurance Act, 1952 and Rules made there under;
6. The Finance Act, 2004 and Service Tax Rules
7. Goods and Service Tax Act, 2017
8. The Minimum Wages Act, 1948;
9. Income Tax Act, 1961
10. The Central Excise Act & Rules made thereunder
11. The Payment of Gratuity Act, 1972;
12. Bonus Act, 1965
13. The West Bengal State Tax On Professions, Trades, Callings And Employments Act, 1979
14. Industrial Disputes Act, 1947
15. Workmen Compensation Act, 1923
16. Hazardous Wastes (Management and Handling) Rules, 1989
17. Kolkata Municipal Corporation Act, 1980

## **Annexure – D to Directors Report**

### **Management Discussion and Analysis Report**

#### **Industry Structure and Development, Opportunities and Threats**

Still suffering from the effects of more than two years of pandemic, the global economy is experiencing yet another major negative shock. Russia's invasion of Ukraine has not only precipitated a humanitarian catastrophe with thousands of civilians killed and millions more displaced but also resulted in a deep regional slowdown and substantial negative global spillovers. These spillovers are magnifying preexisting strains from the pandemic, such as bottlenecks in global supply chains and significant increases in the price of many commodities.

As per the Global Economic prospects of June 2022 of the World Bank the Global growth is projected to slow from 5.7 percent in 2021 to 2.9 percent in 2022 and average 3 percent in 2023-24, whereas the Indian growth is forecasted to 7.5% in 2022 and 7.1% in 2023-24.

With a view to combat the impact of the crisis in the economy the Govt. & Reserve Bank of India has come up with various monetary and fiscal policy measures to support vulnerable firms and households, expand service delivery (with increased spending on health and social measures) and special measures were taken for MSME sectors. As a result of which the economy is expected to rebound with a growth however the overall situation still remains volatile as the threat from the pandemic is not over yet and the continuation of Russia -Ukraine conflict is posing a significant recovery challenge globally.

#### **Recent Trend & Future Outlook**

The packaging industry in India is expected to register a CAGR of approximately 26.7% during the period (2022-2027). The demand for packaging is growing due to the rising population, increasing income levels, changing lifestyles, increased media penetration through the internet, television, and growing economy. Moreover, it is one of the strongest growing sectors in the country. According to Care Ratings, a prominent credit rating company in India, more than 49% of the paper produced in the country is used for packaging purposes. The rapid growth of the market is primarily driven by the pharmaceuticals and foods and beverages industries.

The woven sacks market is projected to surpass the revenue of US\$ 3.84 Bn by the end of 2031. Indian manufacturers, wholesalers, and suppliers are building their product portfolio in HDPE (High Density Polyethylene) woven sacks & bags. Indian manufacturers are increasing efforts to establish global supply chains. They are developing HDPE woven sacks with flawless finish for the packaging of fertilizers, sand, and food grains. HDPE woven sacks are estimated to dominate a higher revenue and volume share over PP woven sacks. On the other hand, manufacturers are increasing the production of PP woven sacks that are being widely used in fodder industry, chemicals, metal parts, and cement industry. Double side print is being preferred in PP woven sacks. (<https://www.mordorintelligence.com/industry-reports/packaging-industry-in-india>)

Agriculture industry is another major consumer of woven sacks. Demand for agricultural inputs such as hybrid seeds and fertilizers and allied services such as cold storage and warehousing is increasing in India at a fast pace, which is creating opportunities for the woven sacks market. FIBC/Jumbo Bags are showing continuous rise in demand from the agricultural sector. Overall the expected market is reflecting positive trend for the packaging industry.

## Risks and Concerns

Though the market for plastic bags are showing increased demands and great future opportunities but still the industry possess biggest threat from the irregular rise in prices of raw materials. The plastic granules are the major raw material used in the manufacturing of these bags wherein the main component from which granules are made is crude oil. And as the world knows the prices of crude oil is highly volatile in nature and market driven viz. the Ukraine –Russia war led to incessant hike in crude oil prices since Jan-Feb'22 thereby leading to rise in the cost of the product whereas the selling price remains same on account of sellers being compelled to fulfill their commitments made earlier.

Another major concern is the availability of labourers. Mostly Labourers employed in the manufacturing units are migrant in nature and with uncertainty over the Covid-19 new variants there is restlessness among the migrant labours to set off to their home town due to spread of new Covid-19 variant and lockdown restrictions imposed again and again. Hence the Company's often faces labour shortages in its units and has to manage with local labourers. Though some of them are given accommodation by the Company but still it is not adequate. Moreover the incessant increase in the cost of living is compelling workers to ask for higher wage rates thereby posing a threat of increase in per unit cost of production.

Moreover as the packaging industry is at boom there already exists a good number of competitors which are increasing day by day.

## Internal control systems and their adequacy

The Company maintains adequate internal control systems commensurate with the Company's size and business, which provide, among other things, reasonable assurance of recording the transactions of its operations in all material aspects and providing protection against misuse or loss of the Company's assets. The systems and processes are continually reviewed for their effectiveness by the company and augmented by documented policies and procedures.

## Financial and Operating Performance

The operating revenue stood at Rs. 8624.13 Lakhs (Rs. 6830.82 Lakhs in FY 2020-21) and operating profits at Rs. 138.61 Lakhs (Rs. 49.88 Lakhs). The gross profit margin has increased from 13.17% last year to 15.30% in the present year. An overview of the financial performance can be seen as follows:-

Particulars	2021-22	2020-21
Net worth (in lacs)	2304.63	2200.01
Revenue (in lacs)	8624.13	6830.82
Profit before tax (in lacs)	138.61	49.88
Net Profit (in lacs)	104.63	48.53
EBIDTA (in lacs)	694.22	603.30
Gross Block (in lacs)	3577.75	3460.31
Debtors Turnover Ratio	15.30	17.44
Inventory Turnover	31.56	32.68
Interest Coverage Ratio	1.82	1.57
Current Ratio	1.16	1.32
Debt Equity Ratio	1.40	1.5
Operating Profit Margin (%)	6.03	6.26

Net Profit Margin (%)	1.21	0.71
-----------------------	------	------

A brief note on the Company's Segment wise performance was provided as notes to Financial Statements.

### **Material developments in human resources & industrial relations including number of people employed**

Your Company believes and considers Human Resources as a vital asset for the growth of the Company. The Company emphasises its People Development Processes and strives to upgrade skill sets to motivate the workforce to contribute towards organisational goals. The Company focuses on adequate training to empower and encourage employees. A transparent and active line of communication also exists within the organization to enable team work and promote a culture of trust and confidence.

Your Company continuously takes adequate and necessary steps to maintain a competitive, healthy and harmonious work environment and cordial industrial relations with all its customers, suppliers etc. During this pandemic the Company has taken initiative and vaccinated with both the doses of vaccine to all its employees and workers at free of cost in order to build a carefree environment in and around. As on 31st March 2022, there were 183 permanent employees in the Company.

### **Disclosure of Accounting Treatment**

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

### **Cautionary statement**

This statement made in this section describes the Company's objectives, projections, expectation and estimations which may be 'forward looking statements' within the meaning of applicable securities, laws and regulations. Forward-looking statements are based on certain assumptions and expectations of future events. The Company cannot guarantee that these assumptions and expectations are accurate or will be realised by the Company. Actual result could differ materially from those expressed in the statement or implied due to the influence of external factors such as cost of raw materials, tax laws, interest and power cost and economic developments and such other factors within the country which are beyond the control of the Company. The Company assumes no responsibility to publicly amend, modify or revise any forward-looking statements on the basis of any subsequent development, information or events.

**Annexure – E to Directors Report**

DETAILS PERTAINING TO REMUNERATION AS REQUIRED UNDER SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (Appointment and Remuneration of Managerial Personnel) Rules, 2014)

The percentage increase in remuneration of each Director, Chief Financial Officer and Company Secretary during the financial year 2021-22 and the ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2021-22 are as under :

Sl No	Name	Designation	Remuneration of Director/KMP in FY 2021-22 (Rs in lakh)	% Increase in Remuneration in FY 2021-22	Ration of Remuneration of each Director to median remuneration of employees	Comparison of KMP remuneration against the Company's performance
1	Mr.Pramod Kumar Agarwal	Chairman & Managing Director	12.00	-	12 : 1.09	The revenues Increased by 26%
2	Mr. NirmalParakh	Chief Financial Officer	11.38	12.89%	N.A.	
3	Ms. Shikha Agarwal	Company Secretary	6.02	-	N.A.	
4.	Mr. Varun Roongta	Independent Director	0.30			Not Applicable
5.	Ms. Bharti Ranga	Independent Director	0.30			
6.	Mr. Sumit Agarwal	Independent Director	0.15			

Note:

- No other Director other than the Managing Director received any remuneration during the financial year 2021-22 .
- The median remuneration of employees of the Company during the financial year was 1.09 Lakh;
- In the financial year, there was an increase of 20.38% in the median remuneration of employees;
- There were 183 permanent employees on the rolls of Company as on 31st March, 2022;
- Average percentage increase made in the salaries of the employees other than the managerial personnel in the financial year 2021-22 was 18.88% whereas the increase in the managerial remuneration for the same financial year was NIL
- It is hereby affirmed that the remuneration paid during the year ended 31st March, 2022 is as per the Remuneration Policy of the Company.

Statement pursuant to Rule 5(2) & 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

**A. LIST OF TOP TEN EMPLOYEES IN TERMS OF REMUNERATION DRAWN :**

Sl. No.	Name of Employee	Designation of Employee	Remuneration drawn during the FY 2021-22(in lakhs)	Nature of Employment, Whether Contractual or otherwise	Qualifications & Experience	Date of commencement of employment	Age	Last employment held before joining the Company	% of equity shares held in the Company	Whether relative of any Director or Manager in the Company, if so, name of such Director or manager
1.	Nirmal Parakh	Chief Financial Officer	10.08	Permanent	ACA , ACS	01.09.2012	37	A C Bhuteria & Co.	Nil	N.A
2.	Shikha Agarwal	Company Secretary	6.02	Permanent	ACS	01.03.2018	35	Ankit India Ltd.	Nil	D/o of Pawan Kr Agarwal
3.	Prateek Agarwal	Marketing Head	6.02	Permanent	C.S	02.08.2017	33	N.A.	Nil	Son of Pawan Kr Agarwal
4.	Pupai Ghosh	Production incharge	4.52	Permanent	Graduate	01.06.2020	33	N.A	Nil	N.A
5.	Sitansusekhar Mahapatra	Plant Supervisor	5.42	Permanent	Non Matric	01.04.2021	37	Kondai Fabric Pvt Ltd.	Nil	N.A.
6.	Ruchi Jain	Senior Accountant	5.40	Permanent	Graduate	01.10.2019	36	Samriddhi Investment Services Pvt Ltd.	Nil	N.A
7.	Saifula Naskar	Production incharges	5.27	Permanent	Non Matric	01.10.2016	62	Shri BalmukundPolypack Pvt Ltd	Nil	N.A.
8.	Manoyar Laskar	Assistant Production	5.32	Permanent	Non Matric	05.12.2018	39	Shri Balmuku	Nil	N.A>

		n incharge						nd Polypack Pvt. Ltd.		
9.	Sushanto Adhikari	Productio n head	4.52	Permanent	Non Matric	01.06.20 20	40	Megha Plastics Pvt. Ltd.	Nil	N.A
10	Amal Mal	Productio n inchagre	5.35	Permanent	Non Matric	01.02.20 21	35	Priyo Darshani Polypack Ltd.	Nil	N.A

- A. **List of employees drawing a remuneration not less than Rs. 102.00 Lakh per annum or Rs. 8.50 Lakh per month, if employed for part of the year:** No employee in the Company has drawn remuneration falling under this category.
- B. There is no employee in employment throughout the financial year or part thereof, was in receipt of remuneration in that year which, in the aggregate, or as the case may be, at a rate which, in the aggregate, is in excess of that drawn by the Managing Director or Whole-time Director or Manager and holds by himself or along with his spouse and dependent children, not less than two per cent of the equity shares of the Company.

**Independent Auditor's Report**  
**To the Members of SMVD Poly Pack Limited**  
**(Formerly known as SMVD Poly Pack Private Limited)**  
**Report on the Audit of the Standalone Financial Statements**

**Opinion**

We have audited the accompanying standalone financial statements of SMVD Poly Pack Limited ("the Company"), which comprise the standalone balance sheet as at March 31, 2022, and the standalone statement of profit and loss, the standalone statement of cash flows for the year then ended, and notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, 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 March 31, 2022 and its profit and its cash flows for the year then ended.

**Basis for Opinion**

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

**Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current 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 matter described below to be the key audit matters to be communicated in our report.

<b>Key Audit Matter</b>	<b>Response to Key Audit Matter</b>
<b>(a) Revenue Recognition (Occurrence and Accuracy)</b>  Revenue from sale of goods is recognized upon transfer of control and is measured at the price at which the Company expects to be entitled from a customer and are recorded net of product claims and other pricing allowances to	<b>Principal audit procedures and performed:</b>  <b>Accounting policies:</b> Assessed the appropriateness of the Company's revenue recognition accounting policies, including recognition and those related to trade spend by comparing with applicable accounting standards;



customers including trade schemes (collectively “trade spend”).	<b>Control testing:</b> Tested the effectiveness of the Company’s control over the adequacy of provision of trade spends.
<b>Key Audit Matter</b>	<b>Response to Key Audit Matter</b>
The judgements required by management to estimate trade spend accruals are complex due to the diverse range of arrangements and commercial terms across the market.	<ul style="list-style-type: none"> <li>• <b>Tests of details:</b> Obtained samples of sales transactions to verify collection in bank statement to determine whether revenue has actually occurred and recorded accurately. <ul style="list-style-type: none"> <li>• Agreed a sample of trade spend accruals to supporting documentation.</li> <li>• Performed Trend analysis of utilization of provision of trade spends with actual spends passed to the customer.</li> <li>• Challenged the Company’s assumptions used in estimating trade spend accruals using our experience of the industry in which it operates.</li> <li>• Developed an expectation of the current year revenue based on trend analysis information, taking into account sales and returns information. We compared this expectation against actual revenue and, where relevant, completed further inquiries and testing;</li> <li>• Tested the relevant information technology system access and change management controls relating to information used in recorded sales; and</li> <li>• Tested the adequacy of the Company’s disclosures in respect of revenue.</li> </ul> </li> </ul>

### Other Information

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

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

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

### **Responsibilities of management and those charged with governance for the 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 of these standalone financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone 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 financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

### **Auditor's responsibilities for the audit of the Standalone Financial Statements**

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

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

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists

related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

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

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

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

#### **Report on other legal and regulatory requirements**

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the "**Annexure A**" a statement on the matters specified in paragraphs 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 purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - (c) The standalone balance sheet, the standalone statement of profit and loss and the standalone statement of cash flows dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act.
  - (e) On the basis of the written representations received from the directors, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022, from being appointed as a director in terms of Section 164(2) of the Act.
  - (f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure B**".

- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 (as amended), in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements. Refer note 38 to the standalone financial statements;
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2022.
  - iv. (a) The management has represented that, to the best of its knowledge and belief, as disclosed in the notes to the accounts, 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 34(vi) to the standalone financial statements);
  - (b) The management has represented that, to the best of its knowledge and belief, as disclosed in the notes to the accounts, 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 34(vi) to the standalone financial statements); and
  - (c) Based on such audit procedures that we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.
  - v. The Company has neither declared nor paid any dividend during the year.
3. With respect to the other matters to be included in the Auditor's Report in accordance under section 197(16) of the Act:
- In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of section 197 of the Act. The remuneration paid by any director is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs

has not prescribed other details under section 197(16) of the Act which are required to be commented upon by us.

For **D. K. Parmanandka & Co.**

Firm Registration Number: 322388E

Chartered Accountants

Sd/-

**(Rahul Gupta)**

Partner

Membership Number 308981

UDIN: **22308981AJWXHM3093**

Place: Kolkata

Date: May 30, 2022

**“Annexure A” to Independent Auditors’ Report**

(Referred to in paragraph 11 of the Independent Auditors’ Report of even date to the members of SMVD Poly Pack Limited on the standalone financial statements as of and for the year ended March 31, 2022)

- (i) (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
- (b) Property, Plant and Equipment of the Company have been physically verified by the Management during the year and no material discrepancies have been noticed on such verification. In our opinion, the frequency of verification is reasonable.
- (c) According to the information and explanations given to us and the records of the Company, the immovable properties comprise of Land, Factory Building and Office Building. Factory Building and Office Building has been constructed by the Company on the land purchased by it. The title deed of land is in the name of the Company and as explained, the construction of factory building and office building does not require registration and hence no title deed is available for the same, the details of which are as under: -

Amount : Rs.(in lacs)					
Sl. No.	Particulars	Lease Hold / Free Hold	Gross Block	Accumulated Depreciation	Net Block
1.	Factory Building	Constructed on Free hold Land	1036.19	189.49	846.70
2.	Office Building	Constructed on Free hold Land	46.80	6.97	39.83

(Also Refer Note 12 to the standalone financial statements).

- (d) The Company has not revalued its Property, Plant and Equipment or intangible assets. Consequently, the question of our commenting on whether the revaluation is based on the valuation by a Registered Valuer, or specifying the amount of change, if the change is 10% or more in the aggregate of the net carrying value of each class of Property, Plant and Equipment or intangible assets does not arise.
- (e) Based on the information and explanations furnished to us, no proceedings have been initiated on or are pending against the Company for holding benami property under the Prohibition of Benami Property Transactions Act, 1988 (as amended in 2016) (formerly the Benami Transactions (Prohibition) Act, 1988 (45 of 1988)) and Rules made thereunder, and therefore the question of our commenting on whether the Company has appropriately disclosed the details in its financial statements does not arise.
- (ii) (a) The physical verification of inventory has been conducted at reasonable intervals by the Management during the year and, in our opinion, the coverage and procedure of such verification by the Management is appropriate. The discrepancies noticed on physical

verification of inventory as compared to book records were not more than 10% in the aggregate for each class of inventory.

- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has been sanctioned working capital limits in excess of five crore rupees, in aggregate from banks or financial institutions on the basis of security of current assets. In our opinion, the quarterly statements filed by the Company with such banks or financial institutions are in agreement with the books of accounts of the Company.
- (iii) (a) According to the information and explanation given to us and on the basis of our examination of the records of the Company, the Company has not provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, limited liability partnership or any other parties during the year. The Company has, during the year, made investments in one mutual fund scheme.
- (b) In respect of the aforesaid investments, the terms and conditions under which such investments were made are not prejudicial to the Company's interest.
- (c) The Company has not provided any loans or advances in the nature of loans and hence reporting under clause 3(iii)(c) to (f) of the Order is not applicable.
- (iv) In our opinion, and according to the information and explanations given to us, the Company has neither made any investments nor has it given loans or provided any guarantee or security and therefore the provisions of Sections 185 and 186 of the Companies Act, 2013 are not applicable to the Company. Accordingly, clause 3(iv) of the Order is not applicable.
- (v) The Company has not accepted any deposits or amounts which are deemed to be deposits within the meaning of Sections 73, 74, 75 and 76 of the Act and the Rules framed there under to the extent notified.
- (vi) Pursuant to the rules made by the Central Government of India, the Company is not required to maintain cost records as specified under Section 148(1) of the Act in respect of its products.
- (vii) (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing undisputed statutory dues in respect of Goods and Service Tax, Provident Fund, Employees' State Insurance, Income tax, Duty of Customs, Cess and other statutory dues, as applicable, with the appropriate authorities. No amounts were in arrears in respect of statutory dues on the last of the financial year for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us and the records of the Company examined by us, details of dues relating to Goods and Service Tax, Provident Fund, Employees' State Insurance, Income tax, Duty of Customs, Cess and other statutory dues, which have not been deposited with the appropriate authorities on account of any dispute are as follows:

Nature of Statute	Nature of Dues	Forum where Dispute is pending	Period to which amount relates	Amount (Rs in lakhs)
Goods and Service Tax	Transitional Credit under Goods and Service Tax	High Court	2017-18	8.12

(viii) According to the information and explanations given to us and on the basis of examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961, as income during the year.

(ix) (a) According to the records of the Company examined by us and the information and explanation given, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest to any lender during the year.

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

(c) In our opinion, and according to the information and explanations given to us, the term loans have been applied for the purposes for which they were obtained. (Also refer Note 34(x) to the standalone financial statements).

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

(e) According to information and explanations given to us and on an overall examination of the standalone financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its associate company. The Company did not have any subsidiaries or joint ventures during the year.

(f) According to information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its associate company. The Company did not have any subsidiaries or joint ventures during the year.

(x) (a) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, the reporting under clause 3(x)(a) of the Order is not applicable to the Company.

(b) The Company has not made any preferential allotment or private placement of shares or fully or partially or optionally convertible debentures during the year. Accordingly, the reporting under clause 3(x)(b) of the Order is not applicable to the Company.

(xi) (a) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the



information and explanations given to us, no fraud by the Company or on the Company has been noticed or reported during the course of the audit.

- (b) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, no report under Section 143(12) of the Act has been filed by the auditors in Form ADT-4, as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government. Accordingly, the reporting under clause 3(xi)(b) of the Order is not applicable to the Company.
- (c) During the course of our examination of the books and records of the Company carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, and as represented to us by the management, no whistle-blower complaints have been received during the year by the Company. Accordingly, the reporting under clause 3(xi)(c) of the Order is not applicable to the Company.
- (xii) As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the reporting under clause 3(xii) of the Order is not applicable to the Company.
- (xiii) The Company has entered into transactions with related parties in compliance with the provisions of Sections 177 and 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required under Indian Accounting Standard 18 “Related Party Disclosures” specified under Section 133 of the Act.
- (xiv)(a) Based on information and explanations provided to us and our audit procedures, in our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
  - (b) We have considered the internal audit reports of the Company issued till date for the period under audit.
- (xv) The Company has not entered into any non-cash transactions with its directors or persons connected with him. Accordingly, the reporting on compliance with the provisions of Section 192 of the Act under clause 3(xv) of the Order is not applicable to the Company.
- (xvi)(a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the reporting under clause 3(xvi)(a) of the Order is not applicable to the Company.
  - (b) The Company has not conducted non-banking financial / housing finance activities during the year. Accordingly, the reporting under clause 3(xvi)(b) of the Order is not applicable to the Company.
  - (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, the reporting under clause 3(xvi)(c) of the Order is not applicable to the Company.
  - (d) Based on the information and explanations provided by the management of the Company, the Group does not have any CICs as part of the Group as detailed in Note 41 to the standalone financial statements.

- (xvii) The Company has not incurred any cash losses in the current financial year or in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year and accordingly the reporting under clause (xviii) is not applicable.
- (xix) According to the information and explanations given to us and on the basis of the financial ratios (Also refer Note 34(xiii) to the standalone financial statements), ageing and expected dates of realization of assets and payment of liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date will get discharged by the Company as and when they fall due.
- (xx) The requirements as stipulated by the provisions of Section 135 are not applicable to the Company. Accordingly, reporting under clause 3(xx)(a) and 3(xx)(b) of the Order are not applicable.
- (xxi) The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of Standalone Financial Statements. Accordingly, no comment in respect of the said clause has been included in this report.

For **D. K. Parmanandka & Co.**

Firm Registration Number: 322388E

Chartered Accountants

Sd/-

**(Rahul Gupta)**

Partner

Membership Number 308981

UDIN: **22308981AJWXHM3093**

Place: Kolkata

Date: May 30, 2022

## **“Annexure B” to the Independent Auditor’s Report**

### **Report on the Internal Financial Controls with reference to Financial Statements under clause (i) of sub-section 3 of Section 143 of the Act**

We have audited the internal financial controls with reference to financial statements of SMVD Poly Pack Limited (“the Company”) as of March 31, 2022 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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

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

#### **Auditor’s Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing deemed to be prescribed under Section 143(10) of the Act 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 ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, 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 with reference to financial statements.

#### **Meaning of Internal Financial Controls with reference to financial statements**

A company's internal financial controls with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting

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

#### **Inherent Limitations of Internal Financial Controls with reference to financial statements**

Because of the inherent limitations of internal financial controls with reference to financial statements, 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 with reference to financial statements to future periods are subject to the risk that the internal financial controls with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

#### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at 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 issued by ICAI.

**For D. K. Parmanandka & Co.**  
Firm Registration Number: 322388E  
Chartered Accountants

Sd/-  
**(Rahul Gupta)**  
Partner  
Membership Number 308981  
UDIN: **22308981AJWXHM3093**

Place: Kolkata  
Date: May 30, 2022

**SMVD POLY PACK LIMITED**  
**(Formerly known as SMVD Poly Pack Private Limited)**  
**CIN : L25200WB2010PLC141483**  
**BALANCE SHEET AS AT 31ST MARCH, 2022**

**(All amount in Rupees Lakhs, unless otherwise stated)**

	Particulars	Note No.	As at 31.03.2022	As at 31.03.2021
<b>I.</b>	<b>EQUITY AND LIABILITIES</b>			
	<b>Shareholders' Funds</b>			
	(a) Share Capital	3	496.54	496.54
	(b) Reserve and Surplus	4	1,808.09	1,703.47
	<b>Total Shareholders' Funds</b>		<b>2,304.63</b>	<b>2,200.01</b>
	<b>Non-current Liabilities</b>			
	(a) Long Term Borrowings	5	769.73	1,133.02
	(b) Deferred Tax Liabilities (net)	6	224.28	215.25
	(c) Long Term Provisions	7	24.27	16.00
	<b>Total Non-current Liabilities</b>		<b>1,018.28</b>	<b>1,364.27</b>
	<b>Current Liabilities</b>			
	(a) Short Term Borrowings	8	2,453.18	2,175.98
	(b) Trade Payables	9		
	Total outstanding dues of micro enterprises and small enterprises		-	-
	Total outstanding dues of creditor other than micro enterprises and small enterprises		1,316.20	553.58
	(c) Other Current Liabilities	10	291.61	190.05
	(d) Short Term Provisions	11	1.88	4.26
	<b>Total Current Liabilities</b>		<b>4,062.88</b>	<b>2,923.87</b>
	<b>TOTAL EQUITY &amp; LIABILITIES</b>		<b>7,385.79</b>	<b>6,488.15</b>
<b>II.</b>	<b>ASSETS</b>			
	<b>Non-current Assets</b>			
	(a) Property, Plant & Equipment	12	2,516.55	2,625.69
	(b) Capital Work in Progress	13	68.21	0.70
	(c) Intangible Assets		-	0.05
	Non-Current Investments	14	45.00	13.00
	Other Non- Current Assets	15	41.06	7.52
	<b>Total Non-current Assets</b>		<b>2,670.83</b>	<b>2,646.95</b>
	<b>Current Assets</b>			
	(a) Inventories	16	2,722.16	2,231.99
	(b) Trade Receivables	17	1,319.87	1,191.41
	(c) Cash and Bank Balances	18	123.31	146.18
	(d) Short Term Loans and Advances	19	271.03	271.38
	(e) Other Current Assets	20	278.59	0.24
	<b>Total Current Assets</b>		<b>4,714.96</b>	<b>3,841.20</b>
	<b>TOTAL ASSETS</b>		<b>7,385.79</b>	<b>6,488.15</b>
	Significant Accounting Policies	1-2		
	Notes to the Financial Statements	3-43		

In terms of our report of even date attached

**Place: Kolkata**

**For D. K. Parmanandka & Co.**

Chartered Accountants

Firm Registration. No: 322388E

**Sd/-**

**(Rahul Gupta)**

Partner

Membership No: 308981

**Date: 30th May, 2022**

**For and on behalf of the Board of Directors of  
SMVD Poly Pack Limited**

**Sd/-**

**Pramod Kumar Agarwal**  
*Chairman & Managing Director*  
DIN-00324999

**Sd/-**

**Pawan Kumar Agarwal**  
*Director*  
DIN-00325033

**Sd/-**

**Sangita Agarwal**  
*Director*  
DIN-02860390

**Sd/-**

**Nirmal Parakh**  
*Chief Financial Officer*

**Sd/-**

**Shikha Agarwal**  
*Company Secretary*

## SMVD POLY PACK LIMITED

(Formerly known as SMVD Poly Pack Private Limited)

CIN : L25200WB2010PLC141483

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

(All amount in Rupees Lakhs, unless otherwise stated)

	Particulars	Note No.	Year ended 2021-22	Year ended 2020-21
I	<b>Income</b>			
	(a) Revenue from Operations	21	8,624.13	6,830.82
	(b) Other Income	22	5.86	6.06
	<b>Total Income</b>		<b>8,629.99</b>	<b>6,836.89</b>
II	<b>Expenses</b>			
	(a) Cost of Materials Consumed	23	6,674.74	4,563.33
	(b) Purchase of Stock-in- Trade	24	141.95	674.80
	(c) Change in Inventories of Finished Goods , Stock in Process	25	(421.88)	(200.14)
	(d) Employees Benefit Expenses	26	459.97	312.82
	(e) Finance Cost	27	381.80	384.12
	(f) Depreciation & Amortisation Expense	28	173.81	169.30
	(g) Other Expenses	29	1,075.31	882.79
	<b>Total Expenses</b>		<b>8,485.70</b>	<b>6,787.00</b>
III	<b>Profit before Exceptional Item and tax (I-II)</b>		<b>144.29</b>	<b>49.88</b>
	Less : Exceptional Item	30	(5.68)	-
IV	<b>Profit before tax</b>		<b>138.61</b>	<b>49.88</b>
V	<b>Tax expense:</b>			
	(a) Current Tax		(24.77)	(8.49)
	(b) Deferred tax		(9.03)	(3.68)
	(c) MAT Credit Entitlement		(0.10)	8.49
	(d) Income tax for Earlier Years		(0.08)	2.32
	<b>Total tax expense</b>		<b>(33.98)</b>	<b>(1.36)</b>
VI	<b>Profit after tax for the year (IV-V)</b>		<b>104.63</b>	<b>48.53</b>
VII	<b>Earning per equity share</b>	40		
	(a) Basic		2.11	0.98
	(b) Diluted		2.11	0.98
	Significant Accounting Policies	1-2		
	Notes to the Financial Statements	3-43		

In terms of our report of even date attached

Place: Kolkata

For D. K. Parmanandka &amp; Co.

Chartered Accountants

Date: 30th May, 2022

Firm Registration. No: 322388E

Sd/-

For and on behalf of the Board of Directors of  
SMVD Poly Pack Limited

(Rahul Gupta)

Partner

Sd/-

Sd/-

Membership No: 308981

Pramod Kumar Agarwal  
Chairman & Managing Director  
DIN-00324999Sangita Agarwal  
Director  
DIN-02860390

Sd/-

Sd/-

Pawan Kumar Agarwal  
Director DIN -00325033Nirmal Parakh  
Chief Financial OfficerSd/-  
Shikha Agarwal  
Company Secretary

## SMVD POLY PACK LIMITED

(Formerly known as SMVD Poly Pack Private Limited)

CIN : L25200WB2010PLC141483

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2022

(All amount in Rupees Lakhs, unless otherwise stated)

Particulars		Year ended 31.03.2022	Year ended 31.03.2021
<b>A. Cash Flow from Operating Activities</b>			
Net Profit / (Loss) before tax		138.61	49.88
<b>Adjusted for:</b>			
Add: Depreciation		173.81	169.30
Exceptional Item		5.68	-
Interest on Loan		381.80	384.12
Less: Interest Income		(5.86)	(6.06)
<b>Operating Profit Before Extra Ordinary item</b>		<b>694.04</b>	<b>597.24</b>
Adjustment for Extra-ordinary items		-	-
<b>Operating Profit Before Working Capital Changes</b>		<b>694.04</b>	<b>597.24</b>
<b>Changes in Working Capital</b>			
(Increase)/ decrease in Inventories		(490.18)	(296.10)
Decrease/ (increase) in Trade and Other Receivables		(125.93)	(214.56)
Increase/ (decrease) in Trade and Other Payable		1,178.32	(2.67)
Decrease/ (increase) in other current assets		(277.94)	-
<b>Cash generated from/ (used in) Operations</b>		<b>978.31</b>	<b>83.91</b>
Direct Taxes Paid (net of refunds)		(30.86)	(23.68)
<b>Net cash flow from/ (used in) Operating Activities</b>	<b>(A)</b>	<b>947.45</b>	<b>60.23</b>
<b>B. Cash Flow from Investing Activities</b>			
Purchase of fixed assets		(144.82)	(46.27)
Sale of fixed assets		7.00	-
Investment in Mutual Fund		(32.00)	-
Interest received		5.45	6.27
Long term Provisions		8.27	4.37
Loan Term Loans And Advance (Assets)		-	(4.08)
Other Non Current Assets		(33.55)	34.18
<b>Net Cash Flow from/ (used) in Investing Activities</b>	<b>(B)</b>	<b>(189.65)</b>	<b>(5.52)</b>
<b>C. Cash Flow from Financing Activities</b>			
Interest on Loan		(424.29)	(341.62)
Loan taken during the year		-	563.00
Repayment of Loan		(356.38)	(252.49)
<b>Net Cash Flow from/ (used) in Financing Activities</b>	<b>(C)</b>	<b>(780.67)</b>	<b>(31.11)</b>
<b>Net Increase/ in Cash and Cash Equivalents (A+B+C)</b>		<b>(22.87)</b>	<b>23.59</b>
Cash and cash equivalents at the beginning of the year		146.18	122.59
Cash and cash equivalents at the end of the year		<b>123.31</b>	<b>146.18</b>

## Notes:

- (1) Cash Flow Statement has been prepared using the indirect method in accordance with Accounting Standard AS - 3 "Cash Flow Statement" notified under Section 133 of the Companies Act, 2013.
- (2) For Cash and Cash Equivalent refer to Note No. 2(t).

Place: Kolkata

Date: 30th May, 2022

For and on behalf of the Board of Directors of SMVD  
Poly Pack Limited

Sd/-  
**Pramod Kumar Agarwal**  
Chairman & Managing Director  
DIN-00324999

Sd/-  
**Pawan Kumar Agarwal**  
Director DIN- 00325033

Sd/-  
**Sangita Agarwal**  
Director  
DIN-02860390

Sd/-  
**Nirmal Parakh**  
Chief Financial Officer  
Annual Report 2021-22 Page 69

In terms of our report of even date attached  
**For D. K. Parmanandka & Co.**  
Chartered Accountants  
Firm Registration. No: 322388E  
Sd/-  
**(Rahul Gupta)**  
Partner  
Membership No: 308981

Sd/-  
**Shikha Agarwal**  
Company Secretary

SMVD POLY PACK LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

**1 CORPORATE INFORMATION**

SMVD Poly Pack Limited is a limited company, incorporated and domiciled in India having its registered office at Kolkata, West Bengal. The company is engaged in the business of manufacturing and sale of PP/HDPE Fabrics, PP/HDPE Bags/Sacks, Jumbo Bags, Leno Bags.

**2 SIGNIFICANT ACCOUNTING POLICIES:**

**(a) Basis of Preparation of Financial Statements:**

**Compliance with Accounting Standards:** The financial statements of the company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules 2014 as amended.

**Historical cost convention:** The financial statements have been prepared on an accrual basis and under the historical cost convention. The accounting policies adopted in the preparation of financial statements are consistent with those used in the previous year.

**Current / Non-current classification:** The company presents assets and liabilities in the balance sheet based on current/non-current classification.

**An asset is classified as current when it is:**

- i expected to be realised or intended to be sold or consumed in the normal operating cycle,
- ii held primarily for the purpose of trading,
- iii expected to be realised within twelve months after the reporting period, or
- iv cash or cash equivalents unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

**A liability is classified as current when:**

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

All other liabilities are classified as non-current.

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

**Rounding of amounts:** All amounts disclosed in the financial statements and notes have been rounded off to the nearest lakhs and decimals thereof (Rs.00,000.00) as per requirement of Schedule III, unless otherwise stated.



**SMVD POLY PACK LIMITED**

**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022**

**(b) Use of Estimates**

The preparation of the financial statements, in conformity with the accounting standards generally accepted in India, requires the management to make estimates that affect the reported amount of assets & liabilities, disclosure of contingent liabilities as at the date of the financial statement and reported amounts of revenue and expenses for the year. Actual results could differ from these estimates. Difference between the actual results and estimates are recognised in the period in which the results are known/materialized.

**(c) Cash Flow Statement**

Cash Flow statement has been prepared as per the requirement of Accounting Standard-3. Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of non cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income and expenses associated with investing or financing cash flows. Cash flows from operating, investing and financing activities of the Company are segregated, accordingly.

**(d) Contingencies and Event Occurring After the Balance Sheet Date**

Effects of, event occurred after Balance Sheet date and having material effect on financial statements are reflected where ever required.

**(e) Property, Plant and Equipment**

Property, plant and equipment are stated at cost, less accumulated depreciation and impairment losses if any. Cost comprises of purchase price, borrowing costs and any directly attributable cost of bringing the asset to its working condition for its intended use.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising from derecognition of a property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the property, plant and equipment and are recognised in the statement of profit and loss when the asset is derecognised.

Capital work-in-progress is stated at cost, net of accumulated impairment loss, if any.

Intangible assets are stated at cost, less accumulated amortization thereon. Cost comprises the purchase price inclusive of duties (net of GST), taxes and incidental expenses.

Goodwill represents the amount of difference between consideration and the value of net identifiable assets acquired.

**SMVD POLY PACK LIMITED**

**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022**

**(f) Depreciation & Amortization**

i) Machinery spares which can be used only in connection with an item of fixed assets and whose use as per technical assessment is expected to be irregular are capitalized and depreciated over the residual life of the respective assets.

ii) Depreciation on fixed assets is provided on depreciable value of assets using straight line method on the basis of useful life specified in Schedule II to the companies Act, 2013 or as estimated by the management. The residual value of an asset for this purpose is determined at the rate of 5% of the original cost of asset or as estimated by the management whichever is lower. Lease hold assets including improvements are depreciated on straight line basis over the lower of the lease term and their useful lives.

**(g) Impairment of assets**

Impairment loss is recognized wherever the carrying amount of an asset is in excess of its recoverable amount and the same is recognized as an expense in the Statement of Profit & Loss and carrying amount of the asset is reduced to its recoverable amount. Reversal of impairment losses recognized in previous years is recorded when there is an indication that the impairment losses recognized for the assets no longer exist or have decreased.

**(h) Investments**

Long term Investments are stated at cost less provision for diminution, other than temporary, in the value of Investments.

**(i) Inventories**

Raw materials and stores and spares are valued at lower of cost or net realisable value and for this purpose cost is determined on first in first out basis. However, these items are not valued below cost if the finished products in which they are to be incorporated are expected to be sold at or above cost.

Semi-Finished goods, Finished goods and By-products are valued at lower of cost or net realisable value and for this purpose cost is determined on the basis of average cost basis which approximates the actual cost.

Traded goods are valued at lower of cost or net realisable value and for this purpose cost is determined on first in first out basis. Cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition.

**(j) Goods and Service Tax (GST)**

Accounts are maintained on exclusive method and accordingly the GST is accounted for by reducing the purchase cost of the materials/fixed assets and is adjusted with output GST.

**(k) Employee Benefits**

Employee Benefits include contribution to provident fund, super annuation fund, gratuity fund, compensated absences, pension and employee state insurance scheme.

SMVD POLY PACK LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

**Short Term Employee Benefits:** The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by the employees are recognised during the year when the employees render the service. These benefits include performance incentive and compensated absences, which are expected to occur within twelve months after the end of the period in which the employee renders the related service.

**Defined contribution schemes:** The liability in respect of defined benefit plan related to gratuity, if applicable, is calculated at the end of every year and net changes in the liability is included in the employee benefit expense in the statement of profit and loss.

A defined contribution plan is a post-employment benefit plan under which the company pays specified monthly contributions to Provident Fund. The Company's contribution is recognised as an expense in the Statement of Profit and Loss during the period in which the employee renders the related service.

(l) **Revenue Recognition**

Sales comprise invoice value of goods net of GST and are recognized on transfer of risk and rewards associated with the property in goods to the buyer which is normally on delivery as per terms of sales.

(m) **Accounting for Government Grants**

The Government grants/ incentives are accounted for on mercantile basis and are recognised in books to the extent of approval of same from government i.e. as & when the same is crystallized and/or there is a reasonable certainty of receipt of same.

(n) **Borrowing Costs**

Borrowing Costs relating to acquisition/construction of qualifying assets are capitalized until the time all substantial activities necessary to prepare the qualifying assets for their intended use complete. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other Borrowing costs are charged to revenue.

(o) **Taxation**

Provision for Income Tax comprises of current tax and deferred tax charge or release. Deferred Tax is recognized subject to consideration of prudence on timing differences being difference between taxable and accounting Income/Expenditure that originate in one period and are capable of reversal in one or more subsequent periods. Deferred Tax Assets are not recognized unless there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets will be realized.

**SMVD POLY PACK LIMITED**

**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022**

**(p) Minimum Alternate Tax Credit**

Minimum Alternate Tax Credit Entitlement is recognised in the books of account when there is convincing evidence that the Company will pay normal income tax during the specified period. The Entitlement is reviewed at each balance sheet date with regard to the correctness of the carrying amount.

**(q) Provision, Contingent Liabilities and Contingent Assets**

Provisions are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognised but disclosed in the notes. While contingent assets are neither recognized nor disclosed.

**(r) Segment Reporting**

As per Accounting Standard 17 on Segment reporting issued by the institute of Chartered Accountants of India, the company operates under two reportable business segments. The accounting principles were consistently used in preparation of financial statements and are also applied to record income and expenditure in individual segments. There is no inter-segment transaction during the year. The Primary and Secondary business segments of the Company consist of Plastic product and Water Coconut.

**(s) Earnings per Share (EPS)**

Basic and diluted earnings per share are computed in accordance with Accounting Standard 20 "Earnings per Share".

Basic earnings per share is calculated by dividing the net profit or loss after tax for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

Diluted earnings per share are computed using the weighted average number of equity shares and dilutive potential equity shares outstanding during the year except where the results are anti-dilutive.

**(t) Cash and Cash Equivalents**

The Company considers all highly liquid financial instruments which are readily convertible in to cash and have original maturities of three months or less from the date of purchase, to be cash equivalents.

## SMVD POLY PACK LIMITED

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

(All amount in Rupees Lakhs, unless otherwise stated)

## 3 Share Capital

Particulars	As at 31.03.2022		As at 31.03.2021
<b>SHARE CAPITAL</b>			
<b>AUTHORIZED:</b>			
2,00,00,000 (Previous Year 2,00,00,000) Equity	2,000.00		2,000.00
Shares of Rs. 10/- each			
<b>ISSUED, SUBSCRIBED &amp; PAID UP :</b>			
49,65,400 (Previous Year 49,65,400 ) Equity	496.54		496.54
Shares of Rs. 10/- each			
	<b>496.54</b>		<b>496.54</b>

## 3.1 Share Capital Reconciliation

Particulars	As at 31.03.2022		As at 31.03.2021
	No. of Shares		No. of Shares
Equity Shares at the beginning of the year	49,65,400		49,65,400
Add : Equity Shares Issued during the year	-		-
Less : Equity Shares bought back during the Year	-		-
Equity Shares at the end of the year	<b>49,65,400</b>		<b>49,65,400</b>

## 3.2 Particulars of Equity Shareholders holding more than 5% Shares at Balance Sheet date

Name of the Shareholders	As at 31.03.2022		As at 31.03.2021	
	No. of Shares	% of holding	No. of Shares	% of holding
i) Pramod Kumar Agarwal	2,68,385	5.41	2,68,385	5.41
ii) Sangita Agarwal	3,68,000	7.41	3,68,000	7.41
iii) Tirumala Resins Pvt Ltd	4,70,000	9.47	4,70,000	9.47
iv) Ashakiran Commodeal Pvt Ltd	10,00,000	20.14	10,00,000	20.14
v) Pawan Agarwal	6,77,765	13.65	6,77,765	13.65
vi) Madhu Agarwal	4,19,820	8.45	4,19,820	8.45

## 3.3 Terms/rights attached to equity shares

The company has one class of equity shares having a par value of Rs.10/- per share. Each shareholder is eligible for one vote per share held. The dividend if any proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in the case of interim dividend.

## 3.4 Shareholding of Promoters

Shareholding of Promoters as at 31st March, 2022 is as follows-

Promoters Name	Shares held by promoters				% change during the year
	As at 31.03.2022		As at 31.03.2021		
	No. of Shares	% of holding	No. of Shares	% of holding	
i)Pramod Kumar Agarwal	2,68,385	5.41	2,68,385	5.41	0.00%
ii) Sangita Agarwal	3,68,000	7.41	3,68,000	7.41	0.00%
iii)Tirumala Resins Pvt Ltd	4,70,000	9.47	4,70,000	9.47	0.00%
iv)Ashakiran Commodeal Pvt Ltd	10,00,000	20.14	10,00,000	20.14	0.00%
v)Pawan Agarwal	6,77,765	13.65	6,77,765	13.65	0.00%
vi)Madhu Agarwal	4,19,820	8.45	4,19,820	8.45	0.00%
vii)Nityesh Agarwal	50,000	1.01	50,000	1.01	0.00%

Shareholding of Promoters as at 31st March, 2021 is as follows-

Promoters Name	Shares held by promoters				% change during the year
	As at 31.03.2021		As at 31.03.2020		
	No. of Shares	% of holding	No. of Shares	% of holding	
i)Pramod Kumar Agarwal	2,68,385	5.41	2,68,385	5.41	0.00%
ii) Sangita Agarwal	3,68,000	7.41	3,68,000	7.41	0.00%
iii)Tirumala Resins Pvt Ltd	4,70,000	9.47	4,70,000	9.47	0.00%
iv)Ashakiran Commodeal Pvt Ltd	10,00,000	20.14	10,00,000	20.14	0.00%
v)Pawan Agarwal	6,77,765	13.65	6,77,765	13.65	0.00%
vi)Madhu Agarwal	4,19,820	8.45	4,19,820	8.45	0.00%
vii)Nityesh Agarwal	50,000	1.01	50,000	1.01	0.00%

## 3.5 Disclosure of Bonus Share

19,95,240 equity shares of Rs.10/- each were issued as fully paid up bonus share through capitalisation of Securities Premium Reserve in financial year 2017-18.

## SMVD POLY PACK LIMITED

## NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

(All amount in Rupees Lakhs, unless otherwise stated)

## 4 Reserve &amp; Surplus

Particulars	As at 31.03.2022		As at 31.03.2021
<b>a)Capital Reserve</b>			
TUF (Textile Upgradation Fund) Subsidy	75.13		75.13
	<b>75.13</b>		<b>75.13</b>
<b>b)Securities Premium</b>			
Balance as per last Financial Statement	973.05		973.05
Add : Addition/ (Utilised) during the year	-		-
Closing Balance	<b>973.05</b>		<b>973.05</b>
<b>c)Surplus /(deficit) in the statement of Profit and Loss</b>			
Balance as per last Financial Statement	655.28		606.76
Add : Profit/ (Loss) for the year	104.63		48.53
Closing Balance	<b>759.91</b>		<b>655.28</b>
<b>Total Reserves and Surplus (a+b+c)</b>	<b>1,808.09</b>		<b>1,703.47</b>

## 5 Long - Term Borrowings

Particulars	As at 31.03.2022		As at 31.03.2021
<b>Secured</b>			
From Banks			
- Standard Chartered Bank [refer note 5.1 (a)]	508.99		-
- Standard Chartered Bank [refer note 5.1 (b)]	236.35		-
- Axis Bank [refer note 5.1 (a)]	-		650.17
- Axis Bank [refer note 5.1 (b)]	-		414.11
From Body Corporates			
- Tata Capital Financial Services Ltd. [refer note 5.1 (c)]	24.40		41.10
	<b>769.73</b>		<b>1,105.38</b>
<b>Unsecured</b>			
From Banks	-		9.36
From Body Corporates	-		18.28
	-		<b>27.64</b>
	<b>769.73</b>		<b>1,133.02</b>

## 5.1 Nature of Security and Repayment Terms

- (a) Term Loan 1 which was initially borrowed from South Indian Bank and has been taken over by Axis Bank Limited in previous financial year 2020-21 which has been further taken over by Standard Chartered Bank during the current financial year and is secured by way of first charge on entire plant & machinery except on plant & machinery procured through finance from Tata Capital Financial Services Limited and other fixed assets and second charge on current assets of the Company. The Term Loan carries interest @ MIBOR + 3.29% at monthly rest and principal is repayable in 45 equal monthly installments. Amount payable in next 12 months amounting to Rs. 190.87 lakhs has been shown under current maturity of long term debts.
- (b) Term Loan 2 is an ECLGS Loan (Emergency Credit Line Guarantee Scheme) announced by the honourable finance minister, was initially borrowed from South Indian Bank and has been taken over by Axis Bank Limited in previous financial year 2020-21, which is further taken over by Standard Chartered Bank during the current financial year and is secured by way of first charge on entire plant & machinery except plant & machinery procured through finance from Tata Capital Financial Services Limited and other fixed assets and second charge on current assets of the Company. The Term Loan carries interest @ fixed rate of 7.40% at monthly rest and principal is repayable monthly in 31 installments of Rs.14.77 lakhs and balance in last installment. Amount payable in next 12 months amounting to Rs. 177.26 lakhs has been shown under current maturity of long term debts.
- (c) Term Loan from Body Corporate is an ECLGS Loan (Emergency Credit Line Guarantee Scheme) announced by the honourable finance minister, borrowed from Tata Capital Financial Services Ltd. is secured by way of first charge on the plant & machinery. The term loan carries interest @11.5%(floating) at monthly rests and repayable monthly in 48 installments including moratorium period of 12 months, principal is repayable monthly in 35 installments of Rs.1.36 lakhs and balance Rs.1.37 lakhs in one installment towards principal by the year 2024-25. Amount payable in next 12 months amounting to Rs. 16.33 lakhs has been shown under current maturity of long term debts.

## 5.2 The entire secured term loans are also secured by the personal guarantee of the directors.

## SMVD POLY PACK LIMITED

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

(All amount in Rupees Lakhs, unless otherwise stated)

## 6 Defererd Tax Liabilities (Net)

Particulars	As at 31.03.2022		As at 31.03.2021
Deferred Tax Liability			
Timing difference of depreciable assets	231.08		221.84
<b>Less :</b>			
Deferred Tax Assets			
Unabsorbed business losses	-		2.29
Gratuity	6.80		4.30
	<b>224.28</b>		<b>215.25</b>

## 7 Long - Term Provisions

Particulars	As at 31.03.2022		As at 31.03.2021
Provision for Gratuity	24.27		16.00
	<b>24.27</b>		<b>16.00</b>

## 8 Short - Term Borrowings

Particulars	As at 31.03.2022		As at 31.03.2021
<b>Loans Repayable on Demand</b>			
<b>Secured</b>			
Working Capital loan from Standard Chartered Bank Ltd.	1,870.15		
Working Capital loan from Axis bank Ltd.	-		1,546.38
- refer note 8.1 below			
Working Capital loan from Tata Capital Financial Services Ltd.	198.58		
- refer note 8.2 below	<b>2,068.72</b>		<b>1,546.38</b>
<b>Unsecured</b>			
- From Tata Capital Financial Services Ltd	-		201.56
- From Body Corporates	-		50.49
	-		<b>252.05</b>
Total Loan Repayable on Demand	<b>2,068.72</b>		<b>1,798.43</b>
Current Maturities of Long term Debt	384.46		377.55
	<b>2,453.18</b>		<b>2,175.98</b>

## Nature of Security

8.1 Working Capital loan which was taken over by Axis Bank Limited from South Indian Bank in previous financial year has been further taken over by Standard Chartered Bank during the current financial year and is primarily secured against sundry debtors and stocks and collaterally secured against immovable property owned by the company. The loan carries interest @ Repo Rate + 4.50% . The Loan is also secured by personal guarantee of the directors.

8.2 Working Capital loan from Tata Capital Financial Services Ltd. carries floating interest @ 10.50%.

## 9 Trade Payables

Particulars	As at 31.03.2022		As at 31.03.2021
Total outstanding dues of micro enterprises and small enterprises (refer note no. 36)	-		-
Total outstanding dues of creditor other than micro enterprises and small enterprises	1,316.20		553.58
	<b>1,316.20</b>		<b>553.58</b>

## SMVD POLY PACK LIMITED

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

(All amount in Rupees Lakhs, unless otherwise stated)

Ageing for trade payables outstanding as on 31st March, 2022 is as follows-

Particulars	Outstanding for following periods from due date of payment					Total
	Unbilled	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Trade Payables						
MSME*	-	-	-	-	-	-
Others	-	1,316.20	-	-	-	1,316.20
Disputed dues - MSME*	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>1,316.20</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,316.20</b>

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

Ageing for trade payables outstanding as on 31st March, 2021 is as follows-

Particulars	Outstanding for following periods from due date of payment					Total
	Unbilled	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Trade Payables						
MSME*	-	-	-	-	-	-
Others	-	552.28	1.30	-	-	553.58
Disputed dues - MSME*	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>552.28</b>	<b>1.30</b>	<b>-</b>	<b>-</b>	<b>553.58</b>

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

## 10 Other Current Liabilities

Particulars	As at 31.03.2022		As at 31.03.2021
Other Payables			
Statutory dues payable	21.43		8.55
Interest accrued but not due	-		42.49
Liability for expenses	230.76		131.14
Advance from customers	39.42		7.87
	<b>291.61</b>		<b>190.05</b>

## 11 Short - Term Provisions

Particulars	As at 31.03.2022		As at 31.03.2021
Provisions for Income Tax net of advance tax and tax deducted or collected at	-		3.73
Provisions for Gratuity	1.88		0.53
	<b>1.88</b>		<b>4.26</b>

## 13 Capital work-in-progress

Capital work-in-progress as at March 31, 2022

Particulars	As at April 1, 2021	Additions during the year	Capitalisations	As at March 31, 2022
Capital work-in-progress	0.70	68.21	0.70	68.21
Total	0.70	68.21	0.70	68.21

Capital work-in-progress as at March 31, 2021

Particulars	As at April 1, 2020	Additions during the year	Capitalisations	As at March 31, 2021
Capital work-in-progress	-	0.70	-	0.70
Total	-	0.70	-	0.70



## SMVD POLY PACK LIMITED

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

(All amount in Rupees Lakhs, unless otherwise stated)

Capital work-in-progress ageing as at March 31, 2022 is as follows:

Capital work-in-progress	Amount in capital work-in-progress for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	68.21	-	-	-	68.21
Projects temporarily suspended	-	-	-	-	-
<b>Total</b>	<b>68.21</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>68.21</b>

Capital work-in-progress ageing as at March 31, 2021 is as follows:

Capital work-in-progress	Amount in capital work-in-progress for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	0.70	-	-	-	0.70
Projects temporarily suspended	-	-	-	-	-
<b>Total</b>	<b>0.70</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0.70</b>

## 14 Non- Current Investments

Particulars	As at 31.03.2022		As at 31.03.2021	
	Nos.	Amount	Nos.	Amount
<b>Non Trade Investments</b>				
<b>Investments in Equity Instruments</b>				
<b>Unquoted Equity Shares</b>				
Equity Shares of Associate Company Aashakiran Commodeal Pvt. Ltd. Face value of Rs. 10/- each fully paid up	2,60,000	13.00	2,60,000	13.00
<b>Investments in Mutual Funds</b>				
<b>Unquoted</b>				
Axis banking & PSU Debt-Growth fund	1,332.12	32.00	-	-
<b>Aggregate value of Investments</b>		<b>45.00</b>		<b>13.00</b>

Aggregate Market value of units of Mutual Funds

28.52

-

## 15 Other Non - Current Assets

Particulars	As at 31.03.2022		As at 31.03.2021
Security Deposits (Unsecured Considered Good)	24.54		7.52
Fixed Deposits including interest (having maturity more than 12 months) (refer note below)	16.52		-
	<b>41.06</b>		<b>7.52</b>

Fixed Deposit with banks includes Rs.16.48 lakhs (previous year Rs.NIL) given as margin against Bank Guarantee issued by Standard Chartered Bank

## 16 Inventories

Particulars	As at 31.03.2022		As at 31.03.2021
<b>(Valued at lower of cost or net reliasable value)</b>			
Finished Goods	1,313.73		1,604.73
Raw Materials	343.63		273.36
Stores & Spares	52.88		54.85
<b>(valued at estimated cost)</b>			
Work-in-progress	1,011.92		299.05
	<b>2,722.16</b>		<b>2,231.99</b>

## SMVD POLY PACK LIMITED

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

(All amount in Rupees Lakhs, unless otherwise stated)

## 17 Trade Receivables

Particulars	As at 31.03.2022	As at 31.03.2021
Unsecured, considered good	1,319.87	1,191.41
	1,319.87	1,191.41

Ageing for trade receivables outstanding as on 31st March, 2022 is as follows-

Particulars	Outstanding for following periods from due date of payment						Total
	Unbilled	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
<b>Trade Receivables</b>							
Undisputed Trade receivables - considered good	-	1,286.92	13.27	1.01	16.67	2.00	1,319.87
Undisputed Trade receivables - considered doubtful	-	-	-	-	-	-	-
Disputed Trade receivables - considered good	-	-	-	-	-	-	-
Disputed Trade receivables - considered doubtful	-	-	-	-	-	-	-
<b>Total</b>	-	1,286.92	13.27	1.01	16.67	2.00	1,319.87

Ageing for trade receivables outstanding as on 31st March, 2021 is as follows-

Particulars	Outstanding for following periods from due date of payment						Total
	Unbilled	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
<b>Trade Receivables</b>							
Undisputed Trade receivables - considered good	-	1,141.77	12.10	27.83	7.72	2.00	1,191.41
Undisputed Trade receivables - considered doubtful	-	-	-	-	-	-	-
Disputed Trade receivables - considered good	-	-	-	-	-	-	-
Disputed Trade receivables - considered doubtful	-	-	-	-	-	-	-
<b>Total</b>	-	1,141.77	12.10	27.83	7.72	2.00	1,191.41

## 18 Cash and Bank Balances

Particulars	As at 31.03.2022	As at 31.03.2021
Cash and Cash Equivalents		
Balances with Bank on :		
Current Account	2.01	3.18
Escrow Account	-	0.11
Cash in Hand	14.40	12.40
Other Bank Balances		
Recurring Deposit with Axis Bank	14.00	-
Fixed Deposit with Banks (refer note below)	92.90	130.50
	<b>123.31</b>	<b>146.18</b>

18.1 Fixed Deposit includes Rs 41.70 lakhs (previous year Rs Nil) held as security against bank guarantees provided by Axis Bank.

18.2 Fixed Deposit includes Rs 20.00 lakhs (previous year Rs.Nil) given as earnest money deposit.

Fixed Deposit includes Rs 25.90 lakhs (previous year Rs.Nil) held as security against TUF Subsidy for pending joint inspection by South Indian Bank.

18.3 Fixed Deposit includes Rs 1.17 lakhs (previous year Rs.1.17 lakhs) given as margin against Bank guarantee to South Indian Bank.

18.4 Fixed Deposit includes Rs 4.13 lakhs (previous year Rs.4.13 lakhs) given as margin against Bank guarantee to South Indian Bank.

## SMVD POLY PACK LIMITED

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

(All amount in Rupees Lakhs, unless otherwise stated)

## 19 Short - Term Loans and Advances

Particulars	As at 31.03.2022		As at 31.03.2021
<b>(Unsecured, considered good)</b>			
Advances recoverable in cash or in kind*	129.28		116.62
Advances to related parties	3.43		-
Advances to employees	5.24		3.83
Input Tax Credit under Goods & Service Tax	8.72		27.63
Advance income tax including tax deducted or collected at source net off provisions	2.28		-
MAT Credit Entitlement	95.07		95.17
Input Tax Credit on VAT	9.65		9.65
Prepaid Expenses	11.12		9.74
Insurance Claim Receivable	-		2.50
TUF Subsidy receivable	6.24		6.24
	<b>271.03</b>		<b>271.38</b>

\*refer note number 38

(a) Advances to related parties (note 33)

(b) The Company has not granted loans or advances in the nature of loans to promoters, directors, KMPs and other related parties (as defined under Companies Act, 2013), either severally or jointly with any other person.

## 20 Other Current Assets

Particulars	As at 31.03.2022		As at 31.03.2021
Security Deposits (Unsecured Considered Good)	277.94		-
Accrued Interest on Fixed Deposit	0.46		0.24
Accrued Interest on Recurring Deposit	0.20		-
	<b>278.59</b>		<b>0.24</b>

## SMVD POLY PACK LIMITED

## NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

(All amount in Rupees Lakhs, unless otherwise stated)

## 12. Property, Plant And Equipment And Intangible Assets

Particulars	Property, plant and equipment								Intangible Assets
	Land	Factory Shed & Building*	Office Building	Plant & Machinery	Furniture and Fixtures	Office Equipments	Vehicles	Total	Trade Marks
<b>Gross Block</b>									
As at April 1, 2020	209.88	1,027.65	46.80	2,114.94	3.50	5.49	5.59	3,413.85	0.20
Additions	-	-	-	43.89	-	1.68	-	45.57	-
Sale/ Deduction	-	-	-	-	-	-	-	-	-
As at March 31, 2021	209.88	1,027.65	46.80	2,158.83	3.50	7.17	5.59	3,459.42	0.20
<b>As at April 1, 2021</b>	<b>209.88</b>	<b>1,027.65</b>	<b>46.80</b>	<b>2,158.83</b>	<b>3.50</b>	<b>7.17</b>	<b>5.59</b>	<b>3,459.42</b>	<b>0.20</b>
Additions	-	8.55	-	63.96	3.47	1.33	-	77.30	-
Sale/ Deduction	-	-	-	28.77	-	-	-	28.77	-
<b>As at March 31, 2022</b>	<b>209.88</b>	<b>1,036.19</b>	<b>46.80</b>	<b>2,194.02</b>	<b>6.97</b>	<b>8.50</b>	<b>5.59</b>	<b>3,507.95</b>	<b>0.20</b>
<b>Depreciation</b>									
As at April 1, 2020	-	124.77	5.48	525.12	0.98	3.45	4.66	664.47	0.10
Depreciation for the year	-	32.29	0.74	134.66	0.32	0.58	0.66	169.25	0.05
Adjustment	-	-	-	-	-	-	-	-	-
As at March 31, 2021	-	157.06	6.23	659.78	1.30	4.03	5.32	833.72	0.15
<b>As at April 1, 2021</b>	<b>-</b>	<b>157.06</b>	<b>6.23</b>	<b>659.78</b>	<b>1.30</b>	<b>4.03</b>	<b>5.32</b>	<b>833.72</b>	<b>0.15</b>
Depreciation for the year	-	32.43	0.74	139.15	0.45	0.89	0.09	173.76	0.05
Adjustment	-	-	-	16.09	-	-	-	16.09	-
<b>As at March 31, 2022</b>	<b>-</b>	<b>189.49</b>	<b>6.97</b>	<b>782.84</b>	<b>1.75</b>	<b>4.93</b>	<b>5.41</b>	<b>991.39</b>	<b>0.20</b>
<b>Net Block</b>									
As at March 31, 2021	209.88	870.59	40.57	1,499.05	2.20	3.14	0.26	2,625.69	0.05
<b>As at March 31, 2022</b>	<b>209.88</b>	<b>846.70</b>	<b>39.83</b>	<b>1,411.18</b>	<b>5.21</b>	<b>3.58</b>	<b>0.17</b>	<b>2,516.55</b>	<b>-</b>

(a) Refer note 5 for information on Property, Plant and Equipment pledged as security by the company.

(b) The title deeds of all immovable properties are duly executed in favour of the Company.

(c) The Company has not revalued its property, plant and equipment or intangible assets or both during the current or previous year.

**21 Revenue from Operations**

Particulars	Year ended 31.03.2022	Year ended 31.03.2021
Sale of Products (Manufactured Goods)	10,005.14	7,257.90
Sale of Products (Traded Goods)	168.17	755.29
	10,173.31	8,013.19
Less : GST	(1,549.18)	(1,182.37)
Net Sales	8,624.13	6,830.82
<b>TOTAL</b>	<b>8,624.13</b>	<b>6,830.82</b>

**Particulars of sale of Products****Manufactured Goods :**

PP/HDPE Fabric	85.25	355.60
HDPE Tarpulin	3.70	1.76
PP/HDPE Bags	7,828.32	5,337.84
Leno Bags	316.59	283.79
Scrap	12.20	12.04
Liner	-	0.56
Jumbo Bags	234.35	161.14
Other	-	0.86

**Traded Goods :**

Granuals	142.52	426.12
Ribbon/White Tape	-	26.56
Water Coconut	-	224.31
Other	1.21	0.24
<b>Total</b>	<b>8,624.13</b>	<b>6,830.82</b>

**22 Other Income**

Particulars	Year ended 31.03.2022	Year ended 31.03.2021
a) Interest Income (TDS 53,955/- previous year TDS 44,793/-)	5.86	6.06
<b>TOTAL</b>	<b>5.86</b>	<b>6.06</b>

**23 Cost of Materials Consumed**

Particulars	Year ended 31.03.2022	Year ended 31.03.2021
<b>A) Raw Material Consumed</b>		
Opening Stock	273.36	190.48
Add: Purchase during the year	6,650.60	4,579.47
	6,923.96	4,769.95
Less: Closing Stock	343.63	273.36
<b>TOTAL (A)</b>	<b>6,580.33</b>	<b>4,496.59</b>

**Item wise classification**

Granuals	4,574.51	3,137.08
Filler	308.03	260.96
PP/HDPE Fabric	188.97	480.69
PP/HDPE Bags	1,151.51	-
Others	357.30	617.87
<b>TOTAL</b>	<b>6,580.33</b>	<b>4,496.59</b>

<b>B)Store &amp; Spares Consumed</b>		
Opening Stock	54.85	41.77
Add: Purchase during the year	92.44	79.82
	147.29	121.59
Less: Closing Stock	52.88	54.85
<b>TOTAL (B)</b>	<b>94.41</b>	<b>65.74</b>
<b>TOTAL (A+B)</b>	<b>6,674.74</b>	<b>4,563.33</b>

## SMVD POLY PACK LIMITED

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

(All amount in Rupees Lakhs, unless otherwise stated)

## 24 Purchase of Stock-in- Trade

Particulars	Year ended 31.03.2022	Year ended 31.03.2021
Water Coconut	-	199.65
Granuals	141.95	450.33
Ribbon/Tape	-	24.08
Polythene Tubes	-	0.55
Yarn	-	0.17
Ink/Reducer	-	0.02
<b>TOTAL</b>	<b>141.95</b>	<b>674.80</b>

## 25 Change in Inventories of Finished Goods , Stock in Process

Particulars	Year ended 31.03.2022	Year ended 31.03.2021
<b>Finished Goods</b>		
Opening Stock	1,604.73	1,523.19
Less: Closing Stock	1,313.73	1,604.73
	<b>291.00</b>	<b>(81.54)</b>
<b>Stock-in-process</b>		
Opening Stock	299.05	180.45
Less: Closing Stock	1,011.92	299.05
	<b>(712.88)</b>	<b>(118.60)</b>
<b>TOTAL</b>	<b>(421.88)</b>	<b>(200.14)</b>

## 26 Employees Benefit Expenses

Particulars	Year ended 31.03.2022	Year ended 31.03.2021
Salary	324.96	236.41
Wages	94.59	46.93
PF Administrative Charges	0.38	0.24
PF Employers' Contribution	6.65	4.08
ESI Employers' Contribution	5.21	3.02
Staff & labour Welfare Expenses	17.90	16.09
Staff Quarters Rent	-	0.45
Gratuity	10.28	5.59
<b>TOTAL</b>	<b>459.97</b>	<b>312.82</b>

Salary includes salary to a Director Rs.12.00 lakhs (Previous year Rs.12.00 lakhs).

## 27 Finance Cost

Particulars	Year ended 31.03.2022	Year ended 31.03.2021
Interest Expenses	317.68	359.76
Other Borrowing Cost	64.12	24.36
<b>TOTAL</b>	<b>381.80</b>	<b>384.12</b>

## 28 Depreciation &amp; Amortisation Expense

Particulars	Year ended 31.03.2022	Year ended 31.03.2021
Depreciation on property, plant and equipment	173.76	169.25
Amortisation on intangible assets	0.05	0.05
<b>TOTAL</b>	<b>173.81</b>	<b>169.30</b>

## SMVD POLY PACK LIMITED

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

(All amount in Rupees Lakhs, unless otherwise stated)

## 29 Other Expenses

Particulars	Year ended 31.03.2022	Year ended 31.03.2021
Power & Fuel		
-Electric Charges	367.24	334.27
- Fuel	15.81	10.54
Conversion Charges	236.39	230.13
Carriage Inward	20.45	25.82
Carriage Outward	204.01	144.16
Miscellaneous Expenses	15.54	10.07
Bank Charges	3.45	1.52
Listing Fees	0.15	1.65
Late Fees	0.04	0.02
Discount & Claims	21.91	0.13
Insurance	13.84	12.02
Security Guard charges	8.33	8.59
Director Sitting Fees	0.74	-
Advertisement, Event & Subscription Expenses	0.16	0.16
Sales promotion	8.85	2.91
Printing & Stationery	1.24	1.17
Repair & Maintenance to Machinery	19.06	12.29
Repair & Maintenance to Factory Shed	5.73	4.76
Vehicle running & maintenance expenses	1.63	1.48
Professional Charges	4.06	8.08
Auditor's Remuneration		
- Audit Fees	1.80	1.30
- Tax Audit Fees	0.20	0.10
- GST Audit Fees	0.65	1.30
- Other services	0.06	-
Rate and Taxes	2.93	1.55
Filing fees	0.12	11.43
Donation	2.00	0.65
ISO Audit Fees	-	0.21
Annual Custody Fees	0.09	0.09
Commission & Brokerage	85.89	37.77
Sundry balances written off	1.42	2.02
Telephone Expenses	0.56	0.80
Travelling & Conveyance Expenses	11.78	7.49
Rent	19.15	8.31
	<b>1,075.31</b>	<b>882.79</b>

## 30 Exceptional Item

Particulars	Year ended 31.03.2022	Year ended 31.03.2021
Profit/(Loss) on sale of Propert, Plant & Equipments	(5.68)	-
	<b>(5.68)</b>	<b>-</b>

**31 Details of earnings and expenditures in foreign currency**

<b>Particulars</b>	<b>Year ended 31.03.2022</b>	<b>Year ended 31.03.2021</b>
(a) Earnings in Foreign Exchange	NIL	NIL
(b) C.I.F. Value of Imports	NIL	NIL
(c) Expenses in Foreign Currency	NIL	NIL

**32 Particulars of Consumption of imported and indigenous raw materials, Spare Parts, Components and Stores consumed and percentage thereof:**

<b>Particulars</b>		<b>Year ended 31.03.2022</b>	<b>%</b>	<b>Year ended 31.03.2021</b>	<b>%</b>
<b>Raw Materials</b>					
Imported		-	-	-	-
Indigenous		6,580.33	100.00%	4,496.59	100.00%
<b>Total</b>		<b>6,580.33</b>	<b>100.00%</b>	<b>4,496.59</b>	<b>100.00%</b>
<b>Stores</b>					
Imported		-	-	-	-
Indigenous		94.41	100.00%	65.74	100.00%
<b>Total</b>		<b>94.41</b>	<b>100.00%</b>	<b>65.74</b>	<b>100.00%</b>

**33 Related Party Disclosures**

Related Party Disclosures as per Accounting Standard 18 issued by the Institute of Chartered Accountants of India are detailed below:-

<b>Description of Related Party</b>	<b>Name of Related Party</b>
Key Management Personnel	Pramod Kumar Agarwal Nirmal Parakh Shikha Agarwal
Director	Pawan Kumar Agarwal
Relative of Director	Madhu Agarwal Prateek Agarwal
Enterprise over which Key Management Personnel exercise significant influence	Tirumala Resins (P) Ltd. Aashakiran Commodeal Pvt. Ltd.

**Details of Related Party Transactions**

<b>Paid to/Received From</b>	<b>Nature of Transaction</b>	<b>Transaction during the year 2021-22</b>	<b>Outstanding as on 31.03.2022</b>	<b>Transaction during the year 2020-21</b>	<b>Outstanding as on 31.03.2021</b>
Pramod Kumar Agarwal	Salary	12.00	0.43	12.00	0.71
Nirmal Parakh	Salary	11.38	0.74	9.92	0.70
Nirmal Parakh	Advance Given	4.00	3.43	-	-
Prateek Agarwal	Salary	11.25	0.77	6.02	0.50
Shikha Agarwal	Salary	6.02	0.83	6.02	1.00
Nezone Strips Limited	Sale	9.87	-	-	-



**34 Additional regulatory information required by Schedule III****(i) Borrowing secured against current assets**

The Company has borrowings (term loans and working capital loans) from banks on the basis of security of current assets. The quarterly returns/statements of current assets filed by the Company with Banks for borrowings are in agreement with the books of accounts.

**(ii) Wilful Defaulter**

The Company has not been declared wilful defaulter by any bank of financial institution or any other lender.

**(iii) Relationship with struck off companies**

The Company has no transactions with the companies struck off under Companies Act, 2013 or Companies Act, 1956.

**(iv) Compliance with number of layers of companies**

There is no non-compliance with regard to the number of layers of companies prescribed under clause (87) of section 2 of the Act read with Companies (Registration on number of Layers) Rules, 2017.

**(v) Compliance with approved scheme(s) of arrangements**

The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

**(vi) Utilisation of borrowed funds and share premium**

(I) The Company has not advanced or loaned or invested funds (either from borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entity ("Intermediaries") with the understanding (whether recorded in writing or otherwise) that the Intermediary shall:

- a) directly or indirectly lend or invest in other person or entity identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or
- b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

(II) The Company has not received any fund from any other person(s) or entity(ies), including foreign entity ("Funding Parties") with the understanding (whether recorded in writing or otherwise) that the Company shall:

- a) directly or indirectly lend or invest in other person or entity identified in any manner whatsoever by or on behalf of the Funding Parties ("Ultimate Beneficiaries") or
- b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

**(vii) Undisclosed Income**

The Company has not surrendered or disclosed any income during the current or previous year in the tax assessments under the Income Tax Act, 1961 that has not been recorded in the books of accounts.

**(viii) Details of Crypto Currency or Virtual Currency**

The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

**(ix) Registration of charges or satisfaction with Registrar of Companies**

There are no charges or satisfaction which are yet to be registered with the Registrar of Companies beyond the statutory period.

**(x) Utilisation of borrowings availed from banks**

The borrowings obtained by the company from banks have been applied for the purposes for which such loans were taken.

**(xi) Details of Benami Property held**

The Company does not have any Benami Property, where any proceeding has been initiated or pending against the Company under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the Rules made thereunder.

**(xii) Corporate Social Responsibility**

The Company is not covered under section 135 of the Companies Act, 2013 and the rules made thereunder.

## SMVD POLY PACK LIMITED

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

(All amount in Rupees Lakhs, unless otherwise stated)

## (xiii) Financial Ratios

Ratio	Numerator	Denominator	Year ended March 31, 2022	Year ended March 31, 2021	% Variance
Current Ratio (in times)	Total current assets	Total current liabilities	1.16	1.31	-11.66%
Debt-Equity ratio (in times)	Debt consist of borrowing	Total equity	1.40	1.50	-7.02%
Debt service coverage ratio (in times)	Earning for debt service (i.e Net Profit after taxes + interest + Non-cash operating expenses + other non-cash adjustment)	Debt service (i.e interest + principal repayment)	0.91	0.95	-4.55%
Return on equity ratio (in %) (^)	Net Profit after Tax	Average total equity	4.65%	2.23%	108.28%
Inventory turnover ratio (in times)	Revenue from operations	Average Inventory	3.48	3.28	6.22%
Trade receivables turnover ratio (in times)	Revenue from operations	Average accounts receivables	6.87	6.49	5.82%
Trade payables turnover ratio (in times) (#)	Net credit purchases	Average accounts payable	7.41	9.95	-25.48%
Net capital turnover ratio (in times)	Revenue from operations	Average Working capital (i.e. Total current assets less Total current liabilities)	10.99	10.92	0.66%
Net profit ratio (in %) (^)	Net Profit after Tax	Revenue from operations	1.21%	0.71%	70.77%
Return on capital employed (in %)	profit before tax and finance costs	Average Capital Employed (i.e Net Worth + Total Debt - Intangible Assets- Deferred Tax Liabilities (net))	9.07%	7.78%	16.64%
Return on Investments (in %)	Income generated from invested funds	Average invested funds	-	-	-

Reasons for variance exceeding 25% in the above mentioned financial ratios:

(^) variation in profitability ratios is primarily due to increase in turnover and profitability during the year ended 31st March, 2022

(#) variation in trade payable turnover ratios is due to increase in credit purchases and credit period from the vendors during the year ended 31st March, 2022

## SMVD POLY PACK LIMITED

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

(All amount in Rupees Lakhs, unless otherwise stated)

- 35 In keeping with the Company's gratuity scheme employees are entitled to gratuity benefit on retirement / death/ incapacitation/termination. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to built up the final obligation. Following are the further particulars with respect to gratuity liability which is unfunded :

Particulars	Year ended 31.03.2022	Year ended 31.03.2021
<b>I. Changes in present value of obligations</b>		
i Present value of obligation at the beginning of the year	16.53	12.01
ii Acquisition Adjustment	-	-
iii Interest Cost	1.19	0.79
iv Past service Cost	-	-
v Current Service Cost	7.08	5.38
vi Curtailment Cost	-	-
vii Settlement Cost	-	-
viii Benefits Paid	(0.66)	(1.07)
ix Actuarial gain/loss on Obligations	2.02	(0.58)
Present value of Obligation at the end of the year	26.15	16.53
<b>II. Expense recognised in Statement of Profit/Loss</b>		
i Current Service Cost	7.08	5.38
ii Past service Cost	-	-
iii Interest Cost	1.19	0.79
iv Expected Return on Plan Asset	-	-
v Curtailment Cost	-	-
vi Settlement Cost	-	-
vii Actuarial Gain/Loss recognised in the year	2.02	(0.58)
Expenses Recognised in statement of Profit/ Loss	10.28	5.59
<b>III. Liability recognised in Balance Sheet</b>		
i Opening Net Liability	16.53	12.01
ii Expenses as above	10.28	5.59
iii Contributions	-	-
iv Benefits Paid	(0.66)	(1.07)
v Closing Net Liability	26.15	16.53
Closing Fund / Provision at the end of year	26.15	16.53
<b>IV. Principle Actuarial Assumptions</b>		
i Mortality Table	IALM (2012-2014) Ultimate	
ii Discount Rate		7.32%
iii Inflation Rate		6.00%
iv Return on Asset		NA

## SMVD POLY PACK LIMITED

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

(All amount in Rupees Lakhs, unless otherwise stated)

- 36** Dues to Suppliers registered under The Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) are:

Sl. No.	Particulars	As at 31.03.2022	As at 31.03.2021
1	The principal amount remaining unpaid to any supplier as at the year end	-	-
2	The interest remaining unpaid to any supplier as at the year end	-	-
	Principal amounts paid to suppliers beyond the appointed day during the year	-	-
3	Interest paid under Section 16 of the MSMED Act, to suppliers during the year.	-	-
4	The amount of interest due and payable for the year of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006	-	-
	The amount of interest accrued and remaining unpaid at the end of the year	-	-
5	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act, 2006.	-	-

**37 Impact of outbreak of COVID-19**

The Company has considered the possible effects that may result from the pandemic relating to COVID-19 in the preparation of these financial statements including the recoverability of carrying amounts of its assets. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company has, at the date of approval of these financial statements, used internal and external sources of information and related information and economic forecasts and expects that the carrying amount of these assets will be recovered. The impact of COVID-19 on the Company's financial statements may differ from that estimated as at the date of approval of these financial statements.

**38 Contingent Liabilities**

(i) The Company has availed Transitional Input Tax Credit of Rs.8.12 lakhs pertaining to the financial year 2017-18 during the Financial Year 2020-21 towards cenvat and service tax as per writ petition order (W.P. No.2159 (W) of 2020) in favour of the Company against which the Counsel for Central Excise, Customs and Service Tax has moved to the High Court on 01.07.2020. Hence the amount of input tax credit of Rs.8.12 lakhs claimed by the Company is disputed by the concerned authority.

(ii) The Company is contingently liable in respect of bank charges of Rs.91.60 lakhs (including GST of Rs.13.97 lakhs) which has been debited by South Indian Bank as pre-closure charges in the financial year 2020-21 in respect of which a writ petition has been filed by the company dated 25th March 2022 before the Hon'ble Calcutta High Court bearing writ petition application no. W.P.A. No. 5564 of 2022. The amount debited by bank has been shown under the head Short Term Loans and Advances under sub-head of Advances recoverable in cash or kind in the financial statements amounting to Rs.77.63 lakhs net of GST of Rs.13.97 lakhs.

**39 Capital and Other Commitments**

Estimated amount of contracts remaining to be executed on capital account net of advances is Rs. NIL (Previous year Rs. NIL)

**40 Earning per equity share**

Particulars	Year ended 31.03.2022	Year ended 31.03.2021
Net Profit / (Loss) attributable to equity shareholders	104.63	48.53
Weighted average number of equity shares in calculating EPS	49.65	49.65
Nominal value of Equity Shares	10.00	10.00
Basic earnings/ (loss) per share	2.11	0.98
Diluted earnings/ (loss) per share	2.11	0.98

**41** The Company has done an assessment to identify Core Investment Company (CIC) [ including CIC's in the Group ] as per the necessary guidelines of Reserve Bank of India ( including Core Investment Companies (Reserve Bank) Directions, 2016). There are no Companies identified as CIC's at Group level.

**42** There are no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**43** Previous years figures have been regrouped/rearranged wherever considered necessary.

In terms of our report of even date attached

**For D. K. Parmanandka & Co.**

Chartered Accountants

Sd/-

(Rahul Gupta)

Partner

Membership No: 308981

**PLACE : KOLKATA**

**Date: 30th May, 2022**

For and on behalf of the Board of Directors of SMVD Poly Pack Limited

Sd/-

**Pramod Kumar Agarwal**

Chairman & Managing Director

DIN-00324999

Sd/-

**Pawan Kumar Agarwal**

Director

DIN-00325033

Sd/-

**Sangita Agarwal**

Director

DIN-02860390

Sd/-

**Nirmal Parakh**

Chief Financial Officer

Sd/-

**Shikha Agarwal**

Company Secretary

## INDEPENDENT AUDITOR'S REPORT

To,  
**The Members of SMVD Poly Pack Limited)**  
**(Formerly known as SMVD Poly Pack Private Limited)**

**Report on the Audit of the Consolidated Financial Statements****Opinion**

We have audited the accompanying Consolidated Financial Statements of **SMVD Poly Pack Limited** ('the Company'), and its associate (the Company and its associate together referred to as "the Group") which comprise the Consolidated Balance Sheet as at 31st March, 2022, the Consolidated Statement of Profit and Loss, the Consolidated Statement of Cash Flows for the year then ended and notes to the Consolidated Financial Statements, including a summary of significant accounting policies and other explanatory information (herein after referred to as "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 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 Group as at 31st March, 2022, and its consolidated profit, and its consolidated cash flows for the year ended on that date.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Consolidated 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 Consolidated Financial Statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Key Audit Matters**

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

<b>Key Audit Matter</b>	<b>Response to Key Audit Matter</b>
<b>(a) Revenue Recognition (Occurrence and Accuracy)</b>  Revenue from sale of goods is recognized upon transfer of control and is measured at the price at which the Group expects to be entitled from a customer and are recorded net of product claims and other pricing allowances to customers including trade schemes (collectively "trade spend").	<b>Principal audit procedures and performed :</b>  <b>Accounting policies:</b> Assessed the appropriateness of the Group's revenue recognition accounting policies, including recognition and those related to trade spend by comparing with applicable accounting standards;  <b>Control testing:</b> Tested the effectiveness of the Group's control over the adequacy of provision of trade spends

Key Audit Matter	Response to Key Audit Matter
<p>The judgements required by management to estimate trade spend accruals are complex due to the diverse range of arrangements and commercial terms across the market.</p>	<ul style="list-style-type: none"> <li>• <b>Tests of details:</b> Obtained samples of sales transactions to verify collection in bank statement to determine whether revenue has actually occurred and recorded accurately.</li> <li>• Agreed a sample of trade spend accruals to supporting documentation.</li> <li>• Performed Trend analysis of utilization of provision of trade spends with actual spends passed to the customer.</li> <li>• Challenged the Group's assumptions used in estimating trade spend accruals using our experience of the industry in which it operates.</li> <li>• Developed an expectation of the current year revenue based on trend analysis information, taking into account sales and returns information. We compared this expectation against actual revenue and, where relevant, completed further inquiries and testing;</li> <li>• Tested the relevant information technology system access and change management controls relating to information used in recorded sales; and</li> <li>• Tested the adequacy of the Group's disclosures in respect of revenue.</li> </ul>

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

The Group's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, but does not include the Consolidated Financial Statements and our auditor's report thereon.

Our opinion on the Consolidated Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

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

### **Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Consolidated Financial Statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued there under.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Consolidated Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Consolidated Financial Statements, the respective Board of Directors of the Companies included in the Group is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. That Board of Directors are also responsible for overseeing the Group's financial reporting process.

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

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

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

- Identify and assess the risks of material misstatement of the Consolidated Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company and its associate company has adequate internal financial controls system in place and the operating effectiveness of such controls.



- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Consolidated Financial Statements, including the disclosures, and whether the Consolidated Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

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

1. As required by Section 143(3) of the Act, we report that:
  - (a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) in our opinion proper books of account as required by law have been kept relating to preparation of aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books;
  - (c) the consolidated balance sheet, the consolidated statement of profit and loss and the consolidated statement of cash flows dealt with by this Report are in agreement with the books of account;
  - (d) in our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act read with relevant rule issued there under;
  - (e) on the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors of the Company and its associate company and the reports of the statutory auditors of its associate company, none of the directors is disqualified

as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act;

- (f) with respect to the adequacy of the internal financial controls over financial reporting of the Company and its associate company and the operating effectiveness of such controls, refer to our separate report in “Annexure A”. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company’s internal financial controls over financial reporting.
- (g) With respect to the other matters to be included in the Auditor’s Report in accordance with 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, in our opinion and to the best of our information and according to the explanations given to us:
  - i. The Group has disclosed the impact of pending litigations on its financial position in its Consolidated Financial Statements. Refer note 38 to the Consolidated Financial Statements.
  - ii. The Group did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses;
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company and its associate company.
  - iv. (a) The respective management of the Company and its associate company, have represented to us that, to the best of their knowledge and belief, as disclosed in the notes to the accounts, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company or associate 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 34(vi) to the Consolidated financial statements);
  - (b) The respective management of the Company and its associate company, have represented to us that, to the best of their knowledge and belief, as disclosed in the notes to the accounts, no funds (which are material either individually or in the aggregate) have been received by the Company or associate 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 34(vi) to the consolidated financial statements); and

- (c)Based on such audit procedures that we considered reasonable and appropriate in the circumstances performed by us on the Company and its associate, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.

v. The Company has neither declared nor paid any dividend during the year.

2. With respect to the matters specified in paragraph 3(xii) and 4 of the Companies (Auditor's Report) Order, 2020 (the "Order"/"CARO") issued by the Central Government in terms of Section 143(11) of the Act, to be included in the Auditor's report, according to the information and explanation given to us, and based on the CARO reports issued by us for the Company and its associate included in the consolidated financial statements of the Company, to which reporting under CARO, is applicable, we report that there are no qualifications or adverse remarks in these CARO reports.

For **D. K. Parmanandka & Co.**

Firm Registration Number: 322388E

Chartered Accountants

Sd/-

**(Rahul Gupta)**

Partner

Membership Number 308981

UDIN: **22308981AJWYAG9540**

Place: Kolkata

Date: May 30, 2022

**“Annexure A” to the Independent Auditor’s Report of even date on the Consolidated Financial Statements of SMVD Poly Pack Limited**

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

We have audited the internal financial controls over financial reporting of **SMVD Poly Pack Limited** (“the Company”) and its associate company, as of 31<sup>st</sup> March, 2022 in conjunction with our audit of the Consolidated 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 and its associate company, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. 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.

**Auditor’s Responsibility**

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

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

## Meaning of Internal Financial Controls Over Financial Reporting

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

## Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

## Opinion

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

For **D. K. Parmanandka & Co.**

Firm Registration Number: 322388E

Chartered Accountants

Sd/-

**(Rahul Gupta)**

Partner

Membership Number 308981

UDIN: **22308981AJWYAG9540**

Place: Kolkata

Date: May 30, 2022

(All amount in Rupees Lakhs, unless otherwise stated)

	Particulars	Note No.	As at 31.03.2022	As at 31.03.2021
I.	<b>EQUITY AND LIABILITIES</b>			
	<b>Shareholders' Funds</b>			
	(a) Share Capital	3	496.54	496.54
	(b) Reserve and Surplus	4	1,808.50	1,703.87
	<b>Total Shareholders' Funds</b>		<b>2,305.04</b>	<b>2,200.41</b>
	<b>Non-current Liabilities</b>			
	(a) Long Term Borrowings	5	769.73	1,133.02
	(b) Deferred Tax Liabilities (net)	6	224.28	215.25
	(c) Long Term Provisions	7	24.27	16.00
	<b>Total Non-current Liabilities</b>		<b>1,018.28</b>	<b>1,364.27</b>
	<b>Current Liabilities</b>			
	(a) Short Term Borrowings	8	2,453.18	2,175.98
	(b) Trade Payables	9		
	Total outstanding dues of micro enterprises and small enterprises		-	-
	Total outstanding dues of creditor other than micro enterprises and small enterprises		1,316.20	553.58
	(c) Other Current Liabilities	10	291.61	190.05
	(d) Short Term Provisions	11	1.88	4.26
	<b>Total Current Liabilities</b>		<b>4,062.88</b>	<b>2,923.87</b>
	<b>TOTAL EQUITY &amp; LIABILITIES</b>		<b>7,386.19</b>	<b>6,488.55</b>
II.	<b>ASSETS</b>			
	<b>Non-current Assets</b>			
	(a) Property, Plant & Equipment	12	2,516.55	2,625.69
	(b) Capital Work in Progress	13	68.21	0.70
	(c) Intangible Assets		-	0.05
	Non-Current Investments	14	45.40	13.40
	Other Non- Current Assets	15	41.06	7.52
	<b>Total Non-current Assets</b>		<b>2,671.23</b>	<b>2,647.35</b>
	<b>Current Assets</b>			
	(a) Inventories	16	2,722.16	2,231.99
	(b) Trade Receivables	17	1,319.87	1,191.41
	(c) Cash and Bank Balances	18	123.31	146.18
	(d) Short Term Loans and Advances	19	271.03	271.38
	(e) Other Current Assets	20	278.59	0.24
	<b>Total Current Assets</b>		<b>4,714.96</b>	<b>3,841.20</b>
	<b>TOTAL ASSETS</b>		<b>7,386.19</b>	<b>6,488.55</b>
	Significant Accounting Policies	1-2		
	Notes to the Financial Statements	3-43		

In terms of our report of even date attached

Place: Kolkata

For D. K. Parmanandka &amp; Co.

Chartered Accountants

Date: 30th May, 2022

Firm Registration. No: 322388E

Sd/-

(Rahul Gupta)

Partner

Membership No: 308981

For and on behalf of the Board of Directors of  
SMVD Poly Pack Limited

Sd/-

Pramod Kumar Agarwal

Chairman &amp; Managing Director

DIN-00324999

Sd/-

Pawan Kumar Agarwal

Director DIN-00325033

Sd/-

Sangita Agarwal

Director

DIN-02860390

Sd/-

Nirmal Parakh

Chief Financial Officer

Sd/-

Shikha Agarwal

Company Secretary

	Particulars	Note No.	Year ended 2021-22	Year ended 2020-21
I	<b>Income</b>			
	(a) Revenue from Operations	21	8,624.13	6,830.82
	(b) Other Income	22	5.86	6.06
	<b>Total Income</b>		<b>8,629.99</b>	<b>6,836.89</b>
II	<b>Expenses</b>			
	(a) Cost of Materials Consumed	23	6,674.74	4,563.33
	(b) Purchase of Stock-in- Trade	24	141.95	674.80
	(c) Change in Inventories of Finished Goods , Stock in Process	25	(421.88)	(200.14)
	(d) Employees Benefit Expenses	26	459.97	312.82
	(e) Finance Cost	27	381.80	384.12
	(f) Depreciation & Amortisation Expense	28	173.81	169.30
	(g) Other Expenses	29	1,075.31	882.79
	<b>Total Expenses</b>		<b>8,485.70</b>	<b>6,787.00</b>
III	<b>Profit before Exceptional Item and tax (I-II)</b>		<b>144.29</b>	<b>49.88</b>
	Less : Exceptional Item	30	(5.68)	-
IV	<b>Profit before tax</b>		<b>138.61</b>	<b>49.88</b>
V	<b>Tax expense:</b>			
	(a) Current Tax		(24.77)	(8.49)
	(b) Deferred tax		(9.03)	(3.68)
	(c) MAT Credit Entitlement		(0.10)	8.49
	(d) Income tax for Earlier Years		(0.08)	2.32
	<b>Total tax expense</b>		<b>(33.98)</b>	<b>(1.36)</b>
VI	<b>Profit after tax for the year (IV-V)</b>		<b>104.63</b>	<b>48.53</b>
VII	<b>Share of Profit/(Loss) from Associates</b>		<b>0.00</b>	<b>0.01</b>
VIII	<b>Profit/(Loss) for the Period</b>		<b>104.63</b>	<b>48.53</b>
VIII	<b>Earning per equity share</b>	40		
	(a) Basic		2.11	0.98
	(b) Diluted		2.11	0.98
	Significant Accounting Policies	1-2		
	Notes to the Financial Statements	3-43		

In terms of our report of even date attached

Place: Kolkata

For D. K. Parmanandka &amp; Co.

Chartered Accountants

Date: 30th May, 2022

Firm Registration. No: 322388E

Sd/-

for and on behalf of the Board of Directors of  
SMVD Poly Pack Limited

(Rahul Gupta)

Partner

Sd/-

Sd/-

Membership No: 308981

Pramod Kumar Agarwal

Sangita Agarwal

Chairman &amp; Managing Director

Director

DIN-00324999

DIN-02860390

Sd/-

Sd/-

Sd/-

Pawan Kumar Agarwal

Nirmal Parakh

Shikha Agarwal

Director DIN-00325033

Chief Financial Officer

Company Secretary



## CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2022

(All amount in Rupees Lakhs, unless otherwise stated)

Particulars		Year ended 31.03.2022	Year ended 31.03.2021
<b>A. Cash Flow from Operating Activities</b>			
Net Profit / (Loss) before tax		138.61	49.88
<b>Adjusted for:</b>			
Add: Depreciation		173.81	169.30
Exceptional Item		5.68	-
Interest on Loan		381.80	384.12
Less: Interest Income		(5.86)	(6.06)
<b>Operating Profit Before Extra Ordinary item</b>		<b>694.04</b>	<b>597.24</b>
Adjustment for Extra-ordinary items		-	-
<b>Operating Profit Before Working Capital Changes</b>		<b>694.04</b>	<b>597.24</b>
<b>Changes in Working Capital</b>			
(Increase)/decrease in Inventories		(490.18)	(296.10)
Decrease/ (increase) in Trade and Other Receivables		(125.93)	(214.56)
Increase/ (decrease) in Trade and Other Payable		1,178.32	(2.67)
Decrease/ (increase) in other current assets		(277.94)	-
<b>Cash generated from/ (used in) Operations</b>		<b>978.31</b>	<b>83.91</b>
Direct Taxes Paid (net of refunds)		(30.86)	(23.68)
<b>Net cash flow from/ (used in) Operating Activities</b>	<b>(A)</b>	<b>947.45</b>	<b>60.23</b>
<b>B. Cash Flow from Investing Activities</b>			
Purchase of fixed assets		(144.82)	(46.27)
Sale of fixed assets		7.00	-
Investment in Mutual Fund		(32.00)	-
Interest received		5.45	6.27
Long term Provisions		8.27	4.37
Loan Term Loans And Advance (Assets)		-	(4.08)
Other Non Current Assets		(33.55)	34.18
<b>Net Cash Flow from/ (used) in Investing Activities</b>	<b>(B)</b>	<b>(189.65)</b>	<b>(5.52)</b>
<b>C. Cash Flow from Financing Activities</b>			
Interest on Loan		(424.29)	(341.62)
Loan taken during the year		-	563.00
Repayment of Loan		(356.38)	(252.49)
<b>Net Cash Flow from/ (used) in Financing Activities</b>	<b>(C)</b>	<b>(780.67)</b>	<b>(31.11)</b>
<b>Net Increase/ in Cash and Cash Equivalents (A+B+C)</b>		<b>(22.87)</b>	<b>23.59</b>
Cash and cash equivalents at the beginning of the year		146.18	122.59
Cash and cash equivalents at the end of the year		<b>123.31</b>	<b>146.18</b>

## Notes:

- (1) Cash Flow Statement has been prepared using the indirect method in accordance with Accounting Standard AS - 3 "Cash Flow Statement" notified under Section 133 of the Companies Act, 2013.
- (2) For Cash and Cash Equivalent refer to Note No. 2(t).

Place: Kolkata

Date: 30th May, 2022

for and on behalf of the Board of Directors of SMVD Poly Pack Limited

Sd/-

Pramod Kumar Agarwal

Chairman &amp; Managing Director

DIN-00324999

Sd/-

Pawan Kumar Agarwal

Director DIN-00325033

Sd/-

Sangita Agarwal

Director

DIN-02860390

Sd/-

Nirmal Parakh

Chief Financial Officer

In terms of our report of even date attached

For D. K. Parmanandka &amp; Co.

Chartered Accountants

Firm Registration. No: 322388E

Sd/-

(Rahul Gupta)

Partner

Membership No: 308981

Shikha Agarwal

Company Secretary



## SMVD POLY PACK LIMITED

## NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

**1 CORPORATE INFORMATION**

SMVD Poly Pack Limited is a limited company, incorporated and domiciled in India having its registered office at Kolkata, West Bengal. The company is engaged in the business of manufacturing and sale of PP/HDPE Fabrics, PP/HDPE Bags/Sacks, Jumbo Bags, Leno Bags.

**2 SIGNIFICANT ACCOUNTING POLICIES:****(a) Basis of Preparation of consolidated financial statements:**

Compliance with Accounting Standards: The consolidated financial statements of the company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP). The company has prepared these consolidated financial statements to comply in all material respects with the accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules 2014 as amended.

Historical cost convention: The consolidated financial statements have been prepared on an accrual basis and under the historical cost convention. The accounting policies adopted in the preparation of consolidated financial statements are consistent with those used in the previous year.

**Current / Non-current classification:** The company presents assets and liabilities in the balance sheet based on current/non-current classification.

**An asset is classified as current when it is:**

- i expected to be realised or intended to be sold or consumed in the normal operating cycle,
- ii held primarily for the purpose of trading,
- iii expected to be realised within twelve months after the reporting period, or
- iv cash or cash equivalents unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

**A liability is classified as current when:**

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

All other liabilities are classified as non-current.

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

Rounding of amounts: All amounts disclosed in the consolidated financial statements and notes have been rounded off to the nearest lakhs and decimals thereof (Rs.00,000.00) as per requirement of Schedule III, unless otherwise stated.

**SMVD POLY PACK LIMITED****NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022****(b) Use of Estimates**

The preparation of the consolidated financial statements, in conformity with the accounting standards generally accepted in India, requires the management to make estimates that affect the reported amount of assets & liabilities, disclosure of contingent liabilities as at the date of the financial statement and reported amounts of revenue and expenses for the year. Actual results could differ from these estimates. Difference between the actual results and estimates are recognised in the period in which the results are known/materialized.

**(c) Cash Flow Statement**

Cash Flow statement has been prepared as per the requirement of Accounting Standard-3. Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of non cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income and expenses associated with investing or financing cash flows. Cash flows from operating, investing and financing activities of the Company are segregated, accordingly.

**(d) Contingencies and Event Occurring After the Balance Sheet Date**

Effects of, event occurred after Balance Sheet date and having material effect on consolidated financial statements are reflected where ever required.

**(e) Property, Plant and Equipment**

Property, plant and equipment are stated at cost, less accumulated depreciation and impairment losses if any. Cost comprises of purchase price, borrowing costs and any directly attributable cost of bringing the asset to its working condition for its intended use.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising from derecognition of a property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the property, plant and equipment and are recognised in the statement of profit and loss when the asset is derecognised.

Capital work-in-progress is stated at cost, net of accumulated impairment loss, if any.

Intangible assets are stated at cost, less accumulated amortization thereon. Cost comprises the purchase price inclusive of duties (net of GST), taxes and incidental expenses.

Goodwill represents the amount of difference between consideration and the value of net identifiable assets acquired.

**(f) Depreciation & Amortization**

i) Machinery spares which can be used only in connection with an item of fixed assets and whose use as per technical assessment is expected to be irregular are capitalized and depreciated over the residual life of the respective assets.

**SMVD POLY PACK LIMITED****NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022**

ii) Depreciation on fixed assets is provided on depreciable value of assets using straight line method on the basis of useful life specified in Schedule II to the companies Act, 2013 or as estimated by the management. The residual value of an asset for this purpose is determined at the rate of 5% of the original cost of asset or as estimated by the management whichever is lower. Lease hold assets including improvements are depreciated on straight line basis over the lower of the lease term and their useful lives.

**(g) Impairment of assets**

Impairment loss is recognized wherever the carrying amount of an asset is in excess of its recoverable amount and the same is recognized as an expense in the Statement of Profit & Loss and carrying amount of the asset is reduced to its recoverable amount. Reversal of impairment losses recognized in previous years is recorded when there is an indication that the impairment losses recognized for the assets no longer exist or have decreased.

**(h) Investments**

Long term Investments are stated at cost less provision for diminution, other than temporary, in the value of Investments.

**(i) Inventories**

Raw materials and stores and spares are valued at lower of cost or net realisable value and for this purpose cost is determined on first in first out basis. However, these items are not valued below cost if the finished products in which they are to be incorporated are expected to be sold at or above cost.

Semi-Finished goods, Finished goods and By-products are valued at lower of cost or net realisable value and for this purpose cost is determined on the basis of average cost basis which approximates the actual cost.

Traded goods are valued at lower of cost or net realisable value and for this purpose cost is determined on first in first out basis. Cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition.

**(j) Goods and Service Tax (GST)**

Accounts are maintained on exclusive method and accordingly the GST is accounted for by reducing the purchase cost of the materials/fixed assets and is adjusted with output GST.

**(k) Employee Benefits**

Employee Benefits include contribution to provident fund, super annuation fund, gratuity fund, compensated absences, pension and employee state insurance scheme.

**Short Term Employee Benefits:** The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by the employees are recognised during the year when the employees render the service. These benefits include performance incentive and compensated absences, which are expected to occur within twelve months after the end of the period in which the employee renders the related service.

## SMVD POLY PACK LIMITED

## NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

**Defined contribution schemes:** The liability in respect of defined benefit plan related to gratuity, if applicable, is calculated at the end of every year and net changes in the liability is included in the employee benefit expense in the statement of profit and loss.

A defined contribution plan is a post-employment benefit plan under which the company pays specified monthly contributions to Provident Fund. The Company's contribution is recognised as an expense in the Statement of Profit and Loss during the period in which the employee renders the related service.

(l) **Revenue Recognition**

Sales comprise invoice value of goods net of GST and are recognized on transfer of risk and rewards associated with the property in goods to the buyer which is normally on delivery as per terms of sales.

(m) **Accounting for Government Grants**

The Government grants/ incentives are accounted for on mercantile basis and are recognised in books to the extent of approval of same from government i.e. as & when the same is crystallized and/or there is a reasonable certainty of receipt of same.

(n) **Borrowing Costs**

Borrowing Costs relating to acquisition/construction of qualifying assets are capitalized until the time all substantial activities necessary to prepare the qualifying assets for their intended use complete. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other Borrowing costs are charged to revenue.

(o) **Taxation**

Provision for Income Tax comprises of current tax and deferred tax charge or release. Deferred Tax is recognized subject to consideration of prudence on timing differences being difference between taxable and accounting Income/Expenditure that originate in one period and are capable of reversal in one or more subsequent periods. Deferred Tax Assets are not recognized unless there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets will be realized.

(p) **Minimum Alternate Tax Credit**

Minimum Alternate Tax Credit Entitlement is recognised in the books of account when there is convincing evidence that the Company will pay normal income tax during the specified period. The Entitlement is reviewed at each balance sheet date with regard to the correctness of the carrying amount.

(q) **Provision, Contingent Liabilities and Contingent Assets**

Provisions are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognised but disclosed in the notes. While contingent assets are neither recognized nor disclosed.

**SMVD POLY PACK LIMITED**

**NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022**

**(r) Segment Reporting**

As per Accounting Standard 17 on Segment reporting issued by the institute of Chartered Accountants of India, the company operates under two reportable business segments. The accounting principles were consistently used in preparation of consolidated financial statements and are also applied to record income and expenditure in individual segments. There is no inter-segment transaction during the year. The Primary and Secondary business segments of the Company consist of Plastic product and Water Coconut.

**(s) Earnings per Share (EPS)**

Basic and diluted earnings per share are computed in accordance with Accounting Standard 20 "Earnings per Share".

Basic earnings per share is calculated by dividing the net profit or loss after tax for the year attributable

to equity shareholders by the weighted average number of equity shares outstanding during the year.

Diluted earnings per share are computed using the weighted average number of equity shares and

dilutive potential equity shares outstanding during the year except where the results are anti-dilutive.

**(t) Cash and Cash Equivalents**

The Company considers all highly liquid financial instruments which are readily convertible in to cash

and have original maturities of three months or less from the date of purchase, to be cash equivalents.

## SMVD POLY PACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

(All amount in Rupees Lakhs, unless otherwise stated)

## 3 Share Capital

Particulars	As at 31.03.2022	As at 31.03.2021
<b>SHARE CAPITAL AUTHORIZED:</b>		
2,00,00,000 (Previous Year 2,00,00,000) Equity Shares of Rs. 10/- each	2,000.00	2,000.00
<b>ISSUED, SUBSCRIBED &amp; PAID UP :</b>		
49,65,400 (Previous Year 49,65,400 ) Equity Shares of Rs. 10/- each	496.54	496.54
	<b>496.54</b>	<b>496.54</b>

## 3.1 Share Capital Reconciliation

Particulars	As at 31.03.2022	As at 31.03.2021
	<b>No. of Shares</b>	<b>No. of Shares</b>
Equity Shares at the beginning of the year	49,65,400	49,65,400
Add : Equity Shares Issued during the year	-	-
Less : Equity Shares bought back during the Year	-	-
Equity Shares at the end of the year	<b>49,65,400</b>	<b>49,65,400</b>

## 3.2 Particulars of Equity Shareholders holding more than 5% Shares at Balance Sheet date

Name of the Shareholders	As at 31.03.2022		As at 31.03.2021	
	No. of Shares	% of holding	No. of Shares	% of holding
i) Pramod Kumar Agarwal	2,68,385	5.41	2,68,385	5.41
ii) Sangita Agarwal	3,68,000	7.41	3,68,000	7.41
iii) Tirumala Resins Pvt Ltd	4,70,000	9.47	4,70,000	9.47
iv) Ashakiran Commodeal Pvt Ltd	10,00,000	20.14	10,00,000	20.14
v) Pawan Agarwal	6,77,765	13.65	6,77,765	13.65
vi) Madhu Agarwal	4,19,820	8.45	4,19,820	8.45

## 3.3 Terms/rights attached to equity shares

The company has one class of equity shares having a par value of Rs.10/- per share. Each shareholder is eligible for one vote per share held. The dividend if any proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in the case of interim dividend.

## 3.4 Shareholding of Promoters

Shareholding of Promoters as at 31st March, 2022 is as follows-

Promoters Name	Shares held by promoters				% change during the year
	As at 31.03.2022		As at 31.03.2021		
	No. of Shares	% of holding	No. of Shares	% of holding	
i)Pramod Kumar Agarwal	2,68,385	5.41	2,68,385	5.41	0.00%
ii) Sangita Agarwal	3,68,000	7.41	3,68,000	7.41	0.00%
iii)Tirumala Resins Pvt Ltd	4,70,000	9.47	4,70,000	9.47	0.00%
iv)Ashakiran Commodeal Pvt Ltd	10,00,000	20.14	10,00,000	20.14	0.00%
v)Pawan Agarwal	6,77,765	13.65	6,77,765	13.65	0.00%
vi)Madhu Agarwal	4,19,820	8.45	4,19,820	8.45	0.00%
vii)Nityesh Agarwal	50,000	1.01	50,000	1.01	0.00%

Shareholding of Promoters as at 31st March, 2021 is as follows-

Promoters Name	Shares held by promoters				% change during the year
	As at 31.03.2021		As at 31.03.2020		
	No. of Shares	% of holding	No. of Shares	% of holding	
i)Pramod Kumar Agarwal	2,68,385	5.41	2,68,385	5.41	0.00%
ii) Sangita Agarwal	3,68,000	7.41	3,68,000	7.41	0.00%
iii)Tirumala Resins Pvt Ltd	4,70,000	9.47	4,70,000	9.47	0.00%
iv)Ashakiran Commodeal Pvt Ltd	10,00,000	20.14	10,00,000	20.14	0.00%
v)Pawan Agarwal	6,77,765	13.65	6,77,765	13.65	0.00%
vi)Madhu Agarwal	4,19,820	8.45	4,19,820	8.45	0.00%
vii)Nityesh Agarwal	50,000	1.01	50,000	1.01	0.00%

## 3.5 Disclosure of Bonus Share

19,95,240 equity shares of Rs.10/- each were issued as fully paid up bonus share through capitalisation of Securities Premium Reserve in financial year 2017-18.

## SMVD POLY PACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

(All amount in Rupees Lakhs, unless otherwise stated)

## 4 Reserve &amp; Surplus

Particulars	As at 31.03.2022	As at 31.03.2021
<b>a)Capital Reserve</b>		
TUF (Textile Upgradation Fund) Subsidy	75.13	75.13
	<b>75.13</b>	<b>75.13</b>
<b>b)Securities Premium</b>		
Balance as per last Financial Statement	973.05	973.05
Add : Addition/ (Utilised) during the year	-	-
Closing Balance	<b>973.05</b>	<b>973.05</b>
<b>c)Surplus /(deficit) in the statement of Profit and Loss</b>		
Balance as per last Financial Statement	655.28	606.76
Add : Profit/ (Loss) for the year	104.63	48.53
Closing Balance	<b>759.91</b>	<b>655.28</b>
<b>d) Share of Accumulated Profit in Associates</b>		
As per Last Balance Sheet	0.40	0.41
Add:- Profit/(Loss) for the Year	0.00	(0.01)
Balance at the end of the year	<b>0.40</b>	<b>0.40</b>
<b>Total Reserves and Surplus (a+b+c)</b>	<b>1,808.50</b>	<b>1,703.87</b>

## 5 Long - Term Borrowings

Particulars	As at 31.03.2022	As at 31.03.2021
<b>Secured</b>		
From Banks		
- Standard Chartered Bank [refer note 5.1 (a)]	508.99	-
- Standard Chartered Bank [refer note 5.1 (b)]	236.35	-
- Axis Bank [refer note 5.1 (a)]	-	650.17
- Axis Bank [refer note 5.1 (b)]	-	414.11
From Body Corporates		
- Tata Capital Financial Services Ltd. [refer note 5.1 (c)]	24.40	41.10
	<b>769.73</b>	<b>1,105.38</b>
<b>Unsecured</b>		
From Banks	-	9.36
From Body Corporates	-	18.28
	<b>-</b>	<b>27.64</b>
	<b>769.73</b>	<b>1,133.02</b>

## 5.1 Nature of Security and Repayment Terms

- (a) Term Loan 1 which was initially borrowed from South Indian Bank and has been taken over by Axis Bank Limited in previous financial year 2020-21 which has been further taken over by Standard Chartered Bank during the current financial year and is secured by way of first charge on entire plant & machinery except on plant & machinery procured through finance from Tata Capital Financial Services Limited and other fixed assets and second charge on current assets of the Company. The Term Loan carries interest @ MIBOR + 3.29% at monthly rest and principal is repayable in 45 equal monthly installments. Amount payable in next 12 months amounting to Rs. 190.87 lakhs has been shown under current maturity of long term debts.
- (b) Term Loan 2 is an ECLGS Loan (Emergency Credit Line Guarantee Scheme) announced by the honourable finance minister, was initially borrowed from South Indian Bank and has been taken over by Axis Bank Limited in previous financial year 2020-21, which is further taken over by Standard Chartered Bank during the current financial year and is secured by way of first charge on entire plant & machinery except plant & machinery procured through finance from Tata Capital Financial Services Limited and other fixed assets and second charge on current assets of the Company. The Term Loan carries interest @ fixed rate of 7.40% at monthly rest and principal is repayable monthly in 31 installments of Rs.14.77 lakhs and balance in last installment. Amount payable in next 12 months amounting to Rs. 177.26 lakhs has been shown under current maturity of long term debts.
- (c) Term Loan from Body Corporate is an ECLGS Loan (Emergency Credit Line Guarantee Scheme) announced by the honourable finance minister, borrowed from Tata Capital Financial Services Ltd. is secured by way of first charge on the plant & machinery. The term loan carries interest @11.5%(floating) at monthly rests and repayable monthly in 48 installments including moratorium period of 12 months, principal is repayable monthly in 35 installments of Rs.1.36 lakhs and balance Rs.1.37 lakhs in one installment towards principal by the year 2024-25. Amount payable in next 12 months amounting to Rs. 16.33 lakhs has been shown under current maturity of long term debts.

5.2 The entire secured term loans are also secured by the personal guarantee of the directors.

## SMVD POLY PACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

(All amount in Rupees Lakhs, unless otherwise stated)

**6 Defererd Tax Liabilities (Net)**

Particulars	As at 31.03.2022		As at 31.03.2021
Deferred Tax Liability			
Timing difference of depreciable assets	231.08		221.84
<b>Less :</b>			
Deferred Tax Assets			
Unabsorbed business losses	-		2.29
Gratuity	6.80		4.30
	<b>224.28</b>		<b>215.25</b>

**7 Long - Term Provisions**

Particulars	As at 31.03.2022		As at 31.03.2021
Provision for Gratuity	24.27		16.00
	<b>24.27</b>		<b>16.00</b>

**8 Short - Term Borrowings**

Particulars	As at 31.03.2022		As at 31.03.2021
<b>Loans Repayable on Demand</b>			
<b>Secured</b>			
Working Capital loan from Standard Chartered Bank Ltd.	1,870.15		
Working Capital loan from Axis bank Ltd.	-		1,546.38
- refer note 8.1 below			
Working Capital loan from Tata Capital Financial Services Ltd.	198.58		
- refer note 8.2 below			
	<b>2,068.72</b>		<b>1,546.38</b>
<b>Unsecured</b>			
- From Tata Capital Financial Services Ltd	-		201.56
- From Body Corporates	-		50.49
	-		<b>252.05</b>
Total Loan Repayable on Demand	<b>2,068.72</b>		<b>1,798.43</b>
Current Maturities of Long term Debt	384.46		377.55
	<b>2,453.18</b>		<b>2,175.98</b>

**Nature of Security**

- 8.1 Working Capital loan which was taken over by Axis Bank Limited from South Indian Bank in previous financial year has been further taken over by Standard Chartered Bank during the current financial year and is primarily secured against sundry debtors and stocks and collaterally secured against immovable property owned by the company. The loan carries interest @ Repo Rate + 4.50% . The Loan is also secured by personal guarantee of the directors.
- 8.2 Working Capital loan from Tata Capital Financial Services Ltd. carries floating interest @ 10.50%.

**9 Trade Payables**

Particulars	As at 31.03.2022		As at 31.03.2021
Total outstanding dues of micro enterprises and small enterprises (refer note no. 36)	-		-
Total outstanding dues of creditor other than micro enterprises and small enterprises	1,316.20		553.58
	<b>1,316.20</b>		<b>553.58</b>



## SMVD POLY PACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

(All amount in Rupees Lakhs, unless otherwise stated)

Ageing for trade payables outstanding as on 31st March, 2022 is as follows-

Particulars	Outstanding for following periods from due date of payment					Total
	Unbilled	Less than 1 year	1-2 years	2-3 years	More than 3 years	
<b>Trade Payables</b>						
MSME*	-	-	-	-	-	-
Others	-	1,316.20	-	-	-	1,316.20
Disputed dues - MSME*	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-
<b>Total</b>	-	<b>1,316.20</b>	-	-	-	<b>1,316.20</b>

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

Ageing for trade payables outstanding as on 31st March, 2021 is as follows-

Particulars	Outstanding for following periods from due date of payment					Total
	Unbilled	Less than 1 year	1-2 years	2-3 years	More than 3 years	
<b>Trade Payables</b>						
MSME*	-	-	-	-	-	-
Others	-	552.28	1.30	-	-	553.58
Disputed dues - MSME*	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-
<b>Total</b>	-	<b>552.28</b>	<b>1.30</b>	-	-	<b>553.58</b>

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

## 10 Other Current Liabilities

Particulars	As at 31.03.2022		As at 31.03.2021
<b>Other Payables</b>			
Statutory dues payable	21.43		8.55
Interest accrued but not due	-		42.49
Liability for expenses	230.76		131.14
Advance from customers	39.42		7.87
	<b>291.61</b>		<b>190.05</b>

## 11 Short - Term Provisions

Particulars	As at 31.03.2022		As at 31.03.2021
Provisions for Income Tax net of advance tax and tax deducted or collected at	-		3.73
Provisions for Gratuity	1.88		0.53
	<b>1.88</b>		<b>4.26</b>

## 13 Capital work-in-progress

Capital work-in-progress as at March 31, 2022

Particulars	As at April 1, 2021	Additions during the year	Capitalisations	As at March 31, 2022
Capital work-in-progress	0.70	68.21	0.70	68.21
<b>Total</b>	<b>0.70</b>	<b>68.21</b>	<b>0.70</b>	<b>68.21</b>

Capital work-in-progress as at March 31, 2021

Particulars	As at April 1, 2020	Additions during the year	Capitalisations	As at March 31, 2021
Capital work-in-progress	-	0.70	-	0.70
<b>Total</b>	<b>-</b>	<b>0.70</b>	<b>-</b>	<b>0.70</b>

## SMVD POLY PACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

(All amount in Rupees Lakhs, unless otherwise stated)

Capital work-in-progress ageing as at March 31, 2022 is as follows:

Capital work-in-progress	Amount in capital work-in-progress for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	68.21	-	-	-	68.21
Projects temporarily suspended	-	-	-	-	-
<b>Total</b>	<b>68.21</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>68.21</b>

Capital work-in-progress ageing as at March 31, 2021 is as follows:

Capital work-in-progress	Amount in capital work-in-progress for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	0.70	-	-	-	0.70
Projects temporarily suspended	-	-	-	-	-
<b>Total</b>	<b>0.70</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0.70</b>

## 14 Non- Current Investments

Particulars	As at 31.03.2022		As at 31.03.2021	
	Nos.	Amount	Nos.	Amount
<b>Non Trade Investments</b>				
<b>Investments in Equity Instruments</b>				
<b>Unquoted Equity Shares</b>				
In Equity Shares of Associate Company (Fully Paid Up)				
Aashakiran Commodeal Pvt. Ltd.	2,60,000	13.40	2,60,000	13.40
Capital Reserve				
Share of Accumulated Profit 40179/-				
(Previous Year profit 40720/-)				
Percentage of Holding:49.06%				
Carrying cost of Investmet				
Percentage of Holding:49.06%				
Face value of Rs. 10/- each				
<b>Investments in Mutual Funds</b>				
<b>Unquoted</b>				
Axis banking & PSU Debt-Growth fund	1,332.12	32.00	-	-
<b>Aggregate value of Investments</b>		<b>45.40</b>		<b>13.40</b>

Aggregate Market value of units of Mutual Funds

28.52

-

## 15 Other Non - Current Assets

Particulars	As at 31.03.2022		As at 31.03.2021
Security Deposits (Unsecured Considered Good)	24.54		7.52
Fixed Deposits including interest (having maturity more than 12 months)	16.52		-
(refer note below)			
	<b>41.06</b>		<b>7.52</b>

Fixed Deposit with banks includes Rs.16.48 lakhs (previous year Rs.NIL) given as margin against Bank Guarantee issued by Standard Chartered Bank

## 16 Inventories

Particulars	As at 31.03.2022		As at 31.03.2021
<b>(Valued at lower of cost or net reliable value)</b>			
Finished Goods	1,313.73		1,604.73
Raw Materials	343.63		273.36
Stores & Spares	52.88		54.85
<b>(valued at estimated cost)</b>			
Work-in-progress	1,011.92		299.05
	<b>2,722.16</b>		<b>2,231.99</b>

## SMVD POLY PACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

(All amount in Rupees Lakhs, unless otherwise stated)

## 17 Trade Receivables

Particulars	As at 31.03.2022	As at 31.03.2021
Unsecured, considered good	1,319.87	1,191.41
	1,319.87	1,191.41

Ageing for trade receivables outstanding as on 31st March, 2022 is as follows-

Particulars	Outstanding for following periods from due date of payment						Total
	Unbilled	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
<b>Trade Receivables</b>							
Undisputed Trade receivables - considered good	-	1,286.92	13.27	1.01	16.67	2.00	1,319.87
Undisputed Trade receivables - considered doubtful	-	-	-	-	-	-	-
Disputed Trade receivables - considered good	-	-	-	-	-	-	-
Disputed Trade receivables - considered doubtful	-	-	-	-	-	-	-
<b>Total</b>	-	<b>1,286.92</b>	<b>13.27</b>	<b>1.01</b>	<b>16.67</b>	<b>2.00</b>	<b>1,319.87</b>

Ageing for trade receivables outstanding as on 31st March, 2021 is as follows-

Particulars	Outstanding for following periods from due date of payment						Total
	Unbilled	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
<b>Trade Receivables</b>							
Undisputed Trade receivables - considered good	-	1,141.77	12.10	27.83	7.72	2.00	1,191.41
Undisputed Trade receivables - considered doubtful	-	-	-	-	-	-	-
Disputed Trade receivables - considered good	-	-	-	-	-	-	-
Disputed Trade receivables - considered doubtful	-	-	-	-	-	-	-
<b>Total</b>	-	<b>1,141.77</b>	<b>12.10</b>	<b>27.83</b>	<b>7.72</b>	<b>2.00</b>	<b>1,191.41</b>

## 18 Cash and Bank Balances

Particulars	As at 31.03.2022	As at 31.03.2021
Cash and Cash Equivalents		
Balances with Bank on :		
Current Account	2.01	3.18
Escrow Account	-	0.11
Cash in Hand	14.40	12.40
Other Bank Balances		
Recurring Deposit with Axis Bank	14.00	-
Fixed Deposit with Banks (refer note below)	92.90	130.50
	<b>123.31</b>	<b>146.18</b>

18.1 Fixed Deposit includes Rs 41.70 lakhs (previous year Rs Nil) held as security against bank guarantees provided by Axis Bank.

18.2 Fixed Deposit includes Rs 20.00 lakhs (previous year Rs.Nil) given as earnest money deposit.

Fixed Deposit includes Rs 25.90 lakhs (previous year Rs.Nil) held as security against TUF Subsidy for pending joint inspection by South Indian Bank.

18.3 Fixed Deposit includes Rs 1.17 lakhs (previous year Rs.1.17 lakhs) given as margin against Bank guarantee to South Indian Bank.

18.4 Fixed Deposit includes Rs 4.13 lakhs (previous year Rs.4.13 lakhs) given as margin against Bank guarantee to South Indian Bank.

## SMVD POLY PACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

(All amount in Rupees Lakhs, unless otherwise stated)

## 19 Short - Term Loans and Advances

Particulars	As at 31.03.2022		As at 31.03.2021
<b>(Unsecured, considered good)</b>			
Advances recoverable in cash or in kind*	129.28		116.62
Advances to related parties	3.43		-
Advances to employees	5.24		3.83
Input Tax Credit under Goods & Service Tax	8.72		27.63
Advance income tax including tax deducted or collected at source net off provisions	2.28		-
MAT Credit Entitlement	95.07		95.17
Input Tax Credit on VAT	9.65		9.65
Prepaid Expenses	11.12		9.74
Insurance Claim Receivable	-		2.50
TUF Subsidy receivable	6.24		6.24
	<b>271.03</b>		<b>271.38</b>

\*refer note number 38

(a) Advances to related parties (note 33)

(b) The Company has not granted loans or advances in the nature of loans to promoters, directors, KMPs and other related parties (as defined under Companies Act, 2013), either severally or jointly with any other person.

## 20 Other Current Assets

Particulars	As at 31.03.2022		As at 31.03.2021
Security Deposits (Unsecured Considered Good)	277.94		-
Accrued Interest on Fixed Deposit	0.46		0.24
Accrued Interest on Recurring Deposit	0.20		-
	<b>278.59</b>		<b>0.24</b>

**SMVD POLY PACK LIMITED**
**NOTES ON CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022**

(All amount in Rupees Lakhs, unless otherwise stated)

**12. Property, Plant And Equipment And Intangible Assets**

Particulars	Property, plant and equipment								Intangible Assets
	Land	Factory Shed & Building*	Office Building	Plant & Machinery	Furniture and Fixtures	Office Equipments	Vehicles	Total	Trade Mark
<b>Gross Block</b>									
As at April 1, 2020	209.88	1,027.65	46.80	2,114.94	3.50	5.49	5.59	3,413.85	0.20
Additions	-	-	-	43.89	-	1.68	-	45.57	-
Sale/ Deduction	-	-	-	-	-	-	-	-	-
As at March 31, 2021	209.88	1,027.65	46.80	2,158.83	3.50	7.17	5.59	3,459.42	0.20
<b>As at April 1, 2021</b>	<b>209.88</b>	<b>1,027.65</b>	<b>46.80</b>	<b>2,158.83</b>	<b>3.50</b>	<b>7.17</b>	<b>5.59</b>	<b>3,459.42</b>	<b>0.20</b>
Additions	-	8.55	-	63.96	3.47	1.33	-	77.30	-
Sale/ Deduction	-	-	-	28.77	-	-	-	28.77	-
<b>As at March 31, 2022</b>	<b>209.88</b>	<b>1,036.19</b>	<b>46.80</b>	<b>2,194.02</b>	<b>6.97</b>	<b>8.50</b>	<b>5.59</b>	<b>3,507.95</b>	<b>0.20</b>
<b>Depreciation</b>									
As at April 1, 2020	-	124.77	5.48	525.12	0.98	3.45	4.66	664.47	0.10
Depreciation for the year	-	32.29	0.74	134.66	0.32	0.58	0.66	169.25	0.05
Adjustment	-	-	-	-	-	-	-	-	-
As at March 31, 2021	-	157.06	6.23	659.78	1.30	4.03	5.32	833.72	0.15
<b>As at April 1, 2021</b>	<b>-</b>	<b>157.06</b>	<b>6.23</b>	<b>659.78</b>	<b>1.30</b>	<b>4.03</b>	<b>5.32</b>	<b>833.72</b>	<b>0.15</b>
Depreciation for the year	-	32.43	0.74	139.15	0.45	0.89	0.09	173.76	0.05
Adjustment	-	-	-	16.09	-	-	-	16.09	-
<b>As at March 31, 2022</b>	<b>-</b>	<b>189.49</b>	<b>6.97</b>	<b>782.84</b>	<b>1.75</b>	<b>4.93</b>	<b>5.41</b>	<b>991.39</b>	<b>0.20</b>
<b>Net Block</b>									
As at March 31, 2021	209.88	870.59	40.57	1,499.05	2.20	3.14	0.26	2,625.69	0.05
<b>As at March 31, 2022</b>	<b>209.88</b>	<b>846.70</b>	<b>39.83</b>	<b>1,411.18</b>	<b>5.21</b>	<b>3.58</b>	<b>0.17</b>	<b>2,516.55</b>	<b>-</b>

(a) Refer note 5 for information on Property, Plant and Equipment pledged as security by the company.

(b) The title deeds of all immovable properties are duly executed in favour of the Company.

(c) The Company has not revalued its property, plant and equipment or intangible assets or both during the current or previous year.

**21 Revenue from Operations**

Particulars	Year ended 31.03.2022	Year ended 31.03.2021
Sale of Products (Manufactured Goods)	10,005.14	7,257.90
Sale of Products (Traded Goods)	168.17	755.29
	10,173.31	8,013.19
Less : GST	(1,549.18)	(1,182.37)
Net Sales	8,624.13	6,830.82
<b>TOTAL</b>	<b>8,624.13</b>	<b>6,830.82</b>

**Particulars of sale of Products****Manufactured Goods :**

PP/HDPE Fabric	85.25	355.60
HDPE Tarpulin	3.70	1.76
PP/HDPE Bags	7,828.32	5,337.84
Leno Bags	316.59	283.79
Scrap	12.20	12.04
Liner	-	0.56
Jumbo Bags	234.35	161.14
Other	-	0.86

**Traded Goods :**

Granuals	142.52	426.12
Ribbon/White Tape	-	26.56
Water Coconut	-	224.31
Other	1.21	0.24
<b>Total</b>	<b>8,624.13</b>	<b>6,830.82</b>

**22 Other Income**

Particulars	Year ended 31.03.2022	Year ended 31.03.2021
a) Interest Income (TDS 53,955/- previous year TDS 44,793/-)	5.86	6.06
<b>TOTAL</b>	<b>5.86</b>	<b>6.06</b>

**23 Cost of Materials Consumed**

Particulars	Year ended 31.03.2022	Year ended 31.03.2021
<b>A) Raw Material Consumed</b>		
Opening Stock	273.36	190.48
Add: Purchase during the year	6,650.60	4,579.47
	6,923.96	4,769.95
Less: Closing Stock	343.63	273.36
<b>TOTAL (A)</b>	<b>6,580.33</b>	<b>4,496.59</b>

**Item wise classification**

Granuals	4,574.51	3,137.08
Filler	308.03	260.96
PP/HDPE Fabric	188.97	480.69
PP/HDPE Bags	1,151.51	-
Others	357.30	617.87
<b>TOTAL</b>	<b>6,580.33</b>	<b>4,496.59</b>

**B)Store & Spares Consumed**

Opening Stock	54.85	41.77
Add: Purchase during the year	92.44	79.82
	147.29	121.59
Less: Closing Stock	52.88	54.85
<b>TOTAL (B)</b>	<b>94.41</b>	<b>65.74</b>
<b>TOTAL (A+B)</b>	<b>6,674.74</b>	<b>4,563.33</b>

## SMVD POLY PACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

(All amount in Rupees Lakhs, unless otherwise stated)

## 24 Purchase of Stock-in- Trade

Particulars	Year ended 31.03.2022	Year ended 31.03.2021
Water Coconut	-	199.65
Granuals	141.95	450.33
Ribbon/Tape	-	24.08
Polythene Tubes	-	0.55
Yarn	-	0.17
Ink/Reducer	-	0.02
<b>TOTAL</b>	<b>141.95</b>	<b>674.80</b>

## 25 Change in Inventories of Finished Goods , Stock in Process

Particulars	Year ended 31.03.2022	Year ended 31.03.2021
<b>Finished Goods</b>		
Opening Stock	1,604.73	1,523.19
Less: Closing Stock	1,313.73	1,604.73
	<b>291.00</b>	<b>(81.54)</b>
<b>Stock-in-process</b>		
Opening Stock	299.05	180.45
Less: Closing Stock	1,011.92	299.05
	<b>(712.88)</b>	<b>(118.60)</b>
<b>TOTAL</b>	<b>(421.88)</b>	<b>(200.14)</b>

## 26 Employees Benefit Expenses

Particulars	Year ended 31.03.2022	Year ended 31.03.2021
Salary	324.96	236.41
Wages	94.59	46.93
PF Administrative Charges	0.38	0.24
PF Employers' Contribution	6.65	4.08
ESI Employers' Contribution	5.21	3.02
Staff & labour Welfare Expenses	17.90	16.09
Staff Quarters Rent	-	0.45
Gratuity	10.28	5.59
<b>TOTAL</b>	<b>459.97</b>	<b>312.82</b>

Salary includes salary to a Director Rs.12.00 lakhs (Previous year Rs.12.00 lakhs).

## 27 Finance Cost

Particulars	Year ended 31.03.2022	Year ended 31.03.2021
Interest Expenses	317.68	359.76
Other Borrowing Cost	64.12	24.36
<b>TOTAL</b>	<b>381.80</b>	<b>384.12</b>

## 28 Depreciation &amp; Amortisation Expense

Particulars	Year ended 31.03.2022	Year ended 31.03.2021
Depreciation on property, plant and equipment	173.76	169.25
Amortisation on intangible assets	0.05	0.05
<b>TOTAL</b>	<b>173.81</b>	<b>169.30</b>

## SMVD POLY PACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

(All amount in Rupees Lakhs, unless otherwise stated)

## 29 Other Expenses

Particulars	Year ended 31.03.2022	Year ended 31.03.2021
Power & Fuel		
-Electric Charges	367.24	334.27
- Fuel	15.81	10.54
Conversion Charges	236.39	230.13
Carriage Inward	20.45	25.82
Carriage Outward	204.01	144.16
Miscellaneous Expenses	15.54	10.07
Bank Charges	3.45	1.52
Listing Fees	0.15	1.65
Late Fees	0.04	0.02
Discount & Claims	21.91	0.13
Insurance	13.84	12.02
Security Guard charges	8.33	8.59
Director Sitting Fees	0.74	-
Advertisement, Event & Subscription Expenses	0.16	0.16
Sales promotion	8.85	2.91
Printing & Stationery	1.24	1.17
Repair & Maintenance to Machinery	19.06	12.29
Repair & Maintenance to Factory Shed	5.73	4.76
Vehicle running & maintenance expenses	1.63	1.48
Professional Charges	4.06	8.08
Auditor's Remmuration		
- Audit Fees	1.80	1.30
- Tax Audit Fees	0.20	0.10
- GST Audit Fees	0.65	1.30
- Other services	0.06	-
Rate and Taxes	2.93	1.55
Filing fees	0.12	11.43
Donation	2.00	0.65
ISO Audit Fees	-	0.21
Annual Custody Fees	0.09	0.09
Commission & Brokerage	85.89	37.77
Sundry balances written off	1.42	2.02
Telephone Expenses	0.56	0.80
Travelling & Conveyance Expenses	11.78	7.49
Rent	19.15	8.31
	<b>1,075.31</b>	<b>882.79</b>

## 30 Exceptional Item

Particulars	Year ended 31.03.2022	Year ended 31.03.2021
Profit/(Loss) on sale of Propert, Plant & Equipments	(5.68)	-
	<b>(5.68)</b>	<b>-</b>



**31 Details of earnings and expenditures in foreign currency**

Particulars	Year ended 31.03.2022	Year ended 31.03.2021
(a) Earnings in Foreign Exchange	NIL	NIL
(b) C.I.F. Value of Imports	NIL	NIL
(c) Expenses in Foreign Currency	NIL	NIL

**32 Particulars of Consumption of imported and indigenous raw materials, Spare Parts, Components and Stores consumed and percentage thereof:**

Particulars		Year ended 31.03.2022	%	Year ended 31.03.2021	%
<b>Raw Materials</b>					
Imported		-	-	-	-
Indigenous		6,580.33	100.00%	4,496.59	100.00%
<b>Total</b>		<b>6,580.33</b>	<b>100.00%</b>	<b>4,496.59</b>	<b>100.00%</b>
<b>Stores</b>					
Imported		-	-	-	-
Indigenous		94.41	100.00%	65.74	100.00%
<b>Total</b>		<b>94.41</b>	<b>100.00%</b>	<b>65.74</b>	<b>100.00%</b>

**33 Related Party Disclosures**

Related Party Disclosures as per Accounting Standard 18 issued by the Institute of Chartered Accountants of India are detailed below:-

Description of Related Party	Name of Related Party	
Key Management Personnel	Pramod Kumar Agarwal Nirmal Parakh Shikha Agarwal	Executive Director Chief Financial Officer Company Secretary
Director	Pawan Kumar Agarwal	Non Executive Director
Relative of Director	Madhu Agarwal Prateek Agarwal	
Enterprise over which Key Management Personnel exercise significant influence	Tirumala Resins (P) Ltd. Aashakiran Commodore Pvt. Ltd.	

**Details of Related Party Transactions**

Paid to/Received From	Nature of Transaction	Transaction during the year 2021-22	Outstanding as on 31.03.2022	Transaction during the year 2020-21	Outstanding as on 31.03.2021
Pramod Kumar Agarwal	Salary	12.00	0.43	12.00	0.71
Nirmal Parakh	Salary	11.38	0.74	9.92	0.70
Nirmal Parakh	Advance Given	4.00	3.43	-	-
Prateek Agarwal	Salary	11.25	0.77	6.02	0.50
Shikha Agarwal	Salary	6.02	0.83	6.02	1.00
Nezone Strips Limited	Sale	9.87	-	-	-

**34 Additional regulatory information required by Schedule III****(i) Borrowing secured against current assets**

The Company has borrowings (term loans and working capital loans) from banks on the basis of security of current assets. The quarterly returns/statements of current assets filed by the Company with Banks for borrowings are in agreement with the books of accounts.

**(ii) Wilful Defaulter**

The Company has not been declared wilful defaulter by any bank of financial institution or any other lender.

**(iii) Relationship with struck off companies**

The Company has no transactions with the companies struck off under Companies Act, 2013 or Companies Act, 1956.

**(iv) Compliance with number of layers of companies**

There is no non-compliance with regard to the number of layers of companies prescribed under clause (87) of section 2 of the Act read with Companies (Registration on number of Layers) Rules, 2017.

**(v) Compliance with approved scheme(s) of arrangements**

The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

**(vi) Utilisation of borrowed funds and share premium**

(I) The Company has not advanced or loaned or invested funds (either from borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entity ("Intermediaries") with the understanding (whether recorded in writing or otherwise) that the Intermediary shall:

- a) directly or indirectly lend or invest in other person or entity identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or
- b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

(II) The Company has not received any fund from any other person(s) or entity(ies), including foreign entity ("Funding Parties") with the understanding (whether recorded in writing or otherwise) that the Company shall:

- a) directly or indirectly lend or invest in other person or entity identified in any manner whatsoever by or on behalf of the Funding Parties ("Ultimate Beneficiaries") or
- b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

**(vii) Undisclosed Income**

The Company has not surrendered or disclosed any income during the current or previous year in the tax assessments under the Income Tax Act, 1961 that has not been recorded in the books of accounts.

**(viii) Details of Crypto Currency or Virtual Currency**

The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

**(ix) Registration of charges or satisfaction with Registrar of Companies**

There are no charges or satisfaction which are yet to be registered with the Registrar of Companies beyond the statutory period.

**(x) Utilisation of borrowings availed from banks**

The borrowings obtained by the company from banks have been applied for the purposes for which such loans were taken.

**(xi) Details of Benami Property held**

The Company does not have any Benami Property, where any proceeding has been initiated or pending against the Company under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the Rules made thereunder.

**(xii) Corporate Social Responsibility**

The Company is not covered under section 135 of the Companies Act, 2013 and the rules made thereunder.

## SMVD POLY PACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

(All amount in Rupees Lakhs, unless otherwise stated)

## (xiii) Financial Ratios

Ratio	Numerator	Denominator	Year ended March 31, 2022	Year ended March 31, 2021	% Variance
Current Ratio (in times)	Total current assets	Total current liabilities	1.16	1.31	-11.66%
Debt-Equity ratio (in times)	Debt consist of borrowing	Total equity	1.40	1.50	-7.02%
Debt service coverage ratio (in times)	Earning for debt service (i.e Net Profit after taxes + interest + Non-cash operating expenses + other non-cash adjustment)	Debt service (i.e interest + principal repayment)	0.91	0.95	-4.55%
Return on equity ratio (in %) (^)	Net Profit after Tax	Average total equity	4.64%	2.23%	108.26%
Inventory turnover ratio (in times)	Revenue from operations	Average Inventory	3.48	3.28	6.22%
Trade receivables turnover ratio (in times)	Revenue from operations	Average accounts receivables	6.87	6.49	5.82%
Trade payables turnover ratio (in times) (#)	Net credit purchases	Average accounts payable	7.41	9.95	-25.48%
Net capital turnover ratio (in times)	Revenue from operations	Average Working capital (i.e. Total current assets less Total current liabilities)	10.99	10.92	0.66%
Net profit ratio (in %) (^)	Net Profit after Tax	Revenue from operations	1.21%	0.71%	70.77%
Return on capital employed (in %)	profit before tax and finance costs	Average Capital Employed (i.e Net Worth + Total Debt - Intangible Assets- Deferred Tax Liabilities (net))	9.07%	7.78%	16.64%
Return on Investments (in %)	Income generated from invested funds	Average invested funds	-	-	-

Reasons for variance exceeding 25% in the above mentioned financial ratios:

(^) variation in profitability ratios is primarily due to increase in turnover and profitability during the year ended 31st March, 2022

#) variation in trade payable turnover ratios is due to increase in credit purchases and credit period from the vendors during the year ended 31st March, 2022

## SMVD POLY PACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

(All amount in Rupees Lakhs, unless otherwise stated)

- 35 In keeping with the Company's gratuity scheme employees are entitled to gratuity benefit on retirement / death/ incapacitation/termination. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to built up the final obligation. Following are the further particulars with respect to gratuity liability which is unfunded :

Particulars	Year ended 31.03.2022	Year ended 31.03.2021
<b>I. Changes in present value of obligations</b>		
i Present value of obligation at the beginning of the year	16.53	12.01
ii Acquisition Adjustment	-	-
iii Interest Cost	1.19	0.79
iv Past service Cost	-	-
v Current Service Cost	7.08	5.38
vi Curtailment Cost	-	-
vii Settlement Cost	-	-
viii Benefits Paid	(0.66)	(1.07)
ix Actuarial gain/loss on Obligations	2.02	(0.58)
Present value of Obligation at the end of the year	26.15	16.53
<b>II. Expense recognised in Statement of Profit/Loss</b>		
i Current Service Cost	7.08	5.38
ii Past service Cost	-	-
iii Interest Cost	1.19	0.79
iv Expected Return on Plan Asset	-	-
v Curtailment Cost	-	-
vi Settlement Cost	-	-
vii Actuarial Gain/Loss recognised in the year	2.02	(0.58)
Expenses Recognised in statement of Profit/ Loss	10.28	5.59
<b>III. Liability recognised in Balance Sheet</b>		
i Opening Net Liability	16.53	12.01
ii Expenses as above	10.28	5.59
iii Contributions	-	-
iv Benefits Paid	(0.66)	(1.07)
v Closing Net Liability	26.15	16.53
Closing Fund / Provision at the end of year	26.15	16.53
<b>IV. Principle Actuarial Assumptions</b>		
i Mortality Table	IALM (2012-2014) Ultimate	
ii Discount Rate		7.32%
iii Inflation Rate		6.00%
iv Return on Asset		NA

## SMVD POLY PACK LIMITED

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

(All amount in Rupees Lakhs, unless otherwise stated)

- 36 Dues to Suppliers registered under The Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) are:

Sl. No.	Particulars	As at 31.03.2022	As at 31.03.2021
1	The principal amount remaining unpaid to any supplier as at the year end	-	-
2	The interest remaining unpaid to any supplier as at the year end	-	-
	Principal amounts paid to suppliers beyond the appointed day during the year	-	-
3	Interest paid under Section 16 of the MSMED Act, to suppliers during the year.	-	-
4	The amount of interest due and payable for the year of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006	-	-
	The amount of interest accrued and remaining unpaid at the end of the year	-	-
5	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act, 2006.	-	-

## 37 Impact of outbreak of COVID-19

The Company has considered the possible effects that may result from the pandemic relating to COVID-19 in the preparation of these financial statements including the recoverability of carrying amounts of its assets. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company has, at the date of approval of these financial statements, used internal and external sources of information and related information and economic forecasts and expects that the carrying amount of these assets will be recovered. The impact of COVID-19 on the Company's financial statements may differ from that estimated as at the date of approval of these financial statements.

**38 Contingent Liabilities**

(i) The Company has availed Transitional Input Tax Credit of Rs.8.12 lakhs pertaining to the financial year 2017-18 during the Financial Year 2020-21 towards cenvat and service tax as per writ petition order (W.P. No.2159 (W) of 2020) in favour of the Company against which the Counsel for Central Excise, Customs and Service Tax has moved to the High Court on 01.07.2020. Hence the amount of input tax credit of Rs.8.12 lakhs claimed by the Company is disputed by the concerned authority.

(ii) The Company is contingently liable in respect of bank charges of Rs.91.60 lakhs (including GST of Rs.13.97 lakhs) which has been debited by South Indian Bank as pre-closure charges in the financial year 2020-21 in respect of which a writ petition has been filed by the company dated 25th March 2022 before the Hon'ble Calcutta High Court bearing writ petition application no. W.P.A. No. 5564 of 2022. The amount debited by bank has been shown under the head Short Term Loans and Advances under sub-head of Advances recoverable in cash or kind in the financial statements amounting to Rs.77.63 lakhs net of GST of Rs.13.97 lakhs.

**39 Capital and Other Commitments**

Estimated amount of contracts remaining to be executed on capital account net of advances is Rs. NIL (Previous year Rs. NIL)

**40 Earning per equity share**

<b>Particulars</b>	<b>Year ended 31.03.2022</b>	<b>Year ended 31.03.2021</b>
Net Profit / (Loss) attributable to equity shareholders	104.63	48.53
Weighted average number of equity shares in calculating EPS	49.65	49.65
Nominal value of Equity Shares	10.00	10.00
Basic earnings/ (loss) per share	2.11	0.98
Diluted earnings/ (loss) per share	2.11	0.98

41 The Company has done an assessment to identify Core Investment Company (CIC) [ including CIC's in the Group ] as per the necessary guidelines of Reserve Bank of India ( including Core Investment Companies (Reserve Bank) Directions, 2016). There are no Companies identified as CIC's at Group level.

42 There are no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

43 Previous years figures have been regrouped/rearranged wherever considered necessary.

In terms of our report of even date attached

**For D. K. Parmanandka & Co.**

Chartered Accountants

Sd/-

**(Rahul Gupta)**

Partner

Membership No: 308981

**PLACE : KOLKATA**

**Date: 30th May, 2022**

For and on behalf of the Board of Directors of SMVD Poly Pack Limited

Sd/-

**Pramod Kumar Agarwal**

Chairman & Managing Director

DIN-00324999

Sd/-

**Pawan Kumar Agarwal**

Director DIN - 00325033

Sd/-

**Sangita Agarwal**

Director

DIN-02860390

Sd/-

**Nirmal Parakh**

Chief Financial Officer

Sd/-

**Shikha Agarwal**

Company Secretary

## **SMVD POLYPACK LIMITED**

(CIN : L25200WB2010PLC141483)

**Registered Office :** 16, Strand Road, Diamond Heritage, 8th Floor, Suite No. – 804B, Kolkata-700 001  
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