



# INDIAN ACRYLICS LIMITED

CIN: L24301PB1986PLC006715

Head Office : ISO 9001-2008 Certified

SCO 49-50-51, Sector 26,

Madhya Marg, Chandigarh – 160019 (INDIA)

Tel : +91-172-2792385 / 2793112

Fax : +91-172-2794834 / 2790887

Website : [www.indianacrylics.com](http://www.indianacrylics.com)

IAL/AGM/2024/4353

August 22, 2024

THE DY. MANAGER  
DEPTT. OF CORPORATE SERVICES  
BSE LIMITED  
PHIROZE JEEJEEBHOY TOWERS,  
DALAL STREET, MUMBAI - 400 001.

National Securities Depository Limited  
4<sup>th</sup> Floor, 'A' Wing, Trade World,  
Kamla Mills Compound, Senapati Bapat  
Marg, Lower Parel, Mumbai – 400013.

Central Depository Services (India) Ltd.  
Marathon Futurex, 25<sup>th</sup> Floor,  
NM Joshi Marg, Lower Parel (East),  
Mumbai 400 013.

## **Scrip Code: 514165**

Reg : 37<sup>TH</sup> AGM NOTICE AND ANNUAL REPORT 2023-24

Dear Sir/ Madam,

Further to our letter dated 21.08.2024, pursuant to Regulation 34 of the SEBI (LODR) Regulations, 2015, we are submitting herewith copy of the Annual General Meeting Notice and draft Annual Report of the Company for the financial year 2023-24 to be held on Friday, 27<sup>th</sup> September 2024 at 11:30 A.M. at Regd. Office of the Company.

The said Annual Report and Notice of 37<sup>th</sup> Annual General Meeting has also been uploaded on the website of the Company i.e. [www.indianacrylics.com](http://www.indianacrylics.com)

Kindly take the same on your records.

Yours faithfully,  
for INDIAN ACRYLICS LIMITED

(BHAVNESH K GUPTA)  
COMPANY SECRETARY & COMPLIANCE OFFICER

Encl.: As above

**Works & Regd. Office :** Village Harkishanpura, Patiala - Sangrur Highway, Distt. Sangrur - 148 026 (Pb.)

Tel.: +91 (1672) 278106, 278104, Fax: +91 (1672) 278110

**Delhi Office :** S-2, Second Floor, Vasant Square Mall, Community Center, Pocket V, Plot No. A, Sector B, Vasant Kunj, New Delhi - 110 070, Phone-011-40000378, 377, 376

**37<sup>TH</sup>**  
**ANNUAL REPORT**  
**2023-2024**



**INDIAN ACRYLICS LIMITED**

**COMPANY CIN: L24301PB1986PLC006715**

## **BOARD OF DIRECTORS**

Smt. Parampal Kaur Sidhu  
Sh. R.K. Garg  
Sh. Dheeraj Garg  
Sh. A.S. Chatha, IAS (Retd.)  
Rear Adm. M.M. Chopra (Retd.)  
Raja Shivdev Inder Singh  
Sh. S.B. Gupta  
Smt. Deva Bharathi Reddy  
Smt. Tejinder Kaur  
Sh. S.K. Ahuja  
Sh. Alok Goyal

Chairperson  
Managing Director  
Additional Managing Director  
Director  
Director  
Director  
Director  
Director  
Director  
Nominee PSIDC  
Executive Director

## **COMPANY SECRETARY**

Sh. Bhavnesh K. Gupta

## **BANKERS**

Punjab National Bank  
State Bank of India  
Indian Overseas Bank  
HDFC Bank Limited

## **AUDITORS**

AKR & ASSOCIATES  
CHARTERED ACCOUNTANTS  
SCO 51, 2nd Floor,  
Chandigarh Citi Centre, VIP Road,  
Zirakpur – 140603.

## **REGD. OFFICE & WORKS**

Village Harkishanpura  
Distt. Sangrur (Punjab) - 148 026  
(on Patiala-Sangrur Highway)  
Email: shares@indianacrylics.com  
**Website: www.indianacrylics.com**

## **CORPORATE OFFICE**

SCO 49-50, Sector 26  
Madhya Marg,  
Chandigarh - 160 019  
INDIA

Notice	3-9
Directors' Report	10-17
Management Discussion & Analysis	18-19
Corporate Governance Report	19-25
AOC-1 Relating to Subsidiary Company	26
<b>STANDALONE FINANCIAL STATEMENTS</b>	
Auditors' Report	27-30
Balance Sheet	31
Statement of Profit & Loss	32
Statement of Changes in Equity	33
Cash Flow Statement	34
Notes forming part of Financial Statements	35-50
<b>CONSOLIDATED FINANCIAL STATEMENTS</b>	
Auditors' Report	51-54
Consolidated Balance Sheet	55
Consolidated Statement of Profit & Loss	56
Consolidated Statement of Changes in Equity	57
Consolidated Cash Flow Statement	58
Notes Forming part of Consolidated Financial Statements	59-74
Proxy Form	75

# INDIAN ACRYLICS LIMITED

## INDIAN ACRYLICS LIMITED

(CIN:L24301PB1986PLC006715)

Regd. Office: Village Harkishanpura, Sub-Tehsil Bhawanigarh,

Distt. Sangrur (Punjab) -148026.

Email: shares@indianacrylics.com, Website: www.indianacrylics.com

Phone: +91-172-2793112, Fax: +91-172-2794834

### NOTICE

NOTICE is hereby given that the **37<sup>th</sup> Annual General Meeting** of the Shareholders of the Company shall be held as scheduled below:

**Day & Date** : **Friday 27th September, 2024**  
**Time** : **11:30 A.M.**  
**Venue** : **Company's Regd. Office at  
Village Harkishanpura, Sub-Tehsil Bhawanigarh,  
Distt. Sangrur (Punjab) - 148026**

To transact the following business:

#### ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements (Standalone and Consolidated) of the Company for the year ended March 31, 2024 and the Reports of Directors' and Auditors' thereon.
2. To appoint a Director in place of Shri Dheeraj Garg (DIN: 00034926), who retires by rotation and being eligible, offers himself for re-appointment.

#### SPECIAL BUSINESS

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

"RESOLVED THAT pursuant to the provisions of Section 148 and all other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any Statutory modification(s) or re-enactment thereof, for the time being in force), the consent of the members be and is hereby accorded to ratify the remuneration, decided by the Board of Directors, based on the recommendation of Audit Committee, of ₹50,000/- (₹ Fifty thousand only) plus applicable taxes and out of pocket expenses per year to M/s Aggarwal Vimal & Associates (Firm Registration Number: 000350), Cost Accountants, appointed by the Board of Directors of the Company as Cost Auditors, to conduct the Audit of the Cost Records of the Company in respect of the Company's Unit located at Village Harkishanpura, Tehsil Bhawanigarh, Distt. Sangrur, Punjab for the Financial Year ended 31st March 2025.

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

4. To consider and if thought fit, to pass with or without modifications, if any, the following resolution as a special resolution.

"RESOLVED THAT pursuant to the provisions contained in Section 196, 197, 203 and other applicable provisions, if any, of the Companies Act, 2013 ("Act"), read with Schedule V of the said Act, as amended from time to time, and subject to such approvals, sanctions, as may be required, the Company hereby approves the re-appointment of Shri Dheeraj Garg (DIN: 00034926) as an Additional Managing Director of the Company for a period of five years with effect from 30/05/2025 without any remuneration, whose term of office shall be liable to retire by rotation at the Annual General Meeting.

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

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

"RESOLVED THAT pursuant to the provisions of Sections 149, 150 & 152 and other applicable provisions, if any, of the Companies Act, 2013 ("ACT") and the Rules made there under read with Schedule IV to the Act, as amended from time to time and SEBI (LODR) Regulations, 2015, Shri Shashi Bhushan Gupta (DIN: 00154404), Director who was appointed as an Independent Director of the Company for a term of five years up to November 13, 2024 has submitted a declaration that he meets with the criteria of independence as provided in Section 149(6) of the Companies Act, 2013 and is eligible for appointment, be and is hereby reappointed as an Independent Director, for a second term of five consecutive years commencing from 14.11.2024 to 13.11.2029, not liable to retire by rotation.

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

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

"RESOLVED THAT pursuant to the provisions of Sections 149, 150 & 152 and other applicable provisions, if any, of the Companies Act, 2013 ("ACT") and the Rules made there under read with Schedule IV to the Act, as amended from time to time and SEBI (LODR) Regulations, 2015, Shri Surinder Singh Virdi (DIN: 00035408) whose appointment has been

approved by the Board of Directors in their meeting held on 13/08/2024 has submitted a declaration that he meets the criteria of independence as provided in Section 149(6) of the Act and is eligible for appointment as an Independent Director be and is hereby appointed as an Independent Director of the Company for a term of five years commencing from 01/10/2024 to 30/09/2029, not liable to retire by rotation.

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

By Order of the Board of Directors

Place: Harkishanpura  
Date: 13.08.2024

BHAVNESH K GUPTA  
G.M. CUM COMPANY SECRETARY  
FCS-3255

**NOTES:**

1. The Explanatory Statement pursuant to the provisions of Section 102 of the Companies Act, 2013 and rules made thereunder, relating to the Special business to be transacted at the Meeting is annexed hereto. The relevant details of Directors seeking appointment/ re-appointment at this Annual General Meeting of the Company are also annexed.
2. **A member entitled to attend and vote at the Annual General Meeting is entitled to appoint a proxy to attend and vote on a poll instead of himself/ herself and the proxy so appointed need not be a member of the Company. The instrument of Proxy in order to be effective, should be deposited at the Registered Office of the Company, duly completed and signed, not less than 48 hours before the commencement of the meeting. A Proxy form is sent herewith.**

A person can act as a proxy on behalf of the members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.

During the period beginning 24 hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, a member would be entitled to inspect the proxies lodged at any time during the business hours of the Company, provided that not less than three days of notice in writing is given to the Company

3. Corporate Members intending to send their authorized representative to attend the meeting are requested to send to the Company, a certified copy of the Board resolution authorizing their representative to attend and vote on their behalf at the meeting.
4. The members are requested to bring duly filled attendance slip.
5. In case of joint holders attending the meeting, only such joint holder who is higher in the order of the names will be entitled to vote.
6. The Register of Members and Share Transfer Books of the Company will remain closed from **21-09-2024 to 27-09-2024** (both days inclusive).
7. As per amendment in Regulation 40 of SEBI (LODR) Regulations, 2015, securities of listed Company can be transferred only in dematerialized form with effect from April 1, 2019, except in case of request received for transmission or transposition of securities. In view of this and to eliminate all risks associated with physical shares and for ease of portfolio management, members holding shares in physical form are requested to consider converting their holdings to dematerialized form.
8. In compliance with MCA circular dated September 25, 2023 and SEBI Circular No. SEBI/HO/DDHS/P/CIR/2023/0164 dated October 06, 2023 relaxation has been provided to Companies regarding dispatch of physical copy of Annual Report to Shareholders. Notice of the AGM along with the Annual Report 2023-24 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 2023-24 will also be available on the Company's website and website of the BSE Limited (BSE) for download.
9. Shareholders holding shares in physical form were mandatorily required to furnish ISR-1 (KYC Updation), SH-13 (Nomination Form) available on our website with enclosures in compliance of earlier SEBI Circular No. SEBI/HO/MIRSD/MIRSD\_RTAMB/P/CIR/2021/655 dated 3rd November, 2021 with Company/ RTA on or before 30.09.2023 to avoid freezing of folio. To mitigate unintended challenges on account of freezing of folios, SEBI vide its Circular bearing No. SEBI/MIRSD/POD-1/P/CIR/2023/181 dated 17 November 2023, has done away with the provision regarding freezing of folios not having PAN, KYC and Nomination details.

Members holding shares in Physical Form are requested to update their KYC details i.e. PAN, Nomination, Contact details, Bank A/c details and Specimen signature with RTA and members holding shares in Demat Form are requested to update their KYC and nomination with their Depositories concerned, if not already done pursuant to SEBI Master Circular

No. SEBI/HO/MIRSD/POD-1/P/CIR/2024/37 dated 7th May, 2024.

10. **Members who have not registered their e-mail addresses so far are requested to register their e-mail addresses with Registrar and Share Transfer Agents of the Company/ Depository Participant (s), for receiving all communication including Annual Report. Notices, Circulars, etc from the Company electronically.**
11. Members may also note that the Notice of the Annual General Meeting and the Annual Report for 2023-24 will also be available on the Company's website for their download. The physical copies of the aforesaid documents will also be available at the Company's Registered Office for inspection during normal business hours on working days.
12. The Company is maintaining the "INVESTORS SERVICE CELL" at its Head Office at SCO 49-50, Sector 26, Madhya Marg, Chandigarh 160019.
13. Members having any queries relating to Annual Report are requested to send their queries at least seven days before the date of the Meeting.
14. **Voting through electronic means:**

In compliance with provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014 and Regulation 44 of SEBI LODR read with SEBI circular dated 9th December, 2020, the Company is pleased to provide members facility to exercise their right to vote at the Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services provided by Central Depository (Services) India Limited (CDSL).

**The instructions for shareholders voting electronically are as under:**

1. **The voting period begins on September 24, 2024 at 9.00 a.m. and will end on September 26, 2024 at 5.00 p.m.** During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on **20th September, 2024 (cut-off date)**, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
2. Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
3. Pursuant to SEBI Circular No. **SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020**, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholder's/retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to **all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants**. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

4. In terms of SEBI circular no. **SEBI/HO/CFD/CMD/CIR/P/2020/242 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. Pursuant to abovesaid SEBI Circular, Login method for e-Voting and joining virtual meetings for Individual shareholders holding securities in Demat mode CDSL/NSDL is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with <b>CDSL</b>	<ol style="list-style-type: none"> <li>1. Users who have opted for CDSL Easi / Easiest facility, can login through their existing 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 visit <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on Login icon and select New System Myeasi.</li> <li>2. After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible Company where the evoting is in progress as per the information provided by Company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly.</li> <li>3. 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>4. Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page or click on <a href="https://evoting.cdslindia.com/Evoting/EvotingLogin">https://evoting.cdslindia.com/Evoting/EvotingLogin</a>. 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 able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.</li> </ol>

Individual Shareholders holding securities in demat mode with NSDL	<ol style="list-style-type: none"> <li>1. If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a> either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on Company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period.</li> <li>2. If the user is not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a>. Select "Register Online for IDeAS "Portal or click at <a href="https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp</a></li> <li>3. 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 "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on Company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period.</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. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on Company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period.

**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. CDSL and NSDL**

Login type	Helpdesk details
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 and 22-23058542- 43
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.com">evoting@nsdl.com</a> or call at toll free no.: 022 - 48867000

**5. Login method for e-Voting for Physical shareholders and shareholders other than individual holding in Demat form.**

1. The Shareholders should Log on to the e-voting website **[www.evotingindia.com](http://www.evotingindia.com)**
2. Click on shareholders
3. Now Enter your User ID
  - a. For CDSL: 16 digits beneficiary ID
  - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID
  - c. Members holding shares in Physical Form should enter Folio Number registered with the Company
4. Next enter the Image Verification as displayed and Click on Login.
5. If you are holding shares in Demat Form and had logged on to **[www.evotingindia.com](http://www.evotingindia.com)** and voted on an earlier voting of any Company, then your existing password is to be used.
6. If you are a first time user follow the steps given below:

	<b>For Members holding shares in Demat Form and Physical Form</b>
PAN	Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"> <li>• Members who have not updated their PAN with the Company/ Depository Participant are requested to use the sequence number sent by the Company/ RTA which is printed on Postal Ballot/ attendance slip indicated in the PAN field or contact Company/ RTA.</li> </ul>
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the Company records in order to login. <ul style="list-style-type: none"> <li>• If both the details are not recorded with the depository or Company please enter the member id/ folio number in the Dividend Bank details field.</li> </ul>

6. After entering these details appropriately, click on "SUBMIT" tab.
7. Members holding shares in physical form will then reach directly the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other Company on which they are eligible to vote, provided that Company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.



8. For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
9. Click on the EVSN for the relevant Company Name < INDIAN ACRYLICS LIMITED > on which you choose to vote.
10. On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/ NO" for voting. Select the option YES or NO as desired. The option "YES" implies that you assent to the Resolution and option "NO" implies that you dissent to the Resolution.
11. Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
12. After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
13. Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
14. You can also take a print of the voting cast by clicking on "Click here to print" option on the Voting page.
15. If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
16. there is also an optional provision to upload BR/POA if any uploaded, which will be made available to scrutinizer for verification.
17. **Additional facility for Non- Individual Shareholders and Custodians:**
  - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to **www.evotingindia.com** and register themselves as Corporates.
  - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to **helpdesk.evoting@cdslindia.com**.
  - After receiving the login details a compliance User should be created using the admin login and password. The compliance User would be able to link the account(s) for which they wish to vote on.
  - The list of accounts linked in the login should be mailed to **helpdesk.evoting@cdslindia.com** and on approval of the accounts they would be able to cast their vote.
  - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
  - Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; **shares@indianacrylics.com** (designated email address by Company), if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same. Any person, who acquires shares of the Company and become Member of the Company after dispatch of the Notice and holding shares as on the **cut-off date i.e. 20th September, 2024** may follow the same instructions as mentioned above for e-Voting.

In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at **www.evotingindia.com** under help section or write an email to **helpdesk.evoting@cdslindia.com**.
18. The Board of Directors has appointed Mr. S.K. Sikka, Practicing Company Secretary (ICSI Membership No. FCS- 4241 and CP No.3582) Proprietor of S.K. Sikka & Associates, as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner.
19. The Scrutinizer shall within a period not exceeding two (2) working days from the conclusion of the e-voting period unblock the votes in the presence of at least two witnesses not in employment of the Company and make a Scrutinizer's Report of the votes cast in favour or against, if any, forthwith to the Chairman of the Company.
20. The Results shall be declared on or after the AGM of the Company. The Results declared along with the Scrutinizer's Report shall be placed on the Company's website and on the website of CDSL within two (2) days of passing of the resolutions at the AGM of the Company and communicated to the Bombay Stock Exchange.
15. Relevant documents referred to in the notice and the explanatory Statement including register of shareholding of Directors and Key Managerial Personnel are open for inspection by members at the registered office of the Company on all working days during Normal business hours (09:30 am to 5.30 pm) upto and including the date of meeting.

By Order of the Board of Directors

Place: Harkishanpura  
Date: 13.08.2024

BHAVNESH K GUPTA  
G.M. CUM COMPANY SECRETARY  
FCS-3255

## EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

### ITEM NO. 3

Pursuant to Section 148(3) of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, the Members of the Company are required to approve and ratify the payment of remuneration of ₹50,000/- (Rupees fifty thousand only) plus applicable taxes and out of pocket expenses per year to the Cost Auditors as approved by the Board of Directors in their meeting held on 06.05.2024 for the Financial Year ended 31st March 2025.

The Board recommends the ordinary resolution mentioned at Item No. 3 of the accompanying Notice for approval of the members.

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



#### ITEM No. 4

Shri Dheeraj Garg was appointed as Additional Managing Director of the Company pursuant to the provisions contained in Section 196, 197, 203 and other applicable provisions, if any, of the Companies Act, 2013 ("Act"), read with Schedule V of the said Act, as amended from time to time, and subject to such approvals, sanctions, as may be required for a period of five years from 30.05.2020 to 29.05.2025. The Company was availing his advice and his services has been of immense value. He has also been successfully managing the affairs of Steel Strips Wheels Ltd., since 01/10/1996 as its Managing Director.

The Board of Directors in their meeting held on 13/08/2024 on the basis of report of performance evaluation considering his experience and expertise and as per the recommendation of Nomination and Remuneration Committee, recommended his reappointment for the approval of members.

The resolution seeks the approval of members for reappointment of Shri Dheeraj Garg (DIN: 00034926) as an Additional Managing Director of the Company for a period of five years with effect from 30/05/2025 without any remuneration, whose term of office shall be liable to retire by rotation at the Annual General Meeting.

None of the Directors or Key Managerial Personnel of the Company or their respective relatives except Shri R.K. Garg, Managing Director being his father is concerned or interested (financially or otherwise), in this resolution.

#### ITEM NO. 5

Shri Shashi Bhushan Gupta (DIN: 00154404), aged 74 years was appointed as Non-Executive Independent Director of the Company under Section 149 & 152 of the Companies Act, 2013 read with Schedule IV attached thereto and Rules made thereunder, not subject to retirement by rotation, for a term of five years from 14.11.2019 to 13.11.2024.

As per the provisions of Section 149 of the Companies Act, 2013, an Independent Director shall hold office for a term upto five consecutive years on the Board of a Company but shall be eligible for re-appointment, for another term of upto five years, on passing of a special resolution by shareholders. He has submitted a declaration that he meets the criteria of independence as provided in Section 149(6) of the Act. He is Independent of the Management and is eligible for re-appointment as an Independent Director.

The Board of Directors of the Company ('the Board') at their meeting held on 13.08.2024 on the basis of report of performance evaluation and as per recommendation of the Nomination & Compensation Committee, recommended his reappointment for the approval of the Members.

The resolution seeks prior approval of members for the re-appointment of Shri Shashi Bhushan Gupta who is about to attain the age of 75 years as an Independent Director of the Company for a second term commencing from 14.11.2024 to 13.11.2029 in terms of Section 149 and other applicable provisions of the Act and Rules made there under.

A justification for his Re-appointment as Non-Executive Independent Director of the Company is as under:

Shri Shashi Bhushan Gupta is a Practicing Chartered Accountant and Proprietor of Bhushan Gupta & Co., Chartered Accountants. He possesses more than 45 years of experience in the area of Company Audits and render Corporate Advisory and compliance services for corporates on Income Tax matters. He also has extensive experience in representing cases before various Appellate Authorities including Income Tax Appellate Tribunal (ITAT) and appropriate skills, experience and knowledge of management and other disciplines related to the Company's business.

Considering the long standing experience and contribution of Shri Shashi Bhushan Gupta, his re-appointment on the Board after attaining the age above seventy-five years, as a Non-Executive Independent Directors, would be in the interest of the Company. On the recommendation of Nomination and Remuneration Committee, Board recommends the special resolution mentioned at Item No. 5 of the accompanying Notice for approval of the members.

A brief resume of Shri Shashi Bhushan Gupta, the nature of his expertise, Directorships held in other Companies, Committee Memberships/ Chairmanships, shareholding etc., is separately annexed hereto.

The Board recommends the Resolution as set out in Item No. 5 as Special Resolution for your approval.

None of the Directors or Key Managerial Personnel of the Company or their relatives except Shri Shashi Bhushan Gupta is in any way concerned or interested (financially or otherwise), in the resolutions mentioned at Item No's 5 at the accompanying Notice.

#### ITEM No. 6

The Board of Directors of the Company ('the Board') at their meeting held on 13/08/2024 on the recommendation of the Nomination and Remuneration Committee, had recommended appointment of Shri Surinder Singh Viridi (DIN: 00035408) aged 82 years as Independent Director of the Company for the approval of the Members for the period of 5 years commencing from 01/10/2024 to 30/09/2029.

While considering the appointment of Shri Surinder Singh Viridi Nomination and Remuneration Committee considered and noted the upcoming retirement of existing Independent Directors i.e Shri Madan Mohan Chopra and Shri Ajit Singh Chatha who are due to retire on 30.09.2024 (close of business hours) upon completion of their second term as an Independent Director.

The appointment of Shri Surinder Singh Viridi has been made by the Board to address the long term requirement of the Company and to ensure smooth transition in key board positions. In the opinion of the Board Shri Surinder Singh Viridi fulfil the conditions specified in the Companies Act, 2013 (the "Act"), rules made thereunder and SEBI (Listing obligations and disclosure requirements) Regulations 2015 ("Listing Regulations") for appointment as Independent Director of the Company and is independent of management of the Company.

The resolution seeks prior approval of members for Appointment of Shri Surinder Singh Viridi (above age of 75 years) as an Independent Director of the Company for a term of 5 years commencing from 01/10/2024 to 30/09/2029.

A justification for his Appointment as Non-Executive Independent Directors of the Company is as under:

Shri Surinder Singh Viridi, is an Engineer (F.I.E.) by qualification and is a successful Industrialist. He possessed appropriate skills, experience and knowledge of management and other disciplines related to the Company's business. He has also been serving as an Independent Director in SAB Industries Limited & Steel Strips Infrastructures Limited.

The Board recommends the Resolution as set out in Item No. 6 as Special Resolution for your approval.

None of the Directors or Key Managerial Personnel of the Company or their relatives except Shri Surinder Singh Viridi is in any way concerned or interested (financially or otherwise), in the resolution mentioned at Item No's 6 at the accompanying Notice.

## INDIAN ACRYLICS LIMITED

### DETAILS OF DIRECTORS SEEKING APPOINTMENT/ RE-APPOINTMENT IN ANNUAL GENERAL MEETING

Name of Director (DIN)	Sh. Dheeraj Garg (DIN: 00034926)	Sh. Shashi Bhushan Gupta (DIN: 00154404)	Sh. Surinder Singh Virdi (DIN: 00035408)
Date of Birth	11/05/1972	27/07/1950	22/09/1942
Date of first Appointment	29/11/1997	14/11/2019	01/10/2024
Qualification/ Experience in Specific functional areas	B.Sc. (Finance) from U.S.A., Managing Director of Steel Strips Wheels Ltd.	He is a Practicing Chartered Accountant and Proprietor of Bhushan Gupta & Co., Chartered Accountants and possesses more than 45 years of experience in the area of Company Audits and render Corporate Advisory and compliance services for corporates on Income Tax matters.	Sh. Surinder Singh Virdi, is an Engineer (F.I.E.) by qualification and is a successful Industrialist for over four decades. He possesses appropriate skills, experience and knowledge of management and other disciplines related to the Company's business
List of Companies in which outside Directorships held (Excluding Private Limited/ Foreign Company)	Steel Strips Wheels Ltd.	Steel Strips Wheels Ltd. Usha Yarns Ltd.	Steel Strips Wheels Ltd. SAB Industries Ltd. Steel Strips Infrastructures Ltd. Steel Strips Industries Ltd.
Chairman/ Member of the Committee of Board of Directors of the Company includes only Audit Committee and Stakeholders Relationship Committee	Member of Audit Committee	Nil	Nil
Chairman/ Member of the Committee of Directors of other Companies in which he is a Director includes only Audit Committee and Stakeholders Relationship Committee	Nil	Member of Audit Committee of Steel Strips Wheels Limited	Chairman of Audit Committee & Stakeholders Relationship Committee of SAB Industries Ltd. Chairman of Audit Committee and Member of Stakeholders Relationship Committee of Steel Strips Infrastructures Ltd.
No. of shares held in the Company	22310983 (16.49%)	Nil	Nil
Relationship with other Director/ Key Managerial Personnel	Son of Shri Rajinder Kumar Garg Managing Director of the Company	Nil	Nil

For other details, such as, Number of meetings of the Board attended during the financial year, Remuneration last drawn, Remuneration proposed to be paid, Terms and Conditions of Appointment /re-appointment, please Refer to the attached Board's Report, Corporate Governance Report and the Notice alongwith Explanatory Statement.

## DIRECTORS' REPORT

To The Members,

The Directors of your Company have pleasure in presenting the 37<sup>th</sup> Annual Report of the Company together with Audited Accounts for the financial year ending 31<sup>st</sup> March, 2024.

### 1. FINANCIAL HIGHLIGHTS

	(INR Lakhs)			
	Standalone		Consolidated	
	2023-24	2022-23	2023-24	2022-23
Revenue from Operations	54616.29	90236.65	54616.29	90236.65
Other Income	841.72	712.92	841.72	739.87
Total Revenue	55458.01	90949.57	55458.01	90976.52
Profit/ (Loss) before Exceptional item, depreciation, interest & Tax (PBDIT)	(625.45)	7184.89	(625.66)	7211.64
Interest & other financial expenses	3250.35	3685.98	3250.35	3685.98
Profit/ (Loss) before depreciation & Tax (PBDT)	(3875.80)	3498.91	(3876.01)	3525.66
Depreciation and amortization expenses	1529.29	1578.60	1529.29	1578.60
Profit/ (Loss) before Tax (PBT)	(5405.09)	1920.31	(5405.30)	1947.06
Tax Expenses- Current & Deferred	-	-	-	-
Profit/ (Loss) after Tax (PAT)	(5405.09)	1920.31	(5405.30)	1947.06
Other Comprehensive Income	254.35	16.50	254.35	14.98
Total Comprehensive Income/ (Loss) for the period	(5150.74)	1936.81	(5150.95)	1962.04
Earning per share-Basic	(3.99)	1.42	(3.99)	1.44
Diluted	(3.99)	1.42	(3.99)	1.44

**Note:** The financial statements of the Company for the year ended 31<sup>st</sup> March, 2024 has been prepared in accordance with Indian Accounting Standards (Ind AS).

### Production & Sales Review:

The Company has achieved production of 24751 MT of Acrylic Fibre and sale of 16541 MT, during the year under review as against production of 36921 MT and sale of 24804 MT respectively during the previous year.

The Company has also achieved production of 9959 MT and sale of 10373 MT of Acrylic Yarn during the year under review as against production of 13489 MT and sale of 13155 MT MT during the previous year.

The total revenue from operations during the year under review was ₹54616.29 lakh as against ₹90236.65 lakh during the previous year. Export Sales have gone down this year to ₹13305.93 lakh as against ₹23611.35 lakh in the previous year. Domestic Sale have also gone down to ₹41310.36 lakh against ₹66625.30 lakh in the previous year.

Production & Sales of Acrylic Fibre and Acrylic Yarn have gone down during the year as huge imports have landed this year at undervalued prices affecting local producers in India adversely. Producers from outside India diverted surplus material to Indian market as their sales to major European and USA markets suffered due to high inflation and Ukraine war effect.

Imports of Acrylic Fibre in India have increased this year inspite of decrease in overall demand. The problem of increase of imported material at undervalued prices has affected the sale and margins of local producers adversely.

### Profitability:

The Company incurred loss before depreciation, interest, exceptional item and tax of ₹625.45 lakh as against profit of ₹7184.89 lakh in the previous year. After providing for depreciation of ₹1529.29 lakh (Previous Year ₹1578.60 lakh), Interest and Financial charges of ₹3250.35 lakh (Previous Year ₹3685.98 lakh), the net loss from operations after comprehensive income worked out to ₹5150.74 lakh as compared to net profit of ₹1936.81 lakh in the previous year. The drop in margins due to continuous dumping of imported material into Indian Market has resulted into lower production, sales and capacity utilizations.

### 2. Segment-wise/Product wise Performance:

Over the last few years, your company has been successful in its goal of diversifying revenues, to tap new opportunities and reduce any risks of an overly concentrated portfolio. Company is manufacturing both acrylic fiber and yarn. The treatment for the same is enunciated in the Indian Accounting Standard on segment reporting (Ind AS-108) and is

explained under Para no. 6 of the Note No.26 on Notes on Accounts, forming part of Annual Report.

### 3. DIVIDEND

As Company does not have any distributable profits computed under provisions of Companies Act, 2013, no dividend is being recommended.

### 4. RESERVES

There is no change in Capital Reserves, Securities Premium Reserves and General Reserves during the year, which stands at ₹1764.44 lakh, ₹39.23 lakh and ₹80.00 lakh respectively.

### 5. RESEARCH AND DEVELOPMENT

The Company has an In-House R & D centre registered with the Ministry of Science & Technology, Govt. of India.

During the year, the Company has focused on new varieties on dyed yarns. This will help in growth of sales in the current year. The Company is also working for energy conservation and reduction in the fuel cost with the help of in-house R&D.

### 6. DETAILS OF SUBSIDIARY, JOINT VENTURES OR ASSOCIATE COMPANY

The Company has a Wholly Owned Subsidiary Company, Carlit Trading Europe, S.L.U (Spain) for sale of its products in the European market. Company suffered losses in this year also due to weak demand. High energy prices & input costs are cause of concern for European Manufacturing Industry. Due to losses and lack of clear future outlook, Company has decided to suspend its operations temporarily. It is continuing as an Inactive Company since Sept. 2021 as per Spanish Law.

A separate statement containing the salient features of financial statements of the subsidiary Company forms part of the Annual report in the prescribed Form AOC-1 in compliance with Section 129 and other applicable provisions, if any, of the Companies Act, 2013. Further in line with the SEBI (LODR) Regulations, 2015 and in accordance with Indian Accounting Standard 110, Consolidated Financial Statements, including financial information of its Subsidiary, forms part of this Annual Report.

The Company is not having any other Joint Venture or Associate Company.

### 7. CORPORATE SOCIAL RESPONSIBILITY AND GOVERNANCE COMMITTEE

Vision & core areas of CSR:

Your Company is committed to and is fully aware of its Corporate Social Responsibility (CSR), the guidelines in respect of which were more clearly laid down in the recently overhauled Companies Act, 2013.

Corporate Social Responsibility and Governance Committee (CSR&G Committee) comprises of Shri Rajinder Kumar Garg, as its Chairman, Shri Dheeraj Garg and Shri Ajit Singh Chatha as members. This Committee has framed the CSR Policy for the Company which is approved by the Board and may be accessed on the website of the Company at <http://www.indianacrylics.com>

Since the Company does not have net profits in accordance with Section 198 of the Companies Act, 2013, the Company is not required to undertake any activity under CSR Rules.

### 8. CORPORATE GOVERNANCE

Your Company is continuously taking steps to attain higher levels of transparency, accountability and equity in order to enhance customer satisfaction and stakeholders' value. The Company not only complies with the regulatory requirements but is also responsive to the stakeholders' as well as customers' needs. The Company already has an Audit Committee, a Stakeholder Relationship Committee and Nomination and Remuneration Committee duly constituted by the Board to look after various activities. The Corporate Governance practices followed by the Company are enclosed as Annexure to this report. A certificate from the Statutory Auditors of the Company regarding compliance of governance norms, stipulated under SEBI (LODR) Regulations, 2015, is also annexed to the Corporate Governance report.

### 9. ANNUAL RETURN

Pursuant to Section 92(3) and Section 134(3)(a) of the Companies Act, 2013, the Company has placed a copy of the Annual Return as at March 31, 2024 on its website at [www.indianacrylics.com](http://www.indianacrylics.com). By virtue of amendment to Section 92(3) of the Companies Act, 2013, the Company is not required to provide extract of Annual Return (Form MGT-9) as part of the Board's report.

## **10. DIRECTORS' RESPONSIBILITY STATEMENT**

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

- in the preparation of the annual accounts for the year ending 31st March, 2024, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that period;
- the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- the Directors had prepared the annual accounts on a going concern basis; and
- the Directors had laid down internal financial control to be followed by the Company and that such internal financial controls were adequate and were operating effectively.
- the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## **11. DIRECTORS**

### **A) Changes in Directors and Key Managerial Personnel**

Since the last Annual General Meeting, following changes have taken place in the Board of Directors:

- Appointment of Smt. Parampal Kaur Sidhu (DIN: 09129715), IAS, Managing Director of Punjab State Industrial Development Corporation Ltd. (PSIDC), as Nominee Director and Chairperson on the Board of the Company w.e.f. 08/11/2023 in place of Shri Sibin C.
- Cessation of Shri Sudhanshu Shekhar Jha (DIN: 01489603) as Independent Director on the Board of the Company on completion of his term at the close of business hours of 13.11.2023.
- As per the provisions of Companies Act, 2013, Shri Dheeraj Garg (DIN: 00034926) Director, retires by rotation at the forthcoming Annual General Meeting and being eligible offers himself for re-appointment.

### **Familiarisation programmes for Board Members:**

The Board members are from time to time provided with necessary documents/policies/internal procedures to get them familiar with the practices of the Company. Directors get an opportunity to visit Company's plant which helps them to understand business operations & working of the Company. The business strategies, performance, global developments, legal & other updates, compliance reports and other relevant information/reports etc. are being periodically provided to the Board of Directors.

### **B) Declaration by an Independent Director(s) and re-appointment, if any**

A declaration by Independent Directors stating that he/they meet the criteria of independence as provided in sub-section (6) of Section 149 of the Companies Act, 2013 has been taken at the time of their appointment.

### **C) Formal Annual Evaluation of Board**

The Board of Directors has carried out an annual evaluation of its own performance, Board committees and individual directors pursuant to the provisions of the Act and the corporate governance requirements as prescribed by Securities and Exchange Board of India ("SEBI") under Regulation 4(f)(ii) of SEBI (LODR) Regulations, 2015.

The performance of the Board was evaluated by the Board after seeking inputs from all the directors on the basis of the criteria such as the Board composition and structure, effectiveness of board processes, information and functioning, etc.

The performance of the committees was evaluated by the Board after seeking inputs from the committee members on the basis of the criteria such as composition of committees, effectiveness of committee meetings, etc.

The Board and the Nomination and Remuneration Committee ("NRC") reviewed the performance of the individual directors on the basis of the criteria such as the contribution the individual director to the Board and

committee meetings like preparedness on the issue to be discussed, meaningful and constructive contribution and inputs in meetings etc. In addition, the Chairman was also evaluated on the key aspects of his role.

In a separate meeting of Independent Directors, performance of non-independent directors, performance of the board as a whole and performance of the Chairman was evaluated, taking into account the views of executive directors and non-executive directors, the same was discussed in the Board meeting that followed the meeting of the Independent Directors, at which the performance of the Board, its committees and individual directors was also discussed.

## **12. NUMBER OF MEETINGS OF THE BOARD OF DIRECTORS**

During the year under review, 4 Board Meetings were held, one each on 15th May, 2023, 10th August, 2023, 08th November, 2023 and 14th February 2024.

## **13. POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION AND OTHER DETAILS**

The Company's policy on Directors' appointment and remuneration and other matters provided in Section 178(3) of the Act has been disclosed in the corporate governance report, which forms part of the Directors' Report.

## **14. AUDIT COMMITTEE**

The Audit Committee comprises of three non-executive Directors viz. Rear Admiral M. M. Chopra, AVSM (Retd.), Shri Ajit Singh Chatha, Raja Shivdev Inder Singh, Smt. Tejinder Kaur and one Executive Director Shri Dheeraj Garg. During the year, the committee held four meetings. Other details of the Audit Committee are included in the Corporate Governance Report which forms part of this report.

The Board had accepted all recommendation of the Audit Committee.

## **15. DETAILS OF ESTABLISHMENT OF VIGIL MECHANISM/WHISTLE BLOWER POLICY FOR DIRECTORS AND EMPLOYEES**

Pursuant to provisions of Section 177 (9) of the Companies Act, 2013, the Company has established a "Vigil Mechanism" incorporating Whistle Blower policy in terms of Regulation 22 of SEBI (LODR) Regulations, 2015 for employees and directors of the Company, for expressing the genuine concerns of unethical behavior, frauds or violation of the codes of conduct by way of direct access to the Chairman/Chairman of the Audit Committee. The Company has also provided adequate safeguards against victimization of employees and Directors who express their concerns. The policy on "Vigil Mechanism and Whistle Blower" may be accessed on the Company's website at <http://www.indianacrylics.com>.

There are no cases reported during the year.

## **16. NOMINATION AND REMUNERATION COMMITTEE**

The committee has been constituted to review and recommend compensation payable to the whole-time directors including Managing Director and senior management of the Company. The committee reviews the overall compensation structure and policies of the Company with a view to attract, retain and motivate employees, reviewing compensation levels of the Company vis-à-vis other Companies and industry in general. The "Nomination & Remuneration Policy" may be accessed on the Company's website at <http://www.indianacrylics.com>

## **17. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186**

There were no Loans/ Guarantee given or Investments made by the Company during the year exceeding the limits prescribed under Section 186 of the Companies Act, 2013.

## **18. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:**

All contracts/ arrangements/ transactions entered by the Company during the Financial Year with related parties were in the ordinary course of business and on an arm's length basis, during the year, the Company had not entered into any contract/ arrangement/ transaction with related parties which could be considered material in accordance with the policy of the Company on materiality of related party transactions. A statement, in summary form, of transactions with related parties in ordinary course of business and arm's length basis is periodically placed before the audit committee for review.

The policy on materiality of related party transactions and dealing with related party transactions as approved by the board is uploaded on the website of the Company.

Disclosures as required under Indian Accounting Standards (Ind AS-24)

have been made in the financial statements of the Company, enclosed with this report.

#### **19. MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

Management Discussion and Analysis Report for the year under review as stipulated under Regulation 34(2)(e) of SEBI (LODR) Regulations, 2015, forms part of the Board's report.

#### **20. BUSINESS RISK MANAGEMENT**

The risk management includes identifying types of risks and its assessment, risk handling and monitoring and reporting, which in the opinion of the Board may threaten the existence of the Company. The Risk Management Committee constituted by the Board comprises of Shri R K Garg, Shri Dheeraj Garg, Raja Shivdev Inder Singh and Shri Surinder Kansal as members. The Committee has formulated the Risk Management Policy which was subsequently approved by the Board of Directors. The Risk Management Policy may be accessed on the website of the Company at <http://www.indianacrylics.com>

#### **21. AUDITORS:**

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

As per the Provisions of Section 139 of Companies Act, 2013, M/s AKR & Associates, (Firm Registration No. 021179N), Chartered Accountants were appointed as Statutory Auditors of the Company to hold office till the conclusion of the Annual General Meeting to be held during the year 2027.

The Company has received a certificate from them pursuant to Companies (Audit & Auditors) Rules 2014 read with Section 139 & 141 of the Companies Act, 2013, confirming their eligibility for reappointment, and that they were not disqualified for reappointment.

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

M/s S.K. Sikka & Associates, practicing Company Secretaries, Chandigarh, was appointed as Secretarial Auditor & his report in Form No. MR-3 under Section 204 of the Companies Act for the Financial Year 2023-24 is attached & forms part of this Report. The Board of Directors have appointed M/s S.K. Sikka & Associates, practicing Company Secretaries, as Secretarial Auditor of the Company for the financial year 2024-25.

##### **c. Cost Auditor:**

As per provisions of Section 148 of the Companies Act, 2013 the Board of Directors of your Company has recommended M/s Aggarwal Vimal & Associates, Cost Auditor, to be re-appointed as a Cost Auditor for the Financial Year 2024-25, subject to ratification of his appointment and remuneration by the Shareholders in the forthcoming Annual General Meeting.

##### **d. Internal Auditor:**

Pursuant to provisions of Section 138 of the Companies Act, 2013, the Company has appointed Mr. Gaurav Kumar (CA), to conduct internal audit of the functions and activities of the Company and maintain internal control systems of the Company.

#### **22. AUDITORS' REPORT**

The Statutory and Secretarial Auditors' Reports are self-explanatory and require no comments.

#### **23. LISTING OF SHARES**

Equity shares of the Company are listed on BSE Limited and Listing fee has already been paid in pursuance to Regulation 14 of SEBI (LODR) Regulations, 2015.

#### **24. DEMATERIALIZATION**

Effective from 25th September 2000, the equity shares of your Company are being compulsorily traded in dematerialized form. As on 31st March 2024, a total of 1265.70 lakh equity shares, representing 93.53% of equity share capital, have been dematerialized.

#### **25. INSURANCE**

All the assets of the Company have been adequately insured.

#### **26. PARTICULARS OF EMPLOYEES**

Relations with the employees continued to be peaceful and harmonious during the period under review.

#### **27. PERSONNEL & RELATED DISCLOSURES:**

Your Company continues to lay emphasis on continued qualitative growth of its human resources by providing a congenial and conducive work environment in consonance with its belief that the real strength of its organization lies in its employees.

The particulars required under Section 197 read with Rule 5(1), 5(2) &

5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, including statement of employees receiving salary of ₹102 lakh. per annum or ₹8.50 lakh per month or more during the Financial Year 2023-24, are annexed hereto and forms part of this report.

#### **28. INDUSTRIAL RELATIONS**

Industrial relations continued to be cordial during the year under review.

#### **29. HEALTH, SAFETY AND ENVIRONMENT PROTECTION**

Our Company has complied with all the applicable health & Safety standards, environment laws and labour laws and has been taking all necessary measures to protect the environment and provide workers a safe work environment. Our Company is committed for continual improvement in Health & Safety as well as Environmental performance by involving all the employees to provide a Safe & healthy work environment to all its employees.

#### **30. DISCLOSURE AS PER SEXUAL HARASSMENT OF WOMEN AT WORK PLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013**

The Company has zero tolerance for sexual harassment at workplace and has adopted a policy against sexual harassment in line with the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the rules framed thereunder.

During the financial year 2023-24, the Company has not received any complaint on sexual harassment and hence no complaints remain pending as of 31st March, 2024.

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

The optimal utilization of energy remained a major focus area and a number of steps were taken in this direction. The information required under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 are attached hereto and forms part of this report.

#### **32. GENERAL DISCLOSURE:**

Your directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

1. Issue of equity shares with differential rights to dividend, voting or otherwise.
2. Details relating to deposits covered under Chapter V of the Act.
3. No material changes and commitments affecting the financial position of the Company occurred between the end of the Financial Year to which this financial statements relate and the date of this report.
4. No significant/material orders have been passed by any Regulator/Court/Tribunal which could impact the going concern status & future operations of the Company.
5. No change in nature of Business of the Company.
6. No unclaimed Dividend is required to be transferred to Investor Education and Protection fund.

#### **33. ACKNOWLEDGEMENT**

Your Directors are pleased to place on record their sincere gratitude to the Government Authorities, Financial Institutions & Bankers and Investors for their continued and valuable co-operation and support to the Company.

Your Directors express their deep appreciation for the devoted and sincere efforts put in by the employees at all levels of operations in the Company during the year. The Company feels confident of continued cooperation and efforts from them in future also.

On Behalf of the Board of Directors

Place: Chandigarh

Dated: 06<sup>th</sup> May 2024

**ALOK GOYAL**

Executive Director

DIN : 08049515

**DHEERAJ GARG**

Addl. Managing Director

DIN : 00034827



# INDIAN ACRYLICS LIMITED

## INFORMATION AS PER SECTION 134(3)(m) READ WITH COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988 AND FORMING PART OF THE DIRECTORS' REPORT FOR THE YEAR ENDED 31ST MARCH, 2024

1. Your Company has always been conscious of the need to conserve energy and has always attempted various measures for the same where ever possible to achieve reduction in the cost of production. The Company has taken various measures on suggestions of experts in the areas where energy reduction and fuel and oil conservation is possible. The details regarding present energy consumption including captive generation are furnished below as per Form 'A' of the Annexure to the Rules.

### FORM 'A'

		Current Year	Previous Year
<b>A)</b>	<b>POWER &amp; FUEL CONSUMPTION</b>		
1. a)	Purchased Units (in lakhs)	665.53	896.82
	Total amount (₹ in lakhs)	4799.80	5649.99
	Rate/Unit (Rupees)	7.21	6.30
b)	<b>OWN GENERATION</b>		
i)	Through Turbine (Unit in lakhs)	-	-
	Total amount (₹ in lakhs)	-	-
	Rate/Unit (Rupees)	-	-
ii)	<b>THROUGH DIESEL GENERATOR (UNIT IN LAKHS)</b>	0.86	2.41
	Total amount (₹ in lakhs)	27.30	89.29
	Rate/Unit (Rupees)	31.86	37.02
2)	<b>RICE HUSK FOR STEAM GENERATION</b>		
	Quantity (MTs))	55,638	74,005
	Total amount (₹ in lakhs)	2,838.42	4328.97
	Rate/Unit (Rupees)	5.10	5.85
<b>B)</b>	<b>CONSUMPTION PER UNIT OF PRODUCTION</b>		
	Production of Acrylic Fibre & Waste (MT)	24751	36921
	Production of Acrylic Yarn (MT)	9959	13489
1.)	Electricity-Fibre (Units/MT)	1560	1411
	Electricity-Yarn (Units/MT)	2815	2805
	Cost per unit of production of Fibre (Rs/MTs)	11297	9003
	Cost per unit of production of Yarn (Rs/MTs)	20393	17906
2)	Furnace Oil (KL/MT)		
	Rice Husk for process steam (Unit/MT)	2248	2004
	Cost per unit of production of Fibre (Rs/MTs)	9946	10211
	Cost per unit of production of Yarn (Rs/MTs)	3783	4145

### II) Technology Absorption

Efforts made in technology absorption as per form "B" of Annexure to the Rules.

1	Research & Development (R&D)	R & D has been carried out in the areas of improvement on product, process, cost reduction and increase in productivity.
	a) Specific area in which R&D carried out by Company.	
	b) Benefits derived as a result of the above R&D	Productivity improvement, reduction of waste and development of new product varieties and increase in Carbon Credits due to R&D efforts, thereby reducing the cost of manufacturing.
	c) Further course of action.	We are working on development of new speciality products to cater to some more end use segments. We are also working on increasing the overall productivity of the plant by In-house R&D.

	d) Expenditure on R&D (₹In lakhs): (Capital/Recurring)	Capital :- ₹ NIL (Previous year ₹ NIL lakhs) Revenue :- ₹27.89 Lakhs (Previous year ₹45.30 Lakhs.)
2	Technology absorption, adoption and innovation	Technology Absorption Programme has been completed satisfactorily. The product range has been further diversified to produce new varieties of Acrylic Fibre. Efforts are on to further conserve the energy and to develop new varieties of Acrylic Fibre for development of new end uses.
	a) Efforts in brief made towards technology absorption, adaptation & innovation	
	b) Benefits derived as a result of the above efforts e.g. product improvement, cost reduction, product development, import substitution etc.	
	c) In case of imported technology (imported during the last 5 years reckoned from the beginning of the financial year) following information may be furnished:	Not applicable
	<b>FOREIGN EXCHANGE EARNING AND OUTGO</b>	
	a) Activity relating to exports, initiative taken to increase exports, development of new export market for products and services and export plans.	During this year export sale has decreased from ₹23611.35 Lakh to ₹13305.93 Lakh as per previous year.
	b) Total foreign exchange used and earned (₹in lakhs)	Used : ₹ 25,336.08 Lakhs (Previous year ₹ 44,172.94 Lakhs) Earned : ₹ 12,845.14 Lakhs (Previous year ₹ 22,274.97 Lakhs)

For and on behalf of Board of Directors

Place : Chandigarh  
Date : 06<sup>th</sup> May 2024

**ALOK GOYAL**  
EXECUTIVE DIRECTOR  
DIN:08049515

**DHEERAJ GARG**  
ADDITIONAL MANAGING DIRECTOR  
DIN:00034926

**SECRETARIAL AUDIT REPORT**  
**FORM NO. MR-3**

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2024

[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,  
**Indian Acrylics Limited**

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Indian Acrylics Limited** (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing my opinion thereon.

Based on my verification of Indian Acrylics Limited'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 31 March, 2024, 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 the Company for the financial year ended on 31 March, 2024 according to the provisions of:

- (1) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (2) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (3) The Depositories Act, 2018 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;
- (5) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
  - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018- **Not applicable as there was no reportable event during the financial year under review;**
  - (d) 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;**
  - (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 (Share Based Employee Benefits and Sweat Equity) Regulations, 2021- **Not applicable as there was no reportable event 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 there was no reportable event during the financial year under review;** and
  - (i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.



# INDIAN ACRYLICS LIMITED

(6) The Company has complied with the following laws applicable specifically to the Company;

- (a) Indian Boiler Act, 1923
- (b) Hazardous Waste (Management & Handling) Rules 1989 under EP Act, 1986
- (c) Explosive Act, 1884 and rules made thereunder
- (d) Factories Act, 1948 and allied State Laws

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.

- (ii) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

During the period under review, the Company has complied with the provisions of the Act, 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. 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 the Directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

- (iii) All the Decisions at the Board meetings, as represented by management, were taken unanimously.

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

**I further report that** during the audit period, there were no instances of:

- (i) Public/ Rights/ Preferential issue of shares/ debentures/ sweat equity.
- (ii) Redemption/ buy-back of securities.
- (iii) Major decisions taken by the members in pursuance to Section 180 of the Companies Act, 2013
- (iv) Merger/ amalgamation/ reconstruction etc.
- (v) Foreign technical collaborations.

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

For **S. K. SIKKA & ASSOCIATES**  
Company Secretaries

**Sushil K. Sikka**

Company Secretary

FCS 4241, CP 3582

Peer Review Cert. No. 1057/2021

UDIN: F004241E000286589

Place :Chandigarh

Date : 06.05.2024

**Annexure -A**

To,

The Members

**Indian Acrylics Limited**

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

1. Maintenance of Secretarial record is the responsibility of the management of the Company. My responsibility is to express as opinion on these secretarial records based on my audit.
2. I have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, Rules, Regulations, standards is the responsibility of management. My examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For **S. K. SIKKA & ASSOCIATES**  
Company Secretaries

**Sushil K. Sikka**

Company Secretary

FCS 4241, CP 3582

UDIN: F004241E000286589

Place :Chandigarh

Date : 06.05.2024

## **CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS**

(Pursuant to Part C of Schedule V of LODR)

As required by Clause 10 (i) of Part C of Schedule V of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirement) Regulations, 2015 inserted vide SEBI notification dated 9<sup>th</sup> May 2018, I certify that none of the Directors on the Board of **Indian Acrylics Limited** has been debarred or disqualified from being appointed or continuing as directors of companies by the Securities and Exchange Board of India/Ministry of Corporate Affairs or any such statutory authority for the year ended 31<sup>st</sup> March, 2024.

For **S. K. SIKKA & ASSOCIATES**  
Company Secretaries

**Sushil K. Sikka**

Company Secretary

FCS 4241, CP 3582

Peer Review Cert. No. 1057/2021

UDIN:F004241E000255580

Place: Chandigarh

Date: 06.05.2024

**DETAILS PERTAINING REMUNERATION AS REQUIRED UNDER SECTION 197(2) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES 2014**

- i) **The ratio of the remuneration of each Director to the median employee's remuneration of the Company for the financial year**

<b>Non Executive Directors</b>	<b>Ratio to Median Remuneration</b>
Smt. Parampal Kaur Sidhu	-
Shri Sanjay Krishna Ahuja	0.46
Shri Madan Mohan Chopra	-
Shri Ajit Singh Chatha	0.46
Raja Shivdev Inder Singh	0.92
Shri Shashi Bhushan Gupta	0.61
Shri Deva Bharti Reddy	0.61
Smt. Tejinder Kaur	0.84
<b>Executive Directors</b>	
Shri Rajinder Kumar Garg	154.21
Shri Dheeraj Garg	-
Shri Alok Goyal	27.85

- ii) **The percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year;**

Director, Chief Executive Officer, Chief Financial Officer, Company Secretary	%age increase/ decrease in Remuneration
Shri Rajinder Kumar Garg	(30.19)
Shri Alok Goyal	(6.50)
Shri Surinder Kansal	(6.47)
Shri Bhavnesh K Gupta	8.44

- iii) **The percentage Increase/ Decrease in the median remuneration of employees in the financial year 2023-24.**

There is increase in median remuneration of employees by 7.99%, in the financial year 2023-24.

- iv) **The number of permanent employees on the rolls of Company.**

The number of permanent employees on the roll of company as of 31st march 2024 was 1364.

- v) **Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration;**

The average increase in salary other than managerial remuneration in 2023-24 was 3.87% and percentage increase in the managerial remuneration for the year was Nil.

- vi) **Affirmation that the remuneration is as per the remuneration policy of the company.**

It is confirmed that the remuneration is paid as per the remuneration policy of the Company.

**STATEMENT PURSUANT TO SECTION 197 OF COMPANIES ACT, 2013 READ WITH RULE 5 OF THE COMPANIES (APPOINTMENT & REMUNERATION OF MANAGERIAL PERSONNEL) RULES 2014 FOR THE YEAR ENDED 31ST MARCH, 2024**

Name of Employee	Designation	Remuneration (₹ in Lakhs)	Nature of Employment	Qualification & Experience (yrs)	Date of commencement of Employment	Age	Last employment before joining	% of shares held	Relative Director
Sh. R.K. Garg	Managing Director	201.60	Contractual	B.E (Civil Engg.) 55	01.10.90	80	M/s Steel strips Ltd. Chandigarh as Managing Director	3.05	Yes. Sh. Dheeraj Garg

## INDIAN ACRYLICS LIMITED

### TOP TEN EMPLOYEES IN TERM OF REMUNERATION WITHDRAWN DURING THE YEAR

S.No	Name of Employee	Designation	Remuneration (₹ in Lakhs)	Qualification & Experience (yrs)	Date of commencement of Employment	Age	% of shares held	Relative Director
1.	Sh. R.K. Garg	Managing Director	201.60	B.E. (Civil Engg.)	01.10.1990	80	3.09	Yes. Sh. Dheeraj Garg
2.	Sh. Surinder Kansal	Executive Director -Commercial	45.86	B.com/ CA	01.02.1994	57	Nil	Nil
3.	Sh. Anubhav Tewari	Director (Marketing & Sales)	24.50	MBA	11.03.2020	50	Nil	Nil
4.	Sh. Alok Goyal	Executive Director -Works	36.41	B.tech/ Chemical	21.09.1998	57	Nil	Nil
5.	Sh. Satish Sigroha	Senior General Manager (Technical)	27.04	B.tech/ Textile	01.08.1995	54	Nil	Nil
6.	Sh. Rajjan Lal Yadav	ED-Commercial	26.89	B.com	04.10.1989	55	Nil	Nil
7.	Sh. Dinesh Maheshwari	Director (Spinning)	21.98	B.tech Textile Technology	25.07.2019	56	Nil	Nil
8.	Sh. Bhavnesh Kumar Gupta	General Manager cum Company Secretary	34.32	Company Secretary	01.07.1992	65	Nil	Nil
9.	Sh. Arvind Rastogi	C.G.M	23.12					
10.	Sh. Manoj Kumar	GM (Accounts & Finance)	22.94	ICWA				

## **MANAGEMENT DISCUSSION AND ANALYSIS**

Management Discussion and Analysis Report for the year under review was stipulated under Regulation 34(2)(e) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, is presented as under.

### **a) Acrylic Fibre Industry – Global and Indian Perspective**

Textile Industry in India is playing a pivotal role in country's economy and employment generation, especially for women in the rural areas.

With one of the most modernised technological infrastructures and owing to the recent policy announcements such as PLI etc, Indian Textile & Apparel Industry is all poised to grow in the years to come.

Current outlook of the global and Indian textile & apparel industry

As per the market estimates, overall demand in India of Acrylic fibre has decreased this year by approx 7% from nearly 1 Lakh MT demand in a year before. Global Textile Industry in the year has been hit hard high inflation, economic slowdown, geo-political tensions, prolonged Russia-Ukraine war, ongoing Israel Hamas conflict which has resulted in decreased demand of textile & apparel products globally and is thus also impacting the exports of textile & apparel products from India.

The import of Acrylic Fibre into India have increased during the year and local Industry has faced challenge of sale and margins due to increased imports. The surplus capacity in China, Thailand and Peru due to their lower sales prompted them to push their surplus materials into Indian Market this year.

The export of Acrylic fibre from India has decreased this year. Company exported 4173 MT of acrylic fibre and 2182 MT of Acrylic yarns as against export of 5625 MT fibre and 3634 MT yarn during last year. The overall exports from India has decreased during this year.

The focus of the company on seeding of acrylic yarn in the new export markets and development of new varieties as per customer & market needs at the affordable prices helped in sustaining its yarn business albeit margins were eroded due to huge dumping by foreign suppliers.

Industry in India is facing problem of dumped imports of Acrylic Fibre by several countries. The recommendations of Ministry of Commerce, Directorate of Anti-dumping duties following final findings of investigations released in August –Sept 2020 against dumping of acrylic fibre being done by several countries like Thailand, Belorussia, Peru, EU etc are still pending implementation by the Ministry of Finance, Govt of India. Forum of Acrylic Fibre has taken up the matter with the Government as well as in the Courts for early levy of anti-dumping duties against dumped imports in India. The Court has ordered for provisional assessment by custom of the imported consignments, however not yet implemented by the authorities. Due to increase in dumping in 2023-24, domestic acrylic fibre industry has also filed fresh antidumping application with the DGTR, Ministry of Commerce recently and requesting the Authorities for investigations.

### **Business Outlook**

The uncertainty in demand caused by recession fears in later half of 2023-24 in US economy, continued Ukraine war and major central banks fighting against high inflation are few challenges going ahead. Company has well diversified product mix of acrylic fibre and yarns with strong customer base across various markets in Africa, Europe, South America and Asian Regions and well placed to grow its production and sales and overcome these challenges.

### **Internal Control Systems and Their Adequacy:**

Your Company has a well-designed Internal Audit programme and dedicated team for independent review of all systems, procedures and financial controls of the Company to bring in the best industry practices, compliance with internal systems & procedures and statutory laws. The Company's overall internal control system is adequate given size and nature of operations. All important issues are regularly presented to the Audit committee of the Company. Senior management of your Company places emphasis on taking proper actions on the significant issues, findings and recommendations of internal audit, and systems are strengthened appropriately.

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

### **a) Management Perception Of Risk & Concerns:**

#### **Risk Management**

The Risk Management Committee ensures compliance of all the fiscal, industrial, labour and environments laws by using adequate internal control measures and through regular monitoring by the respective departmental heads in the company.

The following table gives the key risks faced by the Company, and the steps taken to mitigate the same:

# INDIAN ACRYLICS LIMITED

Key Risks	Impact on IAL	Mitigation
Global Economic Scenario	Spending on clothing have shown strong correlations with GDP Growth. Uncertain economic outlook in China can impact the consumer spending on clothing and thereby constrain the demand growth of acrylic fibre.	<ul style="list-style-type: none"> <li>- Well diversified customer base across different geographical locations and across different end uses of fibre</li> <li>- Target newer markets which might provide counter-cyclical support</li> </ul>
Adverse change in Govt Policy	Any sudden action by the Government to allow duty free imports of acrylic fibre in India under free trade agreements without corresponding reduction in the duties on raw materials can impact the company as there are no local producers and company is dependent on imports for its main raw materials	<ul style="list-style-type: none"> <li>- Increasing exports share in the turnover of the company by investing in newer markets development</li> </ul>
Currency Volatility	Volatility in currency exchange movements resulting in sudden transaction and translation exposure.	<ul style="list-style-type: none"> <li>- Currency hedging policy and practices in place</li> <li>- Hedging strategy monitored by risk management committee through regular reviews.</li> </ul>
Crude Oil volatility	Volatility in crude oil prices resulting in sudden spurt or plunge of raw materials prices	<ul style="list-style-type: none"> <li>- Increasing value added products in the product mix.</li> <li>- Inventory exposure monitored by risk management committee through regular reviews</li> </ul>
Dumping of fibre	Large scale dumping by certain countries in India can impact the domestic sales	<ul style="list-style-type: none"> <li>- Investing in the energy saving, alternate fuels and new products by in-house R &amp; D.</li> <li>- Increasing exports sales by developing the new export markets</li> </ul>

As such, the Company is monitoring and taking steps to mitigate the risks, if any, which may threaten the existence of the Company.

## **Cautionary Statement:**

Statements in this report on Management Discussion and Analysis describing the Company's Objectives, projections, estimates, expectations or predictions may be "forward looking" within the meaning of applicable Securities laws and regulations. Actual results could differ materially from those expressed or implied.

On Behalf of the Board of Directors

Place : Chandigarh  
Date : 06.05.2024

**ALOK GOYAL**  
EXECUTIVE DIRECTOR  
DIN-08049515

**DHEERAJ GARG**  
ADDL. MANAGING DIRECTOR  
DIN-00034926

## **REPORT ON CORPORATE GOVERNANCE**

The Company continuously strives to attain high levels of corporate performance, accountability, transparency, responsibility and fairness in all aspects of its operations. Transparency in all dealings and providing better services without compromising in any way on integrity and regulatory compliances have been the basic objectives of corporate governance in the Company.

The Company is in Compliance with the requirements stipulated under Schedule V of SEBI (LODR) Regulations, 2015 and with the Listing Regulations entered into with the stock Exchanges, with regard to corporate governance.

### **BOARD OF DIRECTORS**

- As on March 31, 2024, the Company has eleven Directors. Of the eleven Directors, eight are Non-Executive Directors of which, six are Independent Directors. The composition of the Board is in conformity with Regulation 17(1) of SEBI (LODR) Regulations, 2015.
- During the year under review, 4 Board Meetings were held, one each on 15th May 2023, 10th August 2023, 08th November 2023 and 14th February 2024 and the gap between two meetings did not exceed one hundred twenty days. The necessary quorum was present for all the meetings.
- None of the Directors on the Board held Directorships in more than ten Public Companies. Further, none of them is a member of more than ten Committees or Chairman of more than five Committees across all the Public Companies in which he was a Director. Necessary disclosures regarding Committee positions in other Public Companies as on March 31, 2024 have been made by the Directors.
- Independent Directors are Non-executive Directors as defined under Regulation 16(1)(b) of SEBI (LODR) Regulations, 2015. The maximum tenure of the Independent Directors is in compliance with the Companies Act, 2013 ("Act"). All the Independent Directors have confirmed that they meet the criteria as mentioned under Regulation 16 of SEBI (LODR) Regulations, 2015 and Section 149 of the Act.
- The names and categories of the Directors on the Board, their attendance at Board Meetings held during the year and the number of Directorships and Committee Chairmanships/ Memberships held by them in other Public Companies as on March 31, 2024 are given below. Other Directorships do not include Directorships of Private Limited Companies, Section 8 Companies and of Companies incorporated outside India. Chairmanships/ Memberships of Board Committees include only Audit Committee and Stakeholders' Relationship Committee.

Name of Director	Category of Directors	No. of Board Meetings held during the year 2023-24		Annual General Meeting Attendance (held on 30.09.23)	No. of Directorship in other Public Companies		No. of Committee Positions held in other Public Companies		Directorship in other listed entity.
		Held	Attended		Chairman	Member	Chairman	Member	
*Smt. Parampal Kaur Sidhu, IAS (PSIDC Nominee) DIN: 09129715	Non Executive Director/ Chairman	-	-	-	-	3	-	-	
Shri Rajinder Kumar Garg DIN 00034827	Managing Director- Executive	4	3	-	3	-	-	-	**Steel Strips Wheels Limited ** Steel Strips Infrastructures Limited ** SAB Industries Limited
Shri Dheeraj Garg DIN 00034926	Additional Managing Director-Executive	4	3	-	-	1	-	-	Steel Strips Wheels Limited
Shri Alok Goyal DIN 08049515	Executive Director (Works)	4	4	Yes	-	-	-	-	-
Shri Sanjay Krishna Ahuja (PSIDC Nominee) DIN 00399501	Non Executive Director	4	3	-	-	7	-	-	-
Shri Ajit Singh Chatha DIN 02289613	Non Executive-Independent	4	2	Yes	-	1	2	-	*Steel Strips Wheels Limited
Shri Madan Mohan Chopra DIN 00036367	Non Executive-Independent	4	1	Yes	-	1	-	-	-
Raja Shivdev Inder Singh DIN 07859271	Non Executive-Independent	4	4	-	-	-	-	-	-
Shri Shashi Bhushan Gupta DIN 00154404	Non Executive-Independent	4	4	-	-	2	-	1	*Steel Strips Wheels Limited
Shri Sudhanshu Shekhar Jha DIN-01489603	Non Executive-Independent	3	-	-	-	-	-	-	-
Smt. Deva Bharathi Reddy DIN-08763741	Non Executive-Independent	4	4	-	-	1	-	-	*Steel Strips Wheels Limited
Smt. Tejinder Kaur DIN 00512377	Non Executive-Independent	4	4	-	-	-	-	-	-

Category of Directorship held:-

\*Non- Executive Independent Director

# Executive Director

\*\* Non-Executive Non Independent Director

@ Nominee Director

- Appointment of Smt. Parampal Kaur Sidhu, IAS, Managing Director of Punjab State Industrial Development Corporation Ltd. (PSIDC), as Nominee Director and Chairman on the Board of the Company w.e.f. 08.11.2023 in place of Shri Sabin C., IAS, Director.
- Cessation of Shri Sudhanshu Shekhar Jha (DIN: 01489603) as Independent Director on the Board of the Company on completion of his term at the close of business hours of 13.11.2023.
- As per the provisions of Companies Act, 2013, Shri Dheeraj Garg (DIN: 00034926) Director, retires by rotation at the forthcoming Annual General Meeting and being eligible offers himself for re-appointment.
- vi) During the year, a separate meeting of the Independent Directors was held inter-alia to review the performance of Non-Independent Directors and the Board as a whole. The Company has adopted a familiarization programme for the Independent Directors, which has been displayed on the website of the Company.
- vii) The Board periodically reviews compliance reports of all laws applicable to the Company and steps are taken to rectify the instances of non-compliance, if any.

#### COMMITTEES OF DIRECTORS:

Board Committees, their composition and terms of reference are provided as under:

Name of Committee	Composition	Terms of Reference
Finance Committee	Shri Rajinder Kumar Garg (Chairman), Shri Dheeraj Garg, Shri Ajit Singh Chatha, Smt. Tejinder Kaur.	<ul style="list-style-type: none"> <li>- The role of the Finance Committee is as per Section 179 of the Companies Act, 2013.</li> <li>- Powers of finance committee include power to borrow money, invest funds of the Company and to grant loans or give guarantee or provide security in respect of loans.</li> <li>- During the year, the Committee held no meeting.</li> </ul>

# INDIAN ACRYLICS LIMITED

Name of Committee	Composition	Terms of Reference																		
Audit Committee	Shri Madan Mohan Chopra (Chairman), Shri Ajit Singh Chatha, Shri Dheeraj Garg, Raja Shivdev Inder Singh, Smt. Tejinder Kaur	<p>-The role of the Audit Committee is as per Section 177 of the Companies Act, 2013 and part C of Schedule II of SEBI (LODR) Regulations, 2015 and inter-alia include the following:</p> <ol style="list-style-type: none"> <li>to monitor and provide effective supervision of the management's financial reporting process with a view to ensure accurate and timely disclosures</li> <li>Recommendation for appointment, reappointment and replacement, remuneration and terms of appointment of auditors of our Company</li> <li>Reviewing, the quarterly financial statements with the management before submission to the Board for approval.</li> <li>Evaluation of internal financial controls and risk management systems.</li> <li>Reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval</li> <li>Approval or subsequent modification of Material transactions with related parties.</li> <li>Scrutiny of Inter Corporate Loans and Investments.</li> <li>to discuss the draft Directors' Report, Corporate Governance and Management Discussion and Analysis report for the financial year before submitting to Board for approval.</li> <li>Review and monitor the auditor's independence and performance and effectiveness of audit process.</li> <li>Valuation of undertakings or assets of the Company, wherever it is necessary.</li> <li>Monitoring the end use of funds raised through public offers and related matters.</li> <li>To review the functioning of whistle blower mechanism.</li> </ol> <p>During the year, the committee held four meetings on 15th May 2023, 10th August 2023, 08th November 2023 and 14th February 2024 and Particulars of the meetings attended by the members of the Committee are given below:</p> <table> <tr> <th>Particulars</th><th>Meeting held during the year</th><th>Meeting attended</th></tr> <tr> <td>Shri Madan Mohan Chopra (Chairman)</td><td>4</td><td>1</td></tr> <tr> <td>Shri Ajit Singh Chatha</td><td>4</td><td>4</td></tr> <tr> <td>Shri Dheeraj Garg</td><td>4</td><td>3</td></tr> <tr> <td>Raja Shivdev Inder Singh</td><td>4</td><td>4</td></tr> <tr> <td>Smt. Tejinder Kaur</td><td>4</td><td>4</td></tr> </table>	Particulars	Meeting held during the year	Meeting attended	Shri Madan Mohan Chopra (Chairman)	4	1	Shri Ajit Singh Chatha	4	4	Shri Dheeraj Garg	4	3	Raja Shivdev Inder Singh	4	4	Smt. Tejinder Kaur	4	4
Particulars	Meeting held during the year	Meeting attended																		
Shri Madan Mohan Chopra (Chairman)	4	1																		
Shri Ajit Singh Chatha	4	4																		
Shri Dheeraj Garg	4	3																		
Raja Shivdev Inder Singh	4	4																		
Smt. Tejinder Kaur	4	4																		
Nomination and Remuneration Committee	Shri Ajit Singh Chatha, Shri Madan Mohan Chopra, Raja Shivdev Inder Singh, Smt. Tejinder Kaur	<ul style="list-style-type: none"> <li>- Formulated and recommended Nomination and Remuneration Policy.</li> <li>- The Nomination &amp; Remuneration Policy includes policy on Director's appointment and remuneration including the criteria for determining qualifications, positive attributes, independence of a director and other matters as provided under Section 178(3) of the Companies Act, 2013.</li> <li>- The Company's Remuneration Policy is driven by the success and performance of the individual employees and the Company. Through its compensation programme, the Company endeavor to attract, retain, develop and motivate high performance workforce. The Company pays remuneration by way of salary, benefits, perks, perquisite and allowances to its employees.</li> <li>- During the year, the committee held three meetings on 15th May, 2023, 10th August, 2023 and 08th November, 2023 and Particulars of the meetings attended by the members of the Committee are given below.</li> </ul> <table> <tr> <th>Particulars</th><th>Meeting held during the year</th><th>Meeting attended</th></tr> <tr> <td>Shri Ajit Singh Chatha (Chairman)</td><td>3</td><td>2</td></tr> <tr> <td>Shri Madan Mohan Chopra</td><td>3</td><td>-</td></tr> <tr> <td>Raja Shivdev Inder Singh</td><td>3</td><td>2</td></tr> <tr> <td>Smt. Tejinder Kaur</td><td>2</td><td>2</td></tr> </table>	Particulars	Meeting held during the year	Meeting attended	Shri Ajit Singh Chatha (Chairman)	3	2	Shri Madan Mohan Chopra	3	-	Raja Shivdev Inder Singh	3	2	Smt. Tejinder Kaur	2	2			
Particulars	Meeting held during the year	Meeting attended																		
Shri Ajit Singh Chatha (Chairman)	3	2																		
Shri Madan Mohan Chopra	3	-																		
Raja Shivdev Inder Singh	3	2																		
Smt. Tejinder Kaur	2	2																		
Corporate Social Responsibility Committee	Shri Rajinder Kumar Garg, Shri Dheeraj Garg, Shri Ajit Singh Chatha	<ul style="list-style-type: none"> <li>- Formulated and recommended CSR Policy of the Company indicating CSR activities proposed to be undertaken by the Company pursuant to provisions of Schedule VII of the Companies Act, 2013 read with CSR rules, 2014.</li> <li>- The CSR policy may be accessed on the Company's website.</li> <li>- Recommended expenditure to be incurred for CSR activities/ project and ensures effective monitoring of CSR policy of the Company from time to time.</li> <li>- During the year, the committee held one meeting.</li> </ul>																		



Stakeholders Relationship Committee	Shri Ajit Singh Chatha, Shri Dheeraj Garg, Raja Shivdev Inder Singh and Shri Bhavnesh K Gupta	<ul style="list-style-type: none"> <li>- The Committee reviews and ensures redressal of investor grievances.</li> <li>- The Committee noted that during the year the Company received no complaints from shareholders regarding requests for change of address, non-receipt of Annual Report and issuance of duplicate share certificate etc which were redressed to the satisfaction of the complainants. There were no complaints pending at the end of the period.</li> <li>- During the year, the committee held one meeting.</li> </ul>
Secretarial Committee	Shri Dheeraj Garg, Shri A S Chatha, and Shri Bhavnesh K Gupta	<ul style="list-style-type: none"> <li>- The Secretarial Committee approves and monitors transfers, transmission, splitting and consolidation of shares of the Company.</li> <li>- The Secretarial Committee of the Company meets as often as required.</li> </ul>
Risk Management Committee	Shri Rajinder Kumar Garg, Shri Dheeraj Garg, Raja Shivdev Inder Singh and Shri Surinder Kansal	<ul style="list-style-type: none"> <li>- The Risk management Committee has formulated Risk Management Policy of the Company which aims to maximize opportunities in all activities and to minimize adversity.</li> <li>- The risk management framework includes identifying types of risks and its assessment, risk handling, monitoring and reporting, which in the opinion of the Board may threaten the existence of the Company.</li> <li>- The Risk Management policy may be accessed on the Company's website</li> </ul>

#### REMUNERATION OF DIRECTORS

Shri R.K. Garg, Shri Dheeraj Garg and Shri Alok Goyal are whole-time Directors. Shri Dheeraj Garg Additional Managing Director, has been re-appointed on 30/05/2020 for five years without remuneration. Particulars of Sh. R.K. Garg and Shri Alok Goyal, and details of their remuneration, as approved by the Board of Directors and Shareholders, are as under:

	Shri Rajinder Kumar Garg	Shri Alok Goyal
-Designation	Managing Director	Executive Director (Works)
-Last appointed on	01/03/2024	01/03/2024
-Term	Three years	Three years
- Salary	₹20,00,000/- per month	₹1,51,310/- per month
-Perquisites viz. housing accommodation, gas & electricity / medical benefits	Nil	Reimbursement of House Rent Up to 20% of the salary(in addition to free accommodation at the Factory/site) & Medical Reimbursement, Ex-Gratia, Leave Encashment as per rules of the Company
-Special Allowance	Nil	₹1,22,528/- per month
- Commission	5% of the net profit including the above salary & perquisites	Nil
- Provident Fund	12% of the basic salary	12% of the basic salary
- Gratuity	As per the Payment of Gratuity Act.	As per the Payment of Gratuity Act.

The remuneration is in conformity with Schedule V of the Companies Act, 2013. Other non-executive directors are paid sitting fee of ₹20,000/- for each Meeting of the Board, and ₹10,000/- for each Meeting of the Audit Committee attended by them. The Company also reimburses the out of pocket expenses incurred by the Directors for attending meetings.

#### EMPLOYEES STOCK OPTION (ESOP)

The Company has not issued any Employee Stock Options during the year.

#### DETAILS OF EQUITY SHARES OF THE COMPANY HELD BY THE DIRECTORS AS ON 31ST MARCH 2024

NAME	NO OF SHARES
SH. RAJINDER KUMAR GARG	41,78,444
SH. DHEERAJ GARG	2,23,10,983

#### GENERAL BODY MEETINGS

Venue & time of previous meetings of shareholders, including three Annual General Meetings

Nature of Meetings	Day	Date	Time	Venue
AGM	Saturday	30.09.2023	11:30 a.m.	At Regd Office at Village Harkishanpura Distt Sangrur (Punjab)
AGM	Thursday	29.09.2022	11:00 a.m.	Same as above
AGM	Wednesday	29.09.2021	11.00 a.m.	Same as above

# INDIAN ACRYLICS LIMITED

Aspecial resolution dated 10/02/2023 was passed through postal Ballot for appointment of Independent Director during last year.

## DISCLOSURES:

- The transactions with the Companies, where the Directors of the Company were interested, were in the normal course of business and there were no materially significant related party transactions that might have had potential conflict with the interest of the Company at large. The Policy on dealing with Related Party Transactions as approved by the Board is posted on the website of the Company.
- The Company has framed a Whistle Blower Policy, detail of which is available on the Company's website.
- Shri R K Garg is also the Chairman of Steel Strips Wheels Ltd., Steel Strips Infrastructures Ltd., SAB Industries Ltd. The group, headed by Shri R K Garg & Family members, namely Smt. Sunena Garg, Ms. Priya Garg and Shri Dheeraj Garg comprises of the following companies:  
Indian Acrylics Ltd., SAB Industries Ltd., Steel Strips Wheels Ltd., Steel Strips Infrastructures Ltd., Steel Strips Industries Ltd., Indlon Chemicals Ltd., SAB Developers Pvt. Ltd., Malwa Chemtex Udyog Ltd., S.S. Credits Pvt. Ltd., S.J. Mercantile Pvt. Ltd., Indian Acrylics Investments Ltd., Malwa Holdings Pvt. Ltd., Steel Strips Mercantile Pvt. Ltd., Steel Strips Financiers Pvt. Ltd., Steel Strips Holdings Pvt. Ltd., Munak International Pvt. Ltd., Munak Financiers Pvt. Ltd., Munak Investments Pvt. Ltd., S.A.B. Udyog Ltd., Chandigarh Developers Pvt. Ltd. and DHG Marketing Pvt. Ltd.
- Shri Dheeraj Garg, Additional Managing Director and Shri Surinder Kansal, Chief Financial Officer have certified to the Board in accordance with Regulation 17(8) of SEBI (LODR) Regulations, 2015 pertaining to CEO/CFO certification for the financial year ended 31st March, 2024.
- There were no penalties, strictures imposed on the Company by Stock Exchange or SEBI or any statutory authority on any matter related to Capital Markets during the last three years.

## INSIDER TRADING

Pursuant to the requirements of SEBI (Prohibition of Insider Trading) Regulations, as amended, the Company has adopted a "Code of Conduct for Prevention of Insider Trading". Sh. Bhavnesh Kumar Gupta, Company Secretary of the Company had been appointed as the Compliance Officer for this purpose. The Code is applicable to all such employees of the Company who are expected to have access to unpublished price sensitive information relating to the Company as well as all Directors.

## MEANS OF COMMUNICATION

### Quarterly Results:

The quarterly financial results are regularly published in Financial Express/ Jansatta. All price sensitive information is made available at the earliest under intimation to Stock Exchanges and displayed on the website of the Company.

## GENERAL SHAREHOLDER INFORMATION

Annual General Meeting of the Company: Held on **Friday 27th September 2024 at 11.30 a.m.** at Regd. Office of the Company.

### FINANCIAL CALENDER (Tentative)

Results for quarter ending June 2024	-Second week of Aug., 2024
Results for quarter ending Sept. 2024	- Second week of Nov., 2024
Results for quarter ending Dec. 2024	- Second week of Feb., 2025
Results for quarter ending March 2025	- Last week of May, 2025
Date of Book Closure	<b>21.09.2024 to 27.09.2024</b>
Dividend Payment Date	Not Applicable
Scrip Code on BSE	514165

## STOCK MARKET DATA

(₹/ PER SHARE)					
BOMBAY STOCK EXCHANGE					
MONTH	MONTH'S HIGH	MONTH'S LOW	NO. OF SHARES	NO. OF TRADES	NET TURNOVER (₹)
April-23	10.78	8.50	1418634	3569	13820617
May-23	14.36	9.53	7994787	10964	102549535
June-23	16.45	11.70	8573698	12574	125179172
July-23	15.09	13.80	2247731	4369	32322319
August-23	15.40	10.45	4807479	6898	600911211
September-23	12.74	11.43	2365248	4685	28527167
October-23	14.49	11.60	5038157	8249	66766315
November-23	13.20	11.11	2712941	5431	32902605
December-23	13.40	11.50	3490157	5805	42834745
January-24	18.70	12.05	15371511	22034	234860622
February-24	19.40	14.11	8474777	14659	146026849
March-24	15.64	11.62	3195185	6427	42620993

#### Shareholding Pattern as on 31st March 2024

Sr. No.	Particulars	No. of Shares	% age
1.	Promoters, Directors & Associates	8,46,62,243	62.56
2.	Bodies Corporate	14,70,195	1.09
3.	FI's & Mutual Funds	92,800	0.07
4.	NRI's	6,02,151	0.44
5.	General Public	4,84,94,773	35.83
	<b>Total</b>	<b>13,53,22,162</b>	<b>100.00</b>

#### Distribution of shareholding as on 31st March 2024

Share holding of		Shareholders		Share Amount	
Face Value of ₹10/-	Face Value of ₹10/-	Number	%age to Total	In ₹	%age to Total
1	500	94,541	90.69	12,10,19,530	8.94
501	1000	4,391	4.21	3,86,06,090	2.85
1001	5000	4,026	3.86	9,99,51,500	7.39
5001	10000	703	0.67	5,38,83,650	3.98
10001	and Above	597	0.57	1,03,97,60,850	76.84
		1,04,258	100.00	1,35,32,21,620	100.00

#### Market Capitalization:

		INR CRORES		
BSE SCRIP CODE	NAME	31.03.2024	31.03.2023	31.03.2022
514165	INDIAN ACRYLICS LIMITED	163.20	113.13	159.68

#### Dematerialization of shares and liquidity:

Trading in Equity shares of our company is permitted only in dematerialized form effective from 26.09.2000 as per the notification issued by the Securities and Exchange Board of India (SEBI). Our company has signed agreements with both the Depositories viz. NSDL & CDSL. The Company has appointed M/s Alankit Assignments Ltd. 4E/2, Alankit House, Jhandewalan Extension, New Delhi 110055, as common agency to look after dematerialization of shares as well as for physical transfer of shares. Our Company's capital comprises only of Equity Shares and the company does not have any preference shares, ADRs or GDRs. The company has dematerialized 1264.70 lakh equity shares comprising 93.46% of the total Equity till date.

Demat ISIN Number allotted to the Company by NSDL and CDSL for equity shares is INE862B01013

**CORPORATE IDENTIFICATION NUMBER (CIN): L24301PB1986PLC006715**

#### REGISTERED OFFICE & WORKS:

Village Harkishanpura, Sub-Tehsil Bhawanigarh, Distt. Sangrur (Punjab) – 148 026.

#### NAME, DESIGNATION, ADDRESS & E-MAIL OF COMPLIANCE OFFICER:

Sh. Bhavnesh Kumar Gupta, G.M. Cum Company Secretary

#### INDIAN ACRYLICS LIMITED

Corporate Office: S C O 49-50, Sector – 26,

Madhya Marg, Chandigarh-160019

Telephone No. 0172- 2793112, 2792385

E-mail bhavnesh@indianacrylics.com

#### ADDRESS FOR CORRESPONDENCE & CORPORATE OFFICE:

SCO 49-50, Sector 26, Madhya Marg, Chandigarh – 160 019.

Phone No. 0172-2793112, 2792385, 2790979, Fax No. 0172-2794834, 2790887

Designated E-Mail address for Investor Services: shares@indianacrylics.com

Website: www.indianacrylics.com

On Behalf of Board of Directors

Place : Chandigarh  
Date : 06<sup>th</sup> May 2024

**ALOK GOYAL**  
EXECUTIVE DIRECTOR  
DIN-08049515

**DHEERAJ GARG**  
ADDL. MANAGING DIRECTOR  
DIN-00034926

## **CERTIFICATE OF CORPORATE GOVERNANCE**

We have examined the Company's compliance of conditions of Corporate Governance by Indian Acrylics Limited for the year ended on **31st March 2024** as stipulated in Schedule V of SEBI (LODR) Regulations, 2015 of the said Company with Stock Exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to review of the procedures and implementation thereof, adopted by the Company for ensuring the compliance with the conditions of the Corporate Governance as stipulated in the said clause. It is neither an audit nor an expression of opinion on the financial statements of the Company.

On the basis of our review of the relevant records and documents maintained by the Company and furnished to us for review and the information and explanations given to us by the Company, we certify that the Company complied with the conditions of Corporate Governance as stipulated in Regulation 34(3) of SEBI (LODR) Regulations, 2015.

**For AKR & Associates**  
CHARTERED ACCOUNTANTS  
FRN-021179N

Place: Chandigarh  
Dated: 06<sup>th</sup> May 2024

**Kailash Kumar**  
Partner  
M. No. 505972

## **DECLARATION REGARDING COMPLIANCE BY THE BOARD MEMBERS AND SENIOR MANAGEMENT PERSONNEL WITH COMPANY'S CODE OF CONDUCT**

This is to confirm that the Board has prescribed code of conduct for all the Board members and Senior Management of the Company, which is available on the website of the Company.

I confirm that the Company has in respect of the financial year ended **31st March 2024**, received from its Board Members as well as senior management personnel, a declaration of compliance with the code of conduct as applicable to them.

Place: Chandigarh  
Dated: 06<sup>th</sup> May 2024

**ALOK GOYAL**  
Executive Director (Works)  
DIN-08049515

## **COMPLIANCE CERTIFICATE** **REGULATION 17(8) OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS)** **REGULATIONS, 2015**

We hereby certify that:

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

On Behalf of Board of Directors

Place : Chandigarh  
Date : 25<sup>th</sup> April 2024

**SURINDER KANSAL**  
C.F.O.

**DHEERAJ GARG**  
Addl. MANAGING DIRECTOR  
DIN-00034926

### 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

(Information in respect of each subsidiary to be presented with amounts in INR Lakhs)

Sl. No.	Particulars	Details
1.	Name of the subsidiary	*Carlit Trading Europe, S.L.U. (Spain)
2.	The date since when subsidiary was acquired	25th November 2016
3.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	31/03/2024
4.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	90.104
5.	Share capital	17.64
6.	Reserves & surplus	-
7.	Total assets	17.64
8.	Total Liabilities	17.64
9.	Investments	Nil
10.	Turnover	-
11.	Profit before taxation	(0.21)
12.	Provision for taxation	Nil
13.	Profit after taxation	(0.21)
14.	Proposed Dividend	Nil
15.	Extent of shareholding (in percentage)	100%

### Note:

- There were no subsidiaries which have been liquidated or sold during the year.
  - The Company is not having any Joint Venture Company or Associate Company.
- \*The Company is continuing as an inactive Company since September, 2021 as per Spanish Law.

On Behalf of Board of Directors

Place : Chandigarh  
Date : 06<sup>th</sup> May 2024

**ALOK GOYAL**  
EXECUTIVE DIRECTOR  
DIN-08049515

**DHEERAJ GARG**  
ADDL. MANAGING DIRECTOR  
DIN-00034926

## INDEPENDENT AUDITOR'S REPORT

To The Members of **INDIAN ACRYLICS LIMITED**

### Report on the Audit of the Standalone Financial Statements Opinion

We have audited the accompanying standalone financial statements of **INDIAN ACRYLICS LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March 2024, and the Statement of Profit and Loss (including Other Comprehensive Income/Loss), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and 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 Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2024, and its loss, total comprehensive loss, its cash flows and the changes in equity for the year ended on that date.

#### Basis for Opinion

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibility for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the 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 that there are no key audit matters to be communicated in our report.

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

- The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the standalone financial statements and our auditor's report thereon.
- Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
- In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.
- If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

#### Management's Responsibility 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 including other comprehensive income/loss, cash flows and changes in equity of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

#### Auditor's Responsibility for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone

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

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

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

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

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

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

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

#### Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income/Loss, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account.
  - d) In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under Section 133 of the Act.
  - e) On the basis of the written representations received from the directors as on 31st March, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2024 from being appointed as a director in terms of Section 164(2) of the Act.
  - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". 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, as amended in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position.
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the

Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

- (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
  - v. The Company has not declared/paid any dividend during the year.
  - vi. Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account for the financial year ended March 31, 2024, which has a feature of recording audit trail (edit log) facility, and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with.
- As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024.
2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For AKR & Associates  
Chartered Accountants  
FRN : 021179N

Kailash Kumar  
Partner  
M. No.: 505972  
UDIN : 24505972BKAMAI4523

Place : Chandigarh  
Date : 06.05.2024

#### Annexure A to Independent Auditor's Report

(Referred to in paragraph 1 (f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of INDIAN ACRYLICS LIMITED of even date)

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

1. We have audited the internal financial controls over financial reporting of INDIAN ACRYLICS LIMITED ("the Company") as of March 31, 2024 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

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

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

#### Auditors' Responsibility

3. Our responsibility is to express an opinion on the company's internal financial control over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on audit of internal financial control over financial reporting (the "Guidance Notes") 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 notes require that we comply with ethical requirements and planned and performed the audit to obtain reasonable assurance about whether adequate internal financial control over financial reporting was established and maintained and if such controls operated effectively in all material respects.
4. 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 system over financial reporting included obtaining an understanding of internal financial controls system over financial reporting, assessing the risks that material weakness exists, and testing and evaluating the design and operating effectiveness of the internal control based on the assessed risk. The procedure selected depend on the auditor's judgment, including the assessment of the risks of material misstatements of the Standalone Financial Statements, whether due to fraud or error.
5. We believe that the audit evidence we have obtained in our audits is sufficient

and appropriate to provide a basis for our audit opinion on the company's internal financial controls with reference to standalone financial statements.

#### Meaning of Internal financial controls over financial reporting

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

#### Inherent Limitation of Internal financial controls over financial reporting

7. Because of the Inherent limitation of internal financial controls over financial reporting, including the possibility of collusion or improper management over-ride of controls, material misstatements due to error or fraud may occur and not be detected. Also, projection of any evaluations of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial controls 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

8. In our opinion, the company has, in all material respects, an adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31st, 2024 based on the internal financial controls 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 AKR & Associates  
Chartered Accountants  
FRN : 021179N

Kailash Kumar  
Partner  
M. No.: 505972  
UDIN : 24505972BKAMAI4523

Place : Chandigarh  
Date : 06.05.2024



## ANNEXURE B TO INDEPENDENT AUDITORS' REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF INDIAN ACRYLICS LIMITED FOR THE YEAR ENDED 31.03.2024.

[Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report]

- (i) (a) A. The company has maintained proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment.  
B. The Company has maintained proper records showing full particulars of intangible assets.
- (b) The Company has a program of verification to cover all the items of fixed assets in a phased manner which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain fixed assets were physically verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) as disclosed in the standalone financial statements are held in the name of the Company.
- (d) According to the information and explanations given to us, the Company has not revalued its property, plant and Equipment (including Right of Use assets) and its intangible assets. Accordingly, the requirements under paragraph 3(i)(d) of the Order are not applicable to the Company.
- (e) According to the information and explanations given to us, no proceeding has been initiated or pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder. Accordingly, the provisions stated in paragraph 3(l) (e) of the Order are not applicable to the Company.
- ii. (a) The inventories were physically verified by the management during the year at reasonable intervals. In our opinion and according to the information and explanations given to us, the coverage and procedure of such verification by the management is appropriate having regard to the size of the company and the nature of its operations. No discrepancies of 10% or more in aggregate of each class of inventories were noticed on such physical verification of inventories when compared with the books of accounts.  
(b) The company has been sanctioned working capital limit in excess

of five crore rupees in aggregate from banks/financial institutions on the basis of the security of the current assets of the company. The quarterly returns/statements filed by the company with such banks/ financial institutions are in agreement with the books of accounts of the company

- iii. During the year, the company has not made investments, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, limited liability partnerships or any other parties hence clause 3(iii)(a) to 3(iii) (f) is not applicable to the company
- iv. In our opinion and according to the information and explanations given to us, the Company has not either directly or indirectly, granted any loan to any of its directors or to any other person in whom the director is interested, in accordance with the provisions of section 185 of the Act and the Company has not made investments through more than two layers of investment companies in accordance with the provisions of section 186 of the Act. Accordingly, provisions stated in paragraph 3(iv) of the Order are not applicable to the Company.
- v. The company has not accepted any deposit or amount which is deemed to be deposit. Hence, reporting under clause 3(v) of the Order is not applicable.
- vi. We have broadly reviewed the books of accounts maintained by the company pursuant to the Rules made by the Central Government for the maintenance of cost records under sub section (1) of section 148 of the Act in respect of Company's products and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the cost records with the view to determine whether they are accurate and complete.
- vii. (a) In our opinion, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities.

There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues in arrears as at March 31, 2024 for a period of more than six months from the date they became payable.

(b) Details of statutory dues referred to in sub-clause (a) above which have not been deposited as on March 31, 2024 on account of disputes are given below:

Name of the statute	Nature of dues	Amount (₹ in Lakhs)	Amount Paid Under Protest (₹ in Lakhs)	Period to which the amount relates	Forum where dispute is pending
The Punjab General Sales Tax Act, 1948	Sales Tax (Surcharge on exempted Tax)	78.68	62.34	2002-03	Supreme Court
Central Excise Act, 1944	Duty of Excise	0.33	-	2012-2013	Commissioner (Appeals)
Central Excise Act, 1944	Duty of Excise	9.80	-	2002-03, 2009-2010	Asstt/ Dy Commissioner (Excise)
Central Excise Act, 1944	Duty of Excise	27.95	-	various Years from 2005-06 TO 2009-10 & Oct-12 to Mar-13	CESTAT
Central Excise Act, 1944	Duty of Excise	33.80	-	2001-02, 2002-03 & 2005-08	Additional Commissioner (Excise)
Central Excise Act, 1944	Duty of Excise	4.30	-	2006-07	Commissioner Central (Excise)
Customs Act, 1962	Duty of Custom	29.37	-	Various Years from 2000-01 to 2003-04	Additional Commissioner (Customs)

- viii. According to the information and explanations given to us, there are no transactions, which are not accounted in the books of account which have been surrendered or disclosed as income during the year in Tax Assessment of the Company. Also, there are no previously unrecorded income which has been now recorded in the books of account. Hence, the provision stated in paragraph 3(viii) of the Order is not applicable to the Company.

- ix. (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not defaulted in repayment of loans and borrowing or in the payment of interest thereon to any lender.  
(b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the company has not been 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 company has utilised the money obtained by way of term loans during the year for the purposes for which they were obtained
- (d) According to the information and explanations given to us and the procedures performed by us, and on an overall examination of the financial statements of the company, we report that no funds raised on short term basis have, prima facie, not been used for long term purposes by the company
- (e) According to the information and explanations given to us and 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 subsidiaries, associates or joint ventures (as defined under the Companies Act 2013) during the year ended March 31, 2024. Hence clause 3(ix) (e) of the Order is not applicable
- (f) According to the information and explanations given to us and procedures performed by us, we report that the company has not raised loans during the year on the pledge of securities held in its subsidiary, associates or joint venture (as defined under the Companies Act 2013) Hence clause 3(ix) (f) of the Order is not applicable
- x. (a) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, the provisions stated in paragraph 3 (x)(a) of the Order are not applicable to the Company.
- (b) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully, partly or optionally convertible debentures during the year. Accordingly, the provisions stated in paragraph 3 (x)(b) of the Order are not applicable to the Company.
- xi. (a) During the course of our audit, examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud by the Company nor on the Company.
- (b) We have not come across of any instance of fraud by the Company or on the Company during the course of audit of the standalone financial statements for the year ended March 31, 2024, accordingly the provisions stated in paragraph (xi)(b) of the Order is not applicable to the Company.
- (c) As represented to us by the management, there are no whistle-blower complaints received by the Company during the year. Accordingly, the provisions stated in paragraph (xi) (c) of the Order is not applicable to company.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, the provisions stated in paragraph 3(xii) (a) to (c) of the Order are not applicable to the Company.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- xiv. (a) In our opinion and based on our examination, the Company has an internal audit system commensurate with the size and nature of its business.
- (b) We have considered internal audit reports issued by internal auditors during our audit.
- xv. According to the information and explanations given to us, in our opinion during the year the Company has not entered into non-

cash transactions with directors or persons connected with its directors and hence, provisions of section 192 of the Act are not applicable to company. Accordingly, the provisions stated in paragraph 3(xv) of the Order are not applicable to the Company.

- xvi. (a) According to the information and explanations given to us, the provisions of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the Company.
- (b) In our opinion, the Company has not conducted any Non-Banking Financial or Housing Finance activities without any valid Certificate of Registration from Reserve Bank of India. Hence, the reporting under paragraph clause 3 (xvi)(b) of the Order are not applicable to the Company
- (c) The Company is not a Core investment Company (CIC) as defined in the regulations made by Reserve Bank of India. Hence, the reporting under paragraph clause 3 (xvi) (c) of the Order are not applicable to the Company.
- (d) The Company does not have more than one CIC as a part of its group. Hence, the provisions stated in paragraph clause 3 (xvi)(d) of the Order are not applicable to the Company.
- xvii. Based on the overall review of standalone financial statements, Company has incurred cash losses amounting to ₹3875.80 Lakh during the current financial year but has not incurred any cash losses during the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors during the year. Hence, the provisions stated in paragraph clause 3 (xviii) of the Order are not applicable to the Company.
- xix. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the standalone 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 the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due
- xx. According to the information and explanations given to us, the provisions of section 135 of the Act are not applicable to the Company. Hence, the provisions of paragraph (xx) of the Order are not applicable to the Company.
- xxi. The reporting under clause 3(xx) 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 the report.

**For AKR & Associates**  
Chartered Accountants  
FRN : 021179N

**CA Kailash Kumar**  
Partner  
M. No.: 505972

Place : Chandigarh  
Date : 06.05.2024

# INDIAN ACRYLICS LIMITED

## STANDALONE BALANCE SHEET AS AT 31<sup>ST</sup> MARCH, 2024

PARTICULARS	NOTE NO.	AS AT 31/03/2024 (₹ in Lakhs)	AS AT 31/03/2023 (₹ in Lakhs)
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
(a) Property, Plant and Equipment	1	22,344.28	23,672.49
(b) Right to use asset	1A	173.24	362.23
(c) Capital work-in-progress	1B	91.85	90.30
(d) Other Intangible assets	1C	104.06	124.88
(e) Financial assets	-	-	-
(i) Investments	2	17.85	17.69
(ii) Loans	3	13.87	42.28
(iii) Other Financial Assets	-	-	-
(f) Deferred Tax Assets (Net)	-	-	-
(g) Other Non-Current assets	4	339.88	289.53
<b>Total Non Current Assets</b>		<b>23,085.03</b>	<b>24,599.39</b>
<b>Current Assets</b>			
(a) Inventories	5	11,344.80	20,792.82
(b) Financial Assets	-	-	-
(i) Current Investments	-	-	-
(ii) Trade Receivables	6	1,813.76	2,729.16
(iii) Cash and cash equivalents	7	867.95	3,582.16
(iv) Other bank balance	-	-	-
(v) Loans	-	-	-
(vi) Other Financial Assets	8	35.08	48.11
(c) Other Current Assets	9	2,678.69	3,999.91
<b>Total Current Assets</b>		<b>16,740.28</b>	<b>31,152.17</b>
<b>Total Assets</b>		<b>39,825.31</b>	<b>55,751.57</b>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
(a) Equity Share Capital	10	13,532.22	13,532.22
(b) Other equity	11	(9,463.69)	(4,312.95)
		<b>4,068.53</b>	<b>9,219.27</b>
<b>LIABILITIES</b>			
<b>Non- Current Liabilities</b>			
(a) Financial Liabilities	-	-	-
(i) Borrowings	12	12,734.31	13,454.15
(ii) Lease Liabilities	-	66.64	324.27
(iii) Others Financial Liabilities	-	-	-
(b) Provisions	13	1,069.61	1,224.40
(c) Deferred Tax Liabilities (Net)	-	-	-
(d) Other Non-Current Liabilities	-	-	-
<b>Total Non Current Liabilities</b>		<b>13,870.56</b>	<b>15,002.82</b>
<b>Current Liabilities</b>			
(a) Financial Liabilities	-	-	-
(i) Borrowings	14	5,623.82	4,353.16
(ii) Trade Payable due to:	-	-	-
- Micro & Small Enterprises	15	168.22	140.63
- Other Than Micro & Small Enterprises	15	12,696.75	23,803.08
(iii) Lease Liabilities	-	258.31	226.76
(iv) Others Financial Liabilities	16	26.94	51.77
(b) Other Current Liabilities	17	2,872.84	2,743.53
(c) Provisions	18	239.34	210.55
(d) Current Tax Liabilities	-	-	-
<b>Total Current Liabilities</b>		<b>21,886.22</b>	<b>31,529.48</b>
<b>Total Equity and liabilities</b>		<b>39,825.31</b>	<b>55,751.57</b>
<b>SIGNIFICANT ACCOUNTING POLICIES</b>			
See accompanying notes to the financial statements	26		

### AUDITORS' REPORT

Certified in terms of our separate report of even date annexed.

**For AKR & ASSOCIATES**  
Chartered Accountants  
Regn.No.021179N

**C.A. KAILASH KUMAR**  
Partner  
M.No.505972

**DHEERAJ GARG**  
Addl. Managing Director  
**ALOK GOYAL**  
Executive Director  
**SURINDER KANSAL**  
CFO  
**B.K. GUPTA**  
Company Secretary

**TEJINDER KAUR**  
**DEVA BHARATHI REDDY**  
**RAJA SHIVDEV INDER SINGH**  
**S.B. GUPTA**  
**S.K. AHUJA**  
Directors

Place : CHANDIGARH  
Dated : 06<sup>th</sup> May 2024

## STANDALONE STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2024

PARTICULARS	NOTE NO.	AS AT 31/03/2024 (₹ in Lakhs)	AS AT 31/03/2023 (₹ in Lakhs)
I. Revenue from Operations	19	54,616.29	90,236.65
II. Other Income from Operations	19	841.72	712.92
<b>III Total Income (I+II)</b>		<b>55,458.01</b>	<b>90,949.57</b>
<b>EXPENSES</b>			
Cost of Materials Consumed	20	34,148.80	60,679.89
Purchase of Stock-in-Trade	21	-	-
Change in Inventories of Finished Goods, work-in-Progress and Stock-in-Trade	22	2,962.72	(1,148.09)
Employee benefit Expense	23	6,157.62	7,241.48
Finance Costs	24	3,250.35	3,685.98
Depreciation and amortization expense	1	1,529.29	1,578.60
Other Expenses	25	12,814.32	16,991.40
<b>Total Expenses (IV)</b>		<b>60,863.10</b>	<b>89,029.26</b>
V. Profit / (Loss) before exceptional item and Tax(III-IV)		<b>(5,405.09)</b>	<b>1,920.31</b>
VI. Exceptional Items		-	-
VII. Profit / (Loss) after exceptional items and Tax (V-VI)		<b>(5,405.09)</b>	<b>1,920.31</b>
VIII. Tax expenses:			
(1) Current Tax		-	-
(2) Deferred Tax		-	-
IX. Profit / (Loss) for the period (VII-VIII)		<b>(5,405.09)</b>	<b>1,920.31</b>
X. Profit/(Loss) for the period (IX+XII)		<b>(5,405.09)</b>	<b>1,920.31</b>
XI. Other Comprehensive Income / (Expenses)		<b>254.35</b>	<b>16.50</b>
XII. Total Comprehensive Income for the period (X+XI) Comprising Profit (Loss) and Other comprehensive Income for the period)		<b>(5,150.74)</b>	<b>1,936.82</b>
XIII. Earning per equity share (refer note):			
(1) Basic		<b>(3.99)</b>	<b>1.42</b>
(2) Diluted			
(Nominal value of share of ₹10 each)			
Weighted average number of shares		<b>13,53,22,162</b>	<b>13,53,22,162</b>

### SIGNIFICANT ACCOUNTING POLICIES

See accompanying notes to the financial statements

### AUDITORS' REPORT

Certified in terms of our separate report of even date annexed.

**For AKR & ASSOCIATES**  
Chartered Accountants  
Regn.No.021179N

**C.A. KAILASH KUMAR**  
Partner  
M.No.505972

**DHEERAJ GARG**  
Addl. Managing Director  
**ALOK GOYAL**  
Executive Director  
**SURINDER KANSAL**  
CFO  
**B.K. GUPTA**  
Company Secretary

**TEJINDER KAUR**  
**DEVA BHARATHI REDDY**  
**RAJA SHIVDEV INDER SINGH**  
**S.B. GUPTA**  
**S.K. AHUJA**  
Directors

Place : CHANDIGARH  
Dated : 06<sup>th</sup> May 2024

**STATEMENT OF CHANGES IN EQUITY FOR PERIOD ENDED MARCH 31<sup>ST</sup> 2024**
**A) Equity share capital**
**(1) Current reporting period**
**(Amount in Lakh)**

Balance as at April 1, 2023	Changes in Equity Share Capital due to prior period errors	Restated Balance as at April 1, 2023	Changes in equity share capital during the current year	Balance as at March 31, 2024
13,532.22	-	13,532.22	-	13,532.22
<b>(2) Previous reporting period</b>				
Balance as at April 1, 2023	Changes in Equity Share Capital due to prior period errors	Restated Balance as at April 1, 2021	Changes in equity share capital during the current year	Balance as at March 31, 2024
13,532.22	-	13,532.22	-	13,532.22

**B) Other Equity**
**(₹ in Lakhs)**

PARTICULARS		Discounting of Zero Rate Loans	Securities premium reserve	Capital Reserve	General Reserve	Other Items of OCI	Retained earnings	Total
(a)	<b>Balance at 01 April, 2022</b>	1,267.15	39.23	1,764.44	80.00	(32.95)	(9,367.63)	(6,249.76)
	Profit for the year						1,920.31	1,920.31
	Other comprehensive income for the year, net of income tax						16.50	16.50
(b)	<b>Total comprehensive income for the year</b>	-	-	-	-	-	1,936.81	1,936.81
	Deductions during the year						-	-
	Dividends including tax thereon						-	-
	Transfer to general reserve						-	-
	Shares issued/options exercised		-				-	-
(c)	<b>Balance at 31 March, 2023</b>	1,267.15	39.23	1,764.44	80.00	(32.95)	(7,430.82)	(4,312.95)
	Profit for the year						(5,405.09)	(5,405.09)
	Other comprehensive income for the year, net of income tax						254.35	254.35
(d)	<b>Total comprehensive income for the year</b>	-	-	-	-	-	(5,150.74)	(5,150.74)
	Deductions during the year						-	-
	Dividends including tax thereon						-	-
	Transfer to general reserve						-	-
	Shares issued/options exercised		-				-	-
(e)	<b>Balance at 31 March, 2024</b>	1,267.15	39.23	1,764.44	80.00	(32.95)	(12,581.56)	(9,463.69)

**AUDITORS' REPORT**

Certified in terms of our separate report of even date annexed.

**For AKR & ASSOCIATES**  
Chartered Accountants  
Regn.No.021179N

**C.A. KAILASH KUMAR**  
Partner  
M.No.505972

**DHEERAJ GARG**  
Addl. Managing Director  
**ALOK GOYAL**  
Executive Director  
**SURINDER KANSAL**  
CFO  
**B.K. GUPTA**  
Company Secretary

**TEJINDER KAUR**  
**DEVA BHARATHI REDDY**  
**RAJA SHIVDEV INDER SINGH**  
**S.B. GUPTA**  
**S.K. AHUJA**  
Directors

Place : CHANDIGARH  
Dated : 06<sup>th</sup> May 2024

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2024

	(₹. in Lakhs) CURRENT YEAR	(₹. in Lakhs) PREVIOUS YEAR
<b>A. CASH FLOW FROM OPERATING ACTIVITIES :</b>		
NET PROFIT/(LOSS) BEFORE TAX AND EXTRAORDINARY ITEMS	(5,405.09)	1,920.31
ADJUSTMENT FOR :		
i) ADD: DEPRECIATION	1,529.29	1,578.60
ii) ADD: INTEREST & FINANCIAL CHARGES EXPENSES	3,250.35	3,685.98
LESS: INCOME TAX (MAT)	0.00	-
OPERATING PROFIT/(LOSS) BEFORE WORKING CAPITAL CHANGES	(625.45)	7,184.89
ADJUSTMENTS FOR :		
TRADE AND OTHER RECEIVABLES	2,199.30	(1.53)
INVENTORIES	9,448.02	535.69
TRANSITION IMPACT OF LEASE RENTALS	-	-
TRADE PAYABLES / CURRENT LIABILITIES	(10,413.36)	(2,390.90)
OTHER COMPREHENSIVE INCOME	254.35	16.50
CASH GENERATED FROM OPERATIONS	862.86	5,344.65
<b>B. CASH FLOW FROM INVESTING ACTIVITIES :</b>		
PURCHASE OF FIXED ASSETS	(150.56)	(111.39)
RIGHT TO USE ASSET		
SALE OF FIXED ASSETS	186.15	-
INVESTMENT IN EQUITY	(0.16)	24.42
NET CASH USED IN INVESTING ACTIVITIES	35.43	(86.97)
<b>C. CASH FLOW FROM FINANCING ACTIVITIES :</b>		
INTEREST & FINANCIAL CHARGES PAID	(3,250.35)	(3,685.98)
TERM LOANS RECEIVED & FITL	1,500.00	-
TERM LOANS REPAYMENTS	(2,215.48)	(3,408.77)
UNSECURED LOAN (INTER CORPORATE LOANS) (PAID)/RECEIVED	353.33	(345.52)
NET CASH FROM FINANCING ACTIVITIES	(3,612.49)	(7,440.27)
<b>D. NET INCREASE/(DECREASE) IN CASH AND BANK BALANCES</b>	<b>(2,714.21)</b>	<b>(2,182.59)</b>
CASH AND BANK BALANCES (OPENING BALANCE)	3,582.16	5,764.75
CASH AND BANK BALANCES (CLOSING BALANCE)	867.95	3,582.16

### AUDITORS' REPORT

We have verified the attached Cash Flow Statement of M/s Indian Acrylics Limited derived from audited financial statements and the books and records maintained by the company for the year ended 31st March, 2024 and found the same in agreement therewith.

**For AKR & ASSOCIATES**  
Chartered Accountants  
Regn.No.021179N

**C.A. KAILASH KUMAR**  
Partner  
M.No.505972

**DHEERAJ GARG**  
Addl. Managing Director  
**ALOK GOYAL**  
Executive Director  
**SURINDER KANSAL**  
CFO  
**B.K. GUPTA**  
Company Secretary

**TEJINDER KAUR**  
**DEVA BHARATHI REDDY**  
**RAJA SHIVDEV INDER SINGH**  
**S.B. GUPTA**  
**S.K. AHUJA**  
Directors

Place : CHANDIGARH  
Dated : 06<sup>th</sup> May 2024

# INDIAN ACRYLICS LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2024

### NOTE NO. '1'

#### PROPERTY, PLANT AND EQUIPMENT

(₹ in Lakhs)

Particulars	Land	Building	Office equipments	Furniture and fixtures	Plant and machinery	Vehicle	Total
Gross Carrying Value							
Cost as at 1st April,2022	264.17	14,009.16	426.77	302.39	55,419.90	385.35	70,807.74
Additions	-	34.42	22.30	3.99	224.86	14.90	300.47
Disposals	-	-	-	-	-	-	-
Balance as at 31st March,2023	264.17	14,043.58	449.07	306.38	55,644.76	400.25	71,108.21
Additions	-	15.18	2.04	-	160.20	-	177.42
Disposals	-	-	-	-	2,270.35	-	2,270.35
<b>Balance as at 31st March,2024</b>	<b>264.17</b>	<b>14,058.76</b>	<b>451.11</b>	<b>306.38</b>	<b>53,534.60</b>	<b>400.25</b>	<b>69,015.28</b>
Accumulated Depreciation							
Balance as at 1st April,2022	-	5,713.16	391.47	267.60	39,371.50	323.20	46,066.93
Additions	-	384.68	14.50	7.84	945.27	16.51	1,368.79
Disposals	-	-	-	-	-	-	-
Balance as at 31st March,2023	-	6,097.84	405.97	275.44	40,316.76	339.71	47,435.72
Additions	-	385.50	11.10	5.93	901.16	15.79	1,319.48
Disposals	-	-	-	-	2,084.20	-	2,084.20
<b>Balance as at 31st March,2024</b>	<b>-</b>	<b>6,483.34</b>	<b>417.07</b>	<b>281.37</b>	<b>39,133.72</b>	<b>355.50</b>	<b>46,671.00</b>
Net carrying amount							
Balance as at 31st March,2023	264.17	7,945.74	43.10	30.94	15,328.00	60.54	23,672.49
<b>Balance as at 31st March,2024</b>	<b>264.17</b>	<b>7,575.42</b>	<b>34.04</b>	<b>25.01</b>	<b>14,400.88</b>	<b>44.75</b>	<b>22,344.28</b>
Note No. 1(A) Right to use Assets							
<b>Particulars</b>						<b>Lease Assets</b>	<b>Total</b>
Gross Carrying Value							
Cost as at 1st April,2022						929.20	929.20
Additions						-	-
Disposals						-	-
Balance as at 31st March,2023						929.20	929.20
Cost as at 1st April,2023						-	-
Additions						-	-
Disposals						-	-
<b>Balance as at 31st March,2024</b>						<b>929.20</b>	<b>929.20</b>
Accumulated Depreciation							
Cost as at 1st April,2022						188.99	188.99
Additions						188.99	188.99
Disposals						-	-
Balance as at 31st March,2023						377.98	377.98
Cost as at 1st April,2023						188.99	188.99
Additions						188.99	188.99
Disposals						-	-
<b>Balance as at 31st March,2024</b>						<b>755.96</b>	<b>755.96</b>
Net carrying amount							
<b>Balance as at 31st March,2024</b>						<b>173.24</b>	<b>173.24</b>
Note-1(B) Capital Work-in-Progress							
Particulars							Total
Balance as at 31st March,2023							90.30
<b>Balance as at 31st March,2024</b>							<b>91.85</b>

Ageing of Capital-work-in progress is given below:

(₹ in Lakhs)

CWIP	Amount in CWIP for a period of 31.03.2023				Total
	Less than 1 year	1-2 year	2-3 year	More than 3 year	
Projects in progress	30.63	-	-	59.67	90.30
Projects temporarily suspended					
<b>Ageing of Capital-work-in progress is given below:</b>					(₹ in Lakhs)
CWIP	Amount in CWIP for a period of 31.03.2024				
Total					
	Less than 1 year	1-2 year	2-3 year	More than 3 year	
Projects in progress	9.30	22.88	-	59.67	91.85
Projects temporarily suspended					

- The plant being a continuous process plant, so rates of depreciation as applicable to continuous process industry have been applied.
- Effective from April 1,2019, the Company has adopted Ind AS 116 "Lease", applied to lease contract existing April, 2019 using the modified retrospective method along with transition opting to recognize "Right of use Assets" and corresponding amount equal to lease liability. Accordingly, comparatives for the quarter and year ended March 31, 2019 have not been retrospective adjusted. This has resulted in recognizing a right to use asset of ₹1118.19 Lakh and a corresponding lease liability of ₹1194.22 Lakh . The Difference of ₹76.03 Lakh has been adjusted in Retained Earnings as at April 1,2019.



- 3.) The estimated useful life of the assets and depreciation provision has been reviewed by the company to bring it at par with similar other plants of the industry and accordingly the management assessed the remaining useful life of the plant & machinery based on the internal and External technical evaluations. On account of that, depreciation is lower by ₹576.89 Lakh (for the quarter) and ₹753.25 Lakh for the year as compared to same in the corresponding period of last year.

**Note No. 1 (C) Other Intangible Assets**

Particulars						Software	Total
Gross Carrying Value							
Cost as at 1st April,2022						208.22	208.22
Additions						-	-
Disposals						-	-
Balance as at 31st March,2023						208.22	208.22
Additions						-	-
Disposals						-	-
<b>Balance as at 31st March,2024</b>						<b>208.22</b>	<b>208.22</b>
Accumulated Depreciation							
Cost as at 1st April,2022						62.52	62.52
Additions						20.82	20.82
Disposals						-	-
Balance as at 31st March,2023						83.34	83.34
Additions						20.82	20.82
Disposals						-	-
<b>Balance as at 31st March,2024</b>						<b>104.16</b>	<b>104.16</b>
Net carrying amount							
Balance as at 31st March,2023						124.88	124.88
<b>Balance as at 31st March,2024</b>						<b>104.06</b>	<b>104.06</b>

PARTICULARS	AS AT 31/03/2024 (₹ in Lakhs)	AS AT 31/03/2023 (₹ in Lakhs)
<b>NOTE NO. '2'</b>		
<b>INVESTMENT (NON CURRENT)</b>		
Investment in Equity	17.85	17.69
<b>Total (₹)</b>	<b>17.85</b>	<b>17.69</b>
<b>NOTE NO. '3'</b>		
<b>LOANS (NON CURRENT)</b>		
Security Deposits	13.87	42.28
<b>Total (₹)</b>	<b>13.87</b>	<b>42.28</b>
<b>NOTE NO. '4'</b>		
<b>OTHER NON CURRENT ASSETS</b>		
Capital Advances	339.88	289.53
<b>Total (₹)</b>	<b>339.88</b>	<b>289.53</b>
<b>NOTE NO. '5'</b>		
<b>INVENTORIES</b>		
(As taken valued and certified by the Management)		
Raw Materials	3720.28	9755.98
Work in Progress	1944.44	2380.34
Finished Goods	4035.64	6562.44
Stores and Spares	1644.44	2094.06
<b>Total (₹)</b>	<b>11,344.80</b>	<b>20,792.82</b>

- 1 Raw Materials Stores and Spares at weighted average cost plus direct expenses.
- 2 Work in Process at raw material cost plus conversion expenses depending upon stage of completion.
- 3 Finished Goods at Raw Materials cost plus conversion cost, Packing cost and other overheads to bring the goods to present condition and location.
- 4 Raw material and other stocks lying at port pending clearance at cost inclusive of custom duty actually paid. The custom duty payable on material lying into bond is accounted on clearance for home consumption.

# INDIAN ACRYLICS LIMITED

## PARTICULARS

AS AT 31/03/2024  
(₹ in Lakhs)

AS AT 31/03/2023  
(₹ in Lakhs)

### NOTE NO. '6'

#### TRADE RECEIVABLE

##### Trade Receivables ageing schedule on 31.03.2023

(₹ in Lakhs)

S. No.	Particulars	Outstanding for following periods from due date of payment					
		Less than 6 months	6 months - 1 year	1-2 year	2-3 year	More than 3 year	Total
(i)	Undisputed Trade receivables - considered good	2278.78	10.55	4.01	246.07	189.75	2,729.16
(ii)	Undisputed Trade receivables - considered doubtful						
(iii)	Disputed Trade receivables considered good						
(iv)	Disputed Trade receivables considered doubtful						

##### Trade Receivables ageing schedule on 31.03.2024

(₹ in Lakhs)

S. No.	Particulars	Outstanding for following periods from due date of payment					
		Less than 6 months	6 months - 1 year	1-2 year	2-3 year	More than 3 year	Total
(i)	Undisputed Trade receivables - considered good	1140.23	15.74	248.56	4.01	405.22	1813.76
(ii)	Undisputed Trade receivables - considered doubtful						
(iii)	Disputed Trade receivables considered good						
(iv)	Disputed Trade receivables considered doubtful						

### NOTE NO. '7'

#### CASH & CASH EQUIVALENTS

Cash-in-Hand	0.64	6.43
Cheques and Drafts in Hand pending Collection	91.00	-
Balance with banks		
In current account	0.48	0.45
Fixed Deposit Receipts	775.83	3,575.28
(Under bank lien)		
<b>Total (₹)</b>	<b>867.95</b>	<b>3,582.16</b>

### NOTE NO. '8'

#### OTHER FINANCIAL ASSETS (CURRENT)

Interest Receivable	8.32	37.24
Advance to Staff	26.76	10.87
<b>Total (₹)</b>	<b>35.08</b>	<b>48.11</b>

### NOTE NO. '9'

#### OTHER CURRENT ASSETS

Prepaid Expenses	66.20	57.06
GST Balance	35.03	138.83
Advance to Suppliers	130.68	373.22
Other Advances	2,421.64	3,375.02
Tax Deducted At Source	25.14	55.78
<b>Total (₹)</b>	<b>2,678.69</b>	<b>3,999.91</b>

### NOTE NO. '10'

#### EQUITY SHARE CAPITAL

1500 Lakh (Previous Year 1500 Lakh)	15,000.00	15,000.00
Equity Shares of ₹10/- each		
ISSUED, SUBSRIBED AND PAID UP		
135322162 Equity Shares of ₹10/- each fully paid up.	13,532.22	13,532.22
(Previous year 135322162)		
<b>Total (₹)</b>	<b>13,532.22</b>	<b>13,532.22</b>

**PARTICULARS**

**AS AT 31/03/2024**  
(₹ in Lakhs)

**AS AT 31/03/2023**  
(₹ in Lakhs)

Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	31st March, 2024		31st March, 2023	
	Number of Shares	Amount In Lakhs	Number of Shares	Amount In Lakhs
Equity Share Capital	135322162	13532.22	135322162	13532.22
<b>Balance at the Beginning of reporting Period Movement</b>	-	-	-	-
Net Issued Share Capital at Beginning of Reporting Period	135322162	13532.22	135322162	13532.22
Changes in Equity Share Capital	-	-	-	-
<b>Balance at Closing of reporting period</b>	135322162	13532.22	135322162	13532.22

No of shares held by Shareholders holding 5 percent & above:-

PARTICULARS	AS AT	%AGE HELD	AS AT	%AGE HELD
	31.03.2024		31.03.2023	
1. SHRI DHEERAJ GARG	2,23,10,983	16.49	2,23,10,983	16.49
2. SAB INDUSTRIES LTD	1,47,93,772	10.93	1,47,93,772	10.93
3. SAB UDYOG LTD	1,68,80,646	12.47	1,68,80,646	12.47
4. PSIDC LTD	1,83,30,000	13.55	1,83,30,000	13.55

**Promoters Share Holding as below:**

**'Shares held by promoters**

Particulars	31st March, 2024		31st March, 2023	
	AS AT No. of Shares	% of total shares	AS AT No. of Shares	% of total shares
PSIDC	1,83,30,000	13.55	1,83,30,000	13.55
SHRI R K GARG	41,78,444	3.09	41,78,444	3.09
INDIAN ACRYLICS INVT LTD	28,90,030	2.14	28,90,030	2.14
SAB UDYOG LTD	1,68,80,646	12.47	1,68,80,646	12.47
SAB INDUSTRIES LTD	1,47,93,772	10.93	1,47,93,772	10.93
STEEL STRIPS INFR. LTD	37,00,000	2.73	37,00,000	2.73
SMT SUNENA GARG	2,78,368	0.21	2,78,368	0.21
SHRI DHEERAJ GARG	2,23,10,983	16.49	2,23,10,983	16.49
MS PRIYA GARG	82,800	0.06	82,800	0.06
MALWA CHEMTEX UDYOG	10,00,000	0.74	10,00,000	0.74
MUNAK INTERNATIONAL P LTD	68,600	0.05	68,600	0.05
S J MERCANTILE PVT LTD	21,000	0.02	21,000	0.02
CHANDIGARH AIRCRAFT MANAGEMENT SERVICES PVT. LTD.	1,25,000	0.09	1,25,000	0.09
STEEL STRIPS MERCANTILE LTD	1,600	-	1,600	-
STEEL STRIPS INDUSTRIES LTD.	1,000	-	1,000	-
<b>SUB TOTAL</b>	<b>8,46,62,243</b>	<b>62.56</b>	<b>8,46,62,243</b>	<b>62.56</b>

**NOTE NO. '11'**

**OTHER EQUITY**

**PARTICULARS**

(₹ in Lakhs)

	Discounting of Zero Rate Loans	Securities premium reserve	Capital Reserve	General Reserve	Other Items of OCI	Retained earnings	Total
<b>(a) Balance at 01 April, 2022</b>	<b>1,267.15</b>	<b>39.23</b>	<b>1,764.44</b>	<b>80.00</b>	<b>(32.95)</b>	<b>(9,367.63)</b>	<b>(6,249.76)</b>
Profit for the year	-	-	-	-	-	1,920.31	1,920.31
Other comprehensive income for the year, net of income tax	-	-	-	-	-	16.50	16.50
<b>(b) Total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,936.81</b>	<b>1,936.81</b>
Deductions during the year	-	-	-	-	-	-	-
Dividends including tax thereon	-	-	-	-	-	-	-
Transfer to general reserve	-	-	-	-	-	-	-
Shares issued/options exercised	-	-	-	-	-	-	-

# INDIAN ACRYLICS LIMITED

(c) Balance at 31st March, 2023	1,267.15	39.23	1,764.44	80.00	(32.95)	(7,430.82)	(4,312.95)
Profit for the year	-					(5,405.09)	(5,405.09)
Other comprehensive income for the year, net of income tax	-				-	254.35	254.35
(d) Total comprehensive income for the year	-	-	-	-	-	(5,150.74)	(5,150.74)
Deductions during the year							
Dividends including tax thereon						-	-
Transfer to general reserve					-	-	-
Shares issued/options exercised							-
(e) Balance at 31st March, 2024	1,267.15	39.23	1,764.44	80.00	(32.95)	(12,581.56)	(9,463.69)

PARTICULARS	AS AT 31/03/2024 (₹ in Lakhs)	AS AT 31/03/2023 (₹ in Lakhs)
<b>NOTE NO. '12'</b>		
<b>BORROWINGS (NON CURRENT)</b>		
<b>SECURED</b>		
<b>Term Loan</b>		
- From Banks	2,360.85	4,366.71
- From Others	932.68	-
<b>UNSECURED</b>		
- Inter Corporate Loan (Promoter Assisted)	9,440.78	9,087.45
<b>Total (₹)</b>	<b>12,734.31</b>	<b>13,454.15</b>

## Repayment Schedule

Particulars	2024-25	2025-26	2026-27	2027-28
Repayment (₹ in Lakh)	2594.99	1984.52	1191.89	117.12

The Term Loans from banks / F.I. amounting to ₹5888.52 Lakh (Previous Year ₹6604.00 Lakh) are secured by mortgage created on all the immovable assets of the Company, hypothecation of all the moveable assets including moveable machinery, machinery parts, tools and accessories and other moveables, (save and except book debts), subject to charges created or to be created in favour of the Company's Bankers for securing working capital limits. These Loans are further guaranteed by Sh.R.K.Garg, Managing Director, Sh.Dheeraj Garg, Additional Managing Director and Mrs. Sunena Garg.

## NOTE NO. '13'

### PROVISIONS (NON CURRENT)

Provisions for Gratuity	931.63	1,057.04
Provisions for Earned Leaves	137.98	167.36
<b>Total (₹)</b>	<b>1,069.61</b>	<b>1,224.40</b>

## NOTE NO. '14'

### BORROWING (CURRENT)

#### SECURED LOANS

Loans Repayable on demand (from banks)	3,028.83	2,115.87
Current Maturities of Non Current debt	2,594.99	2,237.29
<b>Total (₹)</b>	<b>5,623.82</b>	<b>4,353.16</b>

Cash Credit / Working capital borrowings are secured by hypothecation of book debts, raw-material, finished goods, semi-finished goods, consumable stores and spares including stocks in transit of the company and also by a second charge on the fixed assets of the company and further guaranteed by Sh.R.K.Garg, Managing Director, Sh.Dheeraj Garg, Additional Managing Director and Mrs. Sunena Garg and also by Indlon Chemicals Limited.

## NOTE NO. '15'

### TRADE PAYABLES

#### Trade Payable ageing schedule on 31.03.2023

(₹ in Lakhs)

S. No.	Particulars	Outstanding for following periods from due date of payment				
		Less than 1 Year	1-2 year	2-3 year	More than 3 year	Total
(i)	MSME	140.63				140.63
(ii)	Others	23,784.49	16.12	2.47	0.00	23,803.08
(iii)	Disputed dues - MSME					
(iv)	Disputed dues - Others					

#### Trade Payable ageing schedule on 31.03.2024

(i)	MSME	168.22				168.22
(ii)	Others	12,448.99	234.11	12.39	1.26	12,696.75
(iii)	Disputed dues - MSME					
(iv)	Disputed dues - Others					

PARTICULARS	AS AT 31/03/2024 (₹ in Lakhs)	AS AT 31/03/2023 (₹ in Lakhs)
<b>NOTE NO. '16'</b>		
<b>OTHER FINANCIAL LIABILITIES (CURRENT)</b>		
Capital Creditors	26.94	51.77
<b>Total (₹)</b>	<b>26.94</b>	<b>51.77</b>
<b>NOTE NO. '17'</b>		
<b>OTHER CURRENT LIABILITIES</b>		
1) Cheques Issued But Not Yet Presented for Payment	0.70	52.78
2) Trade Advance	1,534.55	1,336.00
3) Other Payables (Includes statutory dues)	1,337.59	1,354.75
<b>Total (₹)</b>	<b>2,872.84</b>	<b>2,743.53</b>
<b>NOTE NO. '18'</b>		
<b>PROVISION (CURRENT)</b>		
Provisions for Gratuity	17.36	20.21
Provisions for Earned Leaves	3.54	4.15
Provisions for Income Tax	-	-
Provision for Others	218.44	186.20
<b>Total (₹)</b>	<b>239.34</b>	<b>210.55</b>
<b>NOTE NO. '19'</b>		
<b>REVENUE FROM OPERATIONS</b>		
a) <b>Net Revenue from Operations</b>		
<b>NET SALES</b>		
- Domestic	41,310.36	66,625.30
- Export	13,305.93	23,611.35
- Total	54,616.29	90,236.65
b) <b>Other Income from operations</b>		
i) Sale of Scrap	122.64	139.24
ii) Interest Received from Banks	55.44	106.49
iii) Interest Received from Others	64.02	48.19
iv) Exchange Fluctuation	150.57	-
v) Export Incentives	404.95	405.71
vi) Other Income	44.10	13.29
<b>Total (₹)</b>	<b>841.72</b>	<b>712.92</b>
<b>NOTE NO. '20'</b>		
<b>COST OF MATERIALS CONSUMED</b>		
	% of Consumption	% of Consumption
Imported Raw Material	78.66	84.12
Indegenous Raw Material	21.34	15.88
<b>Total (₹)</b>	<b>100.00</b>	<b>100.00</b>
	<b>Amount</b>	<b>Amount</b>
Imported Raw Material	26,862.46	49,350.46
Indegenous Raw Material	7,286.34	11,329.42
<b>Total (₹)</b>	<b>34,148.80</b>	<b>60,679.89</b>
Value of Imports on CIF basis in respect:		
Raw Material	19,149.32	47,523.60
Components & Spares Parts	202.58	291.15
<b>NOTE NO. '21'</b>		
<b>PURCHASE OF STOCK-IN-TRADE</b>		
Purchase of Goods Traded	-	-
<b>Total (₹)</b>	<b>-</b>	<b>-</b>

## INDIAN ACRYLICS LIMITED

PARTICULARS	AS AT 31/03/2024 (₹ in Lakhs)	AS AT 31/03/2023 (₹ in Lakhs)
<b>NOTE NO. '22'</b>		
<b>Change in Inventories of Finished Goods, Work in Progress and Stock in Trade</b>		
Opening Stock		
Finished Goods	6,562.44	4,888.06
Stocks in Process	2,380.34	2,906.63
<b>Total (₹)</b>	<u>8,942.78</u>	<u>7,794.69</u>
Closing Stock		
Finished Goods	4,035.63	6,562.44
Stocks in Process	1,944.43	2,380.34
	<u>5,980.06</u>	<u>8,942.78</u>
(Increase)/Decrease in Stock	2,962.72	(1,148.09)
<b>NOTE NO. '23'</b>		
<b>EMPLOYEE BENEFIT EXPENSES</b>		
<b>EMPLOYEE COST</b>		
Salary & Other Allowances	4,855.67	5,702.88
Contribution to PF & Other Funds	432.72	490.29
Staff Welfare	386.02	413.63
Staff Training & Recruitment	73.10	107.09
Gratuity	167.00	195.25
<b>Managerial Remuneration</b>		
Salary	197.02	258.16
Perquisites / Sitting Fee	22.45	43.20
Contribution towards Provident Fund	23.64	30.98
<b>Total (₹)</b>	<u>6,157.62</u>	<u>7,241.48</u>
<b>NOTE NO. '24'</b>		
<b>FINANCE COST</b>		
1. Interest Expenses	2,353.64	2,529.56
2. Other Borrowing Cost	896.71	713.30
3. Exchange Fluctuation	-	443.11
<b>Total (₹)</b>	<u>3,250.35</u>	<u>3,685.98</u>
<b>NOTE NO. '25'</b>		
<b>OTHER EXPENSES</b>		
<b>1 MANUFACTURING COST</b>		
Power & Fuel	7,665.52	10,068.25
Repair & Maintenance	52.44	21.39
Stores ,Spares & Consumables	1,467.43	1,761.66
Factory Expenses	1,108.71	1,283.22
Other Manufacturing Expenses	235.97	145.06
<b>Total (₹)</b>	<u>10,530.07</u>	<u>13,279.58</u>

PARTICULARS	AS AT 31/03/2024 (₹ in Lakhs)	AS AT 31/03/2023 (₹ in Lakhs)
<b>2 ADMINISTRATIVE COST</b>		
Rent	304.19	356.13
Rates & Taxes	28.15	22.13
Auditors Remuneration		
Audit Fee including Tax Audit Fee	8.80	8.80
Certification Charges	2.20	2.20
Advertisements & Publicity	0.31	5.42
Insurance	100.16	131.97
Travelling Expenses - Foreign		
- Directors	0.22	-
- Others	61.87	53.91
Travelling Expenses - Inland		
- Directors	3.16	-
- Others	195.30	259.27
Miscellaneous Expenses	438.18	403.57
<b>Total (₹)</b>	<b>1,142.54</b>	<b>1,243.40</b>
<b>3 SELLING &amp; DISTRIBUTION EXPENSES</b>		
- Freight Outward	270.22	347.00
- Others	84.01	142.85
Export Expenses		
- Commission	167.31	214.64
- Freight Forwarding & Clearing Expenses	620.17	1,763.93
	<b>1,141.71</b>	<b>2,468.42</b>
<b>Total (1+2+3) :-</b>	<b>12,814.32</b>	<b>16,991.40</b>

GST has not been included in auditor remuneration being creditable.

#### NOTE NO. – 26

##### 1. CORPORATION INFORMATION

Indian Acrylics Limited (the Company) is a public limited Company registered in India under the Companies Act 2013 (erstwhile Companies Act 1956). Its Shares are listed on Bombay stock Exchange. The Company is a leading manufacturer of Acrylic Fiber, Acrylic Tow and wide range of Acrylic yarn.

##### 2. SIGNIFICANT ACCOUNTING POLICIES

###### i) Basis of Preparation

The financial statements have been prepared in accordance with Indian Accounting Standards ('IND AS') notified under section 133 of the Companies Act 2013, read together with the Companies (Indian Accounting Standards) Rules, 2015.

For all the periods up to and including the year ended 31 March, 2024, the Company prepared its financial statements in accordance with accounting standards notified under the section 133 of the Companies Act 2013, read together with Rule 7 of the Companies (Accounts) Rules, 2014 ('Previous GAAP').

The Standalone financial statements have been prepared under the historical convention, on the accrual basis of accounting except for certain financial assets and financial liabilities that are measured at fair value at the end of the each reporting period, as stated in the accounting policies below. The accounting policies have been applied consistently over all the periods presented in the Standalone financial statements.

The accounting policies have been consistently applied by the Company and except for the changes in accounting policy discussed more fully below, are consistent with those used in the previous year.

###### ii) The preparation of the financial statements in conformity with IND AS requires management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made. Differences between actual results and estimates are recognized in the period in which the results are known/materialized.



## iii) REVENUE RECOGNITION

Revenue is recognized to the extent that it is probable that economic benefits will flow to the Company and the revenue can be reliably measured.

### A. SALE OF GOODS

Revenue from sale of goods is recognized when the significant risks and rewards of ownership in the goods are transferred to the buyer of goods as per the terms of contracts, the Company retains no effective control of the goods transferred to a degree usually associated with the ownership and no significant uncertainty exists regarding the amount of the consideration that will be derived from the sale of goods. The Company collects GST on the behalf of the Government and therefore these are not economic benefits flowing to the company. Hence they are excluded from Revenue.

### B. INTEREST:

Interest income from a financial asset is recognized when it is probable that the economic benefits will flow to the company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

### C. Duty drawback and export incentives

Income from duty drawback and export incentives is recognized on an accrual basis.

## iv) PROPERTY PLANT AND EQUIPMENT:

Fixed Assets are stated at cost less depreciation. Cost of acquisition or construction is inclusive of duties, taxes and other incidental expenses. Cenvat credit available is deducted from cost of fixed assets.

Capital work-in-progress includes advances paid for purchase of Fixed Assets, preoperative expenses pending capitalisation, and capital work in progress. As per practice, expenses incurred on modernisation / debottlenecking of plant are capitalised.

## v) DEPRECIATION :

Depreciation is provided as per rates specified in Schedule II of the Companies Act, 2013 as per details given below:

S.No.	Name of Asset	
1.	Building & Tubewell	SLM Basis
2.	Plant & Machinery(Modified Cotton)	SLM Basis
3.	Plant & Machinery	WDV Basis
4.	Other Assets (Vehicles, Furniture & Fixture)	WDV Basis
5.	Intangible Assets	SLM Basis

The plant being a continuous process plant, so rates of depreciation as applicable to continuous process Industry have been applied.

## vi) INVENTORIES :

The cost in respect of various items of inventories are computed as under:-

- In case of raw materials stores and spares at weighted average cost plus direct expenses.
- In case of work in process at raw material cost plus conversion expenses depending upon stage of completion.
- In case of finished goods at raw materials cost plus conversion cost, packing cost and other overheads to bring the goods to present condition and location.
- Raw material and other stocks lying at port pending clearance at cost inclusive of custom duty actually paid. The custom duty payable on material lying into bond is accounted on clearance for home consumption.

## vii) BORROWING COST

Borrowing costs that are directly attributable to acquisition, construction or production of a qualifying asset are capitalized/ inventorised as part of cost of such assets till such time the asset is ready for its intended use/or sale. Qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are expensed in the period in which they are incurred.

## viii) LEASES

Leases under which the company assumes substantially all the risks and rewards of ownership are classified as finance leases. When acquired, such assets are capitalized at fair value or present value of the minimum lease payments at the inception of the lease, whichever is lower. Lease under which the risks and rewards incidental to ownership are not transferred to lessee is classified as operating lease. Lease payments under operating leases are recognized as an expense on a straight line basis in net profit in the statement of profit and loss over the lease term.

## ix) RETIREMENT BENEFITS:

The Company provides for gratuity, a defined benefit plan (the "Gratuity Plan") covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Gratuity Plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment. The gratuity plan in Company is funded through annual contributions to Life Insurance Corporation of India (LIC) under its Company's Gratuity Scheme whereas others are not funded. The liability or asset recognized in the balance sheet in respect of defined benefit gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows using interest rates of government bonds. Re-measurement gains and losses arising from experience adjustments and changes in actuarial assumptions are charged or credited to equity in other comprehensive income in the period in which they arise. They are included in retained earnings in the statement of changes in equity and in the balance sheet. Past-service costs are recognized immediately in profit or loss. Gratuity and earned leave encashment has been provided for in the books of accounts on actuarial valuation basis as at the end of the year.

## x) FOREIGN CURRENCY TRASANCTIONS:

Functional and Presentation currency:

The functional currency of the Company is Indian Rupee. These financial statements are presented in Indian Rupee (rounded off to lakhs).

### Transactions and Balances:

The foreign currency transactions are recorded, on initial recognition in the functional currency, by applying to the foreign currency amount the spot exchange rate between the functional currency and the foreign currency at the date of the transaction. The foreign currency monetary items are translated using the closing rate at the end of each reporting period. Non-monetary items that are measured in terms of historical cost in a foreign currency shall be translated using the exchange rate at the date of the transaction. Exchange differences arising on the settlement of monetary items or on translating monetary items at rates different from those at which they were translated on initial recognition during the period or in previous financial statements shall be recognized in profit or loss in the period in which they arise.

3. Contingent Liabilities, along with their nature and description in brief as required under IND AS - 37, not provided for in the books of accounts, are as under :

	As at 31.03.2024 (₹ in Lakhs)	As at 31.03.2023 (₹ in Lakhs)
a) Letters of Credit outstanding for Import of Raw materials / Spares	75.13	123.68
b) Claims against the company / disputed liabilities not acknowledged as debts:		
i) In respect of Sales Tax Surcharge on exempted sales	78.68	78.68
ii) In respect of Excise Duty demand on account of valuations & cenvat credit disputes.	76.78	125.58
iii) In respect of custom duty on account of cancellation of DEPB scrips validly purchased by us from the market, duty demand on goods lost in high seas.	29.37	29.37
iv) Others *	851.80	839.19

\* There was an Arbitration award dated 16.03.2002 of US\$ 10.22 Lakhs, approx ₹851.80 lakhs, (Previous Year ₹839.19 lakhs) and interest against the company awarded by Arbitration Panel in the favour of E.I. Dupont (USA). This arbitration award was dismissed in the past by the Hon'ble High Court of Delhi Both, E.I. Dupont (USA) as well as company have filed appeals against the decision. The case has not yet reached its finality and the matter is now Sub-Judice. On the basis of legal advice the management is of the opinion that no liability against the company has yet arisen. Accordingly, the awarded amount is not considered as a liability. As such, no provision for the same has been made in the books.

- c) Estimated amount of contracts remaining to be executed on capital account and not provided for in the Books of Accounts (Net of Advance). ₹3.09 lakhs ₹48.81 lakhs
4. a) Previous year figures have been regrouped and rearranged, wherever considered necessary, to make them comparable with those of current year.  
b) Figures have been rounded off to the nearest rupee in lakhs.
5. Provision for income tax or MAT has been made in the books of accounts ₹Nil (Previous year ₹Nil) under consideration, under the provisions of the Income Tax Act.
6. **A) PRIMARY SEGMENT (BUSINESS SEGMENT)**

Business segments have been identified on the basis of the nature of products/services, their risk-return profile, the organizational structure and the internal reporting system of the Company.

#### Reportable Segments:

Reportable segments have been identified as per the aggregation criteria specified in IND AS 108: 'Operating Segments'

#### Segment Composition:

- 1) Fibre includes Staple Fibre, Tow and Tops.
- 2) Yarn includes all kinds of Yarn manufactured and sold by the Company.

#### Operating Segments:

- 1) The risk-return profile of the Company's business is determined predominantly by the nature of its products and services.
- 2) In respect of geographical information, the Company has identified its geographical areas as (i) Domestic and (ii) Overseas. The expenses and incomes which are not directly attributable to the business segments are shown as central administration costs. Unallocated assets mainly comprise of investments, cash and bank balances, advance tax and unallocated liabilities mainly include tax provisions and provisions for employee retirement benefits.

(₹ in Lakhs)

	FIBRE		YARN		ELIMINATIONS		TOTAL	
Particulars	Year Ended	Year Ended	Year Ended	Year Ended	Year Ended	Year Ended	Year Ended	Year Ended
	31.03.24	31.03.23	31.03.24	31.03.23	31.03.24	31.03.23	31.03.24	31.03.23
Revenue								
External Sales	26016.60	49029.40	28599.69	41207.25			54616.29	90236.65
Inter-segment sales	14149.72	24521.76			(14149.72)	(24521.76)		
Total Revenue	40166.32	73551.16	28599.69	41207.25	(14149.72)	(24521.76)	54616.29	90236.65
Result								

## INDIAN ACRYLICS LIMITED

Segment result	(1934.53)	5642.61	(86.16)	71.76			(2020.70)	5714.37
Unallocated Corporate Expenses							253.50	262.76
<b>Operating Profits</b>								
Interest Expenses							(3250.35)	(3685.98)
Interest Income							119.46	154.68
Income Taxes							-	-
<b>Profit from ordinary activities</b>							<b>5405.09</b>	<b>1920.31</b>
Extraordinary Loss							-	-
<b>Net Profit</b>							<b>5405.09</b>	<b>1920.31</b>
Other Information								
Segment Assets	15430.07	25020.01	24395.24	30731.56			39825.31	55751.57
Unallocated corporate assets							-	-
<b>Total Assets</b>	<b>15430.07</b>	<b>25020.01</b>	<b>24395.24</b>	<b>30731.56</b>			<b>39825.31</b>	<b>55751.57</b>
Segment Liabilities	9237.65	14519.28	26519.14	32013.02			35756.79	46532.30
Unallocated corporate Liabilities								
<b>Total Liabilities</b>	<b>9237.65</b>	<b>14519.28</b>	<b>26519.14</b>	<b>32013.02</b>			<b>35756.79</b>	<b>46532.30</b>
Capital Expenditure	168.35	240.80	9.07	59.67			177.42	300.47
Depreciation	361.28	335.83	1168.01	1242.77			1529.29	1578.60
Non-Cash expenses other than deprecation								

### B) SECONDARY SEGMENT (GEOGRAPHICAL SEGMENT)

Consequently, the geographical segment has been considered as the secondary segment. The analysis of geographical segment is based on the geographical location of the Customers. The company operates primarily in India and has presence in International markets as well. Its business is accordingly aligned geographically, catering to two markets. The Company has considered domestic and export markets as geographical segments and accordingly disclosed these as separate segments.

Particulars	For the year ended 31.03.2024	For the year ended 31.03.2023
Gross sale Revenue by Geographical Segment		
Within India	41,310.36	66,625.30
Outside India	13,305.93	23,611.35
Total	54,616.29	90,236.65

7. The Net Deferred Tax asset/(liability) of ₹3,290.19 Lakhs as at 31.03.2024 (₹1,610.82 lakhs as at 31.03.2023) has not been recognized in view of uncertainty of its realization, as recommended under Accounting Standard IND AS-12 on "Accounting for Taxes on Income. The details of deferred tax assets are as under:-

	As at 1st April, 23	For the year 2023-2024	(₹ in lakhs) As at 31st Mar, 24
<b>Deferred Tax Assets being tax impact thereon</b>			
(i) Tax on unabsorbed losses and / or depreciation carried forward as per Income tax laws.	4,575.74	1,684.36	6,260.10
(ii) Tax on expenses charged in the books, but allowance deferred under Income tax laws	476.35	71.07	547.42
Total :	5,052.09	1,755.42	6,807.51

<b>Deferred Tax Liabilities being tax impact thereon</b>			
(i) Tax on difference between written down value of block of assets as per Income tax laws and written down value of the fixed assets as per books of accounts.	3,441.27	76.06	3,517.33
Net Deferred Tax Asset/Liability	1,610.82	1,679.37	3,290.19

**8. EARNING PER SHARE (EPS)  
BASIC/DILUTED EARNING PER SHARE**

		<b>Current Year (₹ in lakhs)</b>	<b>Previous Year (₹ in lakhs)</b>
Profit / (Loss) after tax as per profit & loss account		<b>(5405.09)</b>	1920.31
Less : Dividend and tax thereon in respect of preference shares		-	-
Profit available for the shareholders	(A)	<b>(5405.09)</b>	1920.31
No. of equity shares	(B)	<b>135322162</b>	135322162
Earning / (Loss) per share (₹) (basic & Diluted)	(A/B)	<b>(3.99)</b>	1.42
Nominal value per equity share		<b>₹10.00</b>	₹10.00

**Computation of weighted average number of equity shares outstanding during the period.**

	<b>Current Year (No)</b>	<b>Previous Year (No)</b>
No. of equity shares at the beginning of the year	135322162	135322162
Total number of equity shares outstanding as at the end of the year.	135322162	135322162
Weighted average number of equity shares outstanding during the period.	135322162	135322162

9. Managerial remuneration does not include contribution to Gratuity provision as separate figures are not available. Computation of net profit in accordance with section 198 of the Companies Act, 2013 has not been enumerated, as no commission is payable and remuneration has been paid as per provisions of schedule V of the Companies Act, 2013.

**10. RELATED PARTY DISCLOSURES:**

- Wholly Owned Subsidiary : Carlit Trading Europe S.L.U (Spain)
- Key Management Personnel : **Mr. R.K. Garg** **Mr. Surinder Kansal** **Mr. Dheeraj Garg**  
**Managing Director** **CFO** **Addl. Managing Director**  
**Mr. Bhavnesh Kumar Gupta** **Mr. Alok Goyal**  
**Company Secretary** **Executive Director(Works)**
- Enterprises over which Key Management personnel (KMP) are able to exercise significant control and with whom transactions have taken place during the year:  
1) SAB Industries Ltd. 2) SAB Udyog Ltd. 3) Steel Strips Wheels Ltd.
- Relatives of the Key Management Personnel (with whom transactions have taken place) :- Employed with the company. Mr. Dheeraj Garg (son of Sh. R.K. Garg, Managing Director) is Additional Managing Director on board. Detail of transaction entered into with related parties during the year as required by IND AS-24 on "Related party disclosures" issued by the Institute of Chartered Accountants of India are as under:-

(₹ in Lakhs)

Particulars	Associates Company	Key Management Personnel (KMP)	Enterprises over which KMP is able to exercise significant influence	Total for Current Year	Total for Previous Year
Purchase of Fixed Assets	NIL	NIL	NIL	NIL	NIL
Purchase of goods (Net)	NIL	NIL	NIL	NIL	NIL
Recoverable at end of the year	NIL	NIL	NIL	NIL	NIL
Services availed	NIL	NIL	NIL	NIL	NIL
Civil Construction & Maintenance	NIL	NIL	NIL	NIL	NIL
Lease Rent paid	NIL	NIL	₹60.07	₹60.07	₹80.10
Hire Charges Paid	NIL	NIL	NIL	NIL	NIL
Interest	NIL	NIL	NIL	NIL	NIL
Management Contracts (Salaries)	NIL	₹323.29	NIL	₹323.29	₹413.01
Remuneration paid to relatives of KMP during the year.				NIL	NIL
Amounts written off or written back in the period in respect of debts due from or to related parties.				NIL	NIL

Outstanding Balances of Relative of KMP:

(₹ in Lakhs)

Particulars	<b>As at March 31, 2024</b>	<b>As at March 31, 2023</b>
Sh. R.K.Garg	<b>46.50</b>	46.50
SAB Industries Ltd.	<b>201.54</b>	196.25
SAB Udyog Ltd.	<b>545.50</b>	45.50

## INDIAN ACRYLICS LIMITED

11. The Company has a defined benefit gratuity and Earned Leave plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service subject to maximum of ₹20 Lakh. And accumulation of EL is upto 60 days.

The following tables summarize the components of net benefit expense recognized in the statement of Profit and Loss and the amounts recognized in the Balance Sheet.

The Employee's gratuity fund scheme managed by a Trust (Life insurance Corporation of India) is defined benefit plan. The present Value of obligation is determined based on actuarial valuation using the projected unit credit method which recognizes each period of service as giving rise to additional unit of employee benefits entitlement and measures each unit separately to build up the final obligation. The obligation for leave encashment is recognized in the same manner as gratuity.

Net employee benefit expenses (recognized in Employee Cost)

(₹ in Lakhs)

Particulars	Gratuity As at 31st March 2024	Earned leave As at 31st March 2024	Gratuity As at 31st March 2023	Earned leave As at 31st March 2023
<b>(i) Changes in Defined Benefit Obligation</b>				
Present value obligation as at the start of the year	1084.73	204.55	989.88	184.55
Interest cost	78.53	14.81	74.24	13.84
Current service cost	88.20	80.60	122.27	92.60
Actuarial loss/(Gains) - Experience Changes	(254.56)	-	(17.27)	-
Actuarial loss / (Gains)- on obligations		(106.99)		
Benefits directly paid by employer	(40.10)	(15.87)	(34.64)	(18.38)
Benefits directly paid by trust	(3.87)	-	(49.75)	-
<b>Present value obligation as at the end of the year</b>	<b>952.94</b>	<b>177.10</b>	<b>1084.73</b>	<b>204.55</b>
<b>(ii) Change in fair value of plan assets</b>				
Fair value of plan assets as at the start of the year	7.48	33.05	16.74	30.78
Interest income on plan assets	0.55	2.39	1.26	2.31
Employer Contributions		-	40.00	-
Actuarial loss / (Gains)- on Plan Assets				
Return on plan assets greater/(lesser) then discount Rates	(0.21)	0.14	(0.77)	(0.04)
Benefits paid	(3.87)	-	(49.75)	-
<b>Fair value of plan assets as at the end of the year</b>	<b>3.95</b>	<b>35.58</b>	<b>7.48</b>	<b>33.05</b>
<b>(iii) Breakup of Actuarial gain/loss:</b>				
Actuarial (gain)/loss on arising from change in financial assumption	-	-	-	-
Actuarial (gain)/loss on arising from experience adjustment	-	-	-	-
Return on plan assets (greater)/less than discount rate	-	-	-	-
<b>(iv) Net Asset / (Liability) recognised in the Balance Sheet</b>				
Present value obligation as at the end of the year	952.94	177.10	1084.73	204.55
Fair value of plan assets as at the end of the year	3.95	35.58	7.48	33.05
<b>Net Asset / (Liability) in the Balance Sheet</b>	<b>948.99</b>	<b>141.52</b>	<b>1077.25</b>	<b>171.50</b>

<b>(v) Amount recognized in the statement of profit and loss</b>				
Current service cost	88.20	80.60	122.26	92.60
Net Interest cost	77.99	14.81	72.99	13.84
Actuarial loss/(Gains) - on Obligations	-	(106.99)	-	(68.05)
Actuarial loss/(Gains) - of Plan Assets	-	(0.14)	-	0.04
Benefits paid Directly by employer	(40.10)	(15.86)	(34.64)	(18.38)
Return on plan assets greater/(lesser) then discount Rates	-	-	-	-
Expected return on plan assets	-	(2.40)	-	-
<b>(Income)/Expense recognised in the statement of profit and loss</b>	<b>126.09</b>	<b>(29.98)</b>	<b>160.61</b>	<b>17.74</b>
<b>(vi) Remeasurements recognised in the statement of Other Comprehensive Income (OCI)</b>				
Changes in Financial Assumptions	-	-	-	-
Experience Adjustments	(254.56)	-	(17.27)	-
Return on plan assets (greater)/less than discount rate	0.21	-	0.77	-
<b>Amount recognised in Other Comprehensive Income</b>	<b>254.35</b>		<b>(16.50)</b>	<b>-</b>
<b>(vii) Actuarial assumptions</b>				
Discount Rate (p.a)	7.24%	7.24%	7.50%	7.50%
Salary Escalation Rate (p.a)	5.25%	5.25%	5.50%	5.50%
Employee Turnover rate	10.00%	10.00%	10.00%	10.00%
Mortality Rate	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2012-14)

viii) The retirement age has been uniformly taken as 58 years.

ix) The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

X) The discount rates have been determined by reference to market yields as on 31st March 2024 on CG Secs of currency and term consistent with those of liability obligations.

xi) **Sensitivity Analysis:**

Gratuity is a lump sum plan and the cost of providing these benefits is typically less sensitive to small changes in demographic. The key actuarial assumptions to which the benefit obligation results are particularly sensitive to are discount rate and (DBO) at the end of the reporting period arising on account of an increase or decrease in the reported assumption by 100 basis points.

The Quantitative Sensitivity analysis on net liability recognized on account of change in significant assumptions

	<b>As at 31st March 2024 ₹ in Lakhs</b>		<b>As at 31st March 2023 ₹ in Lakhs</b>	
	<b>Discount Rate</b>	<b>Salary Escalation Rate</b>	<b>Discount Rate</b>	<b>Salary Escalation Rate</b>
Impact of Increase in 100 bps on DBO	(61.24)	71.23	(72.08)	84.13
Impact of Decrease in 100 bps on DBO	71.04	(62.61)	83.91	(73.64)

# INDIAN ACRYLICS LIMITED

These sensitivities have been calculated to show the movement in defined benefit obligation in isolation and assuming there are no other changes in market conditions at the accounting date. There have been no changes from the previous periods in the methods and assumptions used in preparing the sensitivity analysis.

The average duration of the benefit obligation at 31st March 2024 is 6.94 years, (as at 31st March 2023: 7.19 years)

## 12. LEASES:

The company has leased facilities under cancellable and non-cancellable operating leases arrangements with a lease term ranging from one to five years, which are subject to renewal at mutual consent thereafter. The cancellable arrangements can be terminated by either party after giving due notice. The lease rent expenses recognized during the year amounts to ₹304.19 lakhs (previous year ₹356.13 lakhs). The future minimum lease payments in respect of the non-cancellable operating leases as at 31st March 2024 are

S.No.	Particulars	As at 31.03.24	(₹ in Lakhs) As at 31.03.23
a)	not later than one year	129.72	258.69
b)	later than one year but not later than five year	6.90	149.52
c)	later than five year	-	19.38

13. Following the order of Hon'ble High Court dated 30.08.2012, company has filed a Execution Petition before the court on 14.01.2013 praying therein for attachment of bank account and other assets of M/s E.I. Dupont of USA to realize its claim of US\$ 5 lakhs plus interest thereon amounting to US\$ 9.75 lakhs from the date of award (16.03.2002) till the date of petition (14.01.2013). The total amount of company claim as already decreed by the court under the arbitration and Conciliation Act 1996 comes to ₹814.49 lakhs and same has been treated as Income in the year 2012-13. The management of the company is confident of recovery of these claims.

## 14. Financial risk management objectives and policies

The Company's principal financial liabilities comprise loans and borrowings, trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations and to support its operations. The Company's financial assets include loans, trade and other receivables, and cash & cash equivalents that derive directly from its operations.

The Company is exposed to market risk, credit risk and liquidity risk. The company's senior management oversees the management of these risks. The company's senior management is supported by a Business Risk.

Management committee that advises on financial risks and the appropriate financial risk governance framework for the Company. This Business Risk Management committee provides assurance to the Company's senior management that the Company's financial risk activities are governed by appropriate policies and procedure and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. The Board of Directors reviews and agrees policies for managing each risk, which are summarized as below:

### Market risk

#### a) Price Risk

Fluctuation in commodity price in global market affects directly and Indirectly the price of raw material and components used by the Company in its products. The key raw material for the Company's business is Acrylonitrile.

#### b) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest relates primarily to the Company's long term debt obligations with floating interest rates. The Company is carrying its borrowings primarily at variable rate.

Particulars	31 March 2024	₹ in Lakhs 31 March 2023
Variable rate borrowings	8,917.35	8,719.87
Fixed rate borrowings	8,833.38	8,641.05

#### c) Interest rate Sensitivity

For the Purpose of computing interest rate sensitivity on the above borrowings, management has estimated a reasonably possible change in interest rate as 50bps based on current as well as expected economic conditions. This analysis is based on Long Term Risk exposures outstanding at the reporting date and assumes that all other variables, in particular foreign currency exchange rates, remains constant. The period and balances are not necessarily representative of the average amounts outstanding during the period.

### Impact on Profits:

Particulars	31 March 2024	₹ In lakhs 31 March 2023
50 bp decrease would Increase the profit before tax by	44.59	43.60
50 bp Increase would Increase the profit before tax by	(44.59)	(43.60)

#### d) Foreign currency risks

The company tries to manage the foreign currency risk by attaining natural hedge. The company also does selective hedging to hedge its risk associated with foreign currency and to address the timing difference in foreign currency collections & payments.

The Derivative outstanding as at the reporting date is as follows :

Category wise Quantitative Data	For the Year Ended 31st March 2024 Amount in Foreign Currency in Lakhs
Forward Contract against Import (Euro)	-
Forward Contract against Import (USD)	-
Category wise Quantitative Data	For the Year Ended 31st March 2023 ₹ in Lakhs
Forward Contract against Import (Euro)	-
Forward Contract against Import (USD)	2.14

#### e) Credit risk

The credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations towards the Company and arises principally from the Company's receivables from customers and deposits with banking institutions. The maximum amount of the credit exposure is equal to the carrying amounts of these receivables. The Company has developed guidelines for the management of credit risk from trade receivables.



**f) Liquidity risk**

The liquidity risk encompasses any risk that the Company cannot fully meet its financial obligations. To manage the liquidity risk, cash flow forecasting is performed in the operating divisions of the Company and aggregated by Company finance. The Company's finance monitors rolling forecasts of the Company's liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining sufficient headroom on its undrawn committed borrowing facilities / overdraft facilities at all times so that the Company does not breach borrowing limits or covenants (where applicable) on any of its borrowing facilities.

**₹ in Lakhs**

Year Ended March 31, 2024	Up to One Year	Above 1 Year	Total
Non - derivatives			
Borrowings	5623.82	12734.31	18358.13
Trade Payables	12876.32	-	12876.32
Other Financial Liabilities	26.94	-	26.94
<b>Total Non Derivative Liabilities</b>	<b>18527.08</b>	<b>12734.31</b>	<b>31261.39</b>
Year Ended March 31, 2023			
Non - derivatives			
Borrowings	4353.16	13454.15	17807.31
Trade Payables	23943.71		23943.71
Other Financial Liabilities	51.77		51.77
<b>Total Non Derivative Liabilities</b>	<b>28348.64</b>	<b>13454.15</b>	<b>41802.79</b>

**15. Ratio**

S.No.	Ratio	Numerator	Denominator	31.03.2024	31.03.2023	Remarks
(a)	Current Ratio (in Times)	Total Current Assets	Total Current Liabilities	0.76	0.99	Increased in ratio in current year is due to improvement in net profit as compared to last year.
(b)	Debt-Equity Ratio (in Times)	Long Term Debts Excluding Unsecured Loan	Total Equity	0.81	0.47	
(c)	Debt Service Coverage Ratio (in Times)	Earning for Debt Services = Net Profit (Loss) + Depreciation + Finance Cost	Debt Services = Finance Cost + Principal Repayments	(0.07)	1.02	
(d)	Return on Equity Ratio (in %)	Net Profit (Loss)	Average Total Equity	(78%)	23%	
(e)	Inventory Turnover Ratio (in Times)	Cost of Goods Sold (Cost of Materials Consumed +Purchase of Stock-in-Trade +Change in Inventories +Employee benefit Expense +Other Expenses)	Average Total Inventory	3.49	3.98	
(f)	Trade Receivables Turnover Ratio (in Times)	Revenue from Operation	Average Trade Receivables	24	35	
(g)	Trade Payable Turnover Ratio (in Times)	Cost of Materials Consumed + Purchase of Stock-in-Trade+ Closing Stock of Raw Material - Opening Stock of Raw Material	Average Trade Payables	1.53	2.34	
(h)	Net Capital Turnover Ratio (in Times)	Revenue from Operation	Net Working Capital = Total Current Assets- Total Current Liabilities	(10.61)	(239.15)	The NWC gap is bridged by the company from its own sources and all bank accounts are with in sanctioned limit and regular.
(i)	Net Profit Ratio (in %)	Net Profit (Loss)	Revenue from Operation	(9.43%)	2.15%	Capacity utilization has improved this year resulting in increase in sales volume and gross margins.
(j)	Return on Capital employed (in %)	EBITA	Net Worth	(9.12%)	78.11%	Same as above.
(k)	Return on investment (in %)	Not Applicable	Not Applicable	NA	NA	

**AUDITORS' REPORT**

Certified in terms of our separate report of even date annexed.

**For AKR & ASSOCIATES**  
Chartered Accountants  
Regn.No.021179N

**C.A. KAILASH KUMAR**  
Partner  
M.No.505972

**DHEERAJ GARG**  
Addl. Managing Director  
**ALOK GOYAL**  
Executive Director  
**SURINDER KANSAL**  
CFO  
**B.K. GUPTA**  
Company Secretary

**TEJINDER KAUR**  
**DEVA BHARATHI REDDY**  
**RAJA SHIVDEV INDER SINGH**  
**S.B. GUPTA**  
**S.K. AHUJA**  
Directors

Place : CHANDIGARH  
Dated : 06<sup>th</sup> May 2024

**INDEPENDENT AUDITOR'S REPORT**

To the Members of  
INDIAN ACRYLICS LIMITED

**Report on the Audit of the consolidated financial statements****Opinion**

We have audited the accompanying Consolidated financial statements of **INDIAN ACRYLICS LIMITED** ("the Holding Company") and its subsidiary (together referred as "Group") which comprise the Consolidated Balance Sheet as at March 31, 2024, and the Consolidated Statement of Profit and Loss (including other comprehensive income), the Consolidated Cash Flow statement and the statement of changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter 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 their consolidated state of affairs of the Company as at March 31, 2024, of consolidated Loss and other comprehensive loss, consolidated changes in equity and its consolidated cash flows for the year then ended.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated financial statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, 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 that there are no key audit matters to be communicated in our report.

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

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

Our opinion on the Consolidated Financial Statements does

not cover the other information and we do not express any form of assurance conclusion thereon.

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

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

**Responsibilities of Management for the Consolidated financial statements**

The Holding Company's Board of Directors is responsible for the preparation and presentation of these consolidated financial statements in term of the requirements of the Companies Act, 2013 that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of the Group.

**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:

- a) 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.
- b) 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)(l) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- d) Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- e) 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.
- f) Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the Consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the Consolidated financial statements of which we are the independent auditors. For the other entities included in the Consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

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 of the Holding and such other entities included in the consolidated financial statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

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

#### Other Matters

We did not audit the financial statements of the Carlit Trading Europe S.L.U. (Spain) subsidiary, whose financial statements reflect total assets of ₹2.32 lacs as at 31st March 2024, total revenues ₹ NIL, net loss after tax of ₹ 0.21 Lakh. and total comprehensive loss of ₹ 0.21 Lakh and net cash outflows amounting to ₹ 0.19 lacs for the year ended on that date, as considered in the consolidated Financial Statements. These financial statements are unaudited and have been furnished to us by the management and our opinion on the consolidated Financial Statements, in so far as it relates to the amounts and disclosures included in respect of the subsidiary, and our report in terms of sub sections (3) and (11) of section 143 of the Act in so far as it relates to the aforesaid subsidiary is based solely on such unaudited financial statements. In our opinion and according to the information and explanations given to us by the Management, these financial statements are not material to the Group.

Our opinion on the Consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditor.

#### Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit and on the consideration of report of the other auditors on the consolidated financial statements of associate, as noted in the 'Other Matters' paragraph, we report, to the extent applicable, that:
  - a) We have sought and obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid Consolidated financial statements.
  - b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid Consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
  - c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated

Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.

- d) In our opinion, the aforesaid consolidated 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 of the Holding Company as on 31 March 2024 and taken on record by the Board of Directors of the Holding Company, none of the directors of the Group company is disqualified as on 31 March 2024 from being appointed as a director in terms of Section 164(2) of the Act;
- f) With respect to the adequacy of internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate report in "Annexure A".
- 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 Group 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 Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - (i) The Group does not have any pending litigations which would impact the consolidated financial position of the Group.
  - (ii) The Group 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 Holding company and its subsidiary company.
  - (iv) (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The Management of has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(c) Based on the audit procedures that we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations as provided under (a) and (b) above, contain any material misstatement.

- (v) The parent has not declared/paid any dividend during the year
- (vi) Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account for the financial year ended March 31, 2024, which has a feature of recording audit trail (edit log) facility, and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024

2. 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 Companies Act, 2013, according to the information and explanations given to us, and based on the CARO reports issued by us for the holding company, we report that there are no qualifications or adverse remarks in these CARO reports.

For **AKR & Associates**  
Chartered Accountants  
FRN : 021179N

**Kailash Kumar**  
Partner

Place : Chandigarh  
Date : 06.05.2024

M. No.: 505972  
UDIN: 24505972BKAMAJ1940

## ANNEXURE A

### To Independent Auditor's Report- 31st March 2024 on the Consolidated Financial Statements

(Referred to in Paragraph 9 of our Report of even date)

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

1. In conjunction with our audit of the consolidated financial statements of Indian Acrylics Limited ("the Holding Company") as of and for the year ended 31st March 2024, we have audited the internal financial controls over financial reporting of the Holding Company and its subsidiary company incorporated outside India as of that date.

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

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

#### Auditors' Responsibility

3. Our responsibility is to express an opinion on the Holding Company's and its subsidiary company's incorporated outside India, internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by ICAI and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both issued by the ICAI. Those Standards and the Guidance Notes require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial control over financial reporting was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial control 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 risks that material weakness exists, and testing and evaluating the design and operating effectiveness of the internal control based on the assessed risk. The procedure selected depend on the auditor's judgement, including the assessment of the risks of material misstatements of the Consolidated Financial Statements, whether due to fraud or error.

5. We believe that the audit evidence we have obtained in our audits is sufficient and appropriate to provide a basis for our audit opinion on the Holding Company's and its subsidiary company's incorporated outside India, internal financial controls system over financial reporting.

#### Meaning of Internal financial controls over financial reporting

6. A company's internal financial controls 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 controls 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 authorization of management and directors of the company ; and (3.) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the Consolidated Financial Statements.

#### Inherent Limitation of Internal financial controls over financial reporting

7. Because of the Inherent limitation of internal financial controls over financial reporting, including the possibility of collusion or improper management over-ride of controls, material misstatements due to error or fraud may occur and not be detected. Also, projection of any evaluations of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial controls 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

8. In our opinion, the Holding Company and its subsidiary company incorporated outside India, have, in all material respects, an adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31st, 2024 based on the internal financial controls over financial reporting criteria established by the Holding Company and its subsidiary company incorporated outside India, considering the essential components of internal controls stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **AKR & Associates**  
Chartered Accountants  
FRN : 021179N

**Kailash Kumar**  
Partner  
M. No.: 505972

Place : Chandigarh  
Date : 06.05.2024

# INDIAN ACRYLICS LIMITED

## CONSOLIDATED BALANCE SHEET AS AT 31<sup>ST</sup> MARCH, 2024

PARTICULARS		AS AT 31/03/2024 (₹ in Lakhs)	AS AT 31/03/2023 (₹ in Lakhs)
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
(a) Property, Plant and Equipment	1	22,344.28	23,672.49
(b) Right to use asset	1A	173.24	362.23
(c) Capital work-in-progress	1B	91.85	90.30
(d) Other Intangible assets	1C	104.06	124.88
(e) Financial assets	-	-	-
(i) Investments	2	-	-
(ii) Loans	3	13.87	42.28
(iii) Other Financial Assets			
(f) Deferred Tax Assets (Net)		-	-
(g) Other Non-Current assets	4	339.88	289.53
<b>Total Non Current Assets</b>		<b>23,067.18</b>	<b>24,581.71</b>
<b>Current Assets</b>			
(a) Inventories	5	11,344.80	20,792.82
(b) Financial Assets			
(i) Current Investments	-	-	-
(ii) Trade Receivables	6	1,813.76	2,729.16
(iii) Cash and cash equivalents	7	870.27	3,584.67
(iv) Other bank balance			
(v) Loans		-	-
(vi) Other Financial Assets	8	35.08	48.11
(c) Other Current Assets	9	2,678.69	3,999.91
<b>Total Current Assets</b>		<b>16,742.60</b>	<b>31,154.68</b>
<b>Total Assets</b>		<b>39,809.78</b>	<b>55,736.39</b>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
(a) Equity Share Capital	10	13,532.22	13,532.22
(b) Other equity	11	(9,463.90)	(4,312.95)
<b>Total</b>		<b>4,068.32</b>	<b>9,219.27</b>
<b>LIABILITIES</b>			
<b>Non- Current Liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings	12	12,734.31	13,454.15
(ii) Lease Liabilities		66.64	324.27
(iii) Others Financial Liabilities		-	-
(b) Provisions	13	1,069.61	1,224.40
(c) Deferred Tax Liabilities (Net)	-	-	-
(d) Other Non-Current Liabilities			
<b>Total Non Current Liabilities</b>		<b>13,870.56</b>	<b>15,002.82</b>
<b>Current Liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings	14	5,623.82	4,353.16
(ii) Trade Payable due to:			
- Micro & Small Enterprises	15	168.22	140.63
- Other Than Micro & Small Enterprises	15	12,681.43	23,787.90
(iii) Lease Liabilities		258.31	226.76
(iv) Others Financial Liabilities	16	26.94	51.77
(b) Other Current Liabilities	17	2,872.84	2,743.53
(c) Provisions	18	239.34	210.55
(d) Current Tax Liabilities			
<b>Total Current Liabilities</b>		<b>21,870.90</b>	<b>31,514.30</b>
<b>Total Equity and liabilities</b>		<b>39,809.78</b>	<b>55,736.39</b>

### SIGNIFICANT ACCOUNTING POLICIES

See accompanying notes to the financial statements

### AUDITORS' REPORT

Certified in terms of our separate report of even date annexed.

**For AKR & ASSOCIATES**  
Chartered Accountants  
Regn.No.021179N

**C.A. KAILASH KUMAR**  
Partner  
M.No.505972

**DHEERAJ GARG**  
Addl. Managing Director  
**ALOK GOYAL**  
Executive Director  
**SURINDER KANSAL**  
CFO  
**B.K. GUPTA**  
Company Secretary

**TEJINDER KAUR**  
**DEVA BHARATHI REDDY**  
**RAJA SHIVDEV INDER SINGH**  
**S.B. GUPTA**  
**S.K. AHUJA**  
Directors

Place : CHANDIGARH  
Dated : 06<sup>th</sup> May 2024



## CONSOLIDATED STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2024

PARTICULARS		AS AT 31/03/2024 (₹ in Lakhs)	AS AT 31/03/2023 (₹ in Lakhs)
I. Revenue from Operations	19	54,616.29	90,236.65
II. Other Income from Operations	19	841.72	739.87
<b>III Total Income (I+II)</b>		<b>55,458.01</b>	<b>90,976.52</b>
<b>IV. EXPENSES</b>			
Cost of Materials Consumed	20	34,148.80	60,679.89
Purchase of Stock-in-Trade	21	-	-
Change in Inventories of Finished Goods, work-in-Progress and Stock-in-Trade	22	2,962.72	(1,148.09)
Employee benefit Expense	23	6,157.62	7,241.48
Finance Costs	24	3,250.35	3,685.98
Depreciation and amortization expense	1	1,529.29	1,578.60
Other Expenses	25	12,814.53	16,991.60
<b>Total Expenses (IV)</b>		<b>60,863.31</b>	<b>89,029.46</b>
V. Profit / (Loss) before exceptional item and Tax(III-IV)		<b>(5,405.30)</b>	<b>1,947.06</b>
VI. Exceptional Items		-	-
VII. Profit / (Loss) after exceptional items and Tax (V-VI)		<b>(5,405.30)</b>	<b>1,947.06</b>
VIII. Tax expenses:			
(1) Current Tax		-	-
(2) Deferred Tax		-	-
IX. Profit / (Loss) for the period (VII-VIII)		<b>(5,405.30)</b>	<b>1,947.06</b>
X. Profit/(Loss) for the period (IX+XII)		<b>(5,405.30)</b>	<b>1,947.06</b>
XI. Other Comprehensive Income / (Expenses)		<b>254.35</b>	<b>14.98</b>
XII. Total Comprehensive Income for the period (X+XI) Comprising Profit (Loss) and Other comprehensive Income for the period)		<b>(5,150.95)</b>	<b>1,962.05</b>
XIII. Earning per equity share (refer note):		<b>(3.99)</b>	<b>1.44</b>
(1) Basic			
(2) Diluted			
(Nominal value of share of ₹10 each)			
Weighted average number of shares		<b>13,53,22,162</b>	<b>13,53,22,162</b>
See accompanying notes to the financial statements			

### AUDITORS' REPORT

Certified in terms of our separate report of even date annexed.

**For AKR & ASSOCIATES**  
Chartered Accountants  
Regn.No.021179N

**C.A. KAILASH KUMAR**  
Partner  
M.No.505972

**DHEERAJ GARG**  
Addl. Managing Director  
**ALOK GOYAL**  
Executive Director  
**SURINDER KANSAL**  
CFO  
**B.K. GUPTA**  
Company Secretary

**TEJINDER KAUR**  
**DEVA BHARATHI REDDY**  
**RAJA SHIVDEV INDER SINGH**  
**S.B. GUPTA**  
**S.K. AHUJA**  
Directors

Place : CHANDIGARH  
Dated : 06<sup>th</sup> May 2024



# INDIAN ACRYLICS LIMITED

## STATEMENT OF CHANGES IN EQUITY FOR PERIOD ENDED MARCH 31, 2024

### PARTICULARS

AS AT 31/03/2024  
(₹ in Lakhs)

AS AT 31/03/2023  
(₹ in Lakhs)

### A) EQUITY SHARE CAPITAL

#### (1) Current reporting period

(₹ in Lakh)

Balance as at April 1, 2023	Changes in Equity Share Capital due to prior period errors	Restated Balance as at April 1, 2023	Changes in equity share capital during the current year	Balance as at March 31, 2024
13,532.22	-	13,532.22	-	13,532.22
(2) Previous reporting period				
Balance as at April 1, 2023	Changes in Equity Share Capital due to prior period errors	Restated Balance as at April 1, 2021	Changes in equity share capital during the current year	Balance as at March 31, 2024
13,532.22	-	13,532.22	-	13,532.22

### B) OTHER EQUITY

	PARTICULARS	Discounting of Zero Rate Loans	Securities premium	Capital Reserve	General Reserve	Other Items of OCI	Retained earnings	Total
(a)	Balance at 01 April, 2022	1,267.15	39.23	1,764.44	80.00	(32.95)	(9,367.63)	(6,249.76)
	Profit for the year						1,920.31	1,920.31
	Other comprehensive income for the year, net of income tax						16.50	16.50
(b)	Total comprehensive income for the year	-	-	-	-	-	1,936.81	1,936.81
	Deductions during the year							
	Dividends including tax thereon						-	-
	Transfer to general reserve						-	-
	Shares issued/options exercised		-				-	-
(c)	Balance at 31 March, 2023	1,267.15	39.23	1,764.44	80.00	(32.95)	(7,430.82)	(4,312.95)
	Profit for the year						(5,405.30)	(5,405.30)
	Other comprehensive income for the year, net of income tax						254.35	254.35
(d)	Total comprehensive income for the year	-	-	-	-	-	(5,150.95)	(5,150.95)
	Deductions during the year							
	Dividends including tax thereon						-	-
	Transfer to general reserve						-	-
	Shares issued/options exercised		-				-	-
(e)	Balance at 31 March, 2024	1,267.15	39.23	1,764.44	80.00	(32.95)	(12,581.77)	(9,463.90)

### AUDITORS' REPORT

Certified in terms of our separate report of even date annexed.

**For AKR & ASSOCIATES**  
Chartered Accountants  
Regn.No.021179N

**C.A. KAILASH KUMAR**  
Partner  
M.No.505972

**DHEERAJ GARG**  
Addl. Managing Director  
**ALOK GOYAL**  
Executive Director  
**SURINDER KANSAL**  
CFO  
**B.K. GUPTA**  
Company Secretary

**TEJINDER KAUR**  
**DEVA BHARATHI REDDY**  
**RAJA SHIVDEV INDER SINGH**  
**S.B. GUPTA**  
**S.K. AHUJA**  
Directors

Place : CHANDIGARH  
Dated : 06<sup>th</sup> May 2024

## CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2024

	(₹. in Lakhs) CURRENT YEAR	(₹. in Lakhs) PREVIOUS YEAR
<b>A. CASH FLOW FROM OPERATING ACTIVITIES :</b>		
NET PROFIT/(LOSS) BEFORE TAX AND EXTRAORDINARY ITEMS	(5,405.30)	1,947.06
ADJUSTMENT FOR :		
i) ADD: DEPRECIATION	1,529.29	1,578.60
ii) ADD: INTEREST & FINANCIAL CHARGES EXPENSES	3,250.35	3,685.98
LESS: INCOME TAX (MAT)	-	-
OPERATING PROFIT/(LOSS) BEFORE WORKING CAPITAL CHANGES	(625.66)	7,211.64
ADJUSTMENTS FOR :		
TRADE AND OTHER RECEIVABLES	2,199.30	(2.39)
INVENTORIES	9,448.02	535.69
TRANSITION IMPACT OF LEASE RENTALS	-	-
TRADE PAYABLES / CURRENT LIABILITIES	(10,413.50)	(2,390.90)
OTHER COMPREHENSIVE INCOME	254.35	14.98
CASH GENERATED FROM OPERATIONS	862.51	5,369.02
<b>B. CASH FLOW FROM INVESTING ACTIVITIES :</b>		
PURCHASE OF FIXED ASSETS	(150.56)	(111.39)
RIGHT TO USE ASSET		
SALE OF FIXED ASSETS	186.15	-
INVESTMENT IN EQUITY	-	-
NET CASH USED IN INVESTING ACTIVITIES	35.59	(111.39)
<b>C. CASH FLOW FROM FINANCING ACTIVITIES :</b>		
INTEREST & FINANCIAL CHARGES PAID	(3,250.35)	(3,685.98)
TERM LOANS RECEIVED & FITL	1,500.00	-
TERM LOANS REPAYMENTS	(2,215.48)	(3,408.77)
UNSECURED LOAN (INTER CORPORATE LOANS) (PAID)/RECEIVED	353.33	(345.52)
NET CASH FROM FINANCING ACTIVITIES	(3,612.49)	(7,440.27)
<b>D. NET INCREASE/(DECREASE) IN CASH AND BANK BALANCES</b>	<b>(2,714.40)</b>	<b>(2,182.64)</b>
CASH AND BANK BALANCES (OPENING BALANCE)	3,584.67	5,767.31
CASH AND BANK BALANCES (CLOSING BALANCE)	870.27	3,584.67

### AUDITORS' REPORT

We have verified the attached Cash Flow Statement of M/s Indian Acrylics Limited derived from audited financial statements and the books and records maintained by the company for the year ended 31st March, 2024 and found the same in agreement therewith.

**For AKR & ASSOCIATES**  
Chartered Accountants  
Regn.No.021179N

**C.A. KAILASH KUMAR**  
Partner  
M.No.505972

**DHEERAJ GARG**  
Addl. Managing Director  
**ALOK GOYAL**  
Executive Director  
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**RAJA SHIVDEV INDER SINGH**  
**S.B. GUPTA**  
**S.K. AHUJA**  
Directors

Place : CHANDIGARH  
Dated : 06<sup>th</sup> May 2024

# INDIAN ACRYLICS LIMITED

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2024 NOTE NO. '1' PROPERTY, PLANT AND EQUIPMENT

(₹ in Lakhs)

Particulars	Land	Building	Office equipments	Furniture and fixtures	Plant and machinery	Vehicle	Total
Gross Carrying Value							
Cost as at 1st April,2022	264.17	14,009.16	426.77	302.39	55,419.90	385.35	70,807.74
Additions	-	34.42	22.30	3.99	224.86	14.90	300.47
Disposals	-	-	-	-	-	-	-
Balance as at 31st March,2023	264.17	14,043.58	449.07	306.38	55,644.76	400.25	71,108.21
Additions	-	15.18	2.04	-	160.20	-	177.42
Disposals	-	-	-	-	2,270.35	-	2,270.35
<b>Balance as at 31st March,2024</b>	<b>264.17</b>	<b>14,058.76</b>	<b>451.11</b>	<b>306.38</b>	<b>53,534.60</b>	<b>400.25</b>	<b>69,015.28</b>
Accumulated Depreciation							
Balance as at 1st April,2022	-	5,713.16	391.47	267.60	39,371.50	323.20	46,066.93
Additions	-	384.68	14.50	7.84	945.27	16.51	1,368.79
Disposals	-	-	-	-	-	-	-
Balance as at 31st March,2023	-	6,097.84	405.97	275.44	40,316.76	339.71	47,435.72
Additions	-	385.50	11.10	5.93	901.16	15.79	1,319.48
Disposals	-	-	-	-	2,084.20	-	2,084.20
<b>Balance as at 31st March,2024</b>	<b>-</b>	<b>6,483.34</b>	<b>417.07</b>	<b>281.37</b>	<b>39,133.72</b>	<b>355.50</b>	<b>46,671.00</b>
Net carrying amount							
Balance as at 31st March,2023	264.17	7,945.74	43.10	30.94	15,328.00	60.54	23,672.49
<b>Balance as at 31st March,2024</b>	<b>264.17</b>	<b>7,575.42</b>	<b>34.04</b>	<b>25.01</b>	<b>14,400.88</b>	<b>44.75</b>	<b>22,344.28</b>

### Note No. 1(A) Right to use Assets

Particulars						Lease Assets	Total
Gross Carrying Value							
Cost as at 1st April,2022						929.20	929.20
Additions						-	-
Disposals						-	-
Balance as at 31st March,2023						929.20	929.20
Cost as at 1st April,2023						-	-
Additions						-	-
Disposals						-	-
<b>Balance as at 31st March,2024</b>						<b>929.20</b>	<b>929.20</b>
Accumulated Depreciation							
Cost as at 1st April,2022						188.99	188.99
Additions						188.99	188.99
Disposals						-	-
Balance as at 31st March,2023						377.98	377.98
Cost as at 1st April,2023						188.99	188.99
Additions						188.99	188.99
Disposals						-	-
<b>Balance as at 31st March,2024</b>						<b>755.96</b>	<b>755.96</b>
Net carrying amount							
<b>Balance as at 31st March,2024</b>						<b>173.24</b>	<b>173.24</b>

### Note-1(B) Capital Work-in-Progress

(₹ in Lakhs)

Particulars						Total
Balance as at 31st March,2023						90.30
<b>Balance as at 31st March,2024</b>						<b>91.85</b>

**PARTICULARS**

**AS AT 31/03/2024**  
(₹ in Lakhs)

**AS AT 31/03/2023**  
(₹ in Lakhs)

Ageing of Capital-work-in progress is given below:

(₹ in Lakhs)

CWIP	Amount in CWIP for a period of 31.03.2023				Total
	Less than 1 year	1-2 year	2-3 year	More than 3 year	
Projects in progress	30.63	-	-	59.67	90.30
Projects temporarily suspended					
Ageing of Capital-work-in progress is given below:					
CWIP	Amount in CWIP for a period of 31.03.2024				Total
	Less than 1 year	1-2 year	2-3 year	More than 3 year	
Projects in progress	9.30	22.88	-	59.67	91.85
Projects temporarily suspended					

- 1.) The plant being a continuous process plant, so rates of depreciation as applicable to continuous process industry have been applied.
- 2.) Effective from April 1, 2019, the Company has adopted Ind AS 116 "Lease", applied to lease contract existing April, 2019 using the modified retrospective method along with transition opting to recognize "Right of use Assets" and corresponding amount equal to lease liability. Accordingly, comparatives for the quarter and year ended March 31, 2019 have not been retrospective adjusted. This has resulted in recognizing a right to use asset of ₹1118.19 Lakh and a corresponding lease liability of ₹1194.22 Lakh. The Difference of ₹76.03 Lakh has been adjusted in Retained Earnings as at April 1, 2019.

**Note No. 1 (C) Other Intangible Assets**

Particulars					Software	Total
Gross Carrying Value						
Cost as at 1st April, 2022					208.22	208.22
Additions					-	-
Disposals					-	-
Balance as at 31st March, 2023					208.22	208.22
Additions					-	-
Disposals					-	-
<b>Balance as at 31st March, 2024</b>					<b>208.22</b>	<b>208.22</b>
Accumulated Depreciation						
Cost as at 1st April, 2022					62.52	62.52
Additions					20.82	20.82
Disposals					-	-
Balance as at 31st March, 2023					83.34	83.34
Additions					20.82	20.82
Disposals					-	-
<b>Balance as at 31st March, 2024</b>					<b>104.16</b>	<b>104.16</b>
Net carrying amount						
Balance as at 31st March, 2023					124.88	124.88
<b>Balance as at 31st March, 2024</b>					<b>104.06</b>	<b>104.06</b>

**NOTE NO. '2'**

**INVESTMENT (NON CURRENT)**

Investment in Equity

**Total (₹)**

-	-
-	-

**NOTE NO. '3'**

**LOANS (NON CURRENT)**

Capital Advances

**Total (₹)**

13.87	42.28
<b>13.87</b>	<b>42.28</b>

**NOTE NO. '4'**

**OTHER NON CURRENT ASSETS**

Security Deposits

**Total (₹)**

339.88	289.53
<b>339.88</b>	<b>289.53</b>

# INDIAN ACRYLICS LIMITED

## PARTICULARS

AS AT 31/03/2024  
(₹ in Lakhs)

AS AT 31/03/2023  
(₹ in Lakhs)

### NOTE NO. '5'

#### INVENTORIES

(As taken valued and certified by the Management)

Raw Materials	3,720.28	9,755.98
Work in Progress	1,944.44	2,380.34
Finished Goods	4,035.64	6,562.44
Stores and Spares	1,644.44	2,094.06
<b>Total (₹)</b>	<b>11,344.80</b>	<b>20,792.82</b>

- 1 Raw Materials Stores and Spares at weighted average cost plus direct expenses.
- 2 Work in Process at raw material cost plus conversion expenses depending upon stage of completion.
- 3 Finished Goods at Raw Materials cost plus conversion cost, Packing cost and other overheads to bring the goods to present condition and location.
- 4 Raw material and other stocks lying at port pending clearance at cost inclusive of custom duty actually paid. The custom duty payable on material lying into bond is accounted on clearance for home consumption.

### NOTE NO. '6'

#### TRADE RECEIVABLE

Trade Receivables ageing schedule on 31.03.2023

(₹ in Lakhs)

S. No.	Particulars	Outstanding for following periods from due date of payment					
		Less than 6 months	6 months - 1 year	1-2 year	2-3 year	More than 3 year	Total
(i)	Undisputed Trade receivables - considered good	2278.78	10.55	4.01	246.07	189.75	2,729.16
(ii)	Undisputed Trade receivables - considered doubtful						
(iii)	Disputed Trade receivables considered good						
(iv)	Disputed Trade receivables considered doubtful						

Trade Receivables ageing schedule on 31.03.2024

(₹ in Lakhs)

S. No.	Particulars	Outstanding for following periods from due date of payment					
		Less than 6 months	6 months - 1 year	1-2 year	2-3 year	More than 3 year	Total
(i)	Undisputed Trade receivables - considered good	1140.23	15.74	248.56	4.01	405.22	1813.76
(ii)	Undisputed Trade receivables - considered doubtful						
(iii)	Disputed Trade receivables considered good						
(iv)	Disputed Trade receivables considered doubtful						

### NOTE NO. '7'

#### CASH & CASH EQUIVALENTS

Cash-in-Hand	0.64	6.43
Cheques and Drafts in Hand pending Collection	91.00	-
Balance with banks		
In current account	2.80	2.96
Fixed Deposit Receipts	775.83	3,575.28
(Under bank lien)		
<b>Total (₹)</b>	<b>870.27</b>	<b>3,584.67</b>

### NOTE NO. '8'

#### OTHER FINANCIAL ASSETS (CURRENT)

Interest Receivable	8.32	37.24
Advance to Staff	26.76	10.87
<b>Total (₹)</b>	<b>35.08</b>	<b>48.11</b>

### NOTE NO. '9'

#### OTHER CURRENT ASSETS

Prepaid Expenses	66.20	57.06
GST Balance	35.03	138.83
Advance to Suppliers	130.68	373.22
Other Advances	2,421.64	3,375.02
Tax Deducted At Source	25.14	55.78
<b>Total (₹)</b>	<b>2,678.69</b>	<b>3,999.91</b>

PARTICULARS	AS AT 31/03/2024 (₹ in Lakhs)	AS AT 31/03/2023 (₹ in Lakhs)
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**NOTE NO. '10'**

**EQUITY SHARE CAPITAL**

**AUTHORISED**

1500 Lakh (Previous Year 1500 Lakh) Equity Shares of ₹10/- each	15,000.00	15,000.00
<b>ISSUED, SUBSRIBED AND PAID UP</b>		
135322162 Equity Shares of ₹10/- each fully paid up. (Previous year 135322162)	13,532.22	13,532.22
<b>Total (₹)</b>	<b>13,532.22</b>	<b>13,532.22</b>

Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

PARTICULARS	31st March, 2024		31st March, 2023	
	Number of Shares	Amount In Lacs	Number of Shares	Amount In Lacs
Equity Share Capital	135322162	13532.22	135322162	13532.22
Balance at the Beginning of reporting Period Movement	-	-	-	-
Net Issued Share Capital at Beginning of Reporting Period	135322162	13532.22	135322162	13532.22
Changes in Equity Share Capital	-	-	-	-
Balance at Closing of reporting period	135322162	13532.22	135322162	13532.22

No of shares held by Shareholders holding 5 percent & above:-

PARTICULARS	AS AT 31/03/2024	%AGE HELD	AS AT 31/03/2023	%AGE HELD
1. SHRI DHEERAJ GARG	2,23,10,983	16.49	2,23,10,983	16.49
2. SAB INDUSTRIES LTD	1,47,93,772	10.93	1,47,93,772	10.93
3. SAB UDYOG LTD	1,68,80,646	12.47	1,68,80,646	12.47
4. PSIDC LTD	1,83,30,000	13.55	1,83,30,000	13.55

**Promoters Share Holding as below:**

**'Shares held by promoters**

Particulars	31st March, 2024		31st March, 2023	
	As at No. of Shares	% of total shares	As at No. of Shares	% of total shares
PSIDC	1,83,30,000	13.55	1,83,30,000	13.55
SHRI R K GARG	41,78,444	3.09	41,78,444	3.09
INDIAN ACRYLICS INVT LTD	28,90,030	2.14	28,90,030	2.14
SAB UDYOG LTD	1,68,80,646	12.47	1,68,80,646	12.47
SAB INDUSTRIES LTD	1,47,93,772	10.93	1,47,93,772	10.93
STEEL STRIPS INFR. LTD	37,00,000	2.73	37,00,000	2.73
SMT SUNENA GARG	2,78,368	0.21	2,78,368	0.21
SHRI DHEERAJ GARG	2,23,10,983	16.49	2,23,10,983	16.49
MS PRIYA GARG	82,800	0.06	82,800	0.06
MALWA CHEMTEX UDYOG	10,00,000	0.74	10,00,000	0.74
MUNAK INTERNATIONAL P LTD	68,600	0.05	68,600	0.05
S J MERCANTILE PVT LTD	21,000	0.02	21,000	0.02
CHANDIGARH AIRCRAFT MANAGEMENT SERVICES PVT. LTD.	1,25,000	0.09	1,25,000	0.09
STEEL STRIPS MERCANTILE LTD	1,600	0.00	1,600	0.00
STEEL STRIPS INDUSTRIES LTD.	1,000	0.00	1,000	0.00
<b>SUB TOTAL</b>	<b>8,46,62,243</b>	<b>62.56</b>	<b>8,46,62,243</b>	<b>62.56</b>

# INDIAN ACRYLICS LIMITED

## PARTICULARS

AS AT 31/03/2024  
(₹ in Lakhs)

AS AT 31/03/2023  
(₹ in Lakhs)

### NOTE NO. '11' OTHER EQUITY

PARTICULARS	Discounting of Zero Rate Loans	Securities premium	Capital Reserve	General Reserve	Other Items of OCI	Retained earnings	Total
(a) Balance at 01 April, 2022	1,267.15	39.23	1,764.44	80.00	(32.95)	(9,367.63)	(6,249.76)
Profit for the year	-	-	-	-	-	1,920.31	1,920.31
Other comprehensive income for the year, net of income tax	-	-	-	-	-	16.50	16.50
(b) Total comprehensive income for the year	-	-	-	-	-	1,936.81	1,936.81
Deductions during the year							
Dividends including tax thereon						-	-
Transfer to general reserve				-		-	-
Shares issued/options exercised		-					-
(c) Balance at 31st March, 2023	1,267.15	39.23	1,764.44	80.00	(32.95)	(7,430.82)	(4,312.95)
Profit for the year	-	-	-	-	-	(5,405.30)	(5,405.30)
Other comprehensive income for the year, net of income tax	-	-	-	-	-	254.35	254.35
(d) Total comprehensive income for the year	-	-	-	-	-	(5,150.95)	(5,150.95)
Deductions during the year							
Dividends including tax thereon						-	-
Transfer to general reserve				-		-	-
Shares issued/options exercised		-					-
(e) Balance at 31st March, 2024	1,267.15	39.23	1,764.44	80.00	(32.95)	(12,581.77)	(9,463.90)

### NOTE NO. '12'

#### BORROWINGS (NON CURRENT)

##### SECURED

##### Term Loan

- From Banks	2,360.85	4,366.71
- From Others	932.68	-

##### UNSECURED

- Inter Corporate Loan (Promoter Assisted)	9,440.78	9,087.45
<b>Total (₹)</b>	<b>12,734.31</b>	<b>13,454.15</b>

##### Repayment Schedule

Particulars	2024-25	2025-26	2026-27	2027-28
Repayment (₹ in Lakh)	2,594.99	1,984.52	1,191.89	117.12

The Term Loans from banks / F.I. amounting to ₹5,888.52 Lakh (Previous Year ₹6,604.00 Lakh) are secured by mortgage created on all the immovable assets of the Company, hypothecation of all the moveable assets including moveable machinery, machinery parts, tools and accessories and other moveables, (save and except book debts), subject to charges created or to be created in favour of the Company's Bankers for securing working capital limits. These Loans are further guaranteed by Sh. R.K. Garg, Managing Director, Sh. Dheeraj Garg, Additional Managing Director and Mrs. Sunena Garg.

### NOTE NO. '13' PROVISIONS (NON CURRENT)

Provisions for Gratuity	931.63	1,057.04
Provisions for Earned Leaves	137.98	167.36
<b>Total (₹)</b>	<b>1,069.61</b>	<b>1,224.40</b>

### NOTE NO. '14' BORROWING (CURRENT)

Loans Repayable on demand (from banks)	3,028.83	2,115.87
Current Maturities of Non Current debt	2,594.99	2,237.29
<b>Total (₹)</b>	<b>5,623.82</b>	<b>4,353.16</b>

Cash Credit / Working capital borrowings are secured by hypothecation of book debts, raw-material, finished goods, semi-finished goods, consumable stores and spares including stocks in transit of the company and also by a second charge on the fixed assets of the company and further guaranteed by Sh. R.K. Garg, Managing Director, Sh. Dheeraj Garg, Additional Managing Director and Mrs. Sunena Garg and also by Indlon Chemicals Limited.



**PARTICULARS**

**AS AT 31/03/2024**  
(₹ in Lakhs)

**AS AT 31/03/2023**  
(₹ in Lakhs)

**NOTE NO. '15' TRADE PAYABLES**

**Trade Payable ageing schedule on 31.03.2023**

(₹ in Lakhs)

S. No.	Particulars	Outstanding for following periods from due date of payment				
		Less than 1 Year	1-2 year	2-3 year	More than 3 year	Total
(i)	MSME	140.63				140.63
(ii)	Others	23,784.49	16.12	2.47	0.00	23,787.90
(iii)	Disputed dues - MSME					
(iv)	Disputed dues - Others					

**Trade Payable ageing schedule on 31.03.2024**

(i)	MSME	168.22				168.22
(ii)	Others	12,433.67	234.11	12.39	1.26	12,681.43
(iii)	Disputed dues - MSME					
(iv)	Disputed dues - Others					

**NOTE NO. '16' OTHER FINANCIAL LIABILITIES (CURRENT)**

Capital Creditors	<b>26.94</b>	<b>51.77</b>
<b>Total (₹)</b>	<b>26.94</b>	<b>51.77</b>

**NOTE NO. '17' OTHER CURRENT LIABILITIES**

Other Current Liabilities

1) Cheques Issued But Not Yet Presented for Payment	<b>0.70</b>	<b>52.78</b>
2) Trade Advance	<b>1,534.55</b>	<b>1,336.00</b>
3) Other Payables (Includes statutory dues)	<b>1,337.59</b>	<b>1,354.75</b>
<b>Total (₹)</b>	<b>2,872.84</b>	<b>2,743.53</b>

**NOTE NO. '18' PROVISION (CURRENT)**

Provisions for Gratuity	<b>17.36</b>	<b>20.21</b>
Provisions for Earned Leaves	<b>3.54</b>	<b>4.15</b>
Provisions for Income Tax	<b>-</b>	<b>-</b>
Provision for Others	<b>218.44</b>	<b>186.20</b>
<b>Total (₹)</b>	<b>239.34</b>	<b>210.55</b>

**NOTE NO. '19' REVENUE FROM OPERATIONS**

**a) Net Revenue from Operations**

**NET SALES**

- Domestic	<b>41,310.36</b>	<b>66,625.30</b>
- Export	<b>13,305.93</b>	<b>23,611.35</b>
- Total	<b>54,616.29</b>	<b>90,236.65</b>

**b) Other Income from operations**

i) Sale of Scrap	<b>122.64</b>	<b>139.24</b>
ii) Interest Received from Banks	<b>55.44</b>	<b>106.49</b>
iii) Interest Received from Others	<b>64.02</b>	<b>48.19</b>
iv) Exchange Fluctuation	<b>150.57</b>	<b>-</b>
v) Export Incentives	<b>404.95</b>	<b>405.71</b>
vi) Other Income	<b>44.10</b>	<b>40.24</b>
<b>Total (₹)</b>	<b>841.72</b>	<b>739.87</b>

**NOTE NO. '20' COST OF MATERIALS CONSUMED**

PARTICULARS	%age of Consumption	31.03.2024 (₹ in Lakhs)	%age of Consumption	31.03.2023 (₹ in Lakhs)
Imported Raw Material	<b>78.66</b>	<b>26,862.46</b>	<b>84.12</b>	<b>49,350.46</b>
Indegenous Raw Material	<b>21.34</b>	<b>7,286.34</b>	<b>15.88</b>	<b>11,329.42</b>
<b>Total (₹)</b>	<b>100.00</b>	<b>34,148.80</b>	<b>100.00</b>	<b>60,679.89</b>

Value of Imports on CIF basis in respect:

Raw Material	<b>19,149.32</b>	<b>47,523.60</b>
Components & Spares Parts	<b>202.58</b>	<b>291.15</b>

# INDIAN ACRYLICS LIMITED

PARTICULARS	AS AT 31/03/2024 (₹ in Lakhs)	AS AT 31/03/2023 (₹ in Lakhs)
<b>NOTE NO. '21' PURCHASE OF STOCK-IN-TRADE</b>		
Purchase of Goods Traded	-	-
<b>NOTE NO. '22'</b>		
<b>Change in Inventories of Finished Goods, Work in Progress and Stock in Trade</b>		
Opening Stock		
Finished Goods	6,562.44	4,888.06
Stocks in Process	2,380.34	2,906.63
<b>Total (₹)</b>	<b>8,942.78</b>	<b>7,794.69</b>
Closing Stock		
Finished Goods	4,035.63	6,562.44
Stocks in Process	1,944.43	2,380.34
	<b>5,980.06</b>	<b>8,942.78</b>
(Increase)/Decrease in Stock	<b>2,962.72</b>	<b>(1,148.09)</b>
<b>NOTE NO. '23' EMPLOYEE BENEFIT EXPENSES</b>		
<b>EMPLOYEE COST</b>		
Salary & Other Allowances	4,855.67	5,702.88
Contribution to PF & Other Funds	432.72	490.29
Staff Welfare	386.02	413.63
Staff Training & Recruitment	73.10	107.09
Gratuity	167.00	195.25
<b>Managerial Remuneration</b>		
Salary	197.02	258.16
Perquisites / Sitting Fee	22.45	43.20
Contribution towards Provident Fund	23.64	30.98
<b>Total (₹)</b>	<b>6,157.62</b>	<b>7,241.48</b>
<b>NOTE NO. '24' FINANCE COST</b>		
1. Interest Expenses	2,353.64	2,529.56
2. Other Borrowing Cost	896.71	713.30
3. Exchange Fluctuation	0.00	443.11
<b>Total (₹)</b>	<b>3,250.35</b>	<b>3,685.98</b>
<b>NOTE NO. '25' OTHER EXPENSES</b>		
<b>1 MANUFACTURING COST</b>		
Power & Fuel	7,665.52	10,068.25
Repair & Maintenance	52.44	21.39
Stores, Spares & Consumables	1,467.43	1,761.66
Factory Expenses	1,108.71	1,283.22
Other Manufacturing Expenses	235.97	145.06
	<b>10,530.07</b>	<b>13,279.58</b>
<b>2 ADMINISTRATIVE COST</b>		
Rent	304.19	356.13
Rates & Taxes	28.15	22.13
Auditors Remuneration		
Audit Fee including Tax Audit Fee	8.80	8.80
Certification Charges	2.20	2.20
Advertisements & Publicity	0.31	5.42
Insurance	100.16	131.97
Travelling Expenses - Foreign		
- Directors	0.22	-
- Others	61.87	53.91
Travelling Expenses - Inland		
- Directors	3.16	-
- Others	195.30	259.27
Miscellaneous Expenses	438.39	403.77
	<b>1,142.75</b>	<b>1,243.60</b>
<b>3 SELLING &amp; DISTRIBUTION EXPENSES</b>		
- Freight Outward	270.22	347.00
- Others	84.01	142.85
Export Expenses		
- Commission	167.31	214.64
- Freight Forwarding & Clearing Expenses	620.17	1,763.93
	<b>1,141.71</b>	<b>2,468.42</b>
<b>Total (1+2+3) :-</b>	<b>12,814.53</b>	<b>16,991.60</b>

GST has not been included in auditor remuneration being creditable.

**NOTE NO. – 26**

**1. CORPORATION INFORMATION**

Indian Acrylics Limited (the Company) is a public limited Company registered in India under the Companies Act 2013 (erstwhile Companies Act 1956). Its Shares are listed on Bombay stock Exchange. The Company is a leading manufacturer of Acrylic Fiber, Acrylic Tow and wide range of Acrylic yarn.

**2. SIGNIFICANT ACCOUNTING POLICIES**

**i) Basis of Preparation**

The financial statements have been prepared in accordance with Indian Accounting Standards ('IND AS') notified under section 133 of the Companies Act 2013, read together with the Companies (Indian Accounting Standards) Rules, 2015.

For all the periods up to and including the year ended 31 March, 2024, the Company prepared its financial statements in accordance with accounting standards notified under the section 133 of the Companies Act 2013, read together with Rule 7 of the Companies (Accounts) Rules, 2014 ('Previous GAAP').

The Consolidated financial statements have been prepared under the historical convention, on the accrual basis of accounting except for certain financial assets and financial liabilities that are measured at fair value at the end of the each reporting period, as stated in the accounting policies below. The accounting policies have been applied consistently over all the periods presented in the Standalone financial statements.

The accounting policies have been consistently applied by the Company and except for the changes in accounting policy discussed more fully below, are consistent with those used in the previous year.

**ii) The preparation of the financial statements in conformity with IND AS requires management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made. Differences between actual results and estimates are recognized in the period in which the results are known/ materialized.**

**iii) PRINCIPAL OF CONSOLIDATION**

The Consolidated financial statements of the Group are prepared in accordance with IAS-27 Consolidated Financial Statements as notified by the Rules. The Consolidated financial statements are presented, to the extent possible, in the same format as that adopted by the Company for its independent financial statements. In respect of Subsidiary company, the Financial Statements have been consolidated on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating intra group transaction balances and intra group transactional asset and liabilities are converted at the rate prevailing at the end of the year.

All intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

**iii) REVENUE RECOGNITION**

Revenue is recognized to the extent that it is probable that economic benefits will flow to the Company and the revenue can be reliably measured.

**A. SALE OF GOODS**

Revenue from sale of goods is recognized when the significant risks and rewards of ownership in the goods are transferred to the buyer of goods as per the terms of contracts, the Company retains no effective control of the goods transferred to a degree usually associated with the ownership and no significant uncertainty exists regarding the amount of the consideration that will be derived from the sale of goods. The Company collects GST on the behalf of the Government and therefore these are not economic benefits flowing to the company. Hence they are excluded from Revenue.

**B INTEREST:**

Interest income from a financial asset is recognized when it is probable that the economic benefits will flow to the company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

**C Duty drawback and export incentives**

Income from duty drawback and export incentives is recognized on an accrual basis.

**iv) PROPERTY PLANT AND EQUIPMENT:**

Fixed Assets are stated at cost less depreciation. Cost of acquisition or construction is inclusive of duties, taxes and other incidental expenses. Cenvat credit available is deducted from cost of fixed assets.

Capital work-in-progress includes advances paid for purchase of Fixed Assets, preoperative expenses pending capitalisation, and capital work in progress. As per practice, expenses incurred on modernisation / debottlenecking of plant are capitalised.

**v) DEPRECIATION :**

Depreciation is provided as per rates specified in Schedule II of the Companies Act, 2013 as per details given below:

**S.No. Name of Asset**

1. Building & Tubewell	SLM Basis
2. Plant & Machinery (Modified Cotton)	SLM Basis
3. Plant & Machinery	WDV Basis
4. Other Assets (Vehicles, Furniture & Fixture)	WDV Basis
5. Intangible Assets	SLM Basis

The plant being a continuous process plant, so rates of depreciation as applicable to continuous process Industry have been applied.

The estimated useful life of the assets and depreciation provision has been reviewed by the company to bring it at par with similar other plants of the industry and accordingly the management assessed the remaining useful life of the plant & machinery based on the internal and External technical evaluations. On account of that, depreciation is lower by ₹576.89 Lakh (for the quarter) and ₹753.25 Lakh for the year as compared to same in the corresponding period of last year.

**vi) INVENTORIES :**

The cost in respect of various items of inventories are computed as under:-

- In case of raw materials stores and spares at weighted average cost plus direct expenses.
- In case of work in process at raw material cost plus conversion expenses depending upon stage of completion.
- In case of finished goods at raw materials cost plus conversion cost, packing cost and other overheads to bring the goods to present condition and location.
- Raw material and other stocks lying at port pending clearance at cost inclusive of custom duty actually paid. The custom duty payable on material lying into bond is accounted on clearance for home consumption.

**vii) BORROWING COST**

Borrowing costs that are directly attributable to acquisition, construction or production of a qualifying asset are capitalized/inventorised as part of cost of such assets till such time the asset is ready for its intended use/or sale. Qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are expensed in the period in which they are incurred.

**viii) LEASES**

Leases under which the company assumes substantially all the risks and rewards of ownership are classified as finance leases. When acquired, such assets are capitalized at fair value or present value of the minimum lease payments at the inception of the lease, whichever is lower. Lease under which the risks and rewards incidental to ownership are not transferred to lessee is classified as operating lease. Lease payments under operating leases are recognized as an expense on a straight line basis in net profit in the statement of profit and loss over the lease term.

**ix) RETIREMENT BENEFITS:**

The Company provides for gratuity, a defined benefit plan (the "Gratuity Plan") covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Gratuity Plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment. The gratuity plan in Company is funded through annual contributions to Life Insurance Corporation of India (LIC) under its Company's Gratuity Scheme whereas others are not funded. The liability or asset recognized in the balance sheet in respect of defined benefit gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows using interest rates of government bonds. Re-measurement gains and losses arising from experience adjustments and changes in actuarial assumptions are charged or credited to equity in other comprehensive income in the period in which they arise. They are included in retained earnings in the statement of changes in equity and in the balance sheet. Past-service costs are recognized immediately in profit or loss. Gratuity and earned leave encashment has been provided for in the books of accounts on actuarial valuation basis as at the end of the year.

**x) FOREIGN CURRENCY TRANSACTIONS:**

Functional and Presentation currency:

The functional currency of the Company is Indian Rupee. These financial statements are presented in Indian Rupee (rounded off to lakhs).

Transactions and Balances:

The foreign currency transactions are recorded, on initial recognition in the functional currency, by applying to the foreign currency amount the spot exchange rate between the functional currency and the foreign currency at the date of the transaction. The foreign currency monetary items are translated using the closing rate at the end of each reporting period. Non-monetary items that are measured in terms of historical cost in a foreign currency shall be translated using the exchange rate at the date of the transaction. Exchange differences arising on the settlement of monetary items or on translating monetary items at rates different from those at which they were translated on initial recognition during the period or in previous financial statements shall be recognized in profit or loss in the period in which they arise.

3. Contingent Liabilities, along with their nature and description in brief as required under INDAS - 37, not provided for in the books of accounts, are as under:

	As at 31.03.2024 (₹ in Lakhs)	As at 31.03.2023 (₹ in Lakhs)
a) Letters of Credit outstanding for Import of Raw materials / Spares	75.13	123.68
b) Claims against the company / disputed liabilities not acknowledged as debts:		
i) In respect of Sales Tax Surcharge on exempted sales	78.68	78.68
ii) In respect of Excise Duty demand on account of valuations & cenvat credit disputes.	76.78	125.58
iii) In respect of custom duty on account of cancellation of DEPB scrips validly purchased by us from the market, duty demand on goods lost in high seas.	29.37	29.37
iv) Others *	851.80	839.19
* There was an Arbitration award dated 16.03.2002 of US\$ 10.22 Lakhs, approx ₹851.80 lakhs, (Previous Year ₹839.19 lakhs) and interest against the company awarded by Arbitration Panel in the favour of E.I. Dupont (USA). This arbitration award was dismissed in the past by the Hon'ble High Court of Delhi both, E.I. Dupont (USA) as well as company have filed appeals against the decision. The case has not yet reached its finality and the matter is now Sub-Judice. On the basis of legal advice the management is of the opinion that no liability against the company has yet arisen. Accordingly, the awarded amount is not considered as a liability. As such, no provision for the same has been made in the books.		
c) Estimated amount of contracts remaining to be executed on capital account and not provided for in the Books of Accounts (Net of Advance).	3.09	48.81
4. a) Previous year figures have been regrouped and rearranged, wherever considered necessary, to make them comparable with those of current year.		
b) Figures have been rounded off to the nearest rupee in lakhs.		
5. Provision for income tax or MAT has been made in the books of accounts ₹ Nil Lacs (previous year ₹ Nil) under the provisions of the Income Tax Act.		

**6. A) PRIMARY SEGMENT (BUSINESS SEGMENT)**

Business segments have been identified on the basis of the nature of products/services, their risk-return profile, the organizational structure and the internal reporting system of the Company.

**Reportable Segments:**

Reportable segments have been identified as per the aggregation criteria specified in INDAS 108: 'Operating Segments'

**Segment Composition:**

- 1) Fibre includes Staple Fibre, Tow and Tops.
- 2) Yarn includes all kinds of Yarn manufactured and sold by the Company.

**Operating Segments:**

- 1) The risk-return profile of the Company's business is determined predominantly by the nature of its products and services.
- 2) In respect of geographical information, the Company has identified its geographical areas as (i) Domestic and (ii) Overseas. The expenses and incomes which are not directly attributable to the business segments are shown as central administration costs. Unallocated assets mainly comprise of investments, cash and bank balances, advance tax and unallocated liabilities mainly include tax provisions and provisions for employee retirement benefits.

(₹ in Lakhs)

	FIBRE		YARN		ELIMINATIONS		TOTAL	
Particulars	Year Ended	Year Ended	Year Ended	Year Ended	Year Ended	Year Ended	Year Ended	Year Ended
	31.03.24	31.03.23	31.03.24	31.03.23	31.03.24	31.03.23	31.03.24	31.03.23
<b>Revenue</b>								
External Sales	26016.60	49029.40	28599.69	41207.25			54616.29	90236.65
Inter-segment sales	14149.72	24521.76			(14149.72)	(24521.76)		
<b>Total Revenue</b>	<b>40166.32</b>	<b>73551.16</b>	<b>28599.69</b>	<b>41207.25</b>	<b>(14149.72)</b>	<b>(24521.76)</b>	<b>54616.29</b>	<b>90236.65</b>
<b>Result</b>								
Segment result	(1934.53)	5669.36	(86.16)	71.76			(2020.70)	5741.12
Unallocated Corporate Expenses							253.71	262.76
<b>Operating Profits</b>								
Interest Expenses							(3250.35)	(3685.98)
Interest Income							119.46	154.68
Income Taxes							-	-
<b>Profit from ordinary activities</b>							<b>5405.30</b>	<b>1947.06</b>
Extraordinary Loss							0.00	0.00
<b>Net Profit/Loss</b>							<b>5405.30</b>	<b>1947.06</b>
<b>Other Information</b>								
Segment Assets	15414.54	25004.83	24395.24	30731.56			39809.78	55736.39
Unallocated corporate assets							0.00	0.00
<b>Total Assets</b>	<b>15414.54</b>	<b>25004.83</b>	<b>24395.24</b>	<b>30731.56</b>			<b>39809.78</b>	<b>55736.39</b>
Segment Liabilities	9222.32	14504.10	26519.14	32013.02			35741.46	46517.12
<b>Unallocated corporate liabilities</b>								
<b>Total Liabilities</b>	<b>9222.32</b>	<b>14504.10</b>	<b>26519.14</b>	<b>32013.02</b>			<b>35741.46</b>	<b>46517.12</b>
Capital Expenditure	168.35	240.80	9.07	59.67			177.42	300.47
Depreciation	361.28	335.83	1168.01	1242.77			1529.29	1578.60
Non-Cash expenses other than deprecation								

## B) SECONDARY SEGMENT (GEOGRAPHICAL SEGMENT)

Consequently, the geographical segment has been considered as the secondary segment. The analysis of geographical segment is based on the geographical location of the Customers. The company operates primarily in India and has presence in International markets as well. Its business is accordingly aligned geographically, catering to two markets. The Company has considered domestic and export markets as geographical segments and accordingly disclosed these as separate segments.

### Gross sale Revenue by Geographical Segment

Within India	41,310.36	66,625.30
Outside India	<u>13,305.93</u>	<u>23,611.35</u>
<b>Total</b>	<b><u>54,616.29</u></b>	<b><u>90,236.65</u></b>

7. The Net Deferred Tax asset/(liability) of ₹3290.19 Lakhs as at 31.03.2024 (₹1610.82 lakhs as at 31.03.2023) has not been recognized in view of uncertainty of its realization, as recommended under Accounting Standard IND AS-12 on "Accounting for Taxes on Income. The details of deferred tax assets are as under:-

	As at 1st April,23	For the year 2022-2024	As at 31st Mar,24
(₹ in lakhs)			
<b>Deferred Tax Assets being tax impact thereon</b>			
(i) Tax on unabsorbed losses and / or depreciation carried forward as per Income tax laws.	4575.74	<b>1684.36</b>	6260.10
(ii) Tax on expenses charged in the books, but allowance deferred under Income tax laws	476.35	<b>71.07</b>	547.42
Total :	5052.09	<b>1755.42</b>	6807.51
<b>Deferred Tax Liabilities being tax impact thereon</b>			
(i) Tax on difference between written down value of block of assets as per Income tax laws and written down value of the fixed assets as per books of accounts.	3441.27	<b>76.06</b>	3517.33
Net Deferred Tax Asset	1610.82	<b>1679.37</b>	3290.19

## 8. EARNING PER SHARE (EPS)

### BASIC/DILUTED EARNING PER SHARE

		Current Year (₹ in lakhs)	Previous Year (₹ in lakhs)
Profit / (Loss) after tax as per profit & loss account		<b>(5405.30)</b>	1947.06
Less : Dividend and tax thereon in respect of preference shares		-	-
Profit available for the shareholders	(A)	<b>(5405.30)</b>	1947.06
No. of equity shares	(B)	<b>13,53,22,162</b>	13,53,22,162
Earning / (Loss) per share (₹) (basic & Diluted)	(A/B)	<b>(3.99)</b>	1.44
Nominal value per equity share		<b>₹10.00</b>	₹10.00

### Computation of weighted average number of equity shares outstanding during the period.

	Current Year (No)	Previous Year (No)
No. of equity shares at the beginning of the year	<b>13,53,22,162</b>	13,53,22,162
Total number of equity shares outstanding as at the end of the year.	<b>13,53,22,162</b>	13,53,22,162
Weighted average number of equity shares outstanding during the period.	<b>13,53,22,162</b>	13,53,22,162

9. Managerial remuneration does not include contribution to Gratuity provision as separate figures are not available. Computation of net profit in accordance with section 198 of the Companies Act, 2013 has not been enumerated, as no commission is payable and remuneration has been paid as per provisions of schedule V of the Companies Act, 2013.

## 10. RELATED PARTY DISCLOSURES:

- |                             |   |   |
|-----------------------------|---|---|
| 1. Wholly Owned Subsidiary  | : Carlit Trading Europe S.L.U (Spain)                       |   |
| 2. Key Management Personnel | : <b>Mr. R.K.Garg</b><br><b>Managing Director</b>           | <b>Mr. Surinder Kansal</b><br><b>CFO</b>                  |
|                             | <b>Mr. Bhavnesh Kumar Gupta</b><br><b>Company Secretary</b> | <b>Mr. Dheeraj Garg</b><br><b>Addl. Managing Director</b> |
|                             |   | <b>Mr. Alok Goyal</b><br><b>Executive Director(Works)</b> |

- 3 Enterprises over which Key Management personnel (KMP) are able to exercise significant control and with whom transactions have taken place during the year:

1) SAB Industries Ltd.      2) SAB Udyog Ltd.      3) Steel Strips Wheels Ltd

4. Relatives of the Key Management Personnel (with whom transactions have taken place):- Employed with the company. Mr. Dheeraj Garg (son of Sh. R.K. Garg, Managing Director) is Additional Managing Director on board.

Detail of transaction entered into with related parties during the year as required by INDAS-24 on "Related party disclosures" issued by the Institute of Chartered Accountants of India are as under:-

(₹ in Lakhs)

Particulars	Associates Company	Key Management Personnel (KMP)	Enterprises over which KMP is able to exercise significant influence	Total for Current Year	Total for Previous Year
Purchase of Fixed Assets	NIL	NIL	NIL	NIL	NIL
Purchase of goods (Net)	NIL	NIL	NIL	NIL	NIL
Recoverable at end of the year	NIL	NIL	NIL	NIL	NIL
Services availed	NIL	NIL	NIL	NIL	NIL
Civil Construction & Maintenance	NIL	NIL	NIL	NIL	NIL
Lease Rent paid	NIL	NIL	₹60.07	₹60.07	₹80.10
Hire Charges Paid	NIL	NIL	NIL	NIL	NIL
Interest	NIL	NIL	NIL	NIL	NIL
Management Contracts (Salaries)	NIL	₹323.29	NIL	₹323.29	₹413.01
Remuneration paid to relatives of KMP during the year.				NIL	NIL
Amounts written off or written back in the period in respect of debts due from or to related parties.				NIL	NIL

Outstanding Balances of Relative of KMP:

(₹ in Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Sh. R.K.Garg	46.50	46.50
SAB Industries Ltd.	201.54	196.25
SAB Udyog Ltd.	545.50	45.50

11. The Company has a defined benefit gratuity and Earned Leave plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service subject to maximum of ₹20 Lakh. And accumulation of EL is upto 60 days.

The following tables summarize the components of net benefit expense recognized in the statement of Profit and Loss and the amounts recognized in the Balance Sheet.

The Employee's gratuity fund scheme managed by a Trust (Life insurance Corporation of India) is defined benefit plan. The present Value of obligation is determined based on actuarial valuation using the projected unit credit method which recognizes each period of service as giving rise to additional unit of employee benefits entitlement and measures each unit separately to build up the final obligation. The obligation for leave encashment is recognized in the same manner as gratuity.

Net employee benefit expenses (recognized in Employee Cost)

	Gratuity	Earned leave	Gratuity	Earned leave
Particulars	As at 31st March 2024	As at 31st March 2024	As at 31st March 2023	As at 31st March 2023
<b>(i) Changes in Defined Benefit Obligation</b>				
Present value obligation as at the start of the year	1084.73	204.55	989.88	184.55
Interest cost	78.53	14.81	74.24	13.84
Current service cost	88.20	80.60	122.27	92.60
Actuarial loss/(Gains) - Experience Changes	(254.56)	-	(17.27)	-
Actuarial loss / (Gains)- on obligations		(106.99)		
Benefits directly paid by employer	(40.10)	(15.87)	(34.64)	(18.38)
Benefits directly paid by trust	(3.87)	-	(49.75)	-



# INDIAN ACRYLICS LIMITED

<b>Present value obligation as at the end of the year</b>	<b>952.94</b>	<b>177.10</b>	<b>1084.73</b>	<b>204.55</b>
<b>(ii) Change in fair value of plan assets</b>				
Fair value of plan assets as at the start of the year	7.48	33.05	16.74	30.78
Interest income on plan assets	0.55	2.39	1.26	2.31
Employer Contributions		-	40.00	-
Actuarial loss / (Gains)- on Plan Assets				
Return on plan assets greater/ (lesser) then discount Rates	(0.21)	0.14	(0.77)	(0.04)
Benefits paid	(3.87)	-	(49.75)	-
<b>Fair value of plan assets as at the end of the year</b>	<b>3.95</b>	<b>35.58</b>	<b>7.48</b>	<b>33.05</b>
<b>(iii) Breakup of Actuarial gain/loss:</b>				
Actuarial (gain)/loss on arising from change in financial assumption	-	-	-	-
Actuarial (gain)/loss on arising from experience adjustment	-	-	-	-
Return on plan assets (greater)/less than discount rate	-	-	-	-
	-	-	-	-
<b>(iv) Net Asset / (Liability) recognised in the Balance Sheet</b>				
Present value obligation as at the end of the year	952.94	177.10	1084.73	204.55
Fair value of plan assets as at the end of the year	3.95	35.58	7.48	33.05
<b>Net Asset / (Liability) in the Balance Sheet</b>	<b>948.99</b>	<b>141.52</b>	<b>1077.25</b>	<b>171.50</b>
<b>(v) Amount recognized in the statement of profit and loss</b>				
Current service cost	88.20	80.60	122.26	92.60
Net Interest cost	77.99	14.81	72.99	13.84
Actuarial loss/(Gains) - on Obligations	-	(106.99)	-	(68.05)
Actuarial loss/(Gains) - of Plan Assets	-	(0.14)	-	0.04
Benefits paid Directly by employer	(40.10)	(15.86)	(34.64)	(18.38)
Return on plan assets greater/(lesser) then discount Rates	-	-	-	-
Expected return on plan assets	-	(2.40)	-	-
<b>(Income)/Expense recognised in the statement of profit and loss</b>	<b>126.09</b>	<b>(29.98)</b>	<b>160.61</b>	<b>17.74</b>
<b>(vi) Remeasurements recognised in the statement of Other Comprehensive Income (OCI)</b>				
Changes in Financial Assumptions	-	-	-	-
Experience Adjustments	(254.56)	-	(17.27)	-
Return on plan assets (greater)/less than discount rate	0.21	-	0.77	-
<b>Amount recognised in Other Comprehensive Income</b>	<b>254.35</b>		<b>(16.50)</b>	<b>-</b>
<b>(vii) Actuarial assumptions</b>				
Discount Rate (p.a)	7.24%	7.24%	7.50%	7.50%
Salary Escalation Rate (p.a)	5.25%	5.25%	5.50%	5.50%
Employee Turnover rate	10.00%	10.00%	10.00%	10.00%
Mortality Rate	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2012-14)

- viii) The retirement age has been uniformly taken as 58 years.
- ix) The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.
- X) The discount rates have been determined by reference to market yields as on 31st March 2024 on CG Secs of currency and term consistent with those of liability obligations.

**xi) Sensitivity Analysis:**

Gratuity is a lump sum plan and the cost of providing these benefits is typically less sensitive to small changes in demographic The key actuarial assumptions to which the benefit obligation results are particularly sensitive to are discount rate and (DBO) at the end of the reporting period arising on account of an increase or decrease in the reported assumption by 100 basis points.

The Quantitative Sensitivity analysis on net liability recognized on account of change in significant assumptions

	As at 31st March 2024 ₹ in Lakhs		As at 31st March 2023 ₹ in Lakhs	
	Discount Rate	Salary Escalation Rate	Discount Rate	Salary Escalation Rate
Impact of Increase in 100 bps on DBO	(61.24)	71.23	(72.08)	84.13
Impact of Decrease in 100 bps on DBO	71.04	(62.61)	83.91	(73.64)

These sensitivities have been calculated to show the movement in defined benefit obligation in isolation and assuming there are no other changes in market conditions at the accounting date. There have been no changes from the previous periods in the methods and assumptions used in preparing the sensitivity analysis.

The average duration of the benefit obligation at 31st March 2024 is 6.94 years, (as at 31st March 2023: 7.19 years)

**12. LEASES:**

The company has leased facilities under cancellable and non-cancellable operating leases arrangements with a lease term ranging from one to five years, which are subject to renewal at mutual consent thereafter. The cancellable arrangements can be terminated by either party after giving due notice. The lease rent expenses recognized during the year amounts to ₹304.19 lakhs (previous year ₹356.13 lakhs). The future minimum lease payments in respect of the non-cancellable operating leases as at 31st March 2024 are:

S.No.	Particulars	(₹ in Lakhs)	
		As at 31.03.24	As at 31.03.23
a)	not later than one year	129.72	258.69
b)	later than one year but not later than five year	6.90	149.52
c)	later than five year	-	19.38

13. Following the order of Hon'ble High Court dated 30.08.2012, company has filed a Execution Petition before the court on 14.01.2013 praying therein for attachment of bank account and other assets of M/s E.I.Dupont of USA to realize its claim of US\$ 5 lakhs plus interest thereon amounting to US\$ 9.75 lakhs from the date of award (16.03.2002) till the date of petition (14.01.2013). The total amount of company claim as already decreed by the court under the arbitration and Conciliation Act 1996 comes to ₹814.49 lakhs and same has been treated as Income in the year 2012-13. The management of the company is confident of recovery of these claims.

**14. Financial risk management objectives and policies**

The Company's principal financial liabilities comprise loans and borrowings, trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations and to support its operations. The Company's financial assets include loans, trade and other receivables, and cash & cash equivalents that derive directly from its operations.

The Company is exposed to market risk, credit risk and liquidity risk. The company's senior management oversees the management of these risks. The company's senior management is supported by a Business Risk.

Management committee that advises on financial risks and the appropriate financial risk governance framework for the Company. This Business Risk Management committee provides assurance to the Company's senior management that the Company's financial risk activities are governed by appropriate policies and procedure and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. The Board of Directors reviews and agrees policies for managing each risk, which are summarized as below:

**Market risk**

**a) Price Risk**

Fluctuation in commodity price in global market affects directly and Indirectly the price of raw material and components used by the Company in its products. The key raw material for the Company's business is Acrylonitrile.

**b) Interest rate risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest relates primarily to the Company's long term debt obligations with floating interest rates. The Company is carrying its borrowings primarily at variable rate.

Particulars	(₹ in Lakhs)	
	31st March 2024	31st March 2023
Variable rate borrowings	8,917.35	8,719.87
Fixed rate borrowings	8,833.38	8,641.05

**c) Interest rate Sensitivity**

For the Purpose of computing interest rate sensitivity on the above borrowings, management has estimated a reasonably possible change in interest rate as 50bps based on current as well as expected economic conditions. This analysis is based on Long Term Risk exposures outstanding at the reporting date and assumes that all other variables, in particular foreign currency exchange rates, remains constant. The period and balances are not necessarily representative of the average amounts outstanding during the period.

# INDIAN ACRYLICS LIMITED

## Impact on Profits:

Particulars	31st March 2024	31st March 2023
50 bp decrease would Increase the profit before tax by	44.59	43.60
50 bp Increase would Increase the profit before tax by	(44.59)	(43.60)

## d) Foreign currency risks

The company tries to manage the foreign currency risk by attaining natural hedge. The company also does selective hedging to hedge its risk associated with foreign currency and to address the timing difference in foreign currency collections & payments.

The Derivative outstanding as at the reporting date is as follows :

### Category wise Quantitative Data

### For the Year Ended 31st March 2024

Amount in Foreign Currency in Lakhs

Forward Contract against Import (Euro)

-

Forward Contract against Import (USD)

-

### Category wise Quantitative Data

### For the Year Ended 31st March 2023

₹ in Lakhs

Forward Contract against Import (Euro)

-

Forward Contract against Import (USD)

2.14

## e) Credit risk

The credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations towards the Company and arises principally from the Company's receivables from customers and deposits with banking institutions. The maximum amount of the credit exposure is equal to the carrying amounts of these receivables. The Company has developed guidelines for the management of credit risk from trade receivables.

## f) Liquidity risk

The liquidity risk encompasses any risk that the Company cannot fully meet its financial obligations. To manage the liquidity risk, cash flow forecasting is performed in the operating divisions of the Company and aggregated by Company finance. The Company's finance monitors rolling forecasts of the Company's liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining sufficient headroom on its undrawn committed borrowing facilities / overdraft facilities at all times so that the Company does not breach borrowing limits or covenants (where applicable) on any of its borrowing facilities.

(₹ in Lakhs)

Year Ended March 31, 2024	Up to One Year	Above 1 Year	Total
Non - derivatives			
Borrowings	5623.82	12734.31	18358.13
Trade Payables	12876.32	-	12876.32
Other Financial Liabilities	26.94	-	26.94
<b>Total Non Derivative Liabilities</b>	<b>18527.08</b>	<b>12734.31</b>	<b>31261.39</b>
Year Ended March 31, 2023			
Non - derivatives			
Borrowings	4353.16	13454.15	17807.31
Trade Payables	23943.71		23943.71
Other Financial Liabilities	51.77		51.77
<b>Total Non Derivative Liabilities</b>	<b>28348.64</b>	<b>13454.15</b>	<b>41802.79</b>

## 15. Ratio

S.No.	Ratio	Numerator	Denominator	31.03.2024	31.03.2023	Remarks
(a)	Current Ratio (in Times)	Total Current Assets	Total Current Liabilities	0.77	0.99	
(b)	Debt-Equity Ratio (in Times)	Long Term Debts Excluding Unsecured Loan	Total Equity	0.81	0.47	Increased in ratio in current year is due to improvement in net profit as compared to last year.
(c)	Debt Service Coverage Ratio (in Times)	Earning for Debt Services = Net Profit (Loss) + Depreciation + Finance Cost	Debt Services = Finance Cost + Principal Repayments	(0.07)	1.02	
(d)	Return on Equity Ratio (in %)	Net Profit (Loss)	Average Total Equity	(78%)	24%	
(e)	Inventory Turnover Ratio (in Times)	Cost of Goods Sold (Cost of Materials Consumed + Purchase of Stock-in-Trade + Change in Inventories + Employee benefit Expense + Other Expenses)	Average Total Inventory	3.49	3.98	
(f)	Trade Receivables Turnover Ratio (in Times)	Revenue from Operation	Average Trade Receivables	24	35	
(g)	Trade Payable Turnover Ratio (in Times)	Cost of Materials Consumed + Purchase of Stock-in-Trade + Closing Stock of Raw Material - Opening Stock of Raw Material	Average Trade Payables	1.53	2.34	
(h)	Net Capital Turnover Ratio (in Times)	Revenue from Operation	Net Working Capital = Total Current Assets - Total Current Liabilities	(10.65)	(250.92)	The NWC gap is bridged by the company from its own sources and all bank accounts are with in sanctioned limit and regular.
(i)	Net Profit Ratio (in %)	Net Profit (Loss)	Revenue from Operation	(9.43%)	2.17%	Capacity utilization has improved this year resulting in increase in sales volume and gross margins.
(j)	Return on Capital employed (in %)	EBITA	Net Worth	(9.13%)	78.39%	
(k)	Return on investment (in %)	Not Applicable	Not Applicable	NA	NA	

## AUDITORS' REPORT

Certified in terms of our separate report of even date annexed.

**For AKR & ASSOCIATES**  
Chartered Accountants  
Regn.No.021179N

**C.A. KAILASH KUMAR**  
Partner  
M.No.505972

**DHEERAJ GARG**  
Addl. Managing Director  
**ALOK GOYAL**  
Executive Director  
**SURINDER KANSAL**  
CFO  
**B.K. GUPTA**  
Company Secretary

**TEJINDER KAUR**  
**DEVA BHARATHI REDDY**  
**RAJA SHIVDEV INDER SINGH**  
**S.B. GUPTA**  
**S.K. AHUJA**  
Directors

Place : CHANDIGARH  
Dated : 06<sup>th</sup> May 2024

**FORM OF PROXY**

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies  
(Management and Administration) Rules, 2014]

**INDIAN ACRYLICS LIMITED****CIN: L24301PB1986PLC006715**

REGD. OFFICE: VILLAGE HARKISHANPURA, TEHSIL BHAWANIGARH, DISTT. SANGRUR (PB) 148026

TEL. NO. +91-0172-2790979, 2792385, 2793112

Email: [shares@indianacrylics.com](mailto:shares@indianacrylics.com), Website: [www.indianacrylics.com](http://www.indianacrylics.com)

NAME OF THE MEMBER(S)	
REGISTERED ADDRESS	
EMAIL ID	
FOLIO NO./ CLIENT ID	
DP ID	
NO. OF SHARES HELD	

I/ We, being the member(s) of ..... shares of the above named Company, Hereby appoint:

1.	Name:		
	Address:	Signature	
	E-mail Id:		
Or failing him/her			
2.	Name:		
	Address:	Signature	
	E-mail Id:		
Or failing him/her			
3.	Name:		
	Address:	Signature	
	E-mail Id:		

As my/ our proxy to attend and vote (on a poll) for me/ us and on my/ our behalf at the **37<sup>th</sup> Annual General Meeting** of the Company, to be held on **Friday, the 27th day of September 2024 at 11:30 a.m., at VILLAGE HARKISHANPURA, TEHSIL BHAWANIGARH, DISTT. SANGRUR (PB)** and at any adjournment thereof in respect of such resolutions as are indicated below:

S.No. Resolution

**Ordinary Business**

- Adoption of Standalone & Consolidated Financial Statements of the Company for the year ended March 31, 2024 alongwith Reports of the Board of Directors and Auditors' thereon. **(Ordinary Resolution)**
- To appoint a Director in place of Shri Dheeraj Garg (DIN: 0034926), who retires by rotation and being eligible, offers himself for reappointment. **(Ordinary Resolution)**

**Special Business**

- To Ratify the remuneration of Cost Auditors for the year 2024-25. **(Ordinary Resolution)**
- To Re-appoint Shri Dheeraj Garg (DIN: 00034926) as Additional Managing Director of the Company for a period of 5 years effective from 30.05.2025 to 29.05.2030 without remuneration. **(Special Resolution)**
- To re-appoint Shri Shashi Bhushan Gupta (DIN: 00154404) as Independent Director for second term from 14.11.2024 to 13.11.2029. **(Special Resolution)**
- To appoint Shri Surinder Singh Viridi (DIN: 00035408) as Independent Director for a term of 5 years from 01.10.2024 to 30.09.2029. **(Special Resolution)**

Affix  
Revenue  
Stamp

Signed this \_\_\_\_\_ day of September, 2024

Signature of Shareholder \_\_\_\_\_ Signature of Proxy holder(s)

**Note: 1. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.**

**INDIAN ACRYLICS LIMITED****CIN: L24301PB1986PLC006715**

REGD. OFFICE: VILLAGE HARKISHANPURA, TEHSIL BHAWANIGARH, DISTT. SANGRUR (PB) 148026

TEL. NO. +91-0172-2790979, 2792385, 2793112

Email: [shares@indianacrylics.com](mailto:shares@indianacrylics.com), Website: [www.indianacrylics.com](http://www.indianacrylics.com)**ATTENDANCE SLIP**

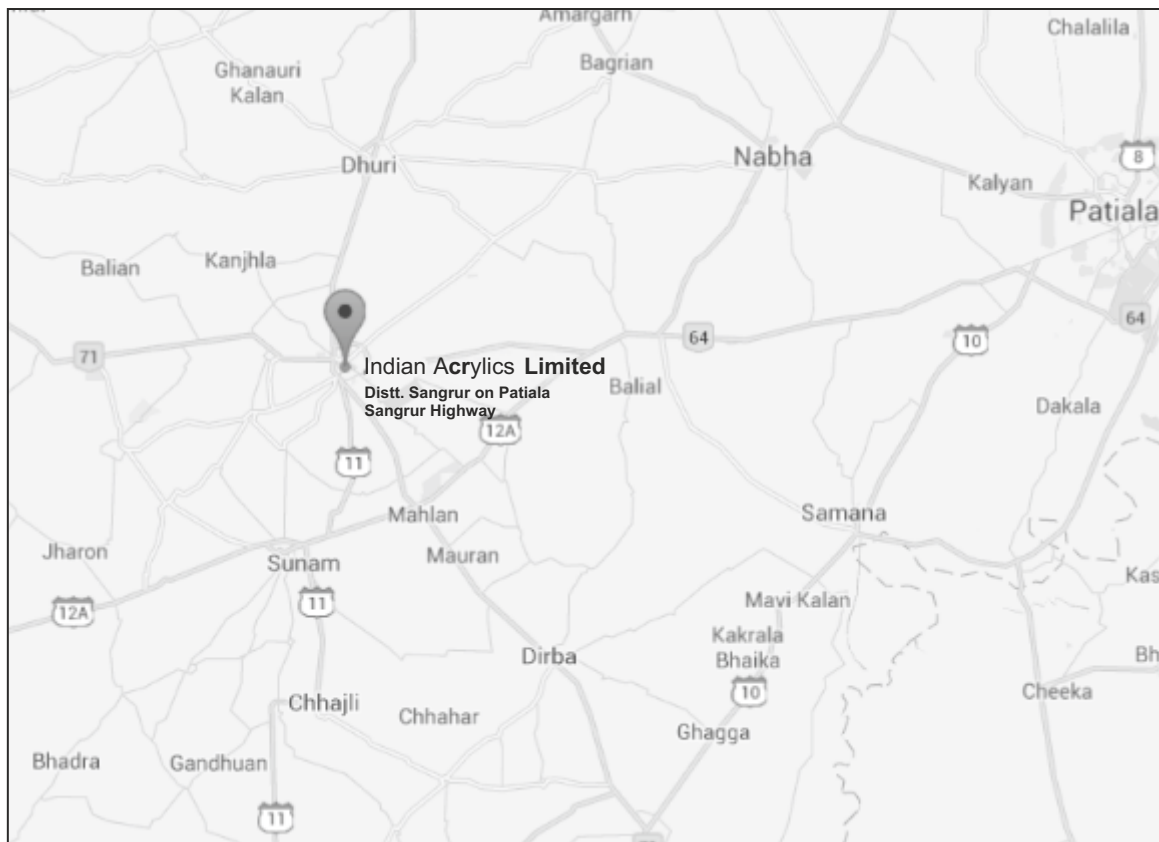
NAME OF THE ATTENDING MEMBER (IN BLOCK LETTERS)	
FOLIO NO.	
DP ID NO.	
CLIENT ID NO.	
NO OF SHARES HELD	
NAME OF PROXY (IN BLOCK LETTERS)	

I, hereby record my presence at the **37<sup>th</sup> Annual General Meeting** of the Company held on **Friday, the 27th day of September 2024 at 11:30 a.m., at VILLAGE HARKISHANPURA, TEHSIL BHAWANIGARH, DISTT. SANGRUR (PB)**

Member/s/ Proxy's Signatures

**Courier/ Regd. Post**  
(Printed Material)

**Location Map of Annual General Meeting**



If Undelivered please return to :

**INDIAN ACRYLICS LIMITED**

**CIN:L24301PB1986PLC006715**

S.C.O. 49-50, Sector 26,

Madhya Marg, Chandigarh - 160 019

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