



Aditya Spinners Limited

6-3-668/10/66, Durganagar Colony,
Punjagutta, Hyderabad - 500 082.
Telangana, India

Tel : 040 - 23404708

E Mail : ho@adityaspinner.net;

aslhyd9@gmail.com;

works@adityaspinner.net

Web Site: adityaspinner.net

CIN : L40300AP1991PLC012337

Place: Hyderabad
Date: 5th August, 2022

To
The Deputy General Manager,
Corporate Relationship Department,
BSE Limited, Mumbai,
1st Floor, New Trading Ring, Rotunda Building,
P.J.Towers, Dalal Street, Fort,
Mumbai – 400001
Fax: 022 22723121

Scrip Code: BSE: 521141

Dear Sir,

Sub: Submission of Annual Report including Notice of AGM for the Financial Year 2021-2022 under Regulation 34 of Securities and Exchange Board of India (LODR), Regulations, 2015.

With reference to the subject cited and in compliance of Regulation 34(1) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby furnish the Notice of the 30th Annual General Meeting to be held on 6th day of September, 2022 at 12:00 Noon through Video Conferencing/Other Audio-Visual mode and the Annual Report for the financial year 2021-2022.

This is for your information and records.

Thanking You

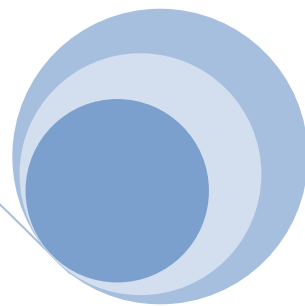
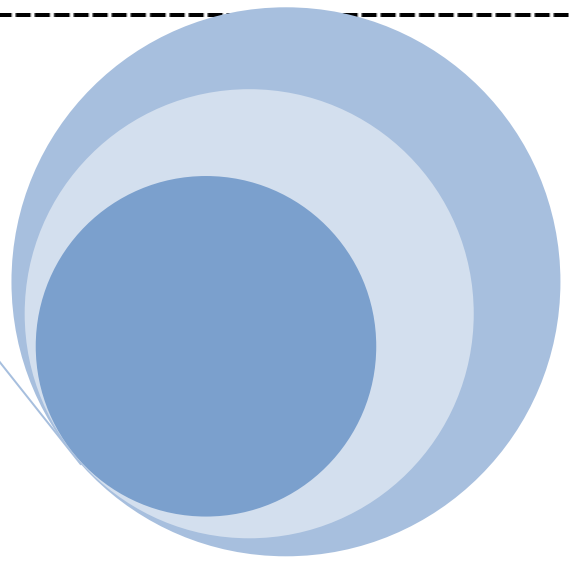
Yours faithfully,

For Aditya Spinners Limited


Vijay Kumar Kapilavai
Managing Director
DIN: 00769568



 Encl: a/a



ADITYA SPINNERS LIMITED

30th Annual Report 2021 -22

**BOARD OF DIRECTORS:**

N. Krishna Mohan	- Chairman & Director (upto 30.04.2022)
K. Vijay Kumar	- Managing Director
K. V. Nagalalitha	- Director
K. Sriram	- Director
R. Siva Kumar	- Director
M. Narasimha Rao	- Director – Independent
K. V Prasad	- Director – Independent
N. Gopal	- Director – Independent
K. Vijayulu Reddy	- Director – Independent

CHIEF FINANCIAL OFFICER:

P. Ramamoorthy

COMPANY SECRETARY & COMPLIANCE OFFICER: P. Venkatasubba Rao**AUDITORS:**

T Mohan & Associates
Chartered Accountants , 3-6-237, Unit 606,
Lingapur la builde complex,
Himayath Nagar, Hyderabad-500029

REGISTRAR & SHARE TRANSFER AGENTS:

Venture Capital & Corporate Investments Pvt Limited,
12-10-167, Bharat Nagar
Hyderabad, Telangana- 500 018.
[Tel:040-23818475/76](tel:040-23818475/76); [Fax-040-23868024](tel:040-23868024)
Email ID: investor.relations@vccipl.com

INTERNAL AUDITOR:

P. Ramamoorthy

SECRETARIAL AUDITORS:

M/s. Puttaparthi Jagannatham & Co.
Company Secretaries
315, ESI, Hyderabad – 500038.

REGD. OFFICE & FACTORY:

Perindesam Village,
K.V.B. Puram Mandal,
Near Srikalahasti, Chittoor District,
Andhra Pradesh., India-517643

ADMINISTRATIVE/CORPORATE OFFICE:

6-3-668/10/66, Durganagar Colony
Punjagutta, Hyderabad, Telangana-500082
Tel.040-23404708
Email: aslhyd9@gmail.com , ho@adityaspinners.net
Web: www.adityaspinners.net

**NOTICE OF 30TH ANNUAL GENERAL MEETING**

Notice is hereby given that the 30th Annual General Meeting of the members of Aditya Spinners Limited will be held on Tuesday, the 6th day of September, 2022 at 12.00 Noon through Video Conferencing ("VC") /Other Audio-Visual Means ("OAVM") without the physical presence of the Members at a common venue, to transact the businesses mentioned below.

The proceedings of the AGM shall be deemed to be conducted at the Registered Office of the Company which shall be the deemed Venue of the AGM in accordance with the Secretarial Standards.

ORDINARY BUSINESS:

1. To receive consider and adopt the Audited Financial Statements of the Company for the Financial year ended 31st March 2022 together with the Reports of the Board of Directors and Auditors thereon.
2. To Appoint a Director in place of Sri. R Siva Kumar (DIN: 01791576), who retires by rotation and being eligible, offers himself for re appointment
3. To Appoint a Director in place of Smt K V Naga Lalitha (DIN: 02223430), who retires by rotation and being eligible, offers herself for re appointment.
4. **Appointment of Statutory Auditors**

To consider and, if thought fit, to pass, the following Resolution as an Ordinary Resolution:

"RESOLVED THAT Pursuant to the provisions of section 139 and all other applicable provisions of the Companies Act, 2013, M/s. T Mohan & Associates Chartered Accountants, Hyderabad be and are hereby re-appointed as Statutory Auditors of the Company to hold office from the conclusion of this 30th Annual General Meeting for a period of five years till the conclusion of 35th Annual General Meeting, on such remuneration as may be agreed upon by the Board of Directors and Auditors, in addition to reimbursement of all out-of-pocket expenses in connection with the audit."

SPECIAL BUSINESS:

5. **REGULARISATION OF SRI VIJAYULU REDDY KALIKI (DIN: 03154329), ADDITIONAL DIRECTOR OF THE COMPANY BY APPOINTING HIM AS INDEPENDENT DIRECTOR OF THE COMPANY**

To consider and, if thought fit, to pass, the following Resolution as a Special Resolution:

"RESOLVED THAT, pursuant to provision of Section 149,150,152 read with Schedule IV to the Companies Act, 2013, and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) and Regulation 17 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, Sri Vijayulu Reddy Kaliki (DIN: 03154329) who was appointed as an Additional Director of the Company w.e.f. 9th November, 2021 in terms of Section 161(1) of the Companies Act, 2013 and Articles of Association of the Company and who holds office up to the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing under section 160 of the Act proposing his candidature for the office of the Director and declaration that he meets the criteria for independence as provided in Section 149(6) of the Act and who is eligible for appointment, be and hereby appointed as an Independent Director of the Company to hold office for five (5) consecutive years for the maximum period upto 8th November 2026."

6. **APPROVAL FOR AUTHORIZING BOARD OF DIRECTORS FOR BORROWING POWERS AS PER SECTION 180(1) (C) OF COMPANIES ACT, 2013**

To consider and, if thought fit, to pass, the following Resolution as a Special Resolution:

"RESOLVED THAT in supersession of the special resolution approved by the members of the Company earlier and pursuant to Section 180(1)(c) and all other applicable provisions of the Companies Act, 2013 (the 'Act'), and the Companies (Meetings of Board and its Powers) Rules, 2014 and other Rules, Regulations, Notifications and Circulars issued including any statutory modification or re-enactment



thereof for the time being in force, consent of the members of the Company be and is hereby accorded to the Board of Directors of the Company (hereinafter referred to as 'the Board') which term shall be deemed to include any Committee which the Board may have constituted or may hereinafter constitute to exercise its powers including the powers conferred by this Resolution) for borrowing from time to time, any sum or sums of money for the purposes of the Company in excess of the aggregate of the paid up share capital and free reserves of the Company, provided that the total amount borrowed and outstanding at any point of time, apart from temporary loans obtained/to be obtained from the company's bankers or from any person or persons, Firms, Bodies, Corporate or Financial Institutions in the ordinary course of business, shall not be in excess of Rs. 100 Crores (Rupees Hundred Crores only) over and above the aggregate of the paid up share capital and free reserves of the Company."

7. APPROVAL FOR AUTHORIZING BOARD OF DIRECTORS FOR MORTGAGE AND/OR CREATE CHARGE ON THE ASSETS OF THE COMPANY AS PER SECTION 180(1) (A) OF THE COMPANIES ACT, 2013

To consider and, if thought fit, to pass, the following Resolution as a Special Resolution:

"RESOLVED THAT in supersession of the resolution approved by the members of the Company in the previous Annual General Meeting's and in pursuance to the limits stated in the Item No. 6 above and pursuant to Section 180(1)(a) and any other applicable provisions of the Companies Act, 2013 and the rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force), consent of the members of the Company be and is hereby accorded to the Board of Directors of the Company, to create charges, mortgages and / or hypothecations in addition to the existing charges, mortgages and hypothecations created by the Company, in such form and manner and with such ranking, whether exclusive, pari-passu, subservient or otherwise and at such time which shall not be in excess of Rs. 100 Crores (Rupees Hundred Crores only) over and above the aggregate of the paid up share capital and free reserves of the Company and on such terms as the Board may determine to the extent of Borrowing limits, on all or any of the movable and/or immovable properties of the Company, both present and future and/or on the whole or substantially the whole of the undertakings of the Company to or in favour of any Financial Institutions, Banks, NBFCs, any person or persons, Firms, or any other Agencies to secure the term loans and/or other financial assistance that has been or may in future be granted by them to the Company from time to time."

8. PLACE OF KEEPING AND INSPECTION OF THE REGISTERS AND ANNUAL RETURNS OF THE COMPANY

To consider and, if thought fit, to pass, the following Resolution as a Special Resolution:

"RESOLVED THAT pursuant to the provisions of Section 94 and other applicable provisions, if any, of the Companies Act, 2013 ("the Act") and the rules made thereunder (including any statutory modification(s) or re-enactment(s) thereof for the time being in force), approval of the Members of the Company be and is hereby accorded to keep the Registers as prescribed under Section 88 of the Act and copies of Annual Returns under Section 92 of the Act, together with the copies of certificates and documents required to be annexed thereto or any other documents as may be required, at the Registered Office of the Company and/or at the Corporate office of the Company at D.No. 6-3-668/10/66, Durga Nagar Colony Punjagutta, Hyderabad 500082, Telangana and/or at the office of the Registrar & Transfer Agent i.e., Venture Capital and Corporate Investments Private Limited at "12-10-167, Bharat Nagar, Hyderabad – 500018"

**By Order of the Board
For ADITYA SPINNERS LIMITED**

**Sd/-
K VIJAY KUMAR
Managing Director
DIN: 00769568**

**Place: Hyderabad
Date: 28.05.2022**

**EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013****Item No: 5**

Sri Vijayulu Reddy Kaliki (DIN: 03154329) was appointed as an Additional Independent Director with effect from November 9th, 2021, in accordance with the provisions of Section 161 of the Companies Act, 2013 read with the Articles of Association. Pursuant to Section 161 of the Companies Act, 2013, the above director holds office up to the date of ensuing Annual General Meeting of the Company. Sri Vijayulu Reddy Kaliki (DIN: 03154329) is a dynamic professional having good knowledge and expertise in corporate compliances, finance and other related areas and a qualified Chartered Accountant. The Board is of the view that the appointment of Sri Vijayulu Reddy Kaliki (DIN: 03154329) on the Company Board is desirable and would be beneficial to the Company and hence it recommends the said resolution No 5 for approval by the members of the Company.

None of the Directors / Key Managerial Personnel of the Company / their relatives except Sri Vijayulu Reddy Kaliki (DIN: 03154329) himself is in any way concerned or interested, in the said resolution. The board recommends the said resolution to be passed as a special resolution

Item No: 6 & 7

In terms of the provisions of Section 180(1)(c) of the Companies Act, 2013, the Board of Directors of the Company cannot, except with the consent of the Company, borrow moneys, apart from temporary loans obtained from the Company's bankers in the ordinary course of business, in excess of aggregate of the paid up capital and its free reserves (reserves not set apart for any specific purpose).

The members of the Company at its previous General Meeting's held earlier in 2014, had accorded their consent to the Board of Directors for borrowing up to Rs. 50 Crores (Rupees Fifty Crores only) under Section 180(1)(c) of the Companies Act, 2013. Subject to approval of members, the Company proposes to increase the limit of borrowing powers, to enable the Company to mobilize funds for its capital and working capital requirements. Hence, the consent of the members is therefore, sought in accordance with the provisions of Section 180(1)(c) of the Companies Act, 2013 to enable the Board of Directors to borrow monies, provided that the total amount so borrowed by the Board shall not at any time exceed Rs.100 Crores (Rupees Hundred Crores only).

The borrowings of the Company may, if necessary, be secured by way of creation of charges/mortgage/hypothecation on the Company's assets in favour of the company's bankers or any person or persons, Firms, Bodies, Corporate or Financial Institutions. Hence, it is necessary to pass a resolution under Section 180(1)(a) of the Companies Act, 2013 for creation of charges/mortgages/hypothecations etc, for an amount not exceeding Rs.100 Crores (Rupees Hundred Crores only).

In terms of the provisions of Section 180 (1) (a) of the Companies Act 2013, the mortgage or charge on all or any part of the movable and/or immovable properties of the Company, maybe deemed as the disposal of the whole, or substantially the whole, of the undertaking of the Company and hence, requires approval from the members of the Company by way of a Special Resolution. Therefore, it is proposed to pass this enabling resolution to authorize the Company to create a charge or mortgage on the assets or properties of the Company for an amount not exceeding Rs. 100 Crores (Rupees Hundred Crores only) thereof, in excess of the aggregate of the paid-up capital of the Company and its free reserves. In furtherance of the same, the Board recommends passing of the Special Resolution set out in the Notice.

None of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolutions set out at Item Nos. 6 and 7 except to the extent of shares held by them in the Company. The Board recommends the Special Resolutions set forth in Item Nos. 6 & 7 for approval of the shareholders.

Item No: 8

As per the provisions of Section 94 of the Act, approval of the Members by way of a special resolution is required for the Company to have its Register and Index of Members, the Register and Index of Debenture holders, if any, copies of all Annual Returns prepared under Section 92 of the Act, together with the copies of the certificates and documents required to be annexed thereto, to be kept at a place other than the



Company's Registered Office. The Board recommends the resolution as set out at Item No. 8 of the accompanying Notice for the approval of the Members of the Company by way of a Special Resolution. None of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution.

**By Order of the Board
For ADITYA SPINNERS LIMITED**

**Place: Hyderabad,
Date: 28.05.2022**

**Sd/-
K VIJAY KUMAR
Managing Director
DIN: 00769568**

NOTES:

1. In view of the continuing COVID-19 pandemic, the Ministry of Corporate Affairs ('MCA') has vide its General Circular No. 2/2022 dated 5th May 2022, General Circular No. 21/2021 dated 14th December 2021, General Circular No. 19/2021 dated 8th December 2021, General Circular No. 02/2021 dated 13th January 2021 read with General Circular No. 17/2020 dated 13th April 2020, General Circular No. 14/2020 dated 8th April 2020 and General Circular No. 20/2020 dated 5th May 2020 (collectively referred to as 'MCA Circulars') and Circular Nos. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated 12th May 2020, SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated 15th January 2021 and SEBI/HO/CFD/CMD2/CIR/P/2022/62 dated 13th May 2022, respectively issued by the Securities and Exchange Board of India ('SEBI') (collectively referred to as 'SEBI Circulars') permitted the holding of the Annual General Meeting ('AGM') through VC/OAVM, without the physical presence of the Members at a common venue. In compliance with the provisions of the Companies Act, 2013 ('Act'), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'), MCA Circulars and SEBI Circulars, the AGM of the Company is being held through VC/OAVM so as to enable the members to attend and participate in the AGM through VC/OAVM. The Members are requested not to visit Corporate Office / Registered Office to attend the AGM. The proceedings of the AGM will be deemed to be conducted at the Registered Office of the Company which shall be the deemed Venue of the AGM.
2. Printed copy of the Annual report (Including Notice) is not being sent to the Members in view of e-AGM Circular.
3. The detailed procedure for participation in the meeting through VC/OAVM is available at the Company's website www.adityaspinners.net.
4. The Members can join the AGM through the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM available for 1,000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
5. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.
6. AGM convened through VC/OAVM is in compliance with applicable provisions of the Companies Act, 2013 read with MCA General Circular No. 2/2022 dated 5th May 2022, General Circular No. 21/2021 dated 14th December 2021, General Circular No. 19/2021 dated 8th December 2021, General Circular No. 02/2021 dated 13th January 2021 read with General Circular No. 17/2020 dated 13th April 2020, General Circular No. 14/2020 dated 8th April 2020 and General Circular No. 20/2020 dated 5th May 2020 (collectively referred to as 'MCA Circulars') and Circular Nos. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated 12th May 2020, SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated 15th January 2021 and SEBI/HO/CFD/CMD2/CIR/P/2022/62 dated 13th May 2022, (collectively referred to as 'SEBI Circulars').



7. The attendance of Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning quorum under Section 103 of the Companies Act, 2013.

8. The Notice can also be accessed from the websites of the Company at <http://adityaspINNERS.net>, Stock Exchange BSE Limited at www.bseindia.com and the AGM Notice is also available on the website of CDSL (agency for providing the Remote e-Voting facility) www.evotingindia.com

9. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice. However, Pursuant to Section 112 and Section 113 of the Companies Act, 2013, representatives of the President of India or the Governor of State or the Body Corporates are entitled to attend the AGM through VC/OAVM and cast their votes through e-voting..

10. The Register of Members and Share Transfer Books of the Company shall remain closed from Wednesday, the 31st day of August, 2022 to Tuesday, the 6th day of September, 2022 (Both days inclusive) for the purpose of the Annual General Meeting.

11. The voting rights of the members shall be in proportion to their share in the paid up equity share capital of the Company as on the **Cut-off date i.e. Tuesday, the 30th day of August, 2022.**

12. The Company has appointed CS Puttaparthi Jagannatham, Corporate Advocate, Hyderabad, to act as the Scrutinizer for conducting the remote e-voting process as well as the e-voting system on the date of the AGM, in a fair and transparent manner.

13. Members holding shares in electronic form and in physical form are hereby informed that the members desirous of either registering bank particulars or changing bank particulars already registered against their respective folios are requested to write to the Registrar and Share Transfer Agent.

14. To prevent fraudulent transactions, members are advised to exercise due diligence and notify the Company of any change in address or demise of any member as soon as possible. Members are also advised not to leave their demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned Depository Participant and holdings should be verified.

15. ATTENTION SHAREHOLDER: SEBI, vide Circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2021/655 dated November 3, 2021, has mandated furnishing of PAN, Address with pincode, email address, mobile number, bank account details, specimen signature and nomination by holders of physical securities. Folios wherein any one of the cited documents/details are not available on or after April 01, 2023, shall be frozen by the Registrar and Transfer Agent of the Company. The requisite disclosure requirement in Form ISR-1 is enclosed at the end of the report for reference of the shareholders. Kindly consider the same as official communication in accordance with the circular.

16. Members may please note that SEBI vide its Circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2022/8 dated 25th January 2022 has mandated the Listed Companies to issue securities in demat form only while processing service requests viz. Issue of duplicate securities certificate; claim from Unclaimed Suspense Account; Renewal/Exchange of securities certificate; Endorsement; Subdivision/Splitting of securities certificate; Consolidation of securities certificates/folios; Transmission and Transposition. Accordingly, Shareholders are requested to make service requests by submitting a duly filled and signed Form ISR-4, the format of which is available on the Company's website under Investors Corner and on the website of the Company's RTA. Member may also send email to obtain format by sending an email to aslhyd9@gmail.com or the RTA. It may be noted that any service request can be processed only after the folio is KYC compliant.

17. As per the provisions of Section 72 of the Act, the facility for making nomination is available to the Members in respect of the shares held by them. Members who have not yet registered their nomination are requested to register the same by submitting Form No. SH-13. If a Member desires to opt-out or cancel the earlier nomination and record a fresh nomination, the Member may submit the same in Form ISR-3 or Form SH-14, as the case may be. The member may request a copy of the same, if required by sending an email to aslhyd9@gmail.com or the RTA.

18. Details in respect of the Directors seeking appointment/re-appointment at the Annual General Meeting, forms integral part of the notice. The Directors have furnished the requisite declarations for their appointment/re-appointment.



19. The Register of Directors' and Key Managerial Personnel and their shareholding maintained under Section 170 of the Companies Act, 2013, the Register of contracts or arrangements in which the Directors are interested under Section 189 of the Companies Act, 2013 and all other documents referred to in the Notice will be available for inspection in electronic mode by sending an e-mail to aslhyd9@gmail.com.

20. Members desirous of obtaining any information concerning the accounts and operations of the Company are requested to address their questions in writing to the Company at least 7 (Seven) days before the date of the Meeting so that the information required may be made available at the Meeting.

21. The Company is pleased to provide members, facility to exercise their right to vote at the 30th Annual General Meeting (AGM) by electronic means through e-Voting Services provided by Central Depository Services (India) Limited (CDSL).

22. The attendance of the Shareholders attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Act.

23. Since the AGM will be held through VC/OAVM, the Route Map and Proxy Form and Attendance Slip is not annexed in this Notice

24. Notices/ documents including the Annual Report are now being sent by electronic mode to the shareholders whose e-mail address has been registered with the Company. Members who would like to receive such notices/documents in electronic mode in lieu of physical copy and who have not registered their e-mail addresses so far or who would like to update their e-mail addresses already registered, are requested to register/update their e-mail address.

- ❖ In respect of electronic shareholding – through their respective Depository Participants.
- ❖ In respect of physical shareholding – by sending a request to the Company's Share Transfer Agent at M/s Venture Capital & Corporate Investments Limited, 12-10-167, Bharatnagar Colony, Hyderabad-500018, Tel No.040-23818475/76, Email ID: investor.relations@vccipl.com, mentioning therein the Company's name i.e., Aditya Spinnars Limited, their folio number and e-mail address.

CDSL e-Voting System – For e-voting and Joining Virtual meetings.

1. As you are aware, in view of the situation arising due to COVID-19 global pandemic, the general meetings of the companies shall be conducted as per the guidelines issued by the Ministry of Corporate Affairs (MCA) vide Circular No. 14/2020 dated April 8, 2020, Circular No.17/2020 dated April 13, 2020 and Circular No. 20/2020 dated May 05, 2020. The forthcoming AGM will thus be held through through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.
2. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.
3. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to atleast 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
4. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.
5. Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India



or the Governor of a State or body corporate can attend the AGM through VC/OAVM and cast their votes through e-voting.

6. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at www.adityaspinnres.net. The Notice can also be accessed from the websites of the Stock Exchanges i.e., BSE Limited and National Stock Exchange of India Limited at www.bseindia.com and www.nseindia.com respectively. The AGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM i.e., www.evotingindia.com.
7. The AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 8, 2020 and MCA Circular No. 17/2020 dated April 13, 2020 and MCA Circular No. 20/2020 dated May 05, 2020.
8. In continuation of this MCA General Circular No. 02/2022 dated 5th May 2022 and Ministry's **General Circular No. 20/2020**, dated 05th May, 2020 and after due examination, it has been decided to allow companies whose AGMs were due to be held in the year 2022, or become due in the year 2022, to conduct their AGMs on or before 30th September 2022, in accordance with the requirements provided in General Circular No. 02/2022 dated 5th May, 2022 read with Circular No. 20/2020 & 02/2021.

THE INSTRUCTIONS OF SHAREHOLDERS FOR E-VOTING AND JOINING VIRTUAL MEETINGS ARE AS UNDER:

- (i) The voting period begins on 3rd September, 2022 at 09.00 AM and ends on 5th September, 2022 at 05:00 PM. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 30th August, 2022 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) 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 shareholders/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.

- (iv) 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 above said 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 CDSL	<p>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 https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi.</p> <p>2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies 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 & 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.</p> <p>3) If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration</p> <p>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 www.cdslindia.com home page or click on https://evoting.cdslindia.com/Evoting/EvotingLogin The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be 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.</p>
Individual Shareholders holding securities in demat mode with NSDL	<p>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: https://eservices.nsdl.com 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 or joining virtual meeting & voting during the meeting.</p> <p>2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS" Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp</p> <p>3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting</p>
Individual Shareholders (holding securities in demat mode) login through their Depository Participants	<p>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 or joining virtual meeting & voting during the meeting.</p>



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 helpdesk.evoting@cdslindia.com 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 evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30

(v) Login method for e-Voting and joining virtual meetings 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.
- 2) Click on "Shareholders" module.
- 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. Shareholders 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 and voted on an earlier e-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:

	For Physical shareholders and other than individual shareholders holding shares in Demat.
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"> • Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
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"> • 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.

- (vi) After entering these details appropriately, click on "SUBMIT" tab.
- (vii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders 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.
- (viii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (ix) Click on the EVSN for the relevant <Company Name> on which you choose to vote.
- (x) 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.



- (xi) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- (xii) 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.
- (xiii) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- (xiv) You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
- (xv) 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.
- (xvi) **Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.**
 - 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 in the “Corporates” module.
 - 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; aslhyd9@gmail.com, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM THROUGH VC/OAVM & E-VOTING DURING MEETING ARE AS UNDER:

1. The procedure for attending meeting & e-Voting on the day of the AGM is same as the instructions mentioned above for e-voting.
2. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-voting.
3. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM .
4. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.
5. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
7. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance atleast **7 days prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at (company email id). The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance **7 days prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at (company email id). These queries will be replied to by the company suitably by email.



8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
9. Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.\
10. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES.

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to Company/RTA email id.
2. For Demat shareholders -, Please update your email id & mobile no. with your respective Depository Participant (DP)
3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at 022- 23058738 and 022-23058542/43.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call on 022-23058542/43.

**DETAILS OF DIRECTORS SEEKING APPOINTMENT/
RE-APPOINTMENT AT THE ANNUAL GENERAL MEETING**
(Pursuant to Regulation 36 of the SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015, the brief profile of Directors eligible for re-appointment vide item no. 2 is as follows:)

Name of the Director	R SIVA KUMAR	K VIJAYULU REDDY
Date of Birth	26/10/1948	01/06/1959
Nationality	INDIAN	INDIAN
Date of Appointment on the Board	01/04/2002	09/11/2021
Qualifications	M. Tech, MBA	CHARTERED ACCOUNTANT
Expertise in specific functional area	He has about more than four decades of experience in various positions in production, marketing and control of company affairs	Professional having vast experience in the fields of Finance, Taxation, Accounting and advisory services
Number of shares held in the company	22,800 Equity Shares	NIL
Directorships held in other companies	Venkateswara Laminations and Pressings Ltd	Sri Chakra Cement Limited
Chairman / Member in the committees of the Boards of companies in which he is Director	Nil	Chairman of Audit Committee-Aditya Spinnars Limited
Name of listed entities in which the Director has Resigned in the past three years	Nil	Nil
Relationship with other directors Interse	Nil	Nil



Name of the Director	K V NAGA LALITHA
Date of Birth	19/09/1972
Nationality	INDIAN
Date of Appointment on the Board	13/08/2012
Qualifications	Commerce Graduate
Expertise in specific functional area	She has more than 20 years of experience in various positions in Finance, Marketing and Management of Company Affairs
Number of shares held in the company	5080320 Equity Shares
List of the directorships held in other companies	Sri Chakra Cement Limited Envean Leasing and Investments Limited Krishnarama Industrial Investments Limited Sri Bhava Steel and Power Limited Prabhu Cements Limited
Chairman / Member in the committees of the Boards of companies in which he is Director	Member of Audit Committee, CSR Committee, Stakeholders Relationship Committee, Share Transfer Committee-Aditya Spinnars Limited Member of Audit Committee, Nomination & Remuneration Committee, Share Transfer Committee-Sri Chakra Cement Limited
Name of listed entities in which the Director has Resigned in the past three years	Nil
Relationship with other directors Interse	Related to K Sriram & K Vijay Kumar

**By Order of the Board
For ADITYA SPINNERS LIMITED**

**Place: Hyderabad,
Date: 28.05.2022**

**Sd/-
K VIJAY KUMAR
Managing Director
DIN: 00769568**



DIRECTORS' REPORT

To

The Members

Your Directors have pleasure in presenting the 30th Annual Report of the company together with the Audited statement of Accounts for the year ended 31st March 2022.

FINANCIAL RESULTS:

		(Rs. in Lakhs)	
SL.NO	PARTICULARS	2021-22	2020-21
01	Gross Income	6443.40	3396.50
02	Profit Before Interest and Depreciation	730.21	317.81
03	Finance Charges	180.12	181.72
04	Gross Profit	550.09	136.09
05	Provision for Depreciation	202.08	188.41
06	Net Profit before Tax	348.01	(52.32)
07	Provision for Tax	7.67	(9.90)
08	Net Profit after Tax	340.34	(42.42)
09	Total Comprehensive Income	316.11	(77.60)

STATE OF COMPANY'S AFFAIRS:

During the year under review, the Company had achieved a sales turnover of Rs 6401.00 lakhs as against Rs 3340.92 lakhs made during the previous year. For the year 2021-22 the company earned a net profit of Rs 340.34 lakhs (Includes Deferred Tax expense of Rs. 7.67 lakhs) as against the net loss of Rs 42.42 lakhs made during the previous year.

DIRECTORS AND KEY MANAGERIAL PERSONNEL:

In accordance with the provisions of the Act and Articles of Association of the Company the Board is duly constituted. During the financial year under review, Sri N. Krishna Mohan (DIN: 00698772) and Sri K. Sriram (DIN: 05103429), Directors retired by rotation and being eligible were reappointed.

Sri Vijayulu Reddy Kaliki (DIN: 03154329) was appointed as Additional Director (Independent Category) w.e.f. 9th November, 2021 and the same is placed before the members at the ensuing Annual general Meeting for regularisation.

Sri R Siva Kumar (DIN: 01791576) & Smt K V Naga Lalitha (DIN: 02223430), Directors are subject to retirement by rotation at the ensuing Annual General Meeting and being eligible offered themselves for re-appointment and the same is placed before the members for approval.

After the closure of financial year under review, Sri N. Krishna Mohan (DIN: 00698772) has resigned as the Chairman and Director of the Company w.e.f. 30th April, 2022. The Board expresses its appreciation for Sri N. Krishna Mohan (DIN: 00698772) for the valuable guidance and services rendered by him during his tenure as Chairman and Director of the Company and for smooth conduct of the Board Meetings and operations of the Company. Under his guidance, the Company has seen good prospects and crossed many benchmarks.

DIRECTOR'S RESPONSIBILITY STATEMENT:

Pursuant to section 134(3) (c) of the Companies Act, 2013, the Directors confirm that:

- ❖ In the preparation of Annual Accounts, the applicable Indian accounting standards had been followed and there are no material departures from the same.
- ❖ The Directors have selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give true and fair view of the state of affairs of the company at the end of the financial year and the profit and loss of the company for that period.
- ❖ 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.
- ❖ Annual accounts were prepared on a going concern basis., and
- ❖ Directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.



- ❖ The proper system was devised to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

DECLARATION BY INDEPENDENT DIRECTORS:

The company has received necessary declaration from all independent Directors under section 149(7) of the Companies Act, 2013 that they meet the criteria of Independence laid down in section 149(6) of the Companies Act, 2013.

BOARD MEETINGS:

The Board met four times during the year under review and the particulars of meeting held and attended by each Director are detailed in the Corporate Governance Report.

POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION

The Company's policy lays down the criteria for determining qualifications, positive attributes, Independence of a director and other matter as provided under sub-section (s) of section 178 of the Companies Act, 2013.

The current policy is to have an appropriate mix of executive and Independent Directors to maintain the independence of the Board in terms of the provisions of Section 178 of the Companies Act, 2013. The Board consists of one Executive Director and four Non Executive Non Independent Directors in addition to four independent Directors as on the closure of financial year. We affirm that the remuneration paid to the directors is as per the terms laid out in the nomination and remuneration policy of the Company.

AUDIT COMMITTEE:

Pursuant to the provisions of section 177 of the Companies Act, 2013 the Company board constituted the Audit Committee with the following directors.

- Sri M. Narasimha Rao, Independent Director as Chairman.*
- Sri K. Vijayulu Reddy, Independent Director as Chairman.*
- Sri K. V. Prasad, Independent Director
- Smt K V Naga Lalitha, Non-Executive Director.

The Audit Committee was re-constituted at the Board Meeting held on 9th November 2021 and thereafter Sri M Narsimha Rao ceased to be the member and Chairman of Audit Committee. Sri K Vijayulu Reddy was appointed as Chairman & Member of Audit Committee.

AUDITORS:

- ❖ **Statutory Auditors:** At the 25th Annual General Meeting held on 22nd day of September 2017, M/s T Mohan & Associates (formerly Known as Lakshmi & Associates), Chartered Accountants were appointed as statutory auditors of the company to hold office for a period of five consecutive years commencing from the financial year 2017-18. In this regard, the company has received a certificate from the auditors to the effect that if they are reappointed, it would be in accordance with the provisions of section 141 of the Companies Act, 2013. Their term expires at the ensuing Annual General Meeting and their re-appointment is placed for approval of members at ensuing Annual General Meeting.
- ❖ **Secretarial Auditors:** Puttaparthi Jagannatham & Co., Company Secretaries, Hyderabad are the Secretarial Auditors appointed by the board of directors of the company for the year 2021-22 and the report is attached to this Directors' Report vide **ANNEXURE-1**.

VIGIL MECHANISM:

Pursuant to the provisions of section 177(9) & (10) of the Companies Act, 2013, a Vigil Mechanism for directors and employees to report genuine concerns has been established. The Company has not denied access to any personnel to approach the management on any issue.

LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186:

Details of Loans, Guarantees and investments covered under the provisions of section 186 of the Companies Act, 2013 are given in the notes to the Financial Statements.



CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

All transactions with related parties were in the ordinary course and arm's length basis. There are no material transactions; hence disclosure under Form AOC-2 is not required.

PARTICULARS OF EMPLOYEES AS PER THE RULE-5(2) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULE, 2014.

There is no employee who was in receipt of remuneration in excess of the limits specified.

The information required pursuant to section 197 of the of the Companies Act, 2013 read with Rule 5(1) of the companies (Appointment and Remuneration of Managing personnel) Rules, 2014 and companies (particulars of employees) Rules, 1975, in respect of employees of the company and Director is given in a separate annexure to this report vide **ANNEXURE-2**.

CONVERSATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:

Information required under section 134(3) (m) of the of the Companies Act, 2013 read with Rule 8 of the companies (Accounts) Rules, 2014 is given in **ANNEXURE-3**.

RISK MANAGEMENT POLICY:

The Company has been addressing various risks impacting the company and the policy of the company on risk management is set out in the Management Discussion and Analysis which forms part of this report.

DEPOSITORY SYSTEM

Your Company's shares are tradable compulsorily in electronic form and your Company has connectivity with both the Depositories i.e. National Securities Depository Limited (NSDL) and Central Depository Service (India) Limited (CDSL). As per the SEBI (Listing Obligations & Disclosure Requirements) (Fourth Amendment) Regulations, 2018, vide Gazette notification dated 8th June, 2018 & 30th November, 2018 mandated that Share transfer shall be mandatorily carried out in dematerialized form only w.e.f. from 1st April, 2019. In view of the numerous advantages offered by the Depository System, members are requested to avail the facility of Dematerialization of the Company's shares on either of the Depositories mentioned as aforesaid.

BOARD EVALUATION:

The evaluation of all the directors and the Board as a whole was conducted based on the criteria and framework adopted by the Board. The evaluation process has been explained in the Corporate Governance report section in this Annual Report. The Board approved the evaluation results as collated by the nomination and remuneration committee. None of the Independent Directors are due for re-appointment.

ANNUAL RETURN:

The Annual Return of the company has been placed at the website of the company and can be accessed at <http://adityaspinnars.net/>

MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

As required under the Listing Regulations a statement on the Management Discussion and Analysis Report is attached to this Report vide **ANNEXURE-4**.

CORPORATE GOVERNANCE REPORT:

Your Company has taken adequate steps to adhere to all the stipulations laid down in 27 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015. A report on the Corporate Governance is included as a part of this report. Certificate from the Secretarial Auditors of the company M/s. Puttaparthi Jagannatham & Co, Company Secretaries, Hyderabad, confirming the compliance with the conditions of Corporate Governance as stipulated under above regulations is included as parts of this report vide **ANNEXURE-5**.

**DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE-TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONG WITH THE REASONS THEREOF:**

The aforementioned clause is not applicable to the Company during the financial year ended as on 31st March, 2022 as the Company has not taken any loan from the banks or financial institutions under the above mentioned scheme and accordingly there is no instance of one time settlement.

Your Directors state that no disclosure or reporting is required in respect of the following items as they are not apprised there were no transactions on these items during the year under review.

- Details relating to deposits covered under chapter 5 of the Act.
- No significant or material orders were passed by the Regulators or courts or tribunal which impact two going concern status and the company's operations in future.
- There are no such instances of frauds reported by Auditors under Section 143(12) and hence the reporting clause is not applicable to the Company.
- No cases were filed pursuant to the sexual harassment of women at workplace (prevention, prohibition and Redressal) Act, 2013 as per the internal complaints committee (ICC).
- No Dividend was recommended by the Board.
- Your Directors do not propose to carry any amount to General Reserve Account.
- No Issue of equity shares with differential rights as to Dividend, voting or otherwise.
- No Issue of shares to employees of the company under any revenue.
- Corporate social responsibility policy not applicable for the year under report.
- The Company has complied with all the applicable Secretarial Standards issued by The Institute of Company Secretaries of India and notified by the Central Government
- The Company has maintained cost records under Section 148(1) of the Companies Act, 2013. However, Cost Audit is not applicable
- The Business Responsibility Reporting as required by Regulation 34(2) of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, is not applicable to your Company for the financial year ending March 31, 2022
- There is no change in the nature of the business of the company during the year under report.
- There were no such companies which have come or ceased to be the company's subsidiaries, joint ventures or associate companies during the year.
- There were no significant material events occurred between the closure of the books of accounts for the year **2021-22** and the date of this report.
- The company has adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2022 based on the internal controls over financial reporting.
- During the period under review, there was no application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016

ACKNOWLEDGEMENT:

Your Directors take this opportunity to express their sincere appreciation for the support and co-operation received from the various departments of the Government, Bankers, suppliers, customers and shareholders. The Directors also wish to place on record, their appreciation for the committed services of the company's employees.

For and on behalf of the board

Sd/-
K Vijay Kumar
Managing Director
DIN: 00769568

Sd/-
K Sriram
Director
DIN: 05103429

Place: Hyderabad
Date: 28.05.2022



**ANNEXURE -1
FORM NO. MR-3**

Secretarial Audit Report

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2022

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

**To
The Members of
Aditya Spinners Limited**

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate governance practice by Aditya Spinners Limited (hereinafter called "**the Company**"). Secretarial Audit was conducted in manner that provided us a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's Books, Papers, Minutes Books, Forms and Returns filed and other Records maintained by the Company and also the information provided by the Company, its officers, agents and authorised representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the financial year commencing from 1st April, 2021 and ended 31st March, 2022, complied with the statutory provisions listed hereunder and also that the Company has proper Board process and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

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

1. The Companies Act, 2013 (the Act) and the rules made there under;
2. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
3. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
4. Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
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, 2009; **Not Applicable during the period under review;**
 - d) The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021; **Not Applicable during the period under review;**
 - e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **Not Applicable during the period under review;**
 - f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client; **Not Applicable during the period under review;**
 - g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **Not Applicable during the period under review;**
 - h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; **Not Applicable during the period under review;**
 - i) The Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015; and
 - j) The Securities and Exchange Board of India (Depositories and Participants) Regulations, 2018.
6. We have also examined compliances with the applicable clauses of the following:
 - i) Secretarial Standards issued by The Institute of Company Secretaries of India with relating to Board Meetings and General Meetings.
 - ii) The Listing Agreements entered into by the Company with BSE Limited (BSE) on 31st March, 2022 read with the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.



iii) Other Applicable Laws specifically to the company:

- National Textile Policy, 2000;
- The Textile Committee Act, 1963;
- The Textile Undertakings Act, 1995; &
- Textiles (Development and Regulation) Order, 2001.

7. During the financial year under report, the Company has complied with the provisions of the Acts to the extent applicable and the Rules, Regulations, Guidelines, Standards, etc., mentioned above.

DURING THE PERIOD UNDER REPORT, IT IS OBSERVED THAT:

- i) As per the information and explanations provided by the company, its officers, agents and authorized representatives during the conduct of Secretarial Audit, we report that the provisions of the Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of:
 - External Commercial Borrowings were not attracted to the Company under the financial year under report;
 - Foreign Direct Investment (FDI) were not attracted to the company under the financial year under report;
 - Overseas Direct Investment by Residents in Joint Venture/ Wholly Owned Subsidiary abroad were not attracted to the company under the financial year under report.
- ii) As per the information and explanations provided by the company, its officers, agents and authorized representatives during the conduct of secretarial audit, we report that the Company has not made any GDRs/ADRs or any Commercial Instrument under the financial year under Report.

8. We have relied on the information and representation made by the Company and its Officers for systems and mechanism formed by the Company for compliances under other applicable Acts, Laws and Regulations to the Company as stated under para-6 above.

9. We further report that:

- (i) based on the information provided by the Company, its officers and its authorised representatives during the conduct of the audit and also on review of quarterly reports by respective Department Heads/Company Secretary/ CEO taken on record by the Board of Directors of the Company, adequate systems and processes and control mechanism exist in the company to monitor and ensure the compliance of with the applicable general laws like labour laws, competition law and environment laws.
- (ii) The Compliance by the Company of applicable financial laws like direct and indirect laws has not been reviewed in this Audit since the same have been subject to review by Statutory Financial Audit and Other designated professionals.
- (iii) The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors.
- (iv) adequate notice is given to all Directors to schedule the Board and Committee Meetings, agenda and detailed notes on agenda were sent electronically well in advance or shorter consent were taken in other cases, 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.
- (v) all the decisions at the Board Meetings and Committee Meetings have been carried out unanimously as recorded in the Minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

10. We further report that,

- (i) 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.
- (ii) There were no specific events/actions in pursuance of the above referred laws, rules, regulations, etc., having a major bearing on the Company's affairs except as reported in the Financial Audit Report.



Place: Hyderabad
Date: 25th May, 2022

For Puttaparthi Jagannatham & Co.
Company Secretaries
Sd/-
CS Navajyoth Puttaparthi
Partner
FCS No: 9896; CP No: 16041
Peer Review Certificate No. 1158/2021
UDIN: F009896D000382281

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

ANNEXURE A'

To,
The Members of
Aditya Spinnners Limited

Our report with given date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Wherever required, we 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. Our 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.

Place: Hyderabad
Date: 25th May, 2022

For Puttaparthi Jagannatham & Co.
Company Secretaries
Sd/-
CS Navajyoth Puttaparthi
Partner
FCS No: 9896; CP No: 16041
Peer Review Certificate No. 1158/2021
UDIN: F009896D000382281



ANNEXURE-2

Statement of Disclosure of Remuneration under section 197 of Companies Act, 2013 and Rule 5(1) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

- ❖ Ratio of remuneration of each Executive Director to the median remuneration of the Employees of the company for the financial year 2021-22, the percentage increase in remuneration of Chief Executive Officer, Chief Financial Officer and other Executive Director and Company Secretary during the financial year 2021-22.

S.No.	Name of Director/KMP	Designation	Ratio of remuneration of each Director to median remuneration of Employees	Percentage increase in Remuneration
1	K.Vijay Kumar	Managing Director	1: 20.40	NIL
2	P. Ramamoorthy	CFO	1: 2.45	NIL
3	P Venkata Subba Rao	Company Secretary	1: 2.35	NIL

Note:

- The Non-Executive Directors of the Company are entitled for sitting fee and commission as per the statutory provisions and within the limits approved by the shareholders. The details of remuneration of Non-Executive Directors are provided in the Corporate Governance Report and are governed by the Differential Remuneration Policy as detailed in the said report. The ratio of remuneration and percentage increase for Non-Executive Directors Remuneration is therefore not considered for the purpose above.
- Percentage increase in remuneration indicates annual target total compensation increases, as approved by the Nomination and Remuneration committee of the Company during the financial year 2021-2022.
- An employee for the purpose above includes all employees excluding employees governed under collective bargaining.
- ❖ The percentage increase in the median remuneration of Employees for the financial year was 4 %.
- ❖ The Company has 207 permanent Employees on the rolls of Company as on 31st March, 2022.
- ❖ **Relationship between average increase in remuneration and company's performance:**
Every year, the salary increase for the Company is decided on the basis of a benchmarking exercise that is undertaken with similar profile organisations. The final salary increases given are a function of Company's market competitiveness in this comparator group as well as overall business affordability. During the year, similar approach was followed to establish the remuneration increases to the Employees Variable compensation is an integral part of our total reward package and is directly linked to an individual performance rating and business performance. Salary increase during the year was in line with Company's performance as well as pre Company's market competitiveness.
- ❖ **Comparison of the remuneration of the Key Managerial Personnel against the performance of the Company:**
In line with Company's reward philosophy, merit increase and annual bonus pay-outs of its Employees including Key Managerial Personnel are directly linked to individual performance as well as that of the business. Given the superior business performance and the performance rating of the Key Managerial Personnel, appropriate reward by way of merit increase or variable pay have been awarded to the Key managerial Personnel for the current year. This was duly reviewed and approved by the Nomination and Remuneration Committee of the Company.
- ❖ Average percentage increase made in the salaries of Employees other than the managerial personnel in the financial year was 4% whereas the increase in the managerial personnel remuneration was NIL. The average increases every year is an outcome of Company's market competitiveness as against its peer group companies.
- ❖ **The key parameters for any variable component of remuneration:**
Package for all Employees including Executive Directors, Annual Bonus is directly linked to an individual performance rating and business performance. At the start of the year, every Employee (including Executive Directors), have key targets assigned for the year in addition to their job fundamentals. These are drawn from the organisational strategic plan and are then reviewed for consistency and stretch, Business targets are a combination of goals such as Underlying Volume Growth, Underlying Sales Growth, Core Operating Margin etc.
- ❖ The ratio of the remuneration of the highest and Director to that of the Employees who are not Directors but receive remuneration in excess of the highest paid Director during the year is not applicable.
- ❖ It is hereby affirmed that the remuneration paid during the year is as per the Remuneration Policy of the Company.



ANNEXURE -3

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNING AND OUTGO ETC.

Information conservation of Energy, Technology absorption, Foreign Exchange earnings and outgo required to be disclosed under section 134 (3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014, are given in the Annexure B to this report.

❖ **CONSERVATION OF ENERGY**

- ❖ Energy Conservation Measures are taken regularly and energy audits are being internally conducted and efforts are being made to improve the performance of DG sets with the help of suitable additives.
- ❖ Additional investment and proposals, if any, being implemented for reduction in consumption of energy:- Nil-
- ❖ Impact of measures of (a) and (b) above for reduction in energy consumption and consequent impact on the cost of production of goods: Being studied.
- ❖ Total energy consumption and energy consumption per unit of production as per Form A of the Annexure to the Rules in respect of industries specified in the schedule thereto:

FORM - A

Particulars	As at 31 March 2022	As at 31 March 2021
A. Power and Fuel Consumption:		
Electricity:		
a) Purchases (Units in Lakhs)	135.92	87.92
Total Amount (Rs. In Lakhs)	965.44	619.45
Rate per Unit in (Rs.)	6.23	7.04
b) Own Captive Generation:	NIL	NIL
B. Consumption per unit of production:		
Yarn production (in MTS.)	2181.51	1429.52
Energy consumption (KWH) per kg. of yarn	6.23	6.15

- ❖ **TECHNOLOGY ABSORPTION: NIL**
- ❖ **FOREIGN EXCHANGE EARNINGS: NIL**
- ❖ **FOREIGN EXCHANGE OUT GO: Rs.97.23 lacs**

For and on behalf of the board

Sd/-
K Vijay Kumar
Managing Director
DIN: 00769568

Sd/-
K Sriram
Director
DIN: 05103429

Place: Hyderabad
Date: 28.05.2022



1. INDUSTRY STRUCTURE & DEVELOPMENTS:

The Global Economy faced several challenges in previous years ranging from slackness in demand, trade dispute between U.S.A and China and other Geo Political uncertainty which slowdown the Global trade. The outbreak of COVID-19, a global pandemic further impacted the economic and social activity all over the world and has changed the global growth outlook in the year ahead. The advance economies like U.S.A. and Europe etc., has shown a moderate growth. In major emerging economies too, the economic activity remained weak due to slackness in global demand.

The Textile Industry is one of the oldest Industry in the country and plays an important role in the country's economy in terms of Industrial Production, Employment and foreign exchange earnings. The Textile Industry has achieved a good growth in last two decades in terms of installed spindles and yarn production. This could happen due to buoyant domestic and international demand, conducive Government Policies. Indian Textile sector contributes to 4% to the country's Gross Domestic Product (GDP), accounting for 14% of Industrial Production, 17% to the country's exports, In addition, this industry provides indirect employment to large number of workforce and also helps to develop many related ancillaries which generates further employment. It is the second largest employment provider after the agricultural sector. India is the second largest textile exporter and the fifth largest in apparel exports globally, with a share of 6% and 4% respectively. Exports contributes major revenue to the exchequer and is expected to increase to \$300 billion by 2024-25 resulting in tripling the Indian market share from 5% to 15% and create an additional 35 million jobs in the coming year.

The Company's production, supply and sales have suffered due to COVID-19 but since the markets opened up and work was resumed, the company has tried to recover the losses incurred and increase the productivity to an optimum level to decrease the costs. The overall performance of the company as compared to previous year has been better, keeping in mind the impact of COVID-19 on the economy.

It is hoped that textile industry may perform better in the years to come, provided the prices of raw material are stable. These are favourable indicators for the reasonable growth of textile industry in the country.

MARKETING:

Your Company is constantly focussing its efforts to cater to high end users. The Company has got excellent relations with all its customers who have been dealing with the Company over the years, by adhering to quality standards, delivery schedules and competitive prices. The demand in domestic as well as export market is improving gradually.

Government Initiatives:

The Indian government has introduced a number of schemes and policies to promote exports in textile sector. 100% FDI is allowed in textile sector under automatic route.

2. STRENGTHS, OPPORTUNITIES, WEAKNESS AND THREATS:

STRENGTH:

- Continuous raw material availability that helps industry to control costs and reduce the lead times across the operation.
- Availability of Skilled Manpower provides competitive advantage to industry.
- Large and diversified segments in this industry that provide wide variety of products

OPPORTUNITIES:

- The cultural diversity and rich heritage of the country offers good inspiration base for designs and thus ensuing value addition in the proud range.
- Natural demand drivers including rising income levels, increasing urbanisation and growth of the purchasing population drive domestic demand.

WEAKNESSES:

- Fragmented Industry restricts the scope of enlarging base and emergence as global leaders.
- Lack of desirable levels of Technological Development affects the productivity and other activities in whole value chain.
- Continuous Quality Improvement is need of the hour as there are different demand patterns all over the world.

**THREATS:**

- Change in Government policies may affect the industry.
- The financial costs, taxes, increasing competition, closing of borders and lockdowns and availability of working capital are other major threats

3. SEGMENT-WISE OR PRODUCT-WISE PERFORMANCE:

The Company is mainly engaged in the business of manufacturer of blended yarn and accordingly this is the only Single Reportable Segment.

4. OUTLOOK:

The Company continuous to be an important player in the field of blended yarn in medium and fined count segment with specialised products. There are good prospects for increasing exports of yarn to European Countries. The company is making all efforts to explore new markets apart from current markets.

5. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The Company has an adequate and effective internal control system commensurate with the size and complexity of the organization. The Company has undertaken a comprehensive review of all internal control systems to take care of the needs of the expanding size of the Company and believes that these systems provide, among other things, a reasonable assurance that transactions are executed with management authorization. It also ensures that they are recorded in all material respect to permit preparation of financial statements in conformity with established accounting principles along with the assets of the Company being adequately safeguarded against significant misuse or loss. The company has also upgraded the IT support systems. A system of internal audit to meet the statutory requirement as well as to ensure proper implementation of management and accounting controls is in place.

Key elements of the Internal Control Systems are as follows:

- Existence of Authority Manuals and periodical updating of the same for all Functions.
- Existence of clearly defined organisational structure and authority.
- Existence of corporate policies for Financial Reporting and Accounting.
- Existence of Management information system updated from time to time as may be required.
- Existence of Annual Budgets and Long Term Business Plans.
- Existence of Internal Audit System.
- Periodical review of opportunities and risk factors depending on the Global / Domestic Scenario and to undertake measures as may be necessary.

The Audit Committee is periodically reviewing the Internal Audit Reports for the auditing carried out in all the key areas of the operations. Additionally the Audit Committee approves all the audit plans and reports for significant issues raised by the Internal and External Auditors. Regular reports on the business development, future plans and projections are given to the Board of Directors. Internal Audit Reports are regularly circulated for perusal of Senior Management for appropriate action as required.

Nominal foreseeable risks of the Company's assets are adequately covered by comprehensive insurance. Risk assessments, inspections and safety audits are carried out periodically.

6. FINANCIAL AND OPERATIONAL PERFORMANCE:

Attention is drawn to refer Director's Report on performance review.

7. HUMAN RESOURCES DEVELOPMENT AND INDUSTRIAL RELATIIONS:

There are no material developments in the Human Resources area. The industrial relations have been generally satisfactory. The Company constantly reviews the man power requirements and has a properly equipped Department to take care of the requirements. The Company has constituted an Internal Complaint Committee (ICC) in pursuant to the provisions of The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 for prevention, prohibition and Redressal of complaints / grievances on sexual harassment of women at work places.

The Company continued the welfare activities for the employees, which include Medical Care, Group Insurance, and Canteen Facility. To enrich the skills of employees and enrich their experience, the Company arranges Practical Training Courses by Internal and External Faculty.

**8. ACCOUNTING TREATMENT**

In the preparation of the financial statements the Company has followed the Indian Accounting Standards (IND AS) specified under Section 133 of the Act, read with relevant rules made there under. The Significant Accounting policies which are consistently applied have been set out in the notes to the financial statements.

9. CAUTIONARY STATEMENT:

Readers are advised to kindly note that the above discussion contains statements about risks, concerns, opportunities, etc., which are valid only at the time of making the statements. Statements made in this report describing the Company's projections, estimates, expectations or predictions may be 'forward looking predictions within the meaning of applicable securities laws and regulations. Actual results may differ from such estimates, projections, etc. whether expressed or implied. Factors which would make a significant difference to the Company's operations include availability of quality raw materials, market prices in the domestic and overseas markets, changes in Govt. Regulations and tax laws, economic conditions affecting demand/ supplies and other environmental factors over which the Company does not have any control.

For and on behalf of the board

Sd/-
K Vijay Kumar
Managing Director
DIN: 00769568

Sd/-
K Sriram
Director
DIN: 05103429

Place: Hyderabad,
Date: 28.05.2022



REPORT ON CORPORATE GOVERNANCE

In accordance with Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 on Corporate Governance, your Company is complying with the guidelines. The report for current year is as follows:

1. COMPANY'S PHILOSOPHY:

The Company's policies, practices and philosophy adopted since inception are in line with ethical Corporate Governance Practices. The composition of company board is well balanced with a view to manage the affairs of the Company efficiently and professionally. The management believes that corporate growth, goals, transparency and enhanced shareholder value are to be achieved only through good corporate governance.

2. BOARD OF DIRECTORS:

The Board of Directors of the Company have an optimum combination of Executive, Non-Executive and Independent Directors, who have in-depth of business knowledge of business, in addition to the expertise in their areas of specialisation. The Board of the Company comprises eight Directors that include one Women Director.

❖ The composition and category of Directors as on 31st March, 2022 are follows:

Category	Name of Director	Designation
Promoter Executive Director	Sri K Vijay Kumar	Managing Director
Promoter and Non executive Director	Sri N Krishna Mohan	Director & Chairman
	Smt. K. V. Nagalalitha	Director
	Sri. R.Siva Kumar	Director
	Sri. K. Sriram	Director
Independent and Non-Executive Director	Sri. K. V. Prasad	Director
	Sri. M. Narasimha Rao	Director
	Sri. Nemani Gopal	Director
	Sri K Vijayulu Reddy	Director

❖ Number and date of Board Meetings held and attendance of each Director at the Board Meetings and at the last AGM:

During the year 2021-22 the Board met four times on 25-06-2021, 10-08-2021, 09-11-2021, and 11-02-2022. The following table shows details of Directors attendance at the board meeting and at the last annual general meeting, number of membership held by the directors in the board committees of various other companies.

Name of the Director	No. of Board Meetings attended	Last AGM attended Yes/No
Sri. N. Krishna Mohan	04	Yes
Sri. R. Siva Kumar	04	Yes
Sri. K. Vijay Kumar	04	Yes
Sri. K. Sriram	04	Yes
Smt. K. V. Nagalalitha	03	Yes
Sri. K. V. Prasad	04	Yes
Sri. M. Narasimha Rao	04	Yes
Sri. N. Gopal	04	Yes
Sri K Vijayulu Reddy	01	No

❖ Particulars of Directorships of other Companies

OTHER DIRECTORSHIPS

Name of the Director and Designation	Name of the Company	Position
➤ Sri. N. Krishna Mohan Chairman & Director	Sri Chakra Cement Limited	Chairman & Managing Director
	Krishna Rama Industrial Investment Limited	Director
	Jitharam Finance and Investment Limited	Director
	Sri Narasimha Cements and Power Limited	Director
	Saketh IT Solutions Private Limited	Director



➤ Sri. K. Vijay Kumar Managing Director	Prabhu Cements Limited Envean Leasing and Investment Limited Sri Bhava Steel and Power Limited Sri Chakra Cement Limited Saketh IT Solutions Private Limited	Director Director Director Managing Director Director
➤ Sri. R. Siva Kumar Non Executive Director	Venkateswara Laminations and Pressings ltd	Additional Director
➤ Sri. K. Sriram Non Executive Director	Envean Leasing and Investments Limited Sri Chakra Cement Limited	Director Executive Director
➤ Smt. K.V. Nagalalitha Non Executive Director	Prabhu Cements Limited Envean Leasing and Investment Limited Krishna Rama Industrial Investment Limited Sri Chakra Cement Limited Sri Bhava Steel and Power Limited	Director Managing Director Director Director Director
➤ Sri. K. V. Prasad Independent Director	K K Spintex India Private Limited Aneesh Textiles Private Limited Sarika Parboiled Rice Mill Private Limited Andhra Pradesh Textile Mills Association	Managing Director Managing Director Director Director
➤ Sri. M. Narasimha Rao Independent Director	Nil	Nil
➤ Sri. Nemani Gopal Independent Director	Sri Chakra Cement Limited	Independent Director
➤ Sri K Vijayulu Reddy Independent Director	Sri Chakra Cement Limited	Independent Director

❖ **No. of other Board Committees they are members/Chairman:**

Audit Committee	Stakeholders Relationship Committee	Nomination and Remuneration Committee	Corporate Social Responsibility Committee
Sri. M. Narasimharao Chairman (till 9.11.2021)	Sri. N. Krishna Mohan, Chairman	Sri. M. Narasimharao, Chairman	Sri. N. Krishna Mohan, Chairman
Sri. K. Vijayulu Reddy Chairman (w.e.f 9.11.2021)	Sri. M. Narasimharao Member	Sri. N. Krishna Mohan, Member	Smt. K. V. Nagalalitha, Member
Smt. K.V. Nagalalitha, Member	Smt. K. V. Nagalalitha, Member	Sri K.V. Prasad, Member	Sri. M. Narasimharao, Member
Sri. K.V. Prasad, Member			

3. INDEPENDENT DIRECTORS:

The Board hereby confirms that independent directors fulfil the conditions specified in SEBI Regulations and are independent of the management.

❖ **Confirmation and Declarations:**

The Company has complied with the definition of Independence as per Regulation 16 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 and according to the Provisions of section 149(6) Companies Act, 2013. The company has also obtained declarations from all the Independent Directors pursuant to section 149 (7) of the Companies Act, 2013.

❖ **Training of Independent directors:**

Whenever new Non-executive and Independent Directors are inducted in the Board they are introduced to our Company's culture through appropriate orientation session and they are also introduced to our organisation structure, our business, constitution, board procedures, our major risks and management strategy.

❖ **Performance Evaluation of non-executive and Independent Directors**

The Board evaluates the performance of Non-executive and Independent Directors every year. All the Non-executive and Independent Directors are eminent personalities having wide experience in the field of business, industry and administration. Their presence on the Board is advantageous and fruitful in taking business decisions.

❖ **Separate Meeting of the Independent Directors:**

The Independent Directors held a meeting on 11th February, 2022, without the attendance of Non-Independent Directors and members of Management. All the Independent Directors were present at the meeting. The following issues were discussed in detail:



- 1) Reviewed the performance of non-Independent directors and the Board as a whole.
- 2) Reviewed the performance of the Chairperson of the Company, taking into account the views of Executive Directors and Non-Executive Directors.
- 3) Assessed the quality, quantity and timeliness of flow of information between the Company Management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

4. AUDIT COMMITTEE:

➤ Terms of reference:

The Audit Committee reviews the audit reports submitted by the Internal Auditors and Statutory Auditors, financial results, effectiveness of internal audit processes and the Company's risk management strategy. It reviews the Company's established systems and the Committee is governed by a Charter which is in line with the regulatory requirements mandated by the Companies Act, 2013 and Regulation 18 read with Part C of Schedule II of Listing Regulations, 2015.

➤ Composition:

The Audit Committee of the Company consists of two Independent Directors and one Non- Executive Director. The Chairman of the Audit committee is financially literate and majority of them having accounting or related financial management experience. Representative of Statutory Auditor is permanent invitee. Company Secretary acts as Secretary to the Committee.

➤ No. of Meetings held during the year:

During the year the Committee had four Meetings held on 25-06-2021, 10-08-2021, 09-11-2021 and 11-02-2022.

➤ Composition, name of Members and attendance during the year:

Name of the Director	Position	Held	Attended
Sri. M. Narasimha Rao	Chairman*	03	03
Sri. K. V. Prasad	Member	04	04
Smt. K.V.Naga lalitha	Member	04	04
Sri K Vijayulu Reddy	Chairman**	01	01

*Ceased w.e.f. 9.11.2021

** Appointed as Chairman w.e.f. 09.11.2021

The chairman of the Audit Committee was present at the last Annual General Meeting.

5. NOMINATION AND REMUNERATION COMMITTEE:

i) Terms of Reference:

This Committee shall identify the persons who are qualified to become Directors of the Company / who may be appointed in Senior Management in accordance with the criteria laid down, recommend to the Board their appointment and removal and also shall carry out evaluation of every director's performance. Committee shall also formulate the criteria for determining qualifications, positive attributes, Independence of the Directors and recommend to the Board a policy, relating to the remuneration for the Directors, Key Managerial Personnel and other employees.

ii) Composition:

The Nomination and Remuneration Committee of the Company consists of one independent director and two non-executive directors.

iii) No. of Meetings held during the year:

During the year the committee had one meeting held on 09.11.2021.

iv) Composition, name of Members and attendance during the year:

Name of the Director	Position	held	Attended
Sri. M. Narasimharao,	Chairman	01	01
Sri. N. Krishna Mohan,	Member	01	01
Sri. K.V.Prasad,	Member	01	01



6. CORPORATE SOCIAL RESPONSIBILITY COMMITTEE:

i) Terms of reference:

This Committee formulate and recommend to the Board, a CSR Policy and recommend the amount of expenditure to be incurred on CSR activities. Committee framed a transparent monitoring mechanism

for implementation of CSR projects or programs or activities undertaken by the Company and also monitor CSR policy from time to time.

ii) Composition:

The CSR Committee of the Company consists of one independent director and one executive and one non-executive director.

iii) No. of Meetings held during the year:

There was no meeting held as CSR provisions were not applicable during the year under review.

iv) Composition, name of Members and attendance during the year:

Name of the Director	Position	held	Attended
Sri. N. Krishna Mohan	Chairman	0	0
Smt. K.V.Nagalalitha	Member	0	0
Sri. M.Narasimharao	Member	0	0

7. STAKEHOLDERS' RELATIONSHIP COMMITTEE:

i) Terms of reference:

This Committee focuses primarily on monitoring expeditious Redressal of investors / stakeholders grievances and also function in an efficient manner that all issues / concerns stakeholders are addressed / resolved promptly.

ii) Composition:

The Nomination and Remuneration Committee of the Company consists of one independent director and two non-executive directors.

iii) No. of Meetings held during the year:

During the year the Committee had four Meetings held on 25-06-2021, 10-08-2021, 09-11-2021 and 11-02-2022.

iv) Composition, name of Members and attendance during the year:

Name of the Director	Position	held	Attended
Sri. N. Krishna Mohan	Chairman	04	04
Smt. K.V.Nagalalitha	Member	04	04
Sri. M.Narasimharao	Member	04	04

8. SHARE TRANSFER COMMITTEE:

i) Terms of reference:

This Committee approves share transfers, issue of duplicate certificates, share transmission, share transposition and related matters.

ii) Composition:

The Nomination and Remuneration Committee of the Company consists of one executive director and one non-executive director.

iii) No. Of Meetings held during the year:

During the year the committee met 4 times held during the year 2021-2022 on 14-09-2021, 23-09-2021, 29-10-2021 and 10-12-2021.

iv) Composition, name of Members and attendance during the year:

Name of the Director	Position	held	Attended
Sri. K. Vijay Kumar	Chairman	04	04
Smt. K.V.Nagalalitha	Member	04	04
Sri. K. Sriram	Member	04	04

iv) Name and Designation of Compliance Officer:

Mr. P. V. Subbarao, Company Secretary & Compliance Officer



9. GENERAL BODY MEETINGS:

The last three Annual General meetings of the Company were held as under:
Perindesam Village KVB Puram Mandal, Near Srikalahasti, Chittoor District, Andhra Pradesh.

Financial Year	Date	Time	No. of Special Resolutions Passed
2020-2021	17.08.2021	12:00 Noon	01
2019-2020	19.09.2020	11:00 AM	04
2018-2019	24.09.2019	11:00 AM	02

Note: No postal ballots were used /invited for voting at these meetings in respect of special resolution passed as there were no requirements for compliance at the time.

10. DISCLOSURES:

- There are no materially significant related party transactions that have potential conflict with the interests of the company at large. Suitable disclosure as required by the Indian Accounting Standard (IND AS-24) Related party transactions, have been made in the Annual Report.
- Details of non compliance by the company, 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 are nil
- Pecuniary Transaction with Non-Executive Directors: NIL
- The Company has established a vigil mechanism for Directors and employees to report their genuine concerns. The vigil mechanism Policy / Whistle blower policy is available on the portal of the Company and the company confirms that no personnel has been denied access to the Audit Committee.
- During the year, the Board had accepted all the recommendations of its committees.
- The Company has complied with all the mandatory requirements of SEBI Regulations.
- No Complaints were filed during the year in relation to the Sexual harassment of Women at Work Place
- During the year, no shares of the company were lying in the demat suspense account or unclaimed suspense account.

i. **Related Party transactions there are no materials, Significant related party transactions that have potential conflict with the interests of the company at large. Suitable disclosures have been made in the Annual Report**

ii. **Relationship between Directors inter se:**

Sl.No.	Name of the Director	Relationship with other Directors
1	Sri. N. Krishna Mohan	Related to Sri. K. Vijay Kumar, Smt. K.V.Nagalalitha & Sri K Sriram
2.	Sri. K. Vijay Kumar	Related to Sri.N.Krishna Mohan, Smt.K.V.Nagalalitha & Sri K Sriram
3.	Smt. K. V. Nagalalitha	Related to Sri. N. Krishna Mohan, Sri. K.Vijay Kumar & Sri K Sriram
4.	Sri. K. Sriram	Related to Sri N.Krishna Mohan, Sri K.Vijay kumar & Smt. K.V.Nagalalitha
5.	Sri. R. Siva Kumar	None
6.	Sri. K. V. Prasad	None
7.	Sri. M. Narasimha Rao	None
8.	Sri. Nemani Gopal	None
9.	Sri. K Vijayulu Reddy	None

11. MEANS OF COMMUNICATION:

- ❖ In compliance with the requirements of the Listing Regulations, 2015, the company regularly intimates un-audited as well as audited financial results to the Stock Exchange immediately after they are taken on record by the Board.
- ❖ The financial results are generally published in the daily newspapers viz., Indian Express and Surya.
- ❖ Management Discussion and Analysis forms part of the annual report is posted to the shareholders of the company.



The results and official news releases of the Company are also made available on the Company's website i.e. www.adityaspinners.net

12. SEBI COMPLAINTS REDRESSAL SYSTEM (SCORES)

SEBI has initiated SCORES processing the investor complaints in a centralised web redressal system and online Redressal of all the shareholders complaints. The company is in compliance with the SCORES and Redressed the shareholders complaints well within the stipulated time.

13. GENERAL SHAREHOLDER INFORMATION:

- ❖ Annual General Meeting
 - Day and Date : Tuesday, 6th September, 2022
 - Time : 12.00 NOON
 - Venue Registered Office : Video Conferencing ("VC") /Other Audio Visual Means ("OAVM")
 - Financial Year : 01.04.2021 to 31.03.2022
- ❖ Book Closure Date : 31st August, 2022 to 6th September, 2022 (Both Days Inclusive)
- ❖ Dividend payment date : Not applicable
- ❖ ISIN : INE122D01026

14. Listing with Stock Exchanges : BSE Limited

REGISTRAR AND TRANSFER AGENTS: M/s. Venture Capital & Corporate Investments Private Limited,
12-10-167, Bharat Nagar Colony, Hyderabad- 500 018.
Tel.No040-23818475/76, Fax No.04023868024
Email ID: investor.relations@vccipl.com

15. SHARE TRANSFER SYSTEM:

Demat Requests are normally confirmed within 10 days of receipt subject to the documents being valid and complete in all respects.

16. DEMATERIALISATION OF SHARES:

The shares of the company are in compulsory demat segment. The company has signed agreements with both the depositories i.e., National Securities Depository Limited and Central Depository Services (India) Limited. As on 31st March, 2022 approximately 13340745 shares are dematerialised representing 79.69 % of the total issued capital

17. DISTRIBUTION OF SHAREHOLDING AS ON 31ST MARCH, 2022:

Category	No. of Share Holders	No. of Shares Held	% of Share Holding
Promoters, Directors and their relatives	3	11110640	66.37
Mutual Funds	7	88280	0.53
NRI/OCBs	117	92944	0.56
Banks, Financial Institutions	2	120	0.00
Private Corporate Bodies	96	115077	0.69
Trusts	2	447	0.00
Clearing Members	23	4253	0.03
Individuals	45953	5329127	31.84
Total	46203	16740888	100.00

18. Promoter/Promoter Group Holding as on 31st March 2022

Sl. No.	Name of the Shareholder	No. of Shares	% w.r.t total shares
1	Venkata Naga Lalitha Kapilavai	5080320	30.35
2	Vijay Kumar Kapilavai	5080320	30.35
3	Envean Leasing And Investments Limited	950000	5.67

19. Outstanding GDRs/ADRs/Warrants or any convertible Instruments, conversion date and likely impact on equity : NIL

**20. Details of Shares:**

Particulars	Number of shares	% Of total issued capital
Issued & Listed capital	16740888	100.00
Held in dematerialised form in CDSL	10890466	65.05
Held in dematerialised form in NSDL	2450279	14.64
Physical	3400143	20.31

21. PLANT LOCATION

: Perindesam Village, K. V. B. Puram Mandal,
Near Srikalahasti, Chittoor District, Andhra Pradesh.

22. ADDRESS FOR CORRESPONDENCE : M/s. Venture Capital & Corporate Investments Private Limited,
12-10-167, Bharat Nagar Colony,
Hyderabad- 500 018, Telangana. Tel: 40-23818475/76,
Fax: 040-23868024 Email ID: investor.relations@vccipl.com

23. CODE OF CONDUCT:**DECLARATION**

A Code of Conduct for the Directors and Senior Management Personnel had already been approved by the Board of Directors of the Company and circulated to the members of the Board and Senior Management of the Company. As stipulated under the provisions of Regulation 17(5) read with Schedule V(Part D) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, all the Directors and the designated personnel in the Senior Management of the Company have affirmed compliance with the said code for the financial year ended 31st March, 2022.

Place: Hyderabad,
Date: 28.05.2022.

Sd/-
K. Vijay Kumar
Managing Director
DIN: 00769568

CERTIFICATE ON CORPORATE GOVERNANCE

To
The Members of
ADITYA SPINNERS LIMITED

We have examined the relevant records relating to compliance of conditions of Corporate Governance by Aditya Spinners Limited ("the Company"), for the year ended 31st March, 2022, as per the relevant provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations') as referred to in Regulation 15(2) of the Listing Regulations for the year ended 31st March, 2022.

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

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in above mentioned Listing Regulations.

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

Place: Hyderabad
Date: 25th May, 2022.

For PUTTAPARTHI JAGANNATHAM & CO.,
COMPANY SECRETARIES

SD/-
CS NAVAJYOTH PUTTAPARTHI
PARTNER
FCS No: 9896; CP No: 16041
Peer Review Certificate No. 1158/2021
UDIN: F009896D000382268



CEO AND CFO CERTIFICATION
(Pursuant to Regulation 17(8) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015)

We, K. Vijay Kumar, Managing Director and P. Ramamoorthy, Chief Financial Officer responsible for the finance function and certify that:

We have reviewed financial statements and the cash flow statement for the year ended 31st March, 2022 and that to the best of our knowledge and behalf.

- ❖ These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
- ❖ These statements together present a true and fair view of the Company's affairs and are in compliance with existing Indian accounting standards, applicable laws and regulations.
- ❖ There are, to the best of our knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violative of the Company's code of conduct.
- ❖ We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of the internal control systems of the Company pertaining to financial reporting and we have disclosed to the Auditors and Audit Committee deficiencies in the design or operation of internal controls, if any, of which they are aware and the steps they have taken or propose to take to rectify these deficiencies.
- ❖ We have indicated to the Auditors and the "Audit Committee"
 - There has not been any significant change in internal control over financial reporting during the year under reference.
 - There has not been any significant Changes in accounting policies during the year requiring disclosure in the notes to the financial statements and
 - We are not aware of any instance during the year of significant fraud with involvement there in, if any, of the Management or an Employee having a significant role in the Company's internal control system over financial reporting.

Place: Hyderabad
Date : 28.05.2022

Sd/-
K. Vijay Kumar
Managing Director
DIN: 00769568

Sd/-
P. Ramamoorthy
Chief Financial Officer
PAN: AEKPP2041N



Annexure A

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

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

To,
The Members of
Aditya Spinners Limited

We have examined the relevant registers, records, forms, returns, and disclosures received from the Directors of Aditya Spinners Limited having CIN: L40300AP1991PLC012337 having its Registered Office at Perindesam Village, K.V.B. Puram Mandal, Near Srikalahasti, Chittoor District, Andhra Pradesh, produced before us by the Company for the purpose of issuing their certificate in accordance with Regulation 34 (3) read with Schedule V- Para C- Clause 10(i) of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to us by the Company & its officers, We hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31st March 2022 have 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 other Statutory Authority.

Sr. No	Name of Director	DIN	Date of appointment in Company
1	Vijay Kumar Kapilavai	00769568	01.07.2004
2	Siva Kumar Ramaswami	01791576	01.04.2002
3	Venkata Prasad Kuppam	01853455	27.09.2008
4	Venkata Naga Lalitha Kapilavai	02223430	13.08.2012
5	Gopal Nemani	02466535	14.08.2017
6	Vijayulu Reddy Kaliki	03154329	09.11.2021
7	Sriram Kapilavai	05103429	14.08.2017
8	Narasimha Rao Mandumula	06763347	09.11.2013
9	N. Krishna Mohan	00698772	27.09.1997

Ensuring the eligibility of for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Place: Hyderabad
Date: 25th May, 2022

For Puttaparthi Jagannatham & Co.
Company Secretaries
Sd/-
CS Navajyoth Puttaparthi
Partner
FCS No: 9896; CP No: 16041
Peer Review Certificate No. 1158/2021
UDIN: F009896D000382061



INDEPENDENT AUDITOR'S REPORT

To the Members of M/s Aditya Spinners Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of **M/s Aditya Spinners Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss (including Other Comprehensive Income) and the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, the profit and total comprehensive income, changes in equity and its cash flows 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 Responsibilities for the Audit of the Standalone financial statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the 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 we have obtained 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 communicate in our report.

Emphasis of matter

We draw your attention to Notes to IND AS Financial Statements dealing with Employee benefit obligations, wherein the management has obtained gratuity valuation from Life Insurance Corporation of India instead of valuation from Actuary.

Our opinion is not modified in respect of these matters.

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

The Company's Board of Directors is responsible for the other information. The other information comprises the Director's report and Management discussion and analysis report including Annexures, Corporate Governance and Shareholder's information but does not include the standalone financial statements and our auditor's report thereon.

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

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



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

Management's Responsibility for the Standalone Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Standalone financial statements

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

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

- a. 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.
- b. Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- 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 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.
- e. 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 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 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

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, we give in the **Annexure A**, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

As required by Section 143 (3) of the Act, we report that:

- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c. The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Cash Flow and the Statement of Changes in Equity dealt with in this report are in agreement with the books of account.
- d. In our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e. Based on the Written Representation received from the directors as on March 31, 2022 and taken on record by the Board of Directors, we report that none of the directors are disqualified as on March 31, 2022 from being appointed as a director in terms of Sub-section 2 of Section 164 of the Act.
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "**Annexure B**". Our report expresses an unmodified opinion on the adequacy and the operating effectiveness of the Company's internal financial controls over financial reporting.
- g. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended: In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
- h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. As informed to us and based on the audit procedures, the Company does not have any pending litigations.
 - ii. There is no requirement for any provision as required by any act or Indian Accounting Standards for material foreseeable losses, if any, on long term contracts including derivative contracts.



- iii. There are no amounts which are required to be transferred to Investor Education and protection fund.
- iv. (i) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (ii) The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- (iii) Based on such audit procedures considered has 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) contain any material mis-statement.
- v. The company has not declared or paid any dividend during the year.

For T MOHAN & ASSOCIATES
Chartered Accountants
Firm Registration No. 0012482S

Place: Hyderabad
Date: 28th May, 2022

MOHAN REDDY T
Partner
Membership No. 239635
UDIN: 22239635AJUVOH4099



Annexure-A to the Auditors' Report

Annexure referred to in paragraph under 'Report on Other Legal and Regulatory Requirements' section of our report of the Independent Auditor's Report of even date of M/s Aditya Spinnars Limited, on the standalone financial statements for the year ended March 31, 2022.

In terms of the information and explanations sought by us and given by the company and the books and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state the following:

- i. (a) (A) The Company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant & Equipment.
(B) The Company does not have any intangible assets and accordingly paragraph 3(i)(a)(B) of the Order is not applicable to the company.

(b) The management has physically verified the Property, Plant and Equipment at regular intervals. There were no material discrepancies noticed on such verification.

(c) Based on the examination of the registered sale deed/transfer deed provided to us, we report that, the title deeds of all the immovable properties disclosed in the financial statements included in property, plant and equipment are held in the name of the Company as at the balance sheet date. Immovable properties of land whose title deeds have been mortgaged as security for loans, guarantees etc., are held in the name of the Company.

(d) During the year, the company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both. Thus, paragraph 3(i) (d) of the Order is not applicable to the company.

(e) As informed to us, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder. Thus, paragraph 3(i) (e) of the Order is not applicable to the company.
- ii. (a) The inventories were physically verified during the year by the Management at reasonable intervals. In our opinion and based on 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 the aggregate for each class of inventories were noticed on such physical verification of inventories procedures performed as applicable, when compared with the books of account.

(b) The company has not been sanctioned with working capital limits in excess of Rs. 5 crores, in aggregate, at any point of time during the year, from banks or financial institutions on the basis of security of current assets. Thus, paragraph 3(ii)(b) of the Order is not applicable to the Company.
- iii. During the year, the company has not made investments in, 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. Thus, paragraph 3(ii) (b) of the Order is not applicable to the Company.
- iv. The Company has not made any transactions in the nature of loans, investments, guarantees, and security where provisions of section 185 and 186 of the Companies Act, 2013 are applicable. Thus, paragraph 3(iv) of the Order is not applicable to the Company.
- v. The company has not accepted any deposits, within the meaning of provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under. Thus, paragraph 3(v) of the Order is not applicable to the company.
- vi. The maintenance of cost records has been specified by the Central Government under Section 148(1) of the Companies Act, 2013. The company has prima facie maintained the cost records. However, the cost records have not been provided for our verification.
- vii. (a) According to the information and explanations given to us and the records of the companies examined by us, in our opinion, the company is regular in depositing the undisputed statutory dues including Goods and Services Tax, Provident Fund, Employees' State Insurance, Income-tax and other material statutory dues as applicable with the appropriate authorities. There were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income-tax, Goods and



Services Tax, and other material statutory dues in arrears as at March 31, 2022 for the period of more than six months from the date they became payable.

(b) Details of statutory dues referred to in sub-clause (a) which have not been deposited as on March 31, 2021 on account of disputes, are given below:

Name of the Statute	Nature of Dues	Forum where the dispute is pending	Period to which the said amount relates	Amount unpaid (Rs In Lakhs)
Income Tax Act, 1961	Income Tax	Commissioner Appeals	A.Y 2015-16	31.41

- viii. As informed to us and based on the records examined by us, during the year no tax assessments under the Income Tax Act, 1961 was carried on by the company. Thus, reporting under clause 3(viii) of the order is not applicable to the Company.
- ix. (a) In our opinion, the Company has not defaulted in there payment of loans or other borrowings or in the payment of interest thereon to any lender during the year.
- (b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (c) To the best of our knowledge and belief, in our opinion, term loans availed by the Company were, applied by the Company during the year for the purposes for which the loans were obtained.
- (d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
- (e) On an overall examination of the financial statements of the Company, the Company has not taken funds from any entity or person on account of or to meet the obligations of its subsidiaries.
- (f) The Company does not have any subsidiaries and accordingly this clause is not applicable to the company.
- x. (a) The company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) during the reporting period. Thus, reporting under clause 3(x)(a) of the order is not applicable to the Company.
- (b) During the year, the company has not made any preferential allotment or private placement of shares or convertible debentures (full or partly or optionally) and hence reporting under clause (x)(b) of order is not applicable.
- xi. (a) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no fraud on the Company has been noticed or reported during the year. Thus, reporting under clause 3(xi) of the order is not applicable to the company.
- (b) To the best of our knowledge, no report under sub-section (12) of Section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.
- (c) As represented to us by the Management, there were no whistle blower complaints received by the Company during the year and upto the date of this report.
- xii. In our opinion, the company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the Order is not applicable for the company.
- xiii. In our opinion and according to information and explanations given to us, all transactions with the related parties are in compliance with Sections 177 and 188 of Companies Act, 2013 and the details of such transactions have been disclosed in the financial statements of the company as required by applicable Accounting Standards.



- xiv.
- xv. (a) The company has an internal audit system commensurate with the size and nature of its business;
(b) We have considered the reports of the Internal Auditors for the period under audit.
- xvi. In our opinion during the year the Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence provisions of Section 192 of the Companies Act, 2013 are not applicable to the Company.
- xvii. (a) In our opinion, the company is not required to be registered under section 45IA of Reserve Bank of India Act 1934. Thus, paragraph 3(xvi)(a) of the Order is not applicable to the company.
(b) In our opinion, the company has not conducted any Non-Banking Financial or Housing Finance activities. Thus, paragraph 3(xvi)(b) of the Order is not applicable to the company.
(c) In our opinion, the company is not a Core Investment Company (CIC). Thus, paragraph 3(xvi)(c) of the Order is not applicable to the company.
(d) In our opinion, the group does not have Core Investment Company (CIC). Thus, paragraph 3(xvi)(d) of the Order is not applicable to the company.
- xviii. In our opinion, the company has not incurred cash losses in the financial year and in the immediately preceding Financial Year.
- xix. During the year, there is no resignation of the statutory auditors of the company.
- xx. On the basis of Financial Ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, in our opinion there are no material uncertainty exists as on the date of the audit report that company is 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.
- xxi. In our opinion and based on the information provided to us, the provisions of section 135 of the Companies Act, 2013 is not applicable to the company. Thus, paragraph 3(xx) of the Order is not applicable to the company.
- xxii. The reporting under clause 3(xxi) of the order is not applicable in respect of audit of standalone financial statements of the company. Accordingly, no comment has been included in respect of said clause under this report.

For T MOHAN & ASSOCIATES
Chartered Accountants
Firm Registration No. 0012482S

Place: Hyderabad
Date: 28th May, 2022

MOHAN REDDY T
Partner
Membership No. 239635
UDIN: 22239635AJUVOH4099

**Annexure - B to the Auditors' Report****Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of M/s Aditya Spinnars Limited ("the Company") as of March 31, 2022 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that:

1. Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
2. Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
3. Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

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

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

Opinion

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

For T MOHAN & ASSOCIATES
Chartered Accountants
Firm Registration No. 0012482S

Place: Hyderabad
Date: May 28, 2022

MOHAN REDDY T
Partner
Membership No. 239635
UDIN: 22239635AJUVOH4099



NOTES FORMING PART OF THE FINANCIAL STATEMENTS

1. a) Corporate Information

Aditya Spinnners Limited ("The Company") was incorporated on 14th February 1991 as a public limited company. Its shares are listed on Bombay Stock Exchange. The Company is engaged in the business of manufacture and sale of yarn.

b) Significant accounting policies

i. Statement of compliance

The financial statements have been prepared in accordance with Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013("the Act") read with the Companies (Indian Accounting Standards) Rules, 2015 as amended and other accounting principles generally accepted in India and guidelines issued by the Securities and Exchange Board of India (SEBI).

ii. Basis of preparation and presentation

The financial statements have been prepared on historical cost basis except for certain financial instruments measured at fair value at the end of each reporting period as explained in the accounting policies below.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

iii. Use of estimates

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

Estimates and underlying assumptions are reviewed at each balance sheet date. Revisions to accounting estimates are recognised in the period in which the estimate is revised and future periods affected.

In particular, information about significant areas of estimation uncertainty and critical judgements in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements are included in following notes:

- Useful lives of property, plant and equipment and intangible assets
- Assets and obligations relating to employee benefits
- Evaluation of recoverability of deferred tax assets
- Financial instruments
- Measurement of recoverable amounts of cash generating units
- Provisions and contingencies
- Expected credit losses

iv. Revenue recognition

Effective April 1, 2018, the Company has applied Ind AS 115 – Revenue from Contracts with Customers which establishes a comprehensive framework for determining whether, how much and when revenue is to be recognized. Ind AS 115 replaces Ind AS 18 Revenue. The impact of the adoption of the standard on the financial statements of the Company is insignificant.

Revenue from sale of products is recognized when the products are dispatched to customers, all significant contractual obligations have been satisfied and the collection of the resulting receivable is reasonably expected. Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are net of customer returns, trade allowance, rebates, goods and services tax and amount collected on behalf of third parties.



Accumulated experience is used to estimate and provide for the discounts and returns. No element of financing is deemed present as the sales are made with normal credit days consistent with market practice.

Interest income

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 and at the effective interest rate applicable.

v. Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

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

All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

vi. Employee benefits

Employee benefits include provident fund, gratuity fund and compensated absences.

Defined Contribution Plans

The company's contributions to provident fund are considered as defined contribution plans and are charged as an expense based on the amount of contribution required to be made and when services are rendered by the employees.

Defined Benefit Plans

For defined benefit retirement benefit plans, the cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period. Re-measurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding net interest), is reflected immediately in the balance sheet with a charge or credit recognized in other comprehensive income in the period in which they occur. Re-measurement recognised in other comprehensive income is reflected immediately in retained earnings and is not reclassified to profit or loss. Past service cost is recognised in profit or loss in the period of a plan amendment. Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability or asset. Defined benefit costs are categorised as follows:

- service cost (including current service cost, past service cost, as well as gains and losses on curtailments and settlements);
- net interest expense or income; and
- re-measurement

Short-term employee benefits

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognized during the year when the employees render the service. These benefits include compensated absences which are expected to occur within twelve months after the end of the period in which the employee renders the related service.

vii. Taxation

Income tax expense comprises current and deferred taxes. Income tax expense is recognized in the Statement of Profit and Loss except when they relate to items that are recognized outside profit or loss (whether in other comprehensive income or directly in equity), in which case tax is also recognized outside profit or loss

Current tax

Current income taxes are determined based on respective taxable income of each taxable entity.



Deferred tax

Deferred tax assets and liabilities are recognized for the future tax consequences of temporary differences between the carrying values of assets and liabilities and their respective tax bases, and unused tax losses and tax credits. Deferred tax assets are recognized to the extent that it is probable that future taxable income will be available against which the deductible temporary differences, unused tax losses and unused tax credits could be utilized.

Deferred tax assets and liabilities are measured based on the tax rates that are expected to apply in the period when the asset is realized or the liability is settled, based on tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

viii. Property, plant and equipment

Property, plant and equipment are carried at cost less accumulated depreciation and impairment losses, if any. The cost of property, plant and equipment comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the asset ready for its intended use, other incidental expenses and borrowings costs attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use. Freehold land is not depreciated.

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

Depreciation is recognised so as to write off the cost of assets (other than freehold land and properties under construction) less their residual values over their useful lives.

Depreciation on property, plant and equipment is provided on the straight line method based on the useful life, in accordance with Schedule II of the Companies Act, 2013.

Depreciation on the revalued assets is adjusted against revaluation reserve without debiting to Statement Profit & Loss. Depreciation on the revalued assets in accordance with INDAS is adjusted against Other Comprehensive Income without debiting to Statement Profit & Loss.

ix. Inventories

Inventories are valued at the lower of cost and net realizable value. Costs of inventories are ascertained on a weighted average basis. Cost of work in progress and finished goods include appropriate allocation of overheads cost. Net realizable value is the estimated selling price in the ordinary course of business less estimated cost of completion and selling expenses.

x. A Cash and cash equivalents (for purposes of Cash Flow Statement)

Cash comprises cash on hand, in bank and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

Cash flows are reported using indirect method whereby profit/ (loss) after tax is adjusted for the effects of transaction of non-cash nature and any deferrals or accruals of past or future cash receipts and payments.

The cash flows from operating, investing and financing activities of the company are segregated based on the available information.

xi. Financial Instruments

(A) Initial recognition

Financial assets and financial liabilities are recognized when a Company becomes a party to the Contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial asset or financial liabilities, as appropriate, on initial recognition.



Transaction costs directly attributable to the acquisition of financial assets or liabilities at fair value through profit or loss are recognized immediately in profit or loss.

(B) Subsequent measurement

a. Financial assets carried at amortised cost:

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

b. Financial assets at fair value through other comprehensive income:

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

c. Financial assets at fair value through profit or loss:

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

d. Financial liabilities:

Financial liabilities are subsequently carried at amortised cost using the effective interest method, except for contingent consideration recognized in a business combination which is subsequently measured at fair value through profit and loss. For trade and other payables maturing within one year from the Balance Sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

(C) De-recognition of financial assets and liabilities

a. Financial assets:

The Company derecognizes a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognize the financial asset and also recognizes a collateralized borrowing for the proceeds received.

On de-recognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognized in other comprehensive income and accumulated in equity is recognized in profit or loss if such gain or loss would have otherwise been recognized in profit or loss on disposal of that financial asset.

b. Financial liabilities:

The Company derecognizes financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired. The difference between the carrying amount of the financial liability derecognized and the consideration paid and payable is recognized in profit or loss.

xii. Impairment of assets

a. Financial assets:

The Company recognizes loss allowances using the expected credit loss (ECL) model for the financial assets which are not fair valued through profit or loss. Loss allowance for trade receivables with no significant financing component is measured at an amount equal to lifetime ECL. For all other financial assets, expected credit losses are measured at an amount equal to the 12-month ECL, unless there has been a significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL. The amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognized is recognized as an impairment gain or loss in profit or loss.

For trade receivables only, the Company applies the simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected lifetime losses to be recognized from initial recognition of the receivables. As a practical expedient, the company uses a provision matrix to determine impairment loss of its trade receivables. The provision matrix is based on its historically observed default rates over the expected life of the trade receivable and is adjusted for forward



looking estimates. The ECL loss allowance (or reversal) during the year is recognized in the statement of profit and loss.

b. Non-financial assets:

Intangible assets and property, plant and equipment

Intangible assets and property, plant and equipment are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the CGU to which the asset belongs.

If such assets are considered to be impaired, the impairment to be recognized in the Statement of Profit and Loss is measured by the amount by which the carrying value of the assets exceeds the estimated recoverable amount of the asset. An impairment loss is reversed in the statement of profit and loss if there has been a change in the estimates used to determine the recoverable amount. The carrying amount of the asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortisation or depreciation) had no impairment loss been recognized for the asset in prior years.

xiii. Earnings per share

Basic earnings per share is computed by dividing the net profit / (loss) attributable to the equity holders of the company by the weighted average number of equity shares outstanding during the year.

Diluted earnings per share is computed by dividing the profit / (loss) attributable to the equity holders of the company as adjusted for dividend, interest and other charges to expense or income (net of any attributable taxes) relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares

xiv. Provisions

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

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

(c) The spread of COVID-19 Pandemic across the globe and the consequent remedial measures against the virus taken by the governments of various countries and the Indian Government are having impact on the operations of the various economies, all of which has led to substantial contraction of demand.

In view of the above pandemic, its impact on the company's operations has been considered and a sensitivity analysis based on current estimates an assessing the recoverability of receivables also has been performed. However, the actual impact of COVID-19 on the financial statements may differ from that estimated and the company will continue to closely monitor any material changes to future economic conditions.



Balance Sheet as at 31st March, 2022

₹ in lakhs

Particulars	Note	As at 31 March 2022	As at 31 March 2021
ASSETS			
Non-Current Assets			
(a) Property, Plant and Equipment	3	3376.35	3592.29
(b) Capital work-in-progress		585.30	-
(c) Financial Assets		-	-
- Other Financial Assets	4	141.08	80.00
(d) Deferred Tax Asset		433.62	442.03
Total Non - Current Assets (1)		4536.35	4114.32
Current Assets			
(a) Inventories	5	423.14	497.40
(b) Financial Assets			
(i) Trade Receivables	6	367.87	293.97
(ii) Cash and Cash Equivalents	7 (i)	3.34	6.88
(iii) Other Bank Balances (Not Specified In (Ii) Above)	7 (ii)	8.19	7.79
(iv) Loans And Advances	8	7.89	3.15
(c) Current Tax Assets	9	24.23	18.40
(d) Other Current Assets	10	182.33	130.97
TOTAL CURRENT ASSETS (2)		1017.00	958.57
Total Assets (1+2)		5553.35	5072.88
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share Capital	11	1674.09	1674.09
(b) Other Equity	12	1248.19	932.08
Total Equity (1)		2922.28	2606.16
Liabilities			
Non-Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	13	1280.03	1388.11
(ii) Others	14	15.14	15.14
(b) Provisions	15	274.07	103.88
Total Non - Current Liabilities (2)		1569.24	1507.13
Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	16	472.21	473.79
(ii) Trade Payables	17		
(a) Total outstanding dues of micro entp and small entp		-	-
(b) Total outstanding dues of creditors other than micro entp and small entp		67.78	79.50
(i) Others	18	500.05	387.87
(B) Other Current Liabilities	19	21.79	18.44
Total Current Liabilities (3)		1061.83	959.59
Total Equity and Liabilities (1+2+3)		5553.35	5072.88
Significant Accounting Policies	1		
Notes to the Financial Statements	2		

The accompanying notes form an integral part of financial statements

In terms of our report attached

For and On behalf of the Board

For Aditya Spinnars Limited

For. T Mohan & Associates,
Chartered Accountants
(FRN No 012482S)

Sd/-
Mohan Reddy T
Partner
M No: 239635

Place: Hyderabad
Date: 28.05.2022

Sd/-
K Sriram
Director
DIN: 05103429

Sd/-
P Venkata Subba Rao
Company Secretary

Sd/-
K Vijay Kumar
Managing Director
DIN: 00769568

Sd/-
P Ramamoorthy
Chief Financial Officer



Statement of Profit and Loss for the year ended 31.03.2022

₹ in lakhs

Particulars	Note	As at 31 March 2022	As at 31 March 2021
Revenue			
Revenue from Operations	20	6401.00	3340.92
Other Income	21	42.40	55.58
Total Income		6443.40	3396.50
Expenses			
Cost of Materials Consumed	22	2818.69	1395.42
Changes in Inventories of Finished Goods & Work-in-progress	23	78.51	(36.75)
Employee Benefit Expenses	24	1141.57	676.61
Finance Cost	25	180.12	181.72
Depreciation and amortization expenses		202.08	188.42
Other Expenses	26	1674.42	1043.40
Total Expenses		6095.39	3448.82
Profit before Exceptional Items and Tax		348.01	(52.32)
Exceptional Items		-	-
Profit Before Tax		348.01	(52.32)
Tax Expense:			
(1) Current Tax		-	-
(2) Less: Mat Credit and excess Provision written off		-	(2.44)
(3) Deferred Tax		7.67	(12.34)
Profit for the year (A)		340.34	(42.42)
Other Comprehensive Income/ Expenses			
(a) Items that will not be reclassified to Profit or Loss			
Actuarial gain/(loss) on obligations (Gratuity)		2.98	(8.73)
Tax on Actuarial gain/(loss)		(0.75)	-
Revaluation of Land & Buildings		(26.46)	(26.46)
Other Comprehensive Income / (Expense) for the year (B)		(24.23)	(35.18)
Total Comprehensive Income / (Expense) for the year (A+B)		316.11	(77.60)
Basic and Diluted Earnings per Equity Share		2.03	(0.25)
[Nominal value per share Rs 10 (previous year Rs 10)]			
Significant accounting policies	1		
Notes to the financial statements	2		

The accompanying notes form an integral part of Financial Statements

In terms of our report attached

For and On behalf of the Board

For Aditya Spinnars Limited

For. T Mohan & Associates,

Chartered Accountants

(FRN No 012482S)

Sd/-

Mohan Reddy T

Sd/-

K Sriram

Director

DIN: 05103429

Sd/-

K Vijay Kumar

Managing Director

DIN: 00769568

Partner

M No: 239635

Place: Hyderabad

Date: 28.05.2022

Sd/-

P Venkata Subba Rao

Company Secretary

Sd/-

P Ramamoorthy

Chief Financial Officer



Statement of changes in Equity for the year ended March 31, 2022

A. Equity Share Capital

₹ in lakhs

Balance as at 1st April'2021	Changes in equity share capital due to prior period errors	Restated balance as at 1st April'2021	Changes in equity share capital during the year	Balance as at 31st March'2022
1674.09	-	1674.09	-	1674.09
Balance as at 1st April'2020	Changes in equity share capital due to prior period errors	Restated balance as at 1st April'2020	Changes in equity share capital during the year	Balance as at 31st March'2021
1674.09	-	1674.09	-	1674.09

B. Other Equity

₹ in lakhs

Particulars	Reserves and surplus			Other Comprehensive income	Total
	Retained Earnings	Revaluation Reserve	Capital Subsidy		
Balance as at 01 April 2020	135.05	50.84	15.00	859.63	1060.52
Profit or Loss for the year	(42.42)	-	-	-	(42.42)
Other Comprehensive Income	-	-	-	(35.18)	(35.18)
Depreciation on Revalued Assets	-	(50.84)	-	-	(50.84)
Balance as at March 31, 2021	92.63	-	15.00	824.44	932.08
Profit or Loss for the year	340.34	-	-	-	340.34
Other Comprehensive Income	-	-	-	(24.23)	(24.23)
Depreciation on Revalued Assets	-	-	-	-	-
Balance as at March 31, 2022	432.98	-	15.00	800.21	1248.19

Significant Accounting Policies 1

Notes to the Financial Statements 2

In terms of our report attached

For. T Mohan & Associates
Chartered Accountants
(FRN No 012482S)

Sd/-
Mohan Reddy T
Partner
M No: 239635

Place: Hyderabad
Date: 28.05.2022

For and On behalf of the Board
For Aditya Spinners Limited

Sd/-
K Sriram
Director
DIN: 05103429

Sd/-
P Venkata Subba Rao
Company Secretary

Sd/-
K Vijay Kumar
Managing Director
DIN: 00769568

Sd/-
P Ramamoorthy
Chief Financial Officer



Cash Flow Statement for the year ended March 31, 2022

₹ in lakhs

	Particulars	As at 31 March 2022	As at 31 March 2021
a.	Cash Flow From Operating Activities:		
	Net Profit before tax	348.01	(52.32)
	Adjustments for :		
	Add: Depreciation	202.08	188.42
	Add: Interest and Finance Charges	180.12	181.72
	Operating Profit before Working Capital Changes	730.21	317.81
	Changes in Working Capital		
	- (Increase) / Decrease in Inventories	74.26	(100.52)
	- (Increase) / Decrease in Other Bank Balances	(0.40)	(0.41)
	- (Increase) / Decrease in Trade Receivables	(73.91)	92.59
	- Increase / (Decrease) in Current Liabilities	(11.71)	(23.36)
	- (Increase) / decrease other non-current financial assets	(58.11)	(16.64)
	- Increase / (Decrease) in Current Assets	(61.93)	(3.13)
	Cash Flow from Operating Activities	598.41	266.33
	Net Cash Flow from Operating Activities	598.41	266.33
b.	Cash Flow from Investing Activities:		
	Inflow/(Outflow)		
	Net Purchase of Fixed Assets	(12.60)	(62.77)
	Increase in Capital Work in Progress	(585.30)	-
		(597.90)	(62.77)
c.	Cash Flow From Financing Activities:		
	Inflow/(Outflow)		
	Proceeds/ (Repayment) from Non-Current Borrowing	62.11	(106.74)
	Net Increase / (Decrease) in Current Borrowings	113.96	83.45
	Interest Paid	(180.12)	(181.72)
	Net Cash Flow from Financing Activities	(4.05)	(205.01)
d.	Net Increase / (Decrease) in Cash and Cash Equivalents:	(3.54)	(1.45)
	Cash and Cash Equivalents at the Beginning of the Year	6.88	8.33
	Cash and Cash Equivalents at the Closing of the Year	3.34	6.88

In terms of our report attached

For and On behalf of the Board
For Aditya Spinnners LimitedFor. T Mohan & Associates
Chartered Accountants
(FRN No 012482S)Sd/-
Mohan Reddy T
Partner
M No: 239635Place: Hyderabad
Date: 28.05.2022Sd/-
K Sriram
Director
DIN: 05103429Sd/-
P Venkata Subba Rao
Company SecretarySd/-
K Vijay Kumar
Managing Director
DIN: 00769568Sd/-
P Ramamoorthy
Chief Financial Officer



Notes to the financial statements for the year ended March 31, 2022
3 Property, plant and equipment As at March 31, 2022

₹ in lakhs

Particulars	Land & Site Development	Buildings	Plant and Machinery	Office Equipment	Furniture & Fixtures	Computers	Vehicles	Total
Cost as at 1 April 2021	514.80	1956.82	6179.10	28.04	21.85	32.06	0.82	8733.49
Additions	-	-	12.60	-	-	-	-	12.60
Disposals	-	-	-	-	-	-	-	-
Balance as at March 31, 2021	514.80	1956.82	6191.70	28.04	21.85	32.06	0.82	8746.09
Balance as at 1 April 2020	-	818.30	3984.63	21.07	20.13	31.64	4.96	4880.72
Depreciation for the year	-	39.51	223.00	1.84	0.30	0.13	0.93	265.71
Disposals	-	-	-	-	-	-	5.23	5.23
Balance as at March 31, 2021	-	857.81	4207.63	22.91	20.43	31.76	0.66	5141.20
Balance as at 1 April 2021	-	857.81	4207.63	22.91	20.43	31.76	0.66	5141.20
Depreciation for the year	-	53.34	172.91	1.78	0.30	0.13	0.08	228.54
Disposals	-	-	-	-	-	-	-	-
Balance as at March 31, 2022	-	911.16	4380.54	24.69	20.73	31.89	0.74	5369.74
Carrying Amount et)								
At March 31, 2021	514.80	1099.01	1971.48	5.13	1.42	0.30	0.16	3592.29
At March 31, 2022	514.80	1045.66	1811.16	3.35	1.12	0.17	0.08	3376.35

Note: The title deeds of the above immovable properties are held in the name of the Company



Notes to the Ind AS financial statements for the year ended March 31, 2022 (continued) ₹ in lakhs

Note	Particulars	As at 31 March 2022	As at 31 March 2021
4	Other Financial Assets		
	(Unsecured, considered good)		
	Deposits with:		
	- Electricity Department	140.74	79.47
	- Others	0.34	0.53
		141.08	80.00
5	Inventories		
	(At lower of Cost and Net Realisable Value)		
	(a) Raw Materials	139.26	138.39
	(b) Work-in-progress	125.54	106.61
	(c) Finished Goods	97.27	194.71
	(d) Stores and Spares	61.07	57.69
		423.14	497.40
6	Trade Receivables		
	Trade receivables considered good – Secured	-	-
	Trade receivables considered good – Unsecured	367.87	293.97
	Trade receivables which have significant increase in credit risk	-	-
	Trade receivables - credit impaired	20.07	5.07
		387.95	299.04
	Less: Expected Credit Loss allowance	20.07	5.07
	Total Trade Receivables	367.87	293.97

Trade Receivables Ageing Schedule FY 2021-22

Particulars	Outstanding for the following periods from due date of payment						Total
	Not due than	less than	6 months	1-2 years	2-3 years	more	
	6 months		1 year		3 years		
(i) Undisputed Trade Receivables							
- considered good	193.81	174.07	-	-	-	-	367.88
- which have significant increase in credit risk	-	-	-	-	-	-	-
(ii) Undisputed Trade Receivables							
- credit impaired	-	1.62	0.06	0.35	9.18	8.86	20.07
- which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Disputed Trade Receivables							
- considered good	-	-	-	-	-	-	-
- which have significant increase in credit risk	-	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	-	-
Total	193.81	175.69	0.06	0.35	9.18	8.86	387.95



FY 2020-21

Particulars	Outstanding for the following periods from due date of payment						Total
	Not due than	less than	6 months -	1-2 years	2-3 years	more	
	years	6months	1 year			3	
(i) Undisputed Trade Receivables							
- considered good	156.07	124.93	-	4.69	7.52	0.76	293.97
- which have significant increase in credit risk	-	-	-	-	-	-	
(ii) Undisputed Trade Receivables							
- credit impaired	-	-	-	-	-	5.07	5.07
- which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Disputed Trade Receivables							
- considered good	-	-	-	-	-	-	-
- which have significant increase in credit risk	-	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	-	-
Total	156.07	124.93	-	4.69	7.52	5.83	299.04

Movement in expected credit loss allowance

Note	Particulars	As at 31 March 2022	As at 31 March 2021
	Balance at the beginning of the year	5.07	3.74
	Add: Expected credit loss allowance	15.00	1.33
	Balance at the end of the year	20.07	5.07
7 (i)	Cash and Cash Equivalent		
	Cash on Hand	3.34	3.62
	Balances with Banks:		
	- Current Accounts	-	3.26
		3.34	6.88
7 (ii)	Deposit - maturity within 12 months	8.19	7.79
		8.19	7.79
8	Current Loans and Advances		
	(Unsecured, considered good)		
	Advances to staff	7.89	3.15
		7.89	3.15
9	Income Tax Assets		
	T D S Receivable	22.10	17.06
	T C S Receivable	2.14	1.34
		24.23	18.40
10	Other Current Assets		
	(Unsecured, considered good)		
	Advances to Suppliers	91.16	51.86
	Prepaid Expenses	14.20	18.34
	Excise Department	0.38	0.38
	Income Tax	6.00	6.00
	Incentive Receivable	15.98	16.13
	Input Tax with GST	49.34	-
	Interest Receivable	5.28	11.65
	Power Reimbursement under MSME	-	26.61
		182.33	130.97



Notes to the Ind AS Financial Statements for the year ended March 31, 2022 (continued)

11	Share Capital	₹ in lakhs		₹ in lakhs	
	Particulars	As at 31 March 2022		As at 31 March 2021	
		Numbers	Amount	Numbers	Amount
	Authorised Share Capital				
	Equity shares of Rs 10 each	24000000	2400.00	24000000	2400.00
	Preference shares of Rs.10/- each	3000000	300.00	3000000	300.00
	Total	27000000	2700.00	27000000	2700.00
	Issued, subscribed and paid-up				
	Equity shares of Rs 10 each	16740888	1674.09	16740888	1674.09
	Preference shares of Rs.10/- each	-	-	-	-
	Total	16740888	1674.09	16740888	1674.09

(a) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the year:
₹ in lakhs

	Particulars	As at 31 March 2022		As at 31 March 2021	
		Numbers	Amount	Numbers	Amount
	(i) Equity shares with voting rights				
	At the beginning of the year	16740888	1674.09	16740888	1674.09
	Issued during the year	-	-	-	-
	At the end of the year.	16740888	1674.09	16740888	1674.09

(b) Terms/rights attached to equity shares)

The Company has issued only one class of shares referred to as Equity Shares having a par value of Rs.10/- each. Each holder of Equity Shares is entitled to one vote per share.

(c) Details of shareholders holding more than 5% equity shares in the Company:

	Particulars	As at 31 March 2022		As at 31 March 2021	
		Numbers	% holding	Numbers	% holding
	1. K V Naga Lalitha	5080320	30.35%	5080320	30.35%
	2. K Vijay Kumar	5080320	30.35%	5080320	30.35%
	3.Envean Leasing and Investments Ltd	950000	5.67%	950000	5.67%
		11110640	66.37%	11110640	66.37%

(d) Details of Promoter's Shareholding percentage in the Company is as below:

	Particulars	As at 31 March 2022		As at 31 March 2021	
		No. of Ordinary Shares	% held	No. of Ordinary Shares	% held
	Name of Promoter's				
	1. K V Naga Lalitha	5080320	30.35%	5080320	30.35%
	2. K Vijay Kumar	5080320	30.35%	5080320	30.35%
	Name of Promoter's Group				
	3.Envean Leasing and Investments Ltd	950000	5.67%	950000	5.67%

Note: There is no change in Promoter's share holding during the year



Note	Particulars	As at 31 March 2022	As at 31 March 2021
12	Other Equity		
	(a) Capital Subsidy	15.00	15.00
		15.00	15.00
	(b) Revaluation Reserve		
	Opening Balance	-	50.84
	Less: Depreciation on Revalued Assets	-	(50.84)
	Closing Balance	-	-
	(c) Retained Earnings		
	Opening balance	92.63	135.05
	Add/(less): Profit/(loss) for the year	340.34	(42.42)
	Closing Balance	432.98	92.63
	(d) Other Comprehensive Income		
	Opening Balance	824.44	859.63
	Add/(less): Additions/(deductions) during the year	(24.23)	(35.18)
	Closing Balance	800.21	824.44
	Total	1248.19	932.08
13	Non-Current Borrowings		
	(i) Secured, Term Loans*		
	- from banks	981.35	857.95
	(ii) Unsecured		
	Loan from Related Parties	298.68	530.16
		1280.03	1388.11

- (i) Term Loan represents loan from HDFC Bank which is secured by hypothecation of Plant & Machineries. The above loan is also secured by mortgage of land and buildings of the Company and the land belonging to the Managing Director and further guaranteed by Mr.K Vijay Kumar, Managing Director and Mrs K V Naga Lalitha, Director. The above amount is repayable in 84 monthly installments with a gestation period of 1 year. The rate of interest currently charging is 8.25% p.a.

Term Loans also include Rs.260.42 lacs @ 8.25 p.a. received under Guaranteed Emergency Credit Line Scheme.

- (ii) Rate of interest on Unsecured Loan from Related Parties is 7.00% p.a

14	Other Non Current Financial Assets		
	Others	15.14	15.14
		15.14	15.14

Note	Particulars	As at 31 March 2022	As at 31 March 2021
15	Non-Current Provisions		
	Provision for employee benefits:		
	- Provision for gratuity	183.20	66.41
	Power bill payable - long term	90.87	37.47
		274.07	103.88
16	Current Borrowings		
	Loans Repayable on Demand		
	Secured		
	Cash Credits *	472.21	473.79
		472.21	473.79

* Cash Credit Facility represents loan from HDFC Bank which is secured by hypothecation of stocks and receivables. The above loan is also secured by mortgage of land and buildings of the Company and the land belonging to the Managing Director and further guaranteed by Mr.K Vijay Kumar, Managing Director and Mrs.K V Naga Lalitha, Director. The rate of interest currently charging is 8.25% p.a



17	Trade Payables		
	- Micro, small and medium enterprises	-	-
	- Others	67.78	79.50
		67.78	79.50

Trade Receivables Ageing Schedule FY 2021-22

Particulars	Outstanding for the following periods from due date of payment						Total
	Not due than	less than	6 months	1-2 years	2-3 years	more	
		6 months	1 year			3 years	
(i) MSME	-	-	-	-	-	-	-
(ii) Others	-	58.37	0.05	4.05	-	5.31	67.78
(iii) Disputed dues MSME	-	-	-	-	-	-	-
(iv) Disputed dues Others	-	-	-	-	-	-	-
Total	-	58.37	0.05	4.05	-	5.31	67.78

FY 2020-21

Particulars	Outstanding for the following periods from due date of payment						Total
	Not due than	less than	6 months	1-2 years	2-3 years	more	
		6 months	1 year			3 years	
(i) MSME	-	-	-	-	-	-	-
(ii) Others	-	68.97	0.10	3.36	-	7.07	79.50
(iii) Disputed dues MSME	-	-	-	-	-	-	-
(iv) Disputed dues Others	-	-	-	-	-	-	-
Total	-	68.97	0.10	3.36	-	7.07	79.50

Disclosures required under section 22 of the micro, small and medium enterprises development act, 2006

Particulars		As at 31st Mar 2022	As at 31st March 2021
(i)	Principal amount remaining unpaid to any supplier as at the end of the accounting year	-	-
(ii)	Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	-
(iii)	The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	-	-
(iv)	The amount of interest due and payable for the year	-	-
(v)	The amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
(vi)	The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	-	-



Notes to the Ind AS financial statements for the year ended March 31, 2022 (continued)			
Note	Particulars	As at 31 March 2022	As at 31 March 2021
18	Other Current Financial Liabilities		
	Current maturities of long-term debt	301.09	195.57
	Other payables (includes Salaries and wages payables, power payables, bonus payables and outstanding liabilities)	198.96	192.30
		500.05	387.87
19	Other Current Liabilities		
	Advances from Customers	7.68	2.18
	Statutory Dues	14.11	16.26
		21.79	18.44
20	Revenue from Operations		
	Sale of Goods	6401.00	3340.92
	Sale of Services	-	-
		6401.00	3340.92
21	Other income		
	(i) Interest Income	5.80	5.71
	(ii) Profit on Sale of Asset	-	0.59
	(iii) Scrap Sales	36.60	11.12
	(iv) Excess Provision Written Back	-	38.16
		42.40	55.58
22	Cost of Materials Consumed		
	Opening Stock	138.39	76.92
	Add: Purchases:		
	- Polyester	1729.19	892.27
	- Viscose	1090.37	564.62
	Total	2957.95	1533.81
	Less: Closing Stock	139.26	138.39
	Cost of Material Consumed	2818.69	1395.42
	Material Consumed Comprises:		
	- Polyester	1735.51	813.67
	- Viscose	1083.18	581.75
	Total	2818.69	1395.42
23	Changes in Inventories of Finished Goods and Work in Progress		
	Inventories at the end of the year:		
	Finished Goods	97.27	194.71
	Work-in-Progress	125.54	106.61
		222.81	301.32
	Inventories at the Beginning of the Year:		
	Finished Goods	194.71	166.27
	Work-in-Progress	106.61	98.30
		301.32	264.57
	Net (increase) /decrease	78.51	(36.74)
24	Employee Benefit Expenses		
	Salaries & Wages	473.93	344.26
	Stipend	381.22	214.02
	Directors Remuneration	30.00	29.75
	Contributions to Provident Fund	28.68	22.56
	Staff Welfare Expenses	58.39	53.58
	Gratuity	169.36	12.44
		1141.57	676.61



Notes to the Ind AS financial statements for the year ended March 31, 2022 (continued)			
Note	Particulars	As at 31 March 2022	As at 31 March 2021
25	Finance costs		
	Interest Expenses	161.00	173.26
	Amortised Interest Cost	4.07	5.37
	Other Borrowing Costs	15.05	3.09
		180.12	181.72
26	Other expenses		
	Consumption of Stores and Spare parts	241.24	124.90
	Power and Fuel	965.44	619.45
	Rent	8.05	11.34
	Repairs and Maintenance – Machinery	54.34	39.37
	Repairs and Maintenance – Buildings	4.81	0.84
	Repairs and Maintenance - Others	41.04	25.97
	Insurance	17.17	12.44
	Rates and taxes	2.18	4.18
	Communication	1.21	1.51
	Travelling and Conveyance	46.89	39.01
	Selling & Forwarding Expenses (Refer details (ii) given below)	217.97	119.64
	Donations and Contributions	2.06	0.70
	Legal and Professional Charges	8.36	6.53
	Security Service Charges	12.74	9.97
	Payments to Auditors (Refer details (i) given below)	1.22	1.22
	Expected Credit Loss(exp)	15.00	1.70
	Miscellaneous Expenses	34.70	24.63
		1674.42	1043.40
	Details to Note:		
	(i) Payments to the Auditors Comprises:		
	For Statutory Audit	1.20	1.00
	For Taxation Matters	-	0.20
	Reimbursement of Expenses	0.02	0.02
		1.22	1.22
	(ii) Selling & Distribution Expenses:		
	- a. Freight & Forwarding	112.39	65.74
	- b. Sales Commission	103.32	52.51
	- c. Business Development&Promotion	2.22	1.37
	- d. Advertisement	0.04	0.02
		217.97	119.64

Contingent liabilities

Particulars	As at 31 March 2022	As at 31 March 2021
Claims against the Company not acknowledged as debt		
Income Tax related - A.Y.2015-16 (Rs.in Lakhs)	31.41	31.41

Direct Tax Contingencies:

For the Financial Year 2014-15, the Company has dispute under section 115JB. The total disputed amount is Rs.31.41 lacs. Out of which Rs.14.16 lacs was deposited/recovered by the department.

Capital Commitments:

The Company has not committed to any Capital Expenditure. However, the Company plans to go for a Capital Expenditure of Rs.25 Crores.

**Earnings per share (EPS)**

Earnings per share has been computed as under:

Particulars	As at March 31 2022	As at March 31 2021
(a) Profit/ (Loss) for the Year (Rs.in Lakhs)	340.34	(42.42)
(b) Number of shares at the beginning of the year	16740888	16740888
(c) Shares issued during the year	-	-
(d) Total number of equity shares outstanding	16740888	16740888
(e) Weighted average of above (d)	16740888	16740888
(f) Earnings per share on profit for the year (face value Rs 10.00 per share)		
- Basic [(a)/(d)]	2.03	(0.25)
- Diluted [(a)/(e)]	2.03	(0.25)

Related party disclosures:**I. Names of related parties and the nature of relationships:****(i) Key management personnel (KMP) :**

Name	Relationship
• K Vijay Kumar	Managing Director
• K Sriram	Director
• P Ramamoorthy	Chief Financial Officer
• P Venkata Subba Rao	Company Secretary

(ii) Enterprises where KMP along with their relatives have control or significant influence:

Name	Relationship
Envean Leasing & Investments Limited	KMP along with their relatives hold 99.75% of shares of the Company
Sri Chakra Cement Limited	KMP along with their relatives hold 51.14% of shares of the Company
Krishnarama Industrial Investments Ltd	KMP along with their relatives hold 33.23% of shares of the Company

Related party disclosures (continued)

₹ in lakhs

II. Related party transactions:

Particulars	As at 31 March 2022	As at 31 March 2021
Loan Taken		
Envean Leasing And Investments Limited	52.00	84.00
K Vijay Kumar	671.00	295.40
Loan Repayment		
Envean leasing and investments limited	360.33	164.84
K Vijay Kumar	598.18	375.37
Interest On Loan Taken		
Envean Leasing and Investments Limited	3.05	2.20
K Vijay Kumar	0.99	0.87
Purchase Of Cement		
Sri Chakra Cement Limited	-	1.05
Remuneration To KMP (Short Term Benefits)		
K Vijay Kumar	30.00	6.41
K Sriram	-	14.84
R Siva Kumar	-	8.50

**III. Related party balances**

Particulars	As at 31 March 2022	As at 31 March 2021
Due to/(Due from) Related Parties		
Envean Leasing and Investments Limited	121.32	426.60
K Vijay Kumar	177.36	103.56

Capital Work-in-Progress ageing:

Ageing for Capital Work-in-Progress as at March'2022 is as follows:

Particulars	Amount of Capital work-in-progress for the period of				Total
	less than 1 year	1-2 years	2-3 years	more than 3 years	
Project in progress	58.53	-	-	-	58.53

Capital Work-in-Progress ageing:

Ageing for capital work-in-progress as at March'2021 is as follows:

Particulars	Amount of Capital work-in-progress for the period of				Total
	less than 1 year	1-2 years	2-3 years	more than 3 years	
Project in progress	-	-	-	-	-

Key Financial Ratios:

	Ratio	Numerator	Denominator	For the year ended 31 March'2022	For the year ended 31 March'2021	% of variances
A	Current Ratio	Current Assets	Current Liabilities	0.96	1.00	(4%)
B	Debt-Equity Ratio	Debt (1)	Net Worth (2)	0.71	0.80	(11%)
C	Debt Service Coverage Ratio	Earnings before depreciation, interest, and tax	Total amount of interest & Principal of long term loan payable or paid during the year (3)	2.20	1.18	87%
D	Return on Equity Ratio (ROE)	Net Profits after taxes - Preference Dividend	Average Shareholder's Equity	0.12	(0.02)	(875%)
E	Inventory Turnover Ratio (times)	Sales of Products and Services	Average Inventory (4)	20.30	12.96	57%
F	Trade Receivables turnover ratio (times)	Sales of Products and Services	Average Trade Receivables (5)	18.64	9.69	92%
G	Trade Payables turnover ratio (times)	Purchase	Average Trade Payables (6)	38.29	15.98	140%
H	Net Capital Turnover Ratio	Sales of Products and Services	Current Assets - Current Liabilities	(142.74)	(3,255.89)	(96%)
I	Net Profit Ratio	Profit after Tax	Sales of Products and Services	5.32%	(1.27%)	(519%)
J	Return on Capital Employed	Earnings before interest, and taxes	Average Capital Employed (7)	0.12	0.03	274%
K	Return on Investments	Income generated from Investments	Time weighted average investments	NIL	NIL	


Reasons for variance more than 25% change compared with previous year

Debt Service Coverage Ratio	During the Financial Year ended 31st March 2022, Sales and operating profit increased substantially, this resulted into variations in ratios as reported above.
Return of Equity Ratio(ROE)	During the Financial Year ended 31st March 2022, Sales and operating profit increased substantially, this resulted into variations in ratios as reported above.
Inventory Turnover Ratio	During the Financial Year ended 31st March 2022, Sales increased substantially, this resulted into variations in ratios as reported above.
Trade Receivables Turnover Ratio	During the Financial Year ended 31st March 2022, Sales increased substantially, this resulted into variations in ratios as reported above.
Trade Payables Turnover Ratio	During the Financial Year ended 31st March 2022, Purchases increased substantially, this resulted into variations in ratios as reported above.
Net Capital Turnover Ratio	During the Financial Year ended 31st March 2022, Sales increased substantially, this resulted into variations in ratios as reported above.
Net Profit Ratio	During the Financial Year ended 31st March 2022, Sales and operating profit increased substantially, resulting into into variations in ratios as reported above.
Return on Capital Employed	During the Financial Year ended 31st March 2022, Sales and operating profit increased substantially, resulting into into variations in ratios as reported above.

(1)	Debt = Long term secured loans + Current maturities of long term debt + Loan term unsecured loans + Cash Credit facilities
(2)	Net Worth = Equity Share Capital + Reserve and Surplus
(3)	Total amount of interest & principal of long term loan payable or paid during the year
(4)	Average inventory = (Opening + Closing balance) / 2
(5)	Average Trade Debtors = (Opening + Closing balance) / 2
(6)	Average Trade Payables = (Opening + Closing balance) / 2
(7)	Capital Employed = Total Assets - Current Liabilities

'Other Statutory information:

(i)	The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami Property.
(ii)	The Company does not have any charges or satisfactory which is yet to be registered with ROC beyond the statutory period.
(iii)	The Company has not traded or invested in Crypto currency or Virtual Currency during the Financial Year.
(iv)	The Company has not received any fund from any person(s) or entities, including foreign entities (funding party) with the understanding (whether recorded in writing or otherwise) that the Company shall: (a) 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 (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
(v)	The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
(vi)	The Company has no transactions with Companies struck off under Companies Act.
(vii)	The Company has no transactions which are not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the income tax act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

Notes to the Ind AS financial statements for the year ended March 31, 2022 (continued)
Employee Benefits Obligation
Defined contribution plans - Provident fund:

Contribution towards employee provident fund, which is a defined contribution plan for the period aggregated to Rs. 28.68 Lakhs charged in the statement of profit and loss.

Defined Benefit Plan - Gratuity:



In accordance with the 'Payment of Gratuity Act, 1972' of India, the Company provides for gratuity, a defined retirement benefit plan (the 'Gratuity Plan') covering eligible employees. Liabilities with regard to such gratuity plan are determined by an independent actuarial valuation and are charged to the Statement of Profit and Loss in the period determined. The gratuity plan is administered by Life Insurance Corporation of India. ₹ in lakhs

Particulars	As at 31 March 2022	As at 31 March 2021
Change in defined Benefit Obligation		
Opening defined Benefit Obligation	102.31	83.40
Current Service Cost	156.24	7.00
Interest Cost	16.33	5.43
Actuarial Loss on Obligation	(2.97)	8.73
Benefits Paid	(35.98)	(2.25)
Defined Benefit Obligation at the end of the Year	235.92	102.31
Amount recognised in the balance sheet		
Defined Benefit Obligation at the end of the Year	235.92	102.31
Fair Value of Plan Assets at the end of the Year	52.72	35.90
Liability Recognised in the Balance Sheet	183.20	66.41

Expense Recognised in the Statement of Profit and Loss

Particulars	As at 31 March 2022	As at 31 March 2021
Current Service Cost	156.24	6.99
Interest Cost	16.32	5.43
Expected return on Plan Assets	(3.21)	-
Net Actuarial gain / (loss) Recognized in the Year	(2.97)	8.73
Net cost recognised in the statement of Profit or Loss	166.38	21.15

Summary of actuarial assumptions:

Particulars	As at 31 March 2022	As at 31 March 2021
Discount Rate	7.00%	6.75%
Salary Escalation Rate	6.00%	4.00%
Mortality table	IALM (2006-08)	IALM (2006-08)

Notes to the Ind AS financial statements for the year ended March 31, 2022 (continued)

Consumption details Raw Materials & Stores & Spares

Particulars	Raw Material				Stores & Spares			
	2021-22		2020-21		2021-22		2020-21	
	%	Rs.	%	Rs.	%	Rs.	%	Rs.
Imported	3.76%	84.32	0.24%	52.48	-	-	-	-
Indigenous	96.24%	2734.37	99.76%	1342.94	100.00%	241.24	100%	124.90

Earnings and Expenditure in Foreign Exchange

Particulars	2021-22	2020-21
Export of goods Calculated on FOB basis	Nil	Nil
Royalty, know-how, professional and consultation fees	Nil	Nil



Interest and dividend	Nil	Nil
Other Income, indicating the nature thereof	Nil	Nil

Auditor's Remuneration	2021-22	2020-21
- Statutory Audit	1.00	1.00
- Tax Audit	0.20	0.20

The Government of India declared a lockdown on March 23rd 2020 in the light of the outbreak of Covid-19 on account of which the Company suspended its operations from 24th March'2020. The Company has been taking various precautionary measures to protect its employees and their families from the Covid-19 pandemic. Operations have been resumed, subsequently from 3rd June'2020, wherein the Company has taken all necessary safety measures as laid down by the Government for the purpose.

The Company has considered internal and certain external sources of information, including economic forecasts and industry reports, up to the date of approval of the financial statements in determining the possible effects on the carrying amounts of inventories, receivables, deferred tax assets and other current assets, that may result from the Covid-19 pandemic. The Company has used the elements of prudence in applying the judgements and assumptions, including sensitivity analysis, and based on current estimates expects the carrying amount of these assets will be recovered. The eventual outcome of impact of the global health pandemic may be different from these estimated as on the date of approval of these financial results.

Balances due to or due from parties are subject to confirmation

Previous year figures have been regrouped / reclassified wherever necessary to confirm to the current year classification.

Figures have been rounded off to nearest rupee.

As per our report of even date

**For. T Mohan & Associates,
Chartered Accountants
(FRN No 012482S)
Sd/-
Mohan Reddy T
Partner
M No: 239635**

**Place: Hyderabad
Date: 28.05.2022**

**For and On behalf of the Board
For Aditya Spinnners Limited**

**Sd/-
K Sriram
Director
DIN: 05103429**

**Sd/-
P Venkata Subba Rao
Company Secretary**

**Sd/-
K Vijay Kumar
Managing Director
DIN: 00769568**

**Sd/-
P Ramamoorthy
Chief Financial Officer**



Form ISR – 1

(see SEBI circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2021/655 dated November 03, 2021 on Common and Simplified Norms for processing investor's service request by RTAs and norms for furnishing PAN, KYC details and Nomination)

REQUEST FOR REGISTERING PAN, KYC DETAILS OR CHANGES / UPDATION THEREOF

[For Securities (Shares / Debentures / Bonds, etc.) of listed companies held in physical form]

Date: __ / __ / __

A. I / We request you to Register / Change / Update the following (Tick ☒ relevant box)

<input type="checkbox"/> PAN	<input type="checkbox"/> Postal Address
<input type="checkbox"/> Bank details	<input type="checkbox"/> E-mail address
<input type="checkbox"/> Signature	<input type="checkbox"/> Mobile number
<input type="checkbox"/> Demat Account details	

B. Security Details:

Name of the Issuer Company	Folio No.:
Name(s) of the Security holder(s) as per the Certificate(s)	1. 2. 3.
Number & Face value of securities	
Distinctive number of securities	From To

C. I / We are submitting documents as per Table below (tick ☒ as relevant, refer to the instructions):

<input checked="" type="checkbox"/>	Document / Information / Details	Instruction / Remark
1	PAN of (all) the (joint) holder(s)	
PAN Whether it is Valid (linked to Aadhaar): <input checked="" type="checkbox"/> Yes <input checked="" type="checkbox"/> No	<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> PAN shall be valid only if it is linked to Aadhaar by March 31, 2022* For Exemptions / Clarifications on PAN, please refer to Objection Memo in page 4	
2	Demat Account Number	<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> Also provide Client Master List (CML) of your Demat Account, provided by the Depository Participant.
3	Proof of Address of the first holder	Provide any one of the documents, only if there is change in the address; <input checked="" type="checkbox"/> Client Master List (CML) of your Demat Account, provided by the Depository Participant <input checked="" type="checkbox"/> Valid Passport/ Ration Card/ Registered Lease or Sale Agreement of Residence / Driving License / Flat Maintenance bill. <input checked="" type="checkbox"/> Utility bills like Telephone Bill (only land line), Electricity bill or Gas bill - Not more than 3 months old. <input checked="" type="checkbox"/> Identity card / document with address, issued by any of the following: Central/State Government and its Departments, Statutory / Regulatory Authorities, Public Sector Undertakings, Scheduled Commercial Banks, Public Financial Institutions. <input checked="" type="checkbox"/> For FII / sub account, Power of Attorney given by FII / sub-account to the Custodians (which are duly notarized and / or apostilled or consularised) that gives the registered address should be taken. <input checked="" type="checkbox"/> The proof of address in the name of the spouse
4	Bank details	Provide the copy of the bank statement with details of bank name, branch, account number and IFS Code or copy of cheque leaf. Alternatively, Bank details available in the CML will be updated in the folio.
5	E-mail address	Alternatively the e-mail address available in the CML will be updated in the folio
6	Mobile	Alternatively the mobile number available in the CML will be updated in the folio
7	Specimen Signature	<input checked="" type="checkbox"/> Provide banker's attestation of the signature of the holder(s) as per Form ISR – 2 in SEBI circular



		SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2021/655 dated November 03, 2021) and <input type="checkbox"/> Original cancelled cheque
8	Nomination**	<input type="checkbox"/> Providing Nomination: Please submit the duly filled up Nomination Form (SH-13) or 'Declaration to Opt out of Nomination' as per Form ISR-3, in SEBI circular SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2021/655 dated November 03, 2021 <input type="checkbox"/> Change in Existing Nomination: Please use Form SH-14 in SEBI circular SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2021/655 <input type="checkbox"/> Cancellation of Existing Nomination: Please use Form SH-14 and Form ISR - 3

* or any date as may be specified by the CBDT

** Nomination (**Form SH-13 or SH-14**) / 'Declaration to Opt-Out of nomination' (**Form ISR - 3**), has to furnished by the holder(s) separately for each listed company.

Mode of submission of documents to the RTA

Please use any one of the following mode;

1. In Person Verification (**IPV**): by producing the originals to the authorized person of the RTA, who will retain copy(ies) of the document(s)
2. In hard copy: by furnishing self-attested photocopy(ies) of the relevant document, with date
3. Through e-mail address already registered with the RTA, with e-sign of scanned copies of documents
4. Service portal of the RTA with e-sign with scanned copies of documents, if the RTA is providing such facility

Note

☐ It is mandatory for holders of physical securities in listed company to furnish PAN, full KYC details (address proof, bank details, e-mail address, mobile number) and Nomination (for all the eligible folios).

☐ Upon receipt or up-dation of bank details, the RTA automatically, pay electronically, all the moneys of / payments to the holder that were previous unclaimed / unsuccessful.

☐ RTA shall update the folio with PAN, KYC details and Nominee, within seven working days of its receipt. However, cancellation of nomination, shall take effect from the date on which this intimation is received by the company / RTA.

☐ RTA shall not insist on Affidavits or Attestation / Notarization or indemnity for registering / up-dating / changing PAN, KYC details and Nomination.

Authorization: I / We authorise you (RTA) to update the above PAN and KYC details in my / our folio (s) _____, _____, in which I / We are the holder(s) (strike off what is not applicable).

Declaration: All the above facts stated are true and correct.

Holder 1		Holder 2		Holder 3	
Signature	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Name	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Full postal address	<input type="checkbox"/>				
PIN	<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>				



Objection Memo that can be raised by the RTA

(only if the relevant document / details is / are not available in the folio or if there is a mismatch / discrepancy in the same or change thereof)

Note

RTAs shall raise all objections, if any / at all, in one instance only; the RTA shall not raise further objections on the same issue again and again, after the holder / claimant furnishes all the prescribed documents and details, unless there is any deficiency / discrepancy in the same.

No.	Item	Documents / Details to be provided to the RTA by the holder(s) / claimant(s)
1	PAN – Exceptions and Clarification	‘Exemptions/clarifications to PAN’, as provided in clause D to ‘Instructions/Check List for Filing KYC Forms’ in Annexure – 1 to SEBI circular No. MIRSD/SE/Cir-21/2011 dated October 05, 2011 on Uniform Know Your Client (KYC) Requirements for the Securities Market, shall also applicable for holder(s) / claimant(s) of securities held in physical mode.
2	Minor mismatch in Signature - minor	The RTA shall intimate the holder at the existing address, seeking objection, if any, within 15 days
3	Major mismatch in Signature or its non-availability with the RTA	<input checked="" type="checkbox"/> Banker’s attestation of the signature of the holder(s) as per Form ISR – 2 <input checked="" type="checkbox"/> Original cancelled cheque
4	Mismatch in Name	Furnish any one of the following documents, explaining the difference in names; <input checked="" type="checkbox"/> Unique Identification Number (UID) (Aadhaar) <input checked="" type="checkbox"/> Valid Passport <input checked="" type="checkbox"/> Driving license <input checked="" type="checkbox"/> PAN card with photograph <input checked="" type="checkbox"/> Identity card / document with applicant’s Photo, issued by any of the following: Central / State Government and its Departments, Statutory / Regulatory Authorities, Public Sector Undertakings, Scheduled Commercial Banks, Public Financial Institutions <input checked="" type="checkbox"/> Marriage certificate <input checked="" type="checkbox"/> Divorce decree
5	Present address of the holder is not matching with the address available in the folio	RTA shall issue intimation to both the old and new addresses. If the letters sent to either the old and or new addresses is / are undelivered or if there is an objection in response to this letter, then provide any one of the following; <input checked="" type="checkbox"/> any one of the documents in row 3 in Table C , reflecting the old address or <input checked="" type="checkbox"/> Counterfoil of dividend warrant received from the company or <input checked="" type="checkbox"/> Bank statement showing the credit of previous dividend received The above procedure will be applicable for request for change in address of the holder also