



STANPACKS (INDIA) LTD

29th
2019-20

**ANNUAL
REPORT**

BLISS
GROUP

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ANNUAL REPORT

2019 - 20

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CORPORATE INFORMATION

BOARD OF DIRECTORS

(As on 30th June 2020)

SRI G.P.N.GUPTA	Chairman
SRI G.V. GOPINATH	Managing Director
SRI G.S.SRIDHAR	Joint Managing Director & CFO
SRI G.S.RAJASEKAR	Non-Executive Director
SRI S.RAMAKRISHNAN	Non-Executive Independent Director
SMT. SHOBHA GUPTA	Non-Executive Independent Director
SRI R SUKUMAR	Non-Executive Independent Director

REGISTERED OFFICE

‘S.K. ENCLAVE’ New No. 4, (Old No. 47),
Nowroji Road, Chetpet,
Chennai – 600 031
Phone: 044-26451722, 044-26461415, 044-26452325
Fax: 91-44-26451720,
E-Mail : info@blissgroup.com
Website: <http://www.blissgroup.com>
CIN – L36991TN1991PLC021888

WORKS

Sholiyapalayam Village, Sholavaram,
Ponneri Taluk, Chennai 600 067, Tamil Nadu

REGISTRARS AND SHARE TRANSFER AGENT

Cameo Corporate Services Ltd.
Subramaniam Building, No.1,
Club House Road, Mount Road,
Chennai-600 002
Phone: 044–28460390 Fax: 044-28460129

LISTING

Bombay Stock Exchange Limited

BANKERS

Karnataka Bank Limited

COMPANY SECRETARY AND COMPLIANCE OFFICER

Mr. Anup Hegde P

STATUTORY AUDITORS

M/s. J.V. Ramanujam & Co,
Chartered Accountants
F-1, Lakshmi, Old No.28, New No.56,
Third Main Road, Raja Annamalaipuram
Chennai 600028

SECRETARIAL AUDITORS

M/s. Lakshmmi Subramanian & Associates,
Practicing Company Secretaries, Chennai

ANNUAL GENERAL MEETING

Date & Time	12 th August 2020, Wednesday @ 10.30 a.m.
Venue	Through Video Conference (VC) or Other Audio Visual Means (OAVM)

IMPORTANT COMMUNICATION

The Ministry of Corporate Affairs has taken a “Green Initiative in the Corporate Governance” by allowing paperless compliances by the companies and has issued circulars, stating that service of notice/ documents including Annual Report can be sent by e – mail to its members. To support this green initiative of the Government in full measure, members who have not registered their e – mail addresses, so far, are requested to register their e – mail addresses in respect of electronic holdings with the depository through their concerned Depository Participants. Members who hold shares in physical form are requested to register their mail address with the Registrar and Share Transfer Agent viz. Cameo corporate Services Ltd, Chennai.

NOTICE OF ANNUAL GENERAL MEETING

NOTICE is hereby given that the Twenty-Ninth Annual General Meeting of the Members of the Stanpacks (India) Limited is scheduled to be held at 10.30 A.M on Wednesday, the 12th August 2020 through Video Conference (VC) or Other Audio Visual Means (OAVM) to transact the following business:

ORDINARY BUSINESS:

Item No. 01: Adoption of Annual Accounts:

To receive, consider and adopt the audited Balance Sheet of the Company as at 31st March, 2020 and the Statement of Profit and Loss for the Financial Year ended on that date and the report of the Board of Directors' and Auditor's thereon.

Item No. 02: Reappointment of Director:

To appoint a director in place of Sri G.P.N. Gupta (DIN: 00086174) who retires by rotation and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS:

Item No. 03:

To re-appoint Sri. R. Sukumar (DIN: 03621162) as an Independent Director and in this regard, consider and if thought fit, to pass with or without modification(s), the following resolution as Special resolution:

"RESOLVED THAT pursuant to the provisions of Sections 149, 152 and any 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) read with Schedule IV to the Act and the applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, (including any statutory modification(s) or re-enactment thereof for the time being in force) Sri. R. Sukumar, Independent Non-Executive Director of the Company who holds office as an Independent Director until the conclusion of 29th Annual General Meeting and who has submitted a declaration that he meets the criteria for independence as provided in Section 149(6) of the Act and who is eligible for reappointment, be and is hereby re-appointed as an Independent Non-Executive Director of the Company to hold office for another term of five consecutive years with effect from the conclusion of 29th Annual General Meeting until the conclusion of 34th Annual General Meeting of the Company."

Item No. 04:

To re-appoint Smt. Shobha Gupta (DIN: 00326381) as an Independent Director and in this regard, consider and if thought fit, to pass with or without modification(s), the following resolution as Special resolution:

"RESOLVED THAT pursuant to the provisions of Sections 149, 152 and any 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) read with Schedule IV to the Act and the applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, (including any statutory modification(s) or re-enactment thereof for the time being in force) Smt. Shobha Gupta, Independent Non-Executive Director of the Company who holds office as an Independent Director until the conclusion of 29th Annual General Meeting and who has submitted a declaration that she meets the criteria for independence as provided in Section 149(6) of the Act and who is eligible for reappointment, be and is hereby re-appointed as an Independent Non-Executive Director of the Company to hold office for another term of five consecutive years with effect from the conclusion of 29th Annual General Meeting until the conclusion of 34th Annual General Meeting of the Company."

**By Order of the Board
For Stanpacks (India) Limited**

**Place : Chennai
Date : 29th June 2020**

**G.V. Gopinath
Managing Director**

NOTES:

1. In view of the situation arising due to COVID-19 global pandemic, the Annual General Meeting 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 video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.
2. Additional information pursuant to Regulation 36(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 in respect of the Director seeking appointment/re-appointment as mentioned under item no. 2, 3 and 4 of this notice is appended. Further, the Company has received relevant disclosure/consent from the Director seeking appointment.
3. The Register of Members and Share Transfer Books of the Company will remain closed from 06th August, 2020 to 12th August, 2020 (both days inclusive) in terms of the provisions of Section 91 of the Companies Act, 2013 and the applicable clauses of the SEBI (Listing Obligations and Disclosures Requirements Regulations) 2015 entered into with the Stock Exchanges.
4. In compliance with the aforesaid MCA Circulars and SEBI Circular dated May 12, 2020, Notice of the AGM along with the Annual Report 2019-20 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/ Depositories. Members may note that the Notice and Annual Report 2019-20 will also be available on the Company's website www.blissgroup.com, websites of the Stock Exchange i.e. BSE Limited at www.bseindia.com.
5. The Securities and Exchange Board of India has mandated submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in demat form are, therefore, requested to submit PAN details to the Depository Participants with whom they have demat accounts. Members holding shares in physical form can submit their PAN details to M/s. Cameo Corporate Services Limited, the Registrar & Share Transfer Agent of the Company.
6. Pursuant to the provisions of the Act, a Member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a Member of the Company. Since this AGM is being held pursuant to the MCA Circulars through VC / OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice.
7. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013, which sets out details relating to Special Business at the meeting, is annexed hereto.
8. Members are requested to intimate the Company, queries, if any, regarding the accounts/notice, not less than seven days before the meeting to enable the management to keep the required information readily available at the meeting.
9. Members may note that the Notice of the 29th Annual General Meeting and the Annual Report 2020 will also be available on the Company's website www.blissgroup.com. Members any queries, may write to us at cs-sl@blissgroup.com.
10. SEBI has also mandated that for registration of transfer of securities, the transferee(s) as well as transferor(s) shall furnish a copy of their PAN card to the Company for registration of transfer of securities.
11. The Company is concerned about the environment and utilizing natural resources in a suitable way. We request you to update your email address with your Depository participant to enable us to send all the communications via email.
12. Since the AGM will be held through VC / OAVM, the Route Map is not annexed in this Notice.
13. E Voting & its procedures:

Voting through Electronic Means:

- In compliance with provisions of Section 108 of the Companies Act 2013 read with the Companies (Management and Administration) Rules, 2014, as substituted by the Companies (Management and Administration) Amendment Rules, 2015 ('Amended Rules 2015') and Regulation 44 of the Listing Regulations and Secretarial Standard on General Meetings (SS2) issued by the Institute of Company Secretaries of India 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.

- The Members can join the AGM in the VC/OAVM mode 30 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 EGM/AGM through VC/OAVM will be made available to at least 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.
- 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.
- 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.
- 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.blissgroup.com. The Notice can also be accessed from the website of the Stock Exchange i.e. BSE Limited at www.bseindia.com. 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/EGM) i.e. www.evotingindia.com.
- 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.

THE INSTRUCTIONS TO THE SHAREHOLDERS FOR REMOTE E-VOTING IS AS UNDER:

In case of members receiving e-mail:

- The Members, whose names appear in the Register of Members / list of Beneficial Owners as on Wednesday, 05th August, 2020, i.e. the date prior to the commencement of book closure date are entitled to vote on the Resolutions set forth in this Notice. The remote e-voting period will commence at 9.00 a.m. on Sunday, 09th August, 2020 and will end at 5.00 p.m. on Tuesday, 11th August, 2020 for the members to cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- Log on to the e-voting website www.evotingindia.com
- Click on "Shareholders" tab.
- Now, select the "COMPANY NAME" from the drop down menu and click on "SUBMIT"
- Now Enter your User ID (For CDSL: 16 digits beneficiary ID, For NSDL: 8 character DP ID followed by 8 Digits Client ID, Members holding shares in Physical Form should enter Folio Number registered with the Company and then enter the Captcha Code as displayed and Click on Login.
- If you are holding shares in Demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used. If you are a first time user follow the steps given below.
- Now, fill up the following details in the appropriate boxes:

For Members holding shares in Demat Form and Physical Form	
PAN*	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)
DOB#	Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format.
Dividend Bank Details#	Enter the Dividend Bank Details as recorded in your demat account or in the company records for the said demat account or folio.

*Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of your name and the sequence number in the PAN field. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.

Please enter any one of the details in order to login. In case either of the details is not recorded with the depository please enter the <Default Value> in the Dividend Bank details field.

- (viii) After entering these details appropriately, click on “SUBMIT” tab.
- (ix) Members holding shares in physical form will then reach directly the Company selection screen. However, members holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (x) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xi) Click on <Company Name> on which you choose to vote.
- (xii) 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.
- (xiii) Click on the “Resolutions File Link” if you wish to view the entire Resolutions.
- (xiv) 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.
- (xv) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- (xvi) You can also take out print of the voting done by you by clicking on “Click here to print” option on the Voting page.
- (xvii) If Demat account holder has forgotten the changed password then enter the User ID and Captcha Code click on Forgot Password & enter the details as prompted by the system.
- (xviii) Institutional shareholders (i.e. other than Individuals, HUF, NRI etc. are required to log on to <https://www.evotingindia.co.in> and register themselves as Corporates. After receiving the login details they have to link the account(s) which they wish to vote on and then cast their vote. They should upload a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, in PDF format in the system for the scrutinizer to verify the same.
- (xix) Shareholders can also cast their vote using CDSL’s mobile app m-Voting available for android based mobiles. The m-Voting app can be downloaded from Google Play Store. iPhone and Windows phone users can download the app from the App Store and the Windows Phone Store respectively. Please follow the instructions as prompted by the mobile app while voting on your mobile.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL ADDRESSES ARE NOT REGISTERED WITH THE DEPOSITORIES FOR OBTAINING LOGIN CREDENTIALS FOR E-VOTING FOR THE RESOLUTIONS PROPOSED IN THIS NOTICE:

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 cs-sl@blissgroup.com or murali@cameoindia.com.
2. For Demat shareholders -, please provide Demat account details (CDSL-16 digit beneficiary ID or NSDL-16 digit DPID + CLID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to cs-sl@blissgroup.com or murali@cameoindia.com.
3. The company/RTA shall co-ordinate with CDSL and provide the login credentials to the above mentioned shareholders.

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

1. Shareholder will be provided with a facility to attend the AGM through VC/OAVM through the CDSL e-Voting system. Shareholders may access the same at <https://www.evotingindia.com> under shareholders/members login by using the

remote e-voting credentials. The link for VC/OAVM will be available in shareholder/members login where the EVSN of Company will be displayed.

2. Shareholders are encouraged to join the Meeting through Laptops / iPads for better experience.
3. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
5. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance at least 10 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 10 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.
6. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.

INSTRUCTIONS FOR SHAREHOLDERS FOR E-VOTING DURING THE AGM/EGM ARE AS UNDER:-

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for Remote e-voting.
2. Only those 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.
3. 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.
4. Shareholders who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.
- (i) Note for Non – Individual Shareholders and Custodians
 - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves 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; cs-sl@blissgroup.com, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com or call 1800225533.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Manager, (CDSL) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futrex, Mafatlal Mill

Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call 1800225533.

- (ii) The Company has appointed Smt. Lakshmmi Subramanian, Practicing Company Secretary, to act as the Scrutinizer, for conducting the scrutiny of the votes cast and she has communicated her willingness to be appointed.

The Scrutinizer, after scrutinising the votes cast during the AGM and through remote e-voting, will not later than three days of conclusion of the Meeting, make a consolidated scrutinizer's report and submit the same to the Chairman. The results declared along with the consolidated scrutinizer's report shall be placed on the website of the Company www.blissgroup.com and CDSL website. The results shall simultaneously be communicated to the Bombay Stock Exchange Limited.

EXPLANATORY STATEMENT IN RESPECT OF THE SPECIAL BUSINESS PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013:

Item No. 3:

Pursuant to the Companies Act, 2013, Sri. R. Sukumar was appointed as Independent Non-Executive Director of the Company by the Members and he holds office as an Independent Director of the Company until the conclusion of 29th Annual General Meeting of the Company. As per Section 149(10) of the Act, an Independent Director shall hold office for a term of up to five consecutive years on the Board of a Company, but shall be eligible for re-appointment on passing a special resolution by the Company for another term of up to five consecutive years on the Board of a Company. The Nomination and Remuneration Committee of the Board of Directors, on the basis of the report of performance evaluation, has recommended re-appointment of Sri. R. Sukumar as an Independent Director for a second term of 5 (five) consecutive years on the Board of the Company.

The Board, based on the performance evaluation of Independent Director and as per the recommendation of the Nomination and Remuneration Committee, considers that, given his background and experience and contributions made by him during his tenure, the continued association of Sri. R. Sukumar as Independent Director would be beneficial to the Company and it is desirable to continue to avail his services as Independent Director. Accordingly, it is proposed to re-appoint Sri. R. Sukumar as Independent Director of the Company, not liable to retire by rotation and to hold office for a second term of 5 (five) consecutive years on the Board of the Company.

Based on recommendation of Nomination and Remuneration Committee and in terms of the provisions of Sections 149, 150, 152 read with Schedule IV and any other applicable provisions of the Act and the Listing Regulations, Sri. R. Sukumar, being eligible for re-appointment as Independent Director and offering himself for re-appointment, is proposed to be re-appointed as an Independent Director for another term of five consecutive years from the conclusion of 29th Annual General Meeting and shall hold the office until the conclusion of 34th Annual General Meeting of the Company subject to approval by the Members of the Company at the Annual General Meeting.

Sri. R. Sukumar is not disqualified from being appointed as Director in terms of Section 164 of the Act and have given his consent to act as Director. The Company has also received declarations from Sri. R. Sukumar that he meet with the criteria of independence as prescribed both under sub-section (6) of Section 149 of the Act and under the Listing Regulations. In the opinion of the Board, Sri. R. Sukumar fulfills the conditions for appointment as Independent Director as specified in the Act and the Listing Regulations.

Details of Sri. R. Sukumar, are provided in the "Annexure" to the Notice. He shall be paid remuneration by way of fee for attending meetings of the Board or Committees thereof or for any other purpose whatsoever as may be decided by the Board, reimbursement of expenses for participating in the Board and other meetings and profit related commission within the limits stipulated under Section 197 of the Act.

Copy of draft letter of appointment of Sri. R. Sukumar setting out the terms and conditions of appointment are available for inspection by the members at the website of the Company – www.blissgroup.com.

Except Sri. R. Sukumar, being appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives are concerned or interested, financially or otherwise, in the resolution set out at Item No. 3 of the accompanying Notice of the AGM.

This statement may also be regarded as an appropriate disclosure under the Act and the Listing Regulations. The Board commends the Special Resolutions set out at Item Nos. 3 of the Notice for approval by the members.

Item No. 4:

Pursuant to the Companies Act, 2013, Smt. Shobha Gupta was appointed as Independent Non-Executive Director of the Company by the Members and she holds office as an Independent Director of the Company until the conclusion of 29th Annual General Meeting of the Company. As per Section 149(10) of the Act, an Independent Director shall hold office for a term of up to five consecutive years on the Board of a Company, but shall be eligible for re-appointment on passing a special resolution by the Company for another term of up to five consecutive years on the Board of a Company. The Nomination and Remuneration Committee of the Board of Directors, on the basis of the report of performance evaluation, has recommended re-appointment of Smt. Shobha Gupta as an Independent Director for a second term of 5 (five) consecutive years on the Board of the Company.

The Board, based on the performance evaluation of Independent Director and as per the recommendation of the Nomination and Remuneration Committee, considers that, given her background and experience and contributions made by her during her tenure, the continued association of Smt. Shobha Gupta as Independent Director would be beneficial to the Company and it is desirable to continue to avail her services as Independent Director. Accordingly, it is proposed to re-appoint Smt. Shobha Gupta as Independent Director of the Company, not liable to retire by rotation and to hold office for a second term of 5 (five) consecutive years on the Board of the Company.

Based on recommendation of Nomination and Remuneration Committee and in terms of the provisions of Sections 149, 150, 152 read with Schedule IV and any other applicable provisions of the Act and the Listing Regulations, Smt. Shobha Gupta, being eligible for re-appointment as Independent Director and offering herself for re-appointment, is proposed to be re-appointed as an Independent Director for another term of five consecutive years from the conclusion of 29th Annual General Meeting and shall hold the office until the conclusion of 34th Annual General Meeting of the Company subject to approval by the Members of the Company at the Annual General Meeting.

Smt. Shobha Gupta is not disqualified from being appointed as Director in terms of Section 164 of the Act and have given her consent to act as Director. The Company has also received declarations from Smt. Shobha Gupta that she meets with the criteria of independence as prescribed both under sub-section (6) of Section 149 of the Act and under the Listing Regulations. In the opinion of the Board, Smt. Shobha Gupta fulfills the conditions for appointment as Independent Director as specified in the Act and the Listing Regulations.

Details of Smt. Shobha Gupta, are provided in the “Annexure” to the Notice. She shall be paid remuneration by way of fee for attending meetings of the Board or Committees thereof or for any other purpose whatsoever as may be decided by the Board, reimbursement of expenses for participating in the Board and other meetings and profit related commission within the limits stipulated under Section 197 of the Act.

Copy of draft letter of appointment of Smt. Shobha Gupta setting out the terms and conditions of appointment are available for inspection by the members at the website of the Company – www.blissgroup.com.

Except Smt. Shobha Gupta, being appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives are concerned or interested, financially or otherwise, in the resolution set out at Item No. 4 of the accompanying Notice of the AGM.

This statement may also be regarded as an appropriate disclosure under the Act and the Listing Regulations. The Board commends the Special Resolutions set out at Item Nos. 4 of the Notice for approval by the members.

DETAILS OF THE DIRECTOR SEEKING APPOINTMENT / RE-APPOINTMENT AT THE 29th ANNUAL GENERAL MEETING

{In pursuance of Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard on General Meetings (SS-2)}

Item No.	2	3	4
Name of Director	Sri G.P.N. Gupta	Sri R. Sukumar	Smt. Shobha Gupta
Age	74 Years	70 years	62 years
Qualification	Graduate in Commerce	Master in Science	B.Sc. (Home Science Hons.) & B.Ed.
Brief profile including expertise	He has more than 40 years of experience in Packaging Industry. Associated with the Company as an experienced Director since 2010. Expertise in Corporate Finance and General Management	Sri R. Sukumar is a retired banking professional having more than 40 years of banking experience. He was a Chief General Manager of Karur Vysya Bank Limited and has handled various sectors across the country. He is well versed in RBI guidelines and credit risk management policies	Smt. Shobha Gupta is a learned Women Director having more than 25 years of business experience. She has qualified as a lead auditor for ISO 9001:2008. She has skills in Information systems and power sectors
Date of Appointment	27/05/2010	24/09/2015	24/09/2015
Directorships in other companies	1. Jumbo Bag Limited. 2. Ankur Learning Solutions Private Limited	Nil	Adarsh Connectors India Private Limited and Adarsh Line Accessories Private Limited
Chairman/Member of the Committee of the Board of Directors of the Company	1. Audit Committee -Member 2. Stakeholders' Relationship Committee – Chairman 3. Share Transfer Committee – Chairman 4. Nomination and Remuneration Committee - Member	1. Audit Committee – Chairman	1. Audit Committee – Member 2. Nomination & Remuneration Committee - Member
List of Directorship / Membership / Chairmanship of Committees of other Board.	1. Audit Committee Member – Jumbo Bag Limited 2. Stakeholders' Relationship Committee – Member Jumbo Bag Limited 3. Share Transfer Committee – Member Jumbo Bag Limited	None	None
Relationship with other Directors	None	None	None
Terms and Conditions of appointment or re-appointment	Sri G.P.N. Gupta is a Non-Executive Chairman of the Company, liable to retire by rotation.	Appointment for a period of Five years	Appointment for a period of Five years

Shareholding in Stanpacks India Limited	1,89,800 (3.11%)	Nil	Nil
No. of Board meetings attended during the year	6	4	5
Details of Remuneration sought to be paid	-	-	-
Last Remuneration drawn	-	-	-

**By Order of the Board
For Stanpacks (India) Limited**

**Place : Chennai
Date : 29th June 2020**

**G.V. Gopinath
Managing Director**

BOARD'S REPORT

To

The Members

Your Directors have pleasure in presenting the Twenty Ninth Annual Report, together with the Audited Accounts of the Company for the year ended 31st March 2020.

FINANCIAL RESULTS:

The Company's financial results for the period under review are as follows:-

	(Rs. In lakhs)	
PARTICULARS	2019-20	2018-19
GROSS REVENUE FROM OPERATIONS	2,730.84	3,658.39
NET REVENUE FROM OPERATIONS & OTHER INCOME	2,750.11	3,673.43
PROFIT BEFORE INTEREST, DEPRECIATION & TAXES	246.58	272
INTEREST	183.14	183.78
DEPRECIATION	58.31	62.25
PROFIT BEFORE TAX	5.13	25.97
DEFERRED TAX	(1.89)	12.21
PROFIT / (LOSS) AFTER TAX	7.02	13.40
PROFIT/ (LOSS) OF EARLIER YEARS	(324.50)	(337.90)
PROFIT / (LOSS)	(317.48)	(324.50)

DIVIDEND:

Considering the current financial position, the Board of Directors does not recommend any dividend for the financial year 2019-20.

REVIEW OF OPERATIONS:

During the year under review, your Company has reported Gross Revenue from Operations of Rs. 2,730.84 lakhs compared to Rs. 3,658.39 lakhs during the previous year. During the year, there was a fall in Gross Revenue from Operations of the Company by 25.35%. There is a significant decline in Sales of the Company during the Financial Year 2019-20 resulting in decrease in the revenue. The Net profit after depreciation, interest and tax stood at Rs. 7.02 lakhs as against Rs. 13.40 lakhs in the previous year. Company is taking necessary steps to increase profitability. The accumulated losses as on 31st March 2020 have been decreased marginally to Rs. 317.48 lakhs. The Company has also achieved reasonable sales in terms of exports amounting to Rs. 16.63 lakhs. However, the exports have declined profoundly against the exports of Rs. 62.78 lakhs during the Financial Year 2018-19. Detailed review of operations of the Company is provided in the Management Discussion and Analysis Report annexed to this Directors' Report.

On growth front, your Company is taking efforts for expanding the market by effectively utilizing the available resources, targeting the efficient and retaining the valuable customers, improving the various cost-cutting and value engineering measures for increasing the stability in operating results. Continuous working capital support from the bankers has contributed for the improved performances of the Company. With the current scenario, your management is very confident of achieving better results in the years to come.

TRANSFER TO RESERVES:

The Company has made no transfers to reserves during the financial year 2019-20.

MATERIAL CHANGES AND COMMITMENTS

There have been no material changes and commitments affecting the financial position of the Company, which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of this report.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

As required under Regulation 34(2) of the SEBI Listing (Obligations and Disclosures) Requirements Regulations, the Management Discussion and Analysis Report is enclosed as Annexure 1.

EXTRACT OF ANNUAL RETURN:

The details forming part of the extract of Annual Return in form MGT-9 as required under Section 92 of the Companies Act, 2013 is included in this Report as Annexure – 2 and forms an integral part of this Report.

DIRECTORS AND KEY MANAGERIAL PERSONNEL (KMP):

Sri G.V. Gopinath and Sri G.S. Sridhar were appointed as Managing Director and Joint Managing Director, respectively, by the shareholders in the 28th Annual General Meeting of the Company during the Financial Year 2019-20. They are appointed for a period of three years with effect from 01st April 2019.

Sri G.P.N. Gupta (DIN: 00086174), Director retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment. The subject forms part of the ordinary business in the Notice of the 29th Annual General Meeting. Your Board of Directors has recommended his re-appointment.

Sri R. Sukumar (DIN: 03621162) was appointed as an Independent Director of the Company to hold the office for 5 (Five) consecutive years not liable to retire by rotation with effect from 24.09.2015. The Board of Directors in their meeting held on 29.06.2020, as recommended by the Nomination and Remuneration Committee of the Company on the basis of report of performance evaluation, have re-appointed as an Independent Director of the Company not liable to retire by rotation and to continue to hold the office until the conclusion of 34th Annual General Meeting of the Company subject to the approval of the members of the Company in the Annual General Meeting.

Smt. Shobha Gupta (DIN: 00326381) was appointed as an Independent Director of the Company to hold the office for 5 (Five) consecutive years not liable to retire by rotation with effect from 24.09.2015. The Board of Directors in their meeting held on 29.06.2020, as recommended by the Nomination and Remuneration Committee of the Company on the basis of report of performance evaluation, have re-appointed as an Independent Director of the Company not liable to retire by rotation and to continue to hold the office until the conclusion of 34th Annual General Meeting of the Company subject to the approval of the members of the Company in the Annual General Meeting.

Ms. Uma Maheshwari, Company Secretary and Compliance Officer of the Company had resigned from her post during the year under review with effect from 25.02.2020. Mr. Anup Hegde P has been appointed as the Company Secretary and Compliance Officer of the Company by the Board as recommended by the Nomination and Remuneration Committee of the Company with effect from 29.06.2020.

The notice convening the AGM includes the proposal for re-appointment of Directors.

NUMBER OF MEETINGS OF THE BOARD AND BOARDS' COMMITTEE:

The Board meets at regular intervals to discuss and decide on business strategies / policies and review the financial performances of the Company. The Board Meetings are pre-scheduled and a tentative annual calendar of the Board is circulated to the Directors well in advance to facilitate the Directors to plan their schedules.

Meeting	No. of Meeting during the Financial Year 2019-20	Date of the Meeting
Board Meeting	6	03 rd May 2019, 06 th August 2019, 22 nd October 2019, 12 th November 2019, 13 th February 2020 & 03 rd March 2020.
Audit Committee	4	03 rd May 2019, 06 th August 2019, 12 th November 2019 & 13 th February 2020
Nomination & Remuneration Committee	-	No meeting held during the year
Share transfer Committee	-	No meeting held during the year
Stakeholders' Grievances Committee	-	No meeting held during the year

The interval between two Board Meetings was well within the maximum period mentioned under section 173 of the Companies Act, 2013, and SEBI Listing (Disclosures and Obligations Requirements) Regulations, 2015.

DIRECTORS' RESPONSIBILITY STATEMENT:

As required under Section 134(3)(C) of the Companies Act, 2013 the Directors hereby state and confirm that they have:

- a) In the preparation of the annual accounts for the year ended 31st March 2020, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) They have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company at the end of the Financial Year and of the profit and loss of the Company for the year ended on that date;
- c) They have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) They have prepared the annual accounts on a going concern basis;
- e) They have laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and operating effectively.
- f) They have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

During the year under review, there were no frauds reported by the Auditors on the employees or officers of the Company under section 143(10) of the Companies Act, 2013.

INDEPENDENT DIRECTORS:

The Company is managed and controlled by professional Board of Directors with an optimum combination of Executive, Non-Executive and Independent Directors including one Woman Director. The Non – Executive Independent Directors fulfill the conditions of independence specified in Section 149(6) of the Companies Act, 2013. The Company has received necessary declaration from each Independent Director of the Company under Section 149(7) of the Act, that they meet the criteria of independence as laid down in Section 149(6) of the Act.

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 organization structure, our business, constitution, board procedures, our major risks and management strategy. The appointment letters of Independent Directors has been placed on the Company's website at www.blissgroup.com.

SEPARATE MEETING OF THE INDEPENDENT DIRECTORS:

As required under Clause VII of Schedule IV of the Companies Act, 2013, the Independent Directors held a Meeting on 13th February 2020, without the attendance of Non-Independent Directors and members of Management.

NOMINATION AND REMUNERATION POLICY:

Pursuant to Section 178(3) of the Companies Act, 2013, the Board of Directors has framed a policy which lays down a framework in relation to remuneration of Directors, Key Managerial Personnel and Senior Management of the company. The policy also lays down the criteria for selection and appointment of Board Members.

Nomination & remuneration Policy:

In accordance with the Nomination and Remuneration Policy, the Nomination and Remuneration Committee has, inter alia, the following responsibilities:

1. The Committee shall formulate the criteria for determining qualifications, positive attributes and independence of a director.
2. The Committee shall identify persons who are qualified to become Director and persons who may be appointed in Key Managerial and Senior Management positions in accordance with the criteria laid down in this policy.
3. Recommend to the Board, appointment and removal of Director, KMP and Senior Management Personnel.
4. The Board shall carry out evaluation of performance of every Director, KMP and Senior Management Personnel at regular interval (yearly).

5. The remuneration/ compensation/ commission etc. to the Managerial Personnel, KMP and Senior Management Personnel will be determined by the Committee and recommended to the Board for approval. The remuneration/ compensation/ commission etc. shall be subject to the prior/ post approval of the shareholders of the Company and Central Government, wherever required.
6. Increments to the existing remuneration/ compensation structure may be recommended by the Committee to the Board which should be within the slabs approved by the Shareholders in the case of Managerial Personnel.
7. Where any insurance is taken by the Company on behalf of its Managerial Personnel, Chief Executive Officer, Chief Financial Officer, the Company Secretary and any other employees for indemnifying them against any liability, the premium paid on such insurance shall not be treated as part of the remuneration payable to any such personnel. Provided that if such person is proved to be guilty, the premium paid on such insurance shall be treated as part of the remuneration.
8. The Non- Executive/ Independent Director may receive remuneration by way of fees for attending meetings of Board or Committee thereof provided that the amount of such fees shall not exceed Rs. One lakh per meeting of the Board or Committee or such amount as may be prescribed by the Central Government from time to time.
9. Commission to Non-Executive/ Independent Directors may be paid within the monetary limit approved by shareholders, subject to the limit not exceeding 1% of the net profits of the Company computed as per the applicable provisions of the Companies Act, 2013.

BOARD EVALUATION:

Pursuant to the provision of the Companies Act, 2013, a structured questionnaire was prepared after taking into consideration of the various aspects of the Boards' functioning, composition of the Board and its committees, culture, execution and performance of specific duties, obligations and governance.

The performance evaluation of the Independent Directors was completed. The performance evaluation of the Chairman and the Non-Independent Directors was carried out by the Independent Directors. The Board of Director expressed their satisfaction with the evaluation process.

AUDIT COMMITTEE RECOMMENDATION:

During the year all the recommendations of the Audit Committee were accepted by the Board. Pursuant to Section 177(8) of the Companies Act, 2013, the Composition of Audit Committee is given as under:

Composition of Audit Committee:

The Composition of the Audit Committee as on 31st March 2020 is as follows:

- Sri R Sukumar – Chairman cum Member
- Sri S Ramakrishnan – Member
- Sri G P N Gupta – Member
- Smt Shobha Gupta – Member
- The Company Secretary shall act as the Secretary of the Committee

INTERNAL COMPLAINTS COMMITTEE:

The Company has in place an Anti Sexual Harassment Policy in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The Internal Complaints Committee ("ICC") has been set up to redress the complaints received regarding sexual harassment. All employees are covered under this policy. No Complaints were received and disposed off during the year under review.

VIGIL MECHANISM:

Pursuant to Section 177(9) of the Companies Act, 2013, your Company has established a Vigil Mechanism policy for directors and employees to report concerns about unethical behaviors, actual or suspected fraud, violations of Code of Conduct of the Company etc. The mechanism also provides for adequate safeguards against victimization of employees who avail of the mechanism and also provides for direct access by the Whistle Blower to the Audit Committee. It is affirmed that during the Financial Year 2019-20, no employee has been denied access to the Audit Committee. The vigil mechanism policy is also available in the company's website www.blissgroup.com.

RISK MANAGEMENT

Pursuant to Section 134 of the Companies Act, 2013, the Company has a risk management policy in place for identification of key risks to its business objectives, impact assessment, risk analysis, risk evaluation, risk reporting and disclosures, risk mitigation and monitoring, and integration with strategy and business planning.

The Management identifies and controls risks through a properly defined framework in terms of the aforesaid policy.

STATUTORY AUDITORS:

Pursuant to the provisions of Section 139 of the Companies Act, 2013, the appointment of M/s. J.V. Ramanujam & Co, Chartered Accountants (Firm Registration No. 0029475) as Statutory Auditors of the Company have been approved in the 26th Annual General Meeting of the Company. They shall hold office until the conclusion of the 31st Annual General Meeting of the Company.

COST AUDIT:

Pursuant to notification of Companies (Cost Records and Audit) Rules, 2014 read with Companies (Cost Records and Audit) amendment rules, 2014, the Company's product does not fall under the purview of Cost Audit from the financial year 2014-15. The Company has also intimated the non-applicability of Cost Audit to the Registrar of Companies.

SECRETARIAL AUDITORS:

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and rules made thereunder, the Company has appointed M/s. Lakshmmi Subramanian & Associates, Practicing Company Secretaries to undertake the Secretarial Audit of the Company. The Secretarial Audit Report for the year 2019-20 is included as Annexure 3 and forms an integral part of this Report.

The Secretarial Auditors in their report have specified that the Company has received Show Cause Notice dated 07th February, 2020 under Section 124 and 125 of the Companies Act, 2013 for non-transfer of shares to Investor Education and protection Fund from Ministry of Corporate Affairs. We wish to inform that the Company has replied to the said notice for compliance and are in process of transferring the shares to Investor Protection and Education Fund.

LOANS, GUARANTEES AND INVESTMENTS:

The Company has not granted loan or guarantee in respect of a loan to any person or body corporate or acquisition of shares in other body corporate under section 186 of the Companies Act, 2013.

RELATED PARTY TRANSACTIONS:

All related party transactions that were entered into during the financial year were on an arm's length basis and were in the ordinary course of business. There are no materially significant related party transactions made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large. Thus, disclosure in Form AOC-2 is not required.

The related party transactions as required under Section 134 (3) (h) of the Companies Act 2013, r/w Rule 8 of the Companies (Accounts) Rules, 2014 are detailed under Note 13 – Notes annexed to and forming part of the Balance Sheet of the company.

REMUNERATION RATIO OF THE DIRECTORS / KEY MANAGERIAL PERSONNEL (KMP) / EMPLOYEES:

The information required pursuant to Section 197 read with Rule 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the Company and Directors is furnished hereunder:

(Rs. in lakhs)

S. No	Name	Designation	Remuneration paid FY 2019-20	Remuneration paid FY 2018-19	Increase in remuneration from previous year	Ratio / times per median of employee remuneration
1	G.V. Gopinath	Managing Director	19.60	11.52	70.14%	8.23
2	G.S. Sridhar	Joint Managing Director and Chief Financial Officer	19.60	11.52	70.14%	8.23
3	M. Uma Maheswari (resigned as on 25.02.2020)	Company Secretary	4.16	4.41	2.85%	1.78

Note:

1. The remuneration payable to the KMP / Whole time directors are in accordance with the Industry and Geographical standards and as per the Remuneration policy of the Company.
2. The percentage increase in the median remuneration of employees in the financial year is 9.7%.
3. The number of permanent employees on the rolls of company as on 31st March 2020 is 52.
4. The average increase in salaries of employees other than managerial personnel in 2019-20 was 4.71%.
5. No remuneration is paid to the Independent Directors of the Company other than the sitting fees of Rs.10,000/- for attending Board / Committee Meetings. The details of sitting fees paid to the Directors are set out in Extract of Annual Return (Annexure 2)
6. The percentage increase in remuneration of Company Secretary is derived on the basis of proportionate value for the period served in the Company.
7. The salaries of Sri G V Gopinath and Sri G S Sridhar have been revised with effect from 01.04.2019.

PERSONNEL:

None of the employees of the Company drew remuneration which in the aggregate exceeded the limits fixed under Section 134(3)(q) read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

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

The Particulars relating to conservation of energy, technology absorption and foreign exchange earnings and outgo as required under Sec.134(3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014 are enclosed as part of the Report as Annexure – 4.

CORPORATE GOVERNANCE:

As prescribed under the provisions of Regulation 15(2) of SEBI (Listing Obligations and Disclosures Requirements) Regulations 2015, your Company does not fall under the purview of complying with the provisions of Corporate Governance. During the year, with the approval of Board of Directors, your Company has informed the non-applicability provision to the Bombay Stock Exchange.

Since, the provision of Corporate Governance is not applicable for the entire Financial Year 2019-20, a separate report of Corporate Governance is not disclosed in the Annual Report 2019-20.

LISTING FEES:

The Company confirms that it has paid the annual listing fees for the year 2020-21 to the Bombay Stock Exchange.

CLOSURE OF REGISTER OF MEMBERS AND SHARE TRANSFER BOOKS:

The Register of Members and Share Transfer books of the company will be closed with effect from 06th August 2020 to 12th August 2020 (both days inclusive).

FIXED DEPOSITS:

During the financial year 2019-20, your Company has not accepted any deposit under the provisions of the Companies Act, 2013 read together with the Companies (Acceptance of Deposits) Rules, 2014. Your company has repaid all the deposits accepted under Companies Act, 1956 with interest and as such no amount of principal or interest was outstanding as on the Balance Sheet date.

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

During the year, the Company has not received any significant and material orders passed by the Regulators or courts or tribunals which would affect the going concern status of the Company and its future operations.

INTERNAL FINANCIAL CONTROLS:

The company has in place Internal Financial Control system, commensurate with size & complexity of its operations to ensure proper recording of financial and operational information & compliance of various internal controls & other regulatory & statutory compliances. During the year under review, no material or serious observation has been received from the Internal Auditors of the Company for inefficiency or inadequacy of such controls.

QUALITY MANAGEMENT SYSTEMS:

Your Directors are happy to report that as a commitment in meeting global quality standards, your company continues to have ISO 9001:2015 quality management systems a certificate from Intertek Certification Limited.

FORWARD LOOKING STATEMENTS:

Statements in this management discussion and analysis describing the Company's objectives, projections, estimates and expectations may be 'forward-looking statements' within the meaning of applicable laws and regulations. Actual results may differ substantially or materially from those expressed or implied. Important factors that could make a difference to the Company's operations include economic conditions affecting demand/supply and price conditions in the domestic and overseas markets in which the company operates, changes in the Government regulations, tax laws and other statutes and other incidental factors.

SECRETARIAL STANDARDS OF ICSI:

The Company herewith confirms that during the year under review, the Company has complied with all the applicable Secretarial Standards as issued by the Institute of Company Secretaries of India.

CORPORATE SOCIAL RESPONSIBILITY:

As per the provision of Section 135 of the Companies Act, 2013, all companies having a net worth of Rs.500 crore or more, or a turnover of Rs.1,000 crore or more or a net profit of Rs.5 crore or more during any financial year are required to constitute a CSR committee and our Company does not meet the criteria as mentioned above, hence the Company has not constituted any Corporate Social Responsibility Committee; and has not developed and implemented any Corporate Social Responsibility initiatives and the provisions of Section 135 of the Companies Act, 2013 are not applicable to the Company.

PARTICULARS OF EMPLOYEES:

There are no employees falling within the provisions of section 197 of the Companies Act, 2013 read with Rule 5(2) and 5(3) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

COMMISSION RECEIVED BY DIRECTOR FROM HOLDING OR SUBSIDIARY COMPANY:

The Company neither has any holding nor is any subsidiary company, therefore, disclosure under Section 197 (14) of the Companies Act, 2013 not applicable.

ACKNOWLEDGEMENT:

Your Directors take this opportunity to express their sincere gratitude to the encouragement, assistance, co-operation and support given by the Central Government, the Government of Tamil Nadu, The Karnataka Bank Ltd. during the year. They also wish to convey their gratitude to all the customers, Auditors, suppliers, dealers and all those associated with the company for their continued patronage during the year.

Your Directors also wish to place on record their appreciation for the hard work and unstinting efforts put in by the employees at all levels. The directors are thankful to the esteemed stakeholders for their continued support and the confidence reposed in the Company and its management.

For and on behalf of the Board

Place : Chennai
Date : 29th June 2020

G V Gopinath
Managing Director

G S Sridhar
Joint Managing Director and CFO

ANNEXURE - 1**MANAGEMENT DISCUSSION AND ANALYSIS REPORT****ECONOMIC OVERVIEW:**

The outbreak of pandemic Covid-19 all over the world has disturbed the political, social, economic, religious and financial structures of the whole world. World's topmost economies such as the US, China, UK, Germany, France, Italy, Japan and many others are at the verge of collapse. Moreover, Covid-19 is harming the global economy and the world has been experiencing the most difficult economic situation since the Great Depression.

The International Monetary Fund (IMF) in the World Economic Outlook report in January 2020 estimated the global growth to rise from 2.9% in 2019 to 3.3% in 2020 and 3.4% in 2021. However, the estimated global growth rates were revised by IMF in April 2020 after WHO declared Covid-19 outbreak as Public Health Emergency of International Concern in the end of January 2020. As a result of the pandemic, IMF projects the global economy to contract to -3% in 2020 and steady at 5.8% in 2021 (assuming that the pandemic fades in the second half of 2020) with economic activities normalizing along with the support of effective policies. The Emerging markets and Developing Economies are expected to grow faster than the Advanced Economies during the FY2020 and FY2021. There has been a severe impact on the global economy as a whole since the outbreak of pandemic.

IMF in the World Economic Outlook in October 2019 stated India to be fifth largest economy, in the world with GDP of \$2.94 trillion, behind the US, China, Japan and Germany. India registered growth rate of 4.2% in FY2019, much lower than the 7.0% in FY2018. IMF estimates India to grow at 5.8% in FY2020 and 6.5% in its report in January 2020 and estimates the growth rates to be 1.9% for FY2020 and 7.4% for FY2021 in its post pandemic report. There has been a slowdown in the growth of Indian economy as well as the global economy. It is notable that the GDP growth of India has been 4.2% for the Financial Year 2019-20. We can see a downward trend in the GDP growth of the country from 7.0% in FY2017-18, 6.1% in FY2018-19 and 4.2% in the FY2019-20.

India is the fastest-growing trillion-dollar economy in the world and the fifth-largest overall, with a nominal GDP of \$2.94 trillion. India has become the fifth-largest economy in 2019, overtaking the United Kingdom and France. The country ranks third when GDP is compared in terms of purchasing power parity at \$11.33 trillion. When it comes to calculating GDP per capita, India's high population drags its nominal GDP per capita down to \$2,170. India's growth rate is expected to rise from 7.3% in 2018 to 7.5% in 2019 as drags from the currency exchange initiative and the introduction of the goods and services tax fade, according to the IMF.

INDUSTRY STRUCTURE AND DEVELOPMENTS:

The global plastic packaging market size is projected to reach USD 320.94 billion by 2027, registering a revenue-based CAGR of 4.0% over the forecast period. The market is majorly driven by the growing demand for plastic packaging from the food and beverage and industrial packaging industry. On a global scale, the packaging industry is an enormous economic generator. Statistics from the well-recognized organization indicate demand for the world packaging industry will reach \$1.05 trillion by 2024. Consumer trends and industry trends for packaging drive this gigantic growth rate. Packaging is an all-encompassing industry term for the technology and design work going into protecting or enclosing every sort of product destined for storage, shipping and sale. Packaging also takes in the product manufacturer's marketing efforts. For leading manufacturers, the way they package their products signifies their brand. They view packaging as an essential part of their business model. Packaging is considered the second important requisite next to the product itself.

According to a recent packaging industry report, packaging is a trend that continues to gain great popularity, and there's a good reason for it. Technological advancement in packaging materials makes them suitable to far more consumer products today that were once restricted to rigid and hard materials.

The global packaging sector is a vast and relatively mature market. While some segments are growing faster than others, the overall industry growth rate tends to broadly track GDP in the long run. In the decade that followed the Great Financial Crisis, we witnessed strong growth across multiple sectors of the economy and investors, seeking returns on their capital, naturally favored assets that could access this growth.

At a macro level, the GDP growth of India slowed down to a seven-year low of 4.7% in October-December 2019. The National Statistical Office has also pegged the economic growth at 5 percent for FY 2019-20 in its second advance estimates. These factors have directly impacted employment rates and have hit the consumer sentiment putting a brake on spending. This coupled with the COVID-19 pandemic is straining the supply side and hurting the economy as well.

SWOT ANALYSIS:**OPPORTUNITIES AND STRENGTH:**

As many countries are under shut down due to this deadly virus, stock up on necessary supplies such as medicines, dairy products, food, sanitizers, face masks, disinfectants, and many more has been in high demand. All these products require packing, and their production has been higher than ever before. The consumers and customers around the world prefer packed products rather than initially available and sold loose products such as fruits, vegetables, etc. Hence, the demand for the packaging industry has increased due to the pandemic.

In the packaging industry, by material, the plastics sector has the highest demand. And a lot of producers and companies who initially used other types prefer plastic for apparent health care safety, as it is much safer, more affordable, and long-lasting and for years the medical industry has been using plastic for packing the medicines. Plastic also helps in stopping the spread of the diseases and helps keep the products packed in it from reacting, getting spoiled and rotting.

During the shutdown period, the products are supposed to have a longer shelf life and expiring soon would lead to starvation as the public would not be able to buy new replacements for the expired as most of the production units are closed. Sustainability has been a big trend so far this year and many companies have switched to more eco-friendly alternatives, such as replacing plastic materials and removing single-use packaging. Covid-19, however, has caused concern over the health and safety of products that do not use what was previously seen as unnecessary packaging.

WEAKNESSES AND THREATS:

Even though the packaging sector is having high demand and more advantages, there are drawbacks as well. The major hindrance for this industry is the shutdown, as the employees are asked to stay at home during the pandemic. There is reduction in revenue since packing for industries other than daily essentials and medicines are minimal or nil, as the product requirement has almost become zero. People are only willing to stock up on the essential items for survival.

The packaging industry is up against some unique challenges in the face of COVID-19. The 21-day nationwide lockdown has brought the entire packaging supply chain to an almost grinding halt. The government is making all efforts to continue the steady supply of essentials to the 1.3 billion strong Indian population.

We're faced with an extraordinary situation that will require extraordinary steps. The industry is working with the government to provide these essentials as effectively as we can. Organizations are intrinsically wired to think about aspects like the product, its quality, its usability, and its benefits. This often takes away the spotlight from packaging. In some cases, we've seen businesses lacking awareness on how their packaging is impacting their business topline and bottom line. And in most cases, this can be tied back to their inadequate understanding of the packaging supply chain.

Government of India has come up with economic package worth Rs 20 lakh crores as a relief from the Covid 19 pandemic and lockdown. It announced a special package for Micro, Small, and Medium Enterprises (MSMEs) that the Government would provide stressed MSMEs with equity support and facilitate the provision of Rs. 20,000 Crores as subordinate debt. The Prime Minister pitched for a self-reliant India in the post-COVID-19 world as he announced an economic package that is about 10 percent of GDP of the country including various relief schemes for MSME sector. Our Company being an MSME, we would like to take benefit of these schemes provided by the Government of India to overcome these challenges and threats faced by the Company in time to come.

FINANCIAL PERFORMANCE:

The Financial and Operational performance of the Company are on positive trend and details of the same are mentioned in the Financial Statements as well as Board report.

KEY FINANCIAL RATIOS:

In accordance with the SEBI (Listing Obligations and Disclosure Requirements 2018) (Amendment) Regulations, 2018, the Company is required to give details of significant changes (change of 25% or more as compared to the immediately previous financial year in key sector specific financial ratios).

The return on net worth (RONW) for the Financial Year 2019-20 is 2.40% against 4.70% in the Financial Year 2018-19. The drop in RONW is as a result of decline in net profit from Rs.13.40 lakhs to Rs.7.02 lakhs and the decline in Accumulated losses and depreciation from Rs.324.50 lakhs to Rs.317.48 lakhs.

INTERNAL CONTROL SYSTEM:

The Company believes in constant improvement and strives for better system and control at every stage. The Company has adopted various control and monitoring mechanisms, which are audited by an independent Internal Auditor. The Company has a proper and adequate system of internal control to ensure that all the assets are safeguarded and protected against loss from unauthorized use or disposition, and those transactions are authorized, recorded and reported correctly.

The internal control is designed to ensure that financial and other records are reliable for preparing financial information and other data, and for maintaining accountability of assets. Internal Audit is conducted by M/s. M.R.Ravichandran & Co, Chartered Accountants, Chennai, and their report is placed before the Audit Committee.

The Audit Committee also evaluates the adequacy and effectiveness of the internal control systems and monitors the action taken pursuant to audit observations. All the shortcomings in the regular activities are brought to the notice of the Committee and the Board based on which corrective actions are taken.

HUMAN RESOURCES:

The Company has in place an Anti Sexual Harassment Policy in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment. During the period under review, there were no complaints received by the ICC.

The performance of the Company is critically dependent on the knowledge and skills of its people, their alignment and ownership of the organizational and functional objectives, an enabling operating environment and the motivation and enthusiasm that comes with employees taking ownership of their responsibilities and tasks. The industrial relations scenario remained harmonious throughout the year. Your Company has designated and implemented a large number of initiatives to build and improve knowledge base and competencies of employees at all levels.

OUTLOOK:

The Company ensures getting new models and designs of its product with the best and unbeatable quality at reasonable prices to cater to the requirements and preferences of its customers. The Company continued its focus on marketing activities by participating in many new markets. Your company has introspected with its customer base and greatly recognizes the need for innovations and new product developments to drive growth and better margins. There is ample scope and opportunity for companies having business in these sectors not to mention the potential of your company and its large presence in these sectors for many years.

Substitutions of Traditional packaging and retail chains are the most important drivers for the market growth. The real opportunity lies in developing nations or emerging economies. The company being a fully integrated end-to-end packaging materials solution company, the window of opportunity is promisingly big. Innovation to create value added differentiation; ability to execute any quantum of order; ensuring an enviable speed to market reach puts the company in a good stead to double up its top-line in the next 4-5 years.

CAUTIONARY STATEMENT:

Statement in the Director's Report and Management Discussion & Analysis Report contain forward looking statements. Actual results, performances or achievements may vary materially from those expressed or implied, depending on the economic conditions, Government policies, subsequent developments and other incidental factors.

For and on behalf of the Board

Place : Chennai
Date : 29th June 2020

G V Gopinath
Managing Director

G S Sridhar
Joint Managing Director and CFO

ANNEXURE – 2
EXTRACT OF ANNUAL RETURN
FORM MGT 9

(Pursuant to Section 92 (3) of the Companies Act, 2013 and
Rule 12(1) of the Company (Management & Administration) Rules, 2014)

Financial Year ended on 31.03.2020

I. REGISTRATION AND OTHER DETAILS:

CIN	L36991TN1991PLC021888
Registration Date	20.12.1991
Name of the Company	Stanpacks (India) Limited
Category / Sub-Category of the Company	Company Limited by shares / Indian Non-Government Company
Address of the Registered office and contact details	“S.K.Enclave”, No.4, Nowroji Road, Chetpet, Chennai – 600 031 Ph: 044 26452325 Fax: 91-44-26451720
Whether listed company	Yes (Listed in BSE)
Name, Address and Contact details of Registrar and Transfer Agent, if any	M/s.Cameo Corporate Services Ltd. No.1, Club House Road, Chennai – 600 002

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

S. No.	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the company
1	Articles of Plastics and Polymers	3923	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

S. No.	Name and address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
NIL					

IV. SHAREHOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity):
i) Category-wise Share Holding:

Category of Shareholder	No. of shares held at the beginning of the year				No. of shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF	1485727	-	1485727	24.37	1485727	-	1485727	24.37	-
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt (s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp	675395	-	675395	11.08	675395	-	675395	11.08	-
e) Banks/FI	-	-	-	-	-	-	-	-	-
f) Any other	-	-	-	-	-	-	-	-	-
Sub-total (A) (1):	2161122	-	2161122	35.45	2161122	-	2161122	35.45	-
(2) Foreign									
a) NRIs - Individuals	-	-	-	-	-	-	-	-	-
b) Other - Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Banks/FI	-	-	-	-	-	-	-	-	-
e) Any Other	-	-	-	-	-	-	-	-	-
Sub-total (A)(2):	-	-	-	-	-	-	-	-	-
Total shareholding of Promoter(A)= (A) (1)+(A) (2)	2161122	-	2161122	35.45	2161122	-	2161122	35.45	-
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	87625	-	87625	1.44	87625	-	87625	1.44	-
b) Banks/FI									
c) Central Government	-	-	-	-	-	-	-	-	-
d) State Government(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIIs	-	1100	1100	0.02	-	1100	1100	0.02	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (Specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(1):	87625	1100	88725	1.46	87625	1100	88725	1.46	-

2. Non-Institutions									
a) Bodies Corporate									
i) Indian									
ii) Overseas	105104	4100	109204	1.79	102621	4100	106721	1.75	(0.04)
b) Individuals									
i) Individual share-holders holding nominal share capital upto Rs.1 lakhs	1197045	801243	1998288	32.78	1206252	796343	2002595	32.85	0.07
ii) Individual share-holders holding nominal share capital in excess of Rs.1 lakhs	1457767	37200	1494967	24.52	1458767	37200	1495967	24.54	0.02
c) Clearing members	249	0	249	0.00	0	0	0	0	(0.00)
d) Others (specify)									
Hindu Undivided Family (HUF)	99246	0	99246	1.63	99189	0	99189	1.63	(0.00)
Non Resident Indians	25199	119000	144199	2.36	22681	119000	141681	2.32	(0.04)
Sub-total (B)(2):	2884610	961543	3846153	63.09	2889510	956643	3846153	63.09	(0.00)
Total Public Share-holding (B) = (B) (1)+(B)(2)	2972235	962643	3934878	64.55	2977135	957743	3934878	64.55	(0.00)
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	5133357	962643	6096000	100	5138257	957743	6096000	100	(0.00)

ii) Shareholding of Promoters:

S. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledge/encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledge/encumbered to total shares	
1	Balaji Trading Enterprises Private Limited	675395	11.08	-	675395	11.08	-	-
2	Radhakrishna G	242900	3.98	-	242900	3.98	-	-
3	Gupta G P N	189800	3.11	-	189800	3.11	-	-
4	Chalapathi G V	107500	1.76	-	107500	1.76	-	-
5	Sudhakar Gorantla	100000	1.64	-	100000	1.64	-	-
6	G V Jayalakshmi	96800	1.59	-	96800	1.59	-	-
7	Latharani G	79000	1.30	-	79000	1.30	-	-
8	G S Sarojini	77800	1.28	-	77800	1.28	-	-
9	M V Chandrashekar	75759	1.24	-	75759	1.24	-	-
10	Pragathi G R	51600	0.85	-	51600	0.85	-	-
11	Rajasekar G S	49000	0.80	-	49000	0.80	-	-

12	Srinivas G S	42600	0.70	-	42600	0.70	-	-
13	G R Mahalakshmi	41300	0.68	-	41300	0.68	-	-
14	Jwala G S	38000	0.62	-	38000	0.62	-	-
15	G Sangeetha	37200	0.61	-	37200	0.61	-	-
16	Sathishkumar G V	34667	0.57	-	34667	0.57	-	-
17	Anil kumar G S	32600	0.53	-	32600	0.53	-	-
18	Ramraj GP	27900	0.46	-	27900	0.46	-	-
19	Sridhar G S	26568	0.44	-	26568	0.44	-	-
20	Rachitha G B	23466	0.38	-	23466	0.38	-	-
21	Nandhini G A	22500	0.37	-	22500	0.37	-	-
22	Gorantla Ravichandran	20700	0.34	-	20700	0.34	-	-
23	Balaji GV	18700	0.31	-	18700	0.31	-	-
24	Vijaya lakshmi GS	12800	0.21	-	12800	0.21	-	-
25	Reena G R	9600	0.16	-	9600	0.16	-	-
26	G Ahalya	7500	0.12	-	7500	0.12	-	-
27	Achyutha G R	6000	0.10	-	6000	0.10	-	-
28	Sadavakra Pravan G	5000	0.08	-	5000	0.08	-	-
29	Gopinath G V	4967	0.08	-	4967	0.08	-	-
30	Ravindra Reddy Madupu	3500	0.06	-	3500	0.06	-	-

(iii) Change in Promoters' Shareholding: Nil

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

S. No.	Name of the Top 10 Shareholders	Shareholding at the beginning of the year		Date of Purchase/ Sale	Increase/ Decrease in Shareholding	Reason	Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company				No. of shares	% of total shares of the company
1	Muralidar G	298762	4.90	07.02.2020	263	Purchase	299025	4.91
				14.02.2020	737	Purchase	299762	4.91
2	Hitesh Ramji Javeri JT1: Radhabai Ramji Javeri JT2 : Harsha Hitesh Javeri	200000	3.28				200000	3.28
3	S Raja Mannar	110100	1.81				110100	1.81
4	A R Ganeshwar	103943	1.71				103943	1.71
5	Dipak Kanayalal Shah JT1 : Mita Dipak Shah JT2 : Sharad Kanayalal Shah	100000	1.64				100000	1.64
6	Harsha Hitesh Javeri JT1 : Hitesh Ramji Javeri JT2 : Radhabai Ramji Javeri	99490	1.63				99490	1.63
7	Indian Bank Mutual Fund	87625	1.44				87625	1.44
8	BITS Limited	55964	0.92				55964	0.92
9	Indumouli M C	55200	0.91				55200	0.91
10	Sivasubramanian Gopalakrishnan	40134	0.66				40134	0.66

(v) Shareholding of Directors and Key Managerial Personnel:

S. No.	Shareholding of each Directors and Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Sri G.V.Gopinath				
	At the beginning of the year	4967	0.08	4967	0.08
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc):	-	-	-	-
	At the End of the year	4967	0.08	4967	0.08
2	Sri G.S.Sridhar				
	At the beginning of the year	26568	0.44	26568	0.44
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc):	-	-	-	-
	At the End of the year	26568	0.44	26568	0.44
3	Sri G.P.N.Gupta				
	At the beginning of the year	189800	3.11	189800	3.11
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc):	-	-	-	-
	At the End of the year	189800	3.11	189800	3.11
4	G.S. Rajsekar				
	At the beginning of the year	49000	0.80	49000	0.80
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc):	-	-	-	-
	At the End of the year	49000	0.80	49000	0.80

(v) INDEBTEDNESS**Indebtedness of the Company including interest outstanding/accrued but not due for payment**

(Rs. in lakhs)

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits (*)	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	857.69	608	-	1465.69
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	857.69	608	-	1465.69
Change in Indebtedness during the financial year				
• Addition		-	-	-
• Reduction	(64.84)	19.11		(45.73)
Net Change	(64.84)	19.11		(45.73)

Indebtedness at the end of the financial year				
i) Principal Amount	792.85	627.11	-	1419.96
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	792.85	627.11	-	1419.96

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**A. Remuneration to Managing Director, Whole-time Directors and/or Manager:**

(Rs. in lakhs)

S. No.	Particulars of Remuneration	Name of MD/WTD/Manager		Total Amount
		Sri G.V.Gopinath	Sri G.S.Sridhar	
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	19.60 - -	19.60 - -	39.20 - -
2.	Stock Option	-	-	-
3.	Sweat Equity	-	-	-
4.	Commission - as % of profit - others	- -	- -	- -
5.	Others – Retirement benefits Provision for leave salary	9.58 2.97	9.19 2.43	18.77 5.40
	Total (A)	32.15	31.22	63.37
	Ceiling as per the Act			84.00

B. Remuneration to other directors:

(Rs. in lakhs)

S. No.	Particulars of Remuneration	Name of Directors			Total Amount
		S. Ramakrishnan	R Sukumar	Shobha Gupta	
1.	Independent Directors • Fee for attending board / committee meetings • Commission • Others	0.80 - -	0.80 - -	0.70 - -	2.30
	Total (1)	0.80	0.80	0.70	2.30
2.	Other Non-Executive Directors				
	• Fee for attending board / committee meetings • Commission • Others	- - -	- - -	- - -	
	Total (2)	-	-	-	
	Total (B)=(1+2)	0.80	0.80	0.70	2.30
	Total Managerial Remuneration				

C. Remuneration To Key Managerial Personnel Other Than Md/Manager/Wtd**(Rs. in lakhs)**

S. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO (Joint Managing Director is also the CFO of the Company)	Total
1.	Gross salary		4.16	19.60	
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	-	
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-	
2.	Stock Option	-	-	-	-
3.	Sweat Equity	-	-	-	-
4.	Commission	-	-	-	-
	- as % of profit	-	-	-	-
	- others	-	-	-	-
5.	Others	-	-	9.19	-
	Retirement benefits	-	-	2.43	-
	Provision for leave salary	-	0.07	-	-
	Total	-	4.23	31.22	

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

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

For and on behalf of the Board

Place : Chennai
Date : 29th June 2020

G V Gopinath
Managing Director

G S Sridhar
Joint Managing Director and CFO

ANNEXURE-3 SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31.03.2020

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies
(Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,

The Members

Stanpacks (India) Limited

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

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31st March, 2020, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have also examined the following with respect to the SEBI Circular number CIR/CFD/CMD1/27/2019 dated 8th February, 2019(Regulation 24A of SEBI (LODR)).

- (a) all the documents and records made available to us and explanation provided by Stanpacks (India) Limited ("the Listed Entity"),
- (b) the filings/submissions made by the Listed Entity to the Stock Exchanges,
- (c) website of the listed entity,
- (d) books, papers, minute books, forms and returns filed with the Ministry of Corporate Affairs and other records maintained by Stanpacks (India) Limited ("the Company") for the financial year ended on 31st March, 2020 according to the provisions as applicable to the Company during the period of audit and subject to the reporting made hereinafter and in respect of all statutory provisions listed hereunder:
 - i. The Companies Act, 2013 (the Act) and the Rules made there under;
 - ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made there under;
 - iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
 - iv. 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 (Listing Obligations and Disclosure Requirements) Regulations, 2015; However, the Regulation on 24A relating to Secretarial Compliance Report is not applicable to the Company for the period under review
 - (b) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (c) The Securities and Exchange Board of India (Prohibition of Insider Trading Regulations, 2015;

We hereby report that

- a. The Listed Entity has complied with the provisions of the above Regulations and circulars/guidelines issued thereunder, except as specified below.
- b. The Listed Entity has maintained proper records under the provisions of the above Regulations and circulars/guidelines issued thereunder in so far as it appears from our examination of those records.
- c. There were no actions taken against the listed entity/its promoters/directors/material subsidiaries either by SEBI or by Stock Exchanges (including under the Standard Operation Procedures issued by SEBI through various circulars) under the aforesaid Acts/Regulations and circulars/guidelines issued thereunder.

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

(i) The Listing Agreements entered into by the Company with the Stock Exchanges, where the Securities of the Company are listed and the uniform listing agreement with the said stock exchanges pursuant to the provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

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

In our opinion and as identified and informed by the Management, the following laws are specifically applicable to the Company as the company is engaged in manufacturing of bags and other allied products except the following identified by the Management:

1. Indian Boilers Act, 1923 and Rules made thereunder.
2. The Petroleum Act, 1934 and Rules and Regulations made thereunder
3. Hazardous waste (Management, Handling and Trans boundary Movement) Rules, 2008.
4. Water (Prevention and Control of Pollution) Act, 1974 and Rules made thereunder
5. Air (Prevention and Control of Pollution) Act, 1981 and Rules made thereunder
6. Environment (Protection) Act, 1986 and Rules made thereunder
7. Legal Metrology Act, 2009 and Rules made thereunder

It is reported that during the period under review, the Company has been regular in complying with the provisions of the Act, Rules, Regulations and Guidelines as mentioned above except:

- a. The Company has appointed Company Secretary cum Compliance Officer as per Section 203 of the Companies Act, 2013 read with Regulation 6 of SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015 with effect from 29th June, 2020 in the place of Company Secretary who has resigned on 25th February, 2020.
- b. The Company due to technical ground yet to comply with Section 124 and Section 125 of Companies Act, 2013 in accordance with the Show Cause notice received from Ministry of Corporate Affairs dated 07th February, 2020.

We further report that there were no actions/events in the pursuance of

1. The Securities and Exchange Board of India (Share Based employee Benefits) Regulations, 2014 and the Employees Stock Option Scheme, 2007 approved under the provisions of the Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
2. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009
3. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018
4. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
5. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
6. 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;

requiring compliance thereof by the Company during the Financial Year under review.

We further report that, based on the information provided by the Company, its officers and authorized representatives during the conduct of the audit, in our opinion, adequate systems and control mechanism exist in the Company to monitor and ensure compliance with other applicable general laws including Human Resources and Labour laws.

We further report that the compliance by the Company of applicable financial laws, like direct and indirect tax laws, has not been reviewed in this Audit since the same have been subject to review by Statutory financial auditor and other designated professionals.

We further report that

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

Notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were delivered and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All decisions at Board Meetings and Committee Meetings are 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.

We further report that during the audit period no events have occurred, which have a major bearing on the Company's affairs, except the following:

- a. Mr. S.Ramakrishnan has been re-appointed as Independent Director of the Company with effect from 01st April, 2019 for a period of five consecutive years on receipt of Shareholders approval in the Annual General Meeting held on 26th September, 2018
- b. Mr. G.V.Gopinath has been re-appointed as Managing Director of the Company with effect from 1st April, 2019 for a period of three consecutive years on receipt of Shareholders approval in the Annual General Meeting held on 06th August, 2019
- c. Mr. G.S.Sridhar has been re-appointed as Joint Managing Director of the Company with effect from 1st April, 2019 for a period of three consecutive years on receipt of Shareholders approval in the Annual General Meeting held on 06th August, 2019
- d. The Company has availed credit facility of Rs. 45,00,000 (Rupees Forty Five Lakhs only) from Karnataka Bank Limited by Hypothecating the Plant and Machinery, Stock in Trade and Book Debts of the Company and requisite charge form evidencing creation of charge in favour of Karnataka Bank Limited has been filed with Ministry of Corporate Affairs
- e. The Company has renewed its existing Overdraft limit of Rs.8,05,00,000 (Rupees Eight Crore Five Lakh Rupees) by modifying the existing charge created in favour of Karnataka Bank Limited and the same has been intimated to Ministry of Corporate Affairs by filing requisite charge form.
- f. The Company has received Show Cause Notice dated 07th February, 2020 under Section 124 and 125 of the Companies Act, 2013 for non-transfer of shares to Investor Education and protection Fund from Ministry of Corporate Affairs.

For LAKSHMMI SUBRAMANIAN & ASSOCIATES

Lakshmmi Subramanian

Senior Partner

FCS No. 3534

C.P.NO. 1087

UDIN: F003534B000434866

Place: Chennai

Date : 29th June 2020

ANNEXURE – A

To,
The Members
Stanpacks (India) Limited

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on the random 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. 1Where ever 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 the management. Our examination was limited to the verification of procedures on a random test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For LAKSHMMI SUBRAMANIAN & ASSOCIATES

Lakshmmi Subramanian

Senior Partner

FCS No. 3534

C.P.NO. 1087

UDIN: F003534B000434866

Place: Chennai

Date : 29th June 2020

ANNEXURE-4**INFORMATION UNDER SECTION 134(3)(m) OF THE COMPANIES ACT, 2013, READ WITH THE COMPANIES (MANAGEMENT AND ADMINISTRATION) RULES, 2014****A. CONSERVATION OF ENERGY**

(i)	The steps taken or impact on conservation of energy	Energy conservation continues to receive priority attention at all levels. All efforts are made to conserve and optimize use of energy with continuous monitoring, improvement in maintenance and distribution systems and through improved operational techniques
(ii)	The steps taken by the Company for utilizing alternate sources of energy	
(iii)	The capital investment on energy Conservation equipments;	

Total energy consumption per unit of production is as follows:

Sl. No	Particulars	Current Year 2019-20	Previous Year 2018-19
1	Electricity purchased from Electricity Boards		
	a. Total units purchased / consumed	12,63,648	16,72,512
	b. Total amount of Electricity bill (in Rs.)	1,07,97,587	1,36,14,684
	c. Rate per unit (in Rs.)	8.54	8.14
2	Own generation through Diesel generator		
	Diesel generator (in unit)	37,273	26,592
	Fuel (in ltrs.)	13,730	9634
	Average unit generated per ltr.	2.71	2.76
	Rate per unit (in Rs.)	26.49	26.49

B. TECHNOLOGY ABSORPTION:

The Company has taken various efforts in utilizing the maximum available sources of technology and has increased its productivity during the year. There is no major technology absorption or research & development cost incurred during the year.

(Rs. in lakhs)

C. FOREIGN EXCHANGE EARNINGS AND OUTGO	2019-20	2018-19
Foreign Exchange outgo		
Imports (CIF)	Nil	Nil
Travel	Nil	Nil
Foreign Exchange Earned:		
F.O.B. Value of Exports	16.63	62.78

For and on behalf of the Board

Place : Chennai
Date : 29th June, 2020

G V Gopinath
Managing Director

G S Sridhar
Joint Managing Director and CFO

INDEPENDENT AUDITORS' REPORT

To the Members of Stanpacks India Limited

Opinion

We have audited the accompanying financial statements of Stanpacks India Limited, which comprise the Balance Sheet as at March 31, 2020, and the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended and a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the company as at March 31, 2020; and its Profit after Tax, Total Comprehensive Income, the changes in Equity, and Cash Flows for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Sl. No	Key Audit Matter	Auditors' Response
1	Revenue Recognition – Sale of goods Revenue from sale of goods is recognized when the control of goods is transferred to the customers. In terms of the application of the new revenue accounting standard Ind AS 115 (Revenue from Contracts with Customers), for some contracts, control is transferred either when the product is delivered to the customer's site or when the product is shipped, depending on the applicable terms. The Management has exercised judgement in applying the revenue accounting policy while recognising revenue.	We have performed the following principal audit procedures in relation to revenue recognised. <ul style="list-style-type: none"> Understood the revenue recognition process, evaluated the design and implementation, and operating effectiveness of internal controls relating to revenue recognised. Selected samples and tested the operating effectiveness of internal controls, relating to transfer of control. We carried out a combination of procedures involving enquiry, observation and inspection of evidence in respect of operation of these controls. Tested the relevant information technology general controls, automated controls, and the related information used in recording and disclosing revenue. In respect of the selected sample of transactions: Tested whether the revenue is recognised upon transfer of control to customer. We have evaluated the delivery and shipping terms of the contracts for revenue recognised during the period.

		<ul style="list-style-type: none"> We have also tested the location stock reports from Company warehouses, where applicable, for confirmation on sales quantity made during the year. Tested that the revenue recorded is after considering the applicable rebates and discounts. For samples near to period end, tested the acknowledgments of customers.
2	Property, Plant and Equipment Management judgement is utilised for determining the carrying value of property, plant and equipment, intangible assets and their respective depreciation/ amortization rates. These include the decision to capitalise or expense costs; the annual asset life review; the timelines of the capitalisation of assets and the measurement and recognition criteria for assets retired from active use. Please refer accounting policy.	<p>We have done verification of controls in place over the fixed assets cycle, evaluated the appropriateness of capitalisation process, performed tests to verify the capitalised costs, assessed the timelines of the capitalisation of the assets and assessed the derecognition criteria for assets retired from active use.</p> <p>Useful life review of assets has been assessed by the management. In performing these procedures, we reviewed the judgements made by management including the nature of underlying costs capitalised; determination of realizable value of the assets retired from active use; the appropriateness of asset lives applied in the calculation of depreciation/ amortization; and the useful lives of assets prescribed in Schedule II of the Companies Act, 2013.</p>
3	Provisions and Contingent Liabilities The Company is involved in certain legal and tax disputes and the assessment of the risks associated with the litigations is based on Management assumptions, which require the use of judgment and such judgment relates, primarily, to the assessment of the uncertainties connected to the prediction of the outcome of the proceedings.	<p>Our audit procedure in response to same is included, among others,</p> <ul style="list-style-type: none"> Assessment of the process to identify legal and tax litigations, and pending administrative proceedings. Assessment of assumptions used in the evaluation of potential legal and tax risks performed by the legal and tax department of the Company considering the legal precedence and other rulings/judgement in similar cases. Analysis of opinion received from the tax consultant where available. Review of the adequacy of the disclosures in the notes to the financial statements.

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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's report, Management discussion and analysis and Report on corporate governance, 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 no material misstatement of this other information we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, (changes in equity) and cash flows of the Company in accordance with the accounting

principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

Paragraph 40(b) of this SA explains that the shaded material below can be located in an Appendix to the auditor's report. Paragraph 40(c) explains that when law, regulation or applicable auditing standards expressly permit, reference can be made to a website of an appropriate authority that contains the description of the auditor's responsibilities, rather than including this material in the auditor's report, provided that the description on the website addresses, and is not inconsistent with, the description of the auditor's responsibilities below.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Report on Other Legal and Regulatory Requirements

- (1) As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
- (2) As required by Section 143 (3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those;
 - c) the Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the books of account;
 - d) In our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act.
 - e) On the basis of written representations received from the directors as on March 31, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 from being appointed as a director in terms of Section 164(2) of the Act."
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements.
 - ii. The Company has made provision, as required under the applicable law and Accounting standards, for material foreseeable losses, if any, on long-term contracts.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the investor's education and protection fund by the Company.

For J. V. RAMANUJAM & Co.,
Chartered Accountants,
(FRN No: 029475)

J VEDANTHA RAMANUJAM
Partner
M.No: 022188

UDIN: 20022188AAAADI8591

Place: Chennai
Date: 29th June, 2020

“Annexure A” to Independent Auditors’ Report

(Referred to in Paragraph 1 under the heading “Report on Other Legal and Regulatory Requirements” of our report of even date on the accounts of Stanpacks India Limited (“the Company”), for the year ended March 31, 2020)

- i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of its Property, Plant and Equipment.
- (b) According to the information and explanations given to us, physical verification of movable fixed assets is being conducted in a phased manner by the management under a programme designed to cover all the movable fixed assets over a period of three years, which, in our opinion, is reasonable having regard to the size of the Company and nature of its business. As per the information and explanations provided by the management, the same has been carried out during the financial year. Immovable Fixed Assets like plant and machinery is being inspected every year by an independent chartered engineer.
- (c) The title deeds of immovable properties are held in the name of the company.
- ii) (a) The management has conducted the physical verification of inventory at reasonable intervals during the year. We are informed that no major discrepancies were noticed on verification between the physical stock and book records.
- (b) In our opinion and according to the information and explanations given to us, the procedures for physical verification of inventory followed by the management were reasonable and adequate in relation to the size of the company and the nature of its business.
- iii) According to the information given to us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Therefore clauses (iii) (a), (iii) (b) and (iii)(c) of Paragraph 3 of the Order are not applicable to the Company.
- iv) The Company has complied with the provisions of the section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security.
- v) The Company has not accepted any deposits from public during the year hence the directives issued by RBI and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules 2015, are not applicable.
- vi) The Company is not required to maintain cost records pursuant to the Rules made by the Central Government for maintenance of Cost Records under sub-section (1) of section 148 of the Act.
- vii) (a) According to the information and explanations given to us, in our opinion, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employees’ State Insurance, Income Tax, Sales Tax, Service Tax, duty of Customs, duty of Excise, Value Added Tax, Cess and any other statutory dues as applicable to it.
- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Service Tax, duty of Customs, duty of Excise, Value Added Tax, Cess and any other statutory dues were outstanding as at March 31, 2020 for a period of more than six months from the date they became payable.
- (c) According to the information and explanations given to us, the particulars of dues of Excise Duty, and Sales Tax which have not been deposited with the appropriate authorities on account of any dispute are as follows:

S. No	Name of the Statute	Nature of Dues	Amt. (Rs. in lakhs)	Pertaining	Forum where the dispute is pending
1	Sales Tax	Sales Tax Demand	3.53	1995-96	On Appeal the case was remanded back to the CTO
2	Sales Tax	Sales Tax Demand	1.28	1997-98	On Appeal the case was remanded back to the CTO

- viii) Based on our audit procedures and according to the information and explanations given to us, the Company has not defaulted in repayment of loans or borrowings to a financial institution, bank, or dues to debenture holders

- ix) Based on our audit procedures and according to the information and explanations given to us, the Company did not raise any money by way of further public offer (including debt instruments) during the year. According to the information and explanations given by the management, term loans were applied for the purpose for which the loans were obtained.
- x) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, no fraud by the Company or any fraud on the Company by its officers or employees has been noticed or reported during the course of our Audit.
- xi) Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;
- xii) In our opinion, the company is not a Nidhi Company. Therefore clause 3 (xii) of the Companies (Auditor's Report) Order, 2016 is not applicable to the Company.
- xiii) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- xiv) According to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review, and therefore clause 3(xiv) of the Companies (Auditor's Report) Order, 2016 is not applicable to the Company.
- xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- xvi) In our opinion and according to the information and explanations given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For J. V. RAMANUJAM & Co.,
Chartered Accountants,
(FRN No: 02947S)

J VEDANTHA RAMANUJAM
Partner
M.No: 022188
UDIN: 20022188AAAADI8591

Place: Chennai
Date: 29th June, 2020

“ANNEXURE B” to the Independent Auditor’s Report of even date on the Standalone Financial Statements of Stanpacks (India) Limited

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

We have audited the internal financial controls over financial reporting of M/s Stanpacks (India) Limited (“the Company”) as of March 31, 2020 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

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. 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company’s assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to

the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, 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, 2020, 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 and jointly controlled companies, which are companies incorporated in India, as of that date.

**For J. V. RAMANUJAM & Co.,
Chartered Accountants,
(FRN No: 02947S)**

**Place: Chennai
Date: 29th June, 2020**

**J VEDANTHA RAMANUJAM
Partner
M.No: 022188
UDIN: 20022188AAAADI8591**

BALANCE SHEET AS AT 31ST MARCH 2020

(Rs. in Lakhs)

	Particulars	Note	As at 31 st March 2020	As at 31 st March 2019
A	ASSETS			
1	Non-current assets			
	(a) Property, Plant & Equipment	2.1	263.04	300.58
	(b) Capital work-in-progress		-	-
	(c) Intangible assets		-	-
	(d) Financial Assets			
	(i) Other financial assets	2.2	23.59	22.75
	(e) Deferred Tax Assets (Net)	2.3	35.90	34.01
	(f) Other non-current assets	2.4	86.98	95.71
	Total Non-current assets		409.51	453.05
2	Current assets			
	(a) Inventories	2.5	1409.84	1,247.38
	(b) Financial Assets			
	(i) Trade receivables	2.6	305.43	395.94
	(ii) Cash and cash equivalents	2.7	1.39	0.58
	(iii) Bank balance other than (ii) above	2.8	20.04	18.78
	(iv) Loans	2.9	(0.21)	-
	(v) Other financial assets	2.10	-	-
	(c) Other current assets	2.11	8.01	3.63
			1744.49	1,666.31
	(d) Assets classified as held for sale		-	-
	Total Current assets		1744.49	1,666.31
	TOTAL ASSETS		2154.00	2,119.36
B	EQUITY AND LIABILITIES			
1	Equity			
	(a) Equity Share capital	2.12	609.60	609.60
	(b) Other Equity	2.13	(317.48)	(324.50)
	Total Equity		292.12	285.10
	Liabilities			
2	Non-current liabilities			
	(a) Financial liabilities			
	(i) Borrowings	2.14	640.22	698.88
	(ii) Others financial liabilities		-	-
	(b) Provisions	2.15	105.11	88.62
	(c) Other non-current liabilities		-	-
	Total Non-current liabilities		745.33	787.50
3	Current liabilities			
	(a) Financial liabilities			
	(i) Borrowings	2.16	733.61	759.07
	(ii) Trade payables	2.17 (a)	272.47	182.39
	(iii) Others financial liabilities	2.18	52.92	52.92
	(b) Other current liabilities	2.19	44.52	48.46
	(c) Provisions	2.20	13.03	3.92
	Total current liabilities		1116.55	1,046.76
	TOTAL EQUITY AND LIABILITIES		2154.00	2,119.36

See accompanying notes forming part of the financial statements

Significant accounting policies & Notes to accounts 2.1 to 2.20

As per our report attached
For **J.V. RAMANUJAM & CO**
Chartered Accountants
FRN: 002947S

J.VEDANTHA RAMANUJAM
Partner
Membership No. 022188

Place : Chennai
Date : 29th June, 2020

For and on behalf of the Board

G V GOPINATH
Managing Director

G S SRIDHAR
Joint Managing Director and CFO

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2020

(Rs. in Lakhs)

	Particulars	Note	For the year ended 31 st March 2020	For the year ended 31 st March 2019
1	Revenue from operations	2.21	2730.84	3,658.39
2	Other income	2.22	19.26	15.03
3	Total Revenue (1+2)		2750.10	3,673.43
4	Expenses			
	(a) Cost of materials consumed	2.23	1603.18	1,709.04
	(b) Changes in inventories of finished goods and work-in-process	2.24	(179.55)	4.01
	(c) Excise duty, Sales Tax and Goods and Service Tax		393.38	508.21
	(d) Employee benefits expense	2.25	264.95	259.12
	(e) Finance costs	2.26	183.14	183.78
	(f) Depreciation and amortisation expense	2.1	58.30	62.25
	(g) Other expenses	2.27	421.56	921.06
	Total expenses (4)		2744.97	3,647.45
5	Profit / (Loss) before exceptional items and tax (3 - 4)		5.13	25.97
6	Exceptional items		-	-
7	Profit / (Loss) before tax (5 - 6)		5.13	25.97
8	Tax Expense			
	(a) Current tax		-	-
	(b) Deferred tax		(1.89)	12.21
	Total tax expense		(1.89)	12.21
9	Profit after tax from continuing operations (7 - 8)		7.02	13.76
10	Other Comprehensive Income			
	A (i) Items that will not be reclassified to Profit or Loss			
	(a) Actuarial Loss on Gratuity	2.28	-	(0.36)
	B (i) Items that may be reclassified to profit or loss		-	-
11	Total other comprehensive income / (loss) (A + B)		-	(0.36)
12	Total Comprehensive Loss for the year (9 + 11)		7.02	13.40
13	Earnings per share (of Rs. 10/- each):			
	(a) Basic	2.29	0.12	0.23
	(b) Diluted	2.29	0.12	0.23
	See accompanying notes forming part of the financial statements			

Significant accounting policies & Notes to accounts 2.21 to 2.29

As per our report attached
For **J.V. RAMANUJAM & CO**
Chartered Accountants
FRN: 002947S

For and on behalf of the Board

J.VEDANTHA RAMANUJAM
Partner
Membership No. 022188

G V GOPINATH
Managing Director

G S SRIDHAR
Joint Managing Director and CFO

Place : Chennai
Date : 29th June 2020

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2020

(Rs. in Lakhs)

Particulars		For the year ended 31 st March 2020	For the year ended 31 st March 2019
A	Cash Flow from Operating Activities		
	Profit for the year	5.13	25.97
	Adjustments for:		
	Depreciation and amortisation expense	58.31	62.25
	Loss on sale of property, plant and equipment (net)	-	1.05
	Finance Cost	183.14	183.78
	Interest income	(11.79)	(9.51)
	Dividend income	-	-
	Operating (loss) before working capital changes	234.79	263.54
	Adjustments for :		
	<i>(Increase) / decrease in operating assets:</i>		
	Trade receivables	90.51	59.10
	Other current assets	(4.17)	7.69
	Other Non-current assets	7.88	3.16
	Loans and other financial assets	3.16	3.24
	Inventories	(162.46)	37.94
	<i>Increase / (decrease) in operating liabilities:</i>		
	Trade payables	90.08	(151.50)
	Other financial and current liabilities	(7.08)	(54.19)
	Other Non-current liabilities	-	-
	Provisions	25.60	6.98
	Cash generated from operations	43.52	175.96
	Taxes paid	-	-
	Net cash generated / (used in) from operating activities	43.52	175.96
B	CASH FLOW FROM INVESTING ACTIVITIES		
	Purchase of property, plant and equipment (including capital work in progress)	(20.77)	(18.05)
	Sale proceeds of property, plant and equipment	-	1.03
	Deposit balances not considered as Cash and cash equivalents	(1.26)	0.50
	Purchase of investments	-	-
	Interest received	11.79	9.51
	Net cash flow from investing activities	(10.24)	(7.01)
C	CASH FLOW FROM FINANCIAL ACTIVITIES		
	Proceeds from Borrowings	(84.11)	13.92
	Interest Paid	(183.14)	(183.78)
	Net cash generated from financing activities	(267.26)	(169.85)
	Net increase / (decrease) in cash and cash equivalents(A+B+C)	0.81	(0.90)
	Cash and cash equivalents at the beginning of the year	0.58	1.48
	Cash and cash equivalents at the end of the year	1.39	0.58
	Reconciliation for cash and cash equivalents:		
	Cash and cash equivalents as at the year end as per Balance Sheet	1.39	0.58
	Cash & cash equivalents - closing balance	1.39	0.58

As per our report attached
For **J.V. RAMANUJAM & CO**
Chartered Accountants
FRN: 002947S

J.VEDANTHA RAMANUJAM
Partner
Membership No. 022188

Place : Chennai
Date : 29th June 2020

For and on behalf of the Board

G V GOPINATH
Managing Director

G S SRIDHAR
Joint Managing Director and CFO

Statement of Changes in Equity**Equity Share Capital**

Particulars	Amount
Equity shares of Rs.10 each issued, subscribed and fully paid	
Balance at April 01, 2018	609.60
Changes in equity share capital during the year	-
Balance at March 31, 2019	609.60
Changes in equity share capital during the year	-
Balance at March 31, 2020	609.60

Other Equity

Particulars	Reserves & Surplus			Items of other comprehensive income	Total Equity attributable to equity share holder
	Retained Earnings	Securities Premium	General Reserve	Acturial Gain/ Loss	
Balance as of April 1, 2018	(323.97)	-	-	(13.93)	(337.90)
Changes in the equity for the year March 31, 2019					
Profits for the year	13.76	-	-	-	13.76
Other comprehensive income for the year	-	-	-	(0.36)	(0.36)
Balance as of March 31, 2019	(310.21)	-	-	(14.29)	(324.50)
Changes in the equity for the year March 31, 2020					
Profits for the year	7.02	-	-	-	7.02
Other comprehensive income for the year	-	-	-	-	-
Balance as of March 31, 2020	(303.19)	-	-	(14.29)	(317.48)

As per our report attached
For **J.V. RAMANUJAM & CO**
Chartered Accountants
FRN: 002947S

J.VEDANTHA RAMANUJAM
Partner
Membership No. 022188
Place : Chennai
Date : 29th June 2020

For and on behalf of the Board

G V GOPINATH
Managing Director

G S SRIDHAR
Joint Managing Director and CFO

NOTES TO THE FINANCIAL STATEMENTS

CORPORATE INFORMATION:

Stanpacks (India) Limited is a Public Company in India, incorporated on 20th December 1991. The Company is engaged in the business of manufacturing Polypropylene Bags. The shares of the Company are being listed in the Bombay Stock Exchange.

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES:

1.1 Basis Of Preparation Of Financial Statements:

The financial statements have been prepared in accordance with the Indian Accounting Standards (Ind AS) (as notified under the Companies (Indian Accounting Standards) Rules, 2015) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable. The provisions of the Act (to the extent notified) and guidelines issued by the Securities and Exchange Board of India (SEBI).

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

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services. 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. Fair value for measurement and/or disclosure purposes in these financial statements is determined on above basis, except for lease transactions that are within the scope of Ind AS 116 - Leases, and measurements that have some similarities to fair value but are not fair value, such as net realisable value in Ind AS 2 - Inventories or value in use in Ind AS 36 - Impairment of Assets.

In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

All the assets and liabilities have been classified as current and non-current as per the Company's normal operating cycle and other criteria as set out in Schedule III of the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets and processing and their realization in cash and cash equivalent, the Company has ascertained its operating cycle to be 12 months for the purpose of current – non-current classification of assets and liabilities.

With effect from 1st April, 2019, Ind AS 116 – “Leases” (Ind AS 116) supersedes Ind AS 17 – “Leases”. The Company has adopted Ind AS 116 using the prospective approach. The application of Ind AS 116 has resulted into recognition of ‘Right-of-Use’ asset with a corresponding Lease Liability.

1.2 Use of Estimates:

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amount of assets, liabilities and related disclosures concerning the items involved as well as contingent assets and liabilities on the date of the financial statements and the reported amount of income and expense during the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes, requiring a material adjustment in the carrying amounts of assets or liabilities in future periods. Difference between the actual results and estimates are recognized in the period in which the results are known or materialized.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

1.3 Property, Plant and Equipment :

Items of property, plant and equipment are initially measured at cost. Subsequent measurement is done at cost less accumulated depreciation and accumulated impairment losses, if any. Cost of acquisition is inclusive of taxes (except GST),

duties, freight, installation allocated incidental expenditure during construction / acquisition and necessary adjustments in the year of final settlement. The cost of property, plant and equipment also includes the present value of obligations arising, if any, from decommissioning, restoration and similar liabilities related to the same.

Cost of an item of property, plant and equipment includes estimated costs of dismantling and removing the item and restoring the site on which it is located. The present value of those costs (decommission or restoration costs) is capitalized as an asset and depreciated over the useful life of the asset.

Borrowing costs that are directly attributable to the acquisition/construction of an asset is capitalized as part of the cost of that asset when it is probable that they will result in future economic benefits to the enterprise and the costs can be measured reliably.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

Assets costing less than INR 5,000 are capitalized and charged to the statement of profit and loss in the year of purchase by retaining a residual value of INR 1.

Any gain or loss on disposal of an item of property, plant and equipment is recognized in the statement of profit and loss.

Machinery spares

Initial spares purchased along with property, plant and equipment are capitalized and depreciated along with the asset.

Spares purchased subsequent to commission of the asset which meet the requirements set out in Ind AS 16 are treated as property, plant & equipment. Other spare parts are carried as inventory and recognized in the statement of profit and loss on consumption.

Capital work-in-progress

The cost of self-constructed assets includes the cost of materials & direct labor, any other costs directly attributable to bringing the assets to the location and condition necessary for it to be capable of operating in the manner intended by management and borrowing costs.

1.4 Depreciation:

As prescribed under part C of schedule II of Companies Act, 2013, from the Financial Year 2014-15, Depreciation is systematically allocated over the useful life of an asset. The depreciation is provided on the Straight Line Method from the beginning of the month in which the asset is ready for use. Depreciation on additions to assets or on sale / disposal of assets, is calculated on pro rata basis from the month of such addition or upto the month of such sale / disposal as the case may be.

Asset Category	Estimated useful life
Buildings	30 years
Plant and Machinery	25 years
Computers	6 years
Lab equipment	10 years
Office equipment	5 years
Furniture and fittings	10 years
Air conditioners and water coolers	10 years

1.5 Revenue Recognition:

Revenue from sale of manufactured goods, including scrap, is recognized on transfer of all significant risks and rewards of ownership to the buyer. The amount recognized as sale is inclusive of excise duty sales tax, and net of, trade and quantity discounts on accrual basis. Interest on deployment of surplus funds is recognized using the time proportionate method based on underlying interest rates.

1.6 Inventories:

Inventories are carried at the lower of cost and net realizable value. The comparison of cost and net realizable value is made on an item by item basis.

Cost comprises of purchase price and all incidental expenses incurred in bringing the inventory to its present location and condition. The method of determination of cost is as follows:

- a. Raw materials, valued at cost net of cenvat.
- b. Finished goods at lower of cost or net realizable value and inclusive of excise duty (till 30th June 2017). With the Advent of GST which has replaced Excise Duty along with other indirect Taxes, Closing Stock of Finished Goods doesn't include excise duty or GST (Since the same is on Sale of Goods).
- c. Goods in Transit valued at cost excluding excise duty and taxes.
- d. Stock of scrap at estimated realizable value.
- e. Stores and spares – landed cost on a first in first out method

The provision for inventory obsolescence is assessed annually and is provided as and when considered necessary.

1.7 Foreign Exchange Transactions:

Foreign currency transactions are recorded at the rates of exchange prevailing on the dates of the respective transaction. Exchange differences arising on foreign exchange transactions settled during the year are recognized in the Statement of profit and loss of the year, except that exchange differences related to acquisition of fixed assets from a country outside India are adjusted in the carrying amount of the related fixed assets.

Monetary assets and liabilities denominated in foreign currencies as at the balance sheet date are translated at the closing exchange rates on that date; the resultant exchange differences are recognized in the statement of profit and loss except those related to acquisition of fixed assets from a country outside India which are adjusted in the carrying amount of the related fixed assets.

1.8 Provisions and contingent liabilities:

The Company recognizes a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation that the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provisions for onerous contracts, i.e. contracts where the expected unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received under it, are recognized when it is probable that an outflow of resources embodying economic benefits will be required to settle a present obligation as a result of an obligating event, based on a reliable estimate of such obligation.

1.9 Tax on Income:

Income-tax expense comprises current tax (i.e. amount of tax for the period determined in accordance with the income-tax law) and deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the year) provided in the books of accounts.

1.10 Excise Duty/Custom Duty/GST:

Excise Duty in respect of goods manufactured by the company is being accounted for at the time of removal of goods from the factory for sale. Custom duty is accounted in the books as and when paid/incurred. Goods and Services Tax (GST) is payable on Sale of Goods/provision of Services and hence is accounted in the books at the time of removal of goods from the factory for sale.

1.11 Earnings Per Share:

The basic and diluted earnings per share are computed by dividing the net profit attributable to equity shareholders for the year by the weighted average number of equity shares outstanding during the year. The company did not have any potentially dilutive equity shares outstanding during the year.

1.12 Retirement benefits to employees:

I. Short Term employee benefits:

Short term employee benefits falling due within are recognized as an expense as per the Company's Scheme based on expected obligations. The benefits like salaries, wages etc and the expected cost of bonus, ex-gratia are recognized in the period in which the employees renders the related service.

II. Retirement benefits:

Retirement benefits comprise of provident fund, superannuation and gratuity which are recognized as follows:

a. Provident fund:

This is a defined contribution plan. Contributions in respect of staff and workers are remitted to provident fund authorities in accordance with the relevant statute and are charged to statement of profit and loss as and when due. The Company has no further obligations for future provident fund benefits in respect of these employees other than its annual contributions.

b. Superannuation:

This is a defined contribution plan. The Company makes contribution as per the scheme to superannuation Fund administered by Life Insurance Corporation of India. The Company has no further obligation of future superannuation benefits other than its annual contributions and recognizes such contributions as expense as and when due.

c. Gratuity:

This is a defined benefit plan. Provision for gratuity is made based on actuarial valuation using projected unit credit method. Actuarial gains and losses, comprising of experience adjustments and the effects of changes in actuarial assumptions, are recognized immediately in the statement of profit and loss as income or expense.

1.13 Research & Development:

Research & Development expenditure of revenue nature is charged to Statement of Profit & Loss, while Capital Expenditure is added to the cost of fixed assets in the year in which they are incurred.

1.14 INTANGIBLE ASSETS:

Impairment of Assets:

The company assesses at each Balance Sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash-generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the statement of profit and loss. If at the balance sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount.

1.15 FINANCIAL ASSETS

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

Classification of financial asset

Financial assets that meet the following conditions are subsequently measured at amortised cost less impairment loss (except for investments that are designated as at fair value through profit or loss (FVTPL) on initial recognition):

- the asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets that meet the following conditions are subsequently measured at fair value through other comprehensive income (FVTOCI) (except for investments that are designated as at fair value through profit or loss on initial recognition):

- the asset is held within a business model whose objective is achieved both by collecting contractual cash flows and selling financial assets; and
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

All other financial assets are subsequently measured at fair value.

Financial Liabilities and Equity Instruments

Classification as debt or equity

Debt and equity instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

Equity instruments

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

Financial liabilities

All financial liabilities are subsequently measured at amortised cost using the effective interest method or at FVTPL. However, financial liabilities that arise when a transfer of a financial asset does not qualify for derecognition or when the continuing involvement approach applies, financial guarantee contracts issued by the Company are measured in accordance with the specific accounting policies set out below.

Financial liabilities at FVTPL

Financial liabilities are classified as at FVTPL when the financial liability is either held for trading or it is designated as at FVTPL.

A financial liability is classified as held for trading if:

- it has been incurred principally for the purpose of repurchasing it in the near term; or
- on initial recognition it is part of a portfolio of identified financial instruments that the Company manages together and has a recent actual pattern of short-term profit-taking; or
- it is a derivative that is not designated and effective as a hedging instrument.

A financial liability other than a financial liability held for trading may be designated as at FVTPL upon initial recognition if: such designation eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise. Financial liabilities at FVTPL are stated at fair value, with any gains or losses arising on remeasurement recognised in profit or loss.

Derecognition of financial liabilities

The Company derecognises financial liabilities when, and only when, the Company's obligations are discharged, cancelled or they expire. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in profit or loss.

1.16 LEASES

The Company evaluates if an arrangement qualifies to be a lease as per the requirements of Ind AS 116. Identification of a lease requires significant judgement. The Company uses judgement in assessing whether a contract (or part of contract) include a lease, the lease term (including anticipated renewals), the applicable discount rate, variable lease payments whether are in-substance fixed.

The judgement involves assessment of whether the asset included in the contract is a fully or partly identified asset based on the facts and circumstances, whether the contract include a lease and non-lease component and if so, separation thereof for the purpose of recognition and measurement, determination of lease term basis, inter alia the non-cancellable period of lease and whether the lessee intends to opt for continuing with the use of the asset upon the expiry thereof, and whether the lease payments are fixed or variable or a combination of both.

The Company, as a lessee, recognises a right-of-use asset and a lease liability for its leasing arrangements, if the contract conveys the right to control the use of an identified asset.

The contract conveys the right to control the use of an identified asset, if it involves the use of an identified asset and the Company has substantially all of the economic benefits from use of the asset and has right to direct the use of the identified asset. The cost of the right-of-use asset shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date plus any initial direct costs incurred. The right-of-use assets is subsequently measured at cost less any accumulated depreciation, accumulated impairment losses, if any and adjusted for any remeasurement of the lease liability. The right-of-use assets is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use asset.

The Company measures the lease liability at the present value of the lease payments that are not paid at the commencement date of the lease. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Company uses incremental borrowing rate. For short-term and low value leases, the Company recognises the lease payments as an operating expense on a straight-line basis over the lease term.

The Company, as a lessor, classifies a lease either as an operating lease or a finance lease. Leases are classified as finance lease whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

2. Notes on accounts

Note 2.1 - Property, Plant & Equipment

(Rs. in Lakhs)

Tangible assets - Owned (unless otherwise specified)	Deemed Cost		Accumulated Depreciation		Net Block	
	As at 1 April, 2019	As at 1 April, 2019	As at 31 March, 2020	As at 1 April, 2019	As at 31 March, 2020	As at 31 March, 2019
(a) Property, Plant & Equipment						
Land	32.97	-	32.97	-	-	32.97
Buildings	109.58	0.40	109.98	21.31	7.17	81.50
Plant and Machinery	336.55	20.37	356.92	165.87	47.36	143.68
Furniture and Fixtures	1.48	-	1.48	0.66	0.24	0.58
Vehicles	18.69	-	18.69	10.85	3.53	4.31
Total	499.27	20.77	520.04	198.69	58.30	263.04

(b) Intangible assets

Tangible assets - Owned (unless otherwise specified)	Deemed Cost		Accumulated Depreciation		Net Block	
	As at 1 April, 2019	As at 31 March, 2020	As at 1 April, 2019	As at 31 March, 2020	As at 31 March, 2020	As at 31 March, 2019
Intangible assets						
Software	-	-	-	-	-	-

Particulars	Balance as at 31-03-2020	Balance as at 31-03-2019
Capital work in progress	-	-

Note 2.1.1

Tangible assets - Owned (unless otherwise specified)	Deemed Cost		Accumulated Depreciation		Net Block	
	As at 1 April, 2018	As at 31 March, 2019	As at 1 April, 2018	As at 31 March, 2019	As at 31 March, 2019	As at 31 March, 2018
(a) Property, Plant & Equipment						
Land	32.97	-	-	-	-	32.97
Buildings	108.20	1.38	14.20	7.11	21.31	88.26
Plant and Equipment	320.33	16.22	115.02	50.85	165.87	170.68
Furniture and Fixtures	1.03	0.45	0.43	0.23	0.66	0.83
Vehicles	23.62	4.93	9.63	4.06	10.85	7.84
Total	486.15	18.05	139.28	62.25	198.69	300.58

Note 2.1.2

Tangible assets - Owned (unless otherwise specified)	Deemed Cost		Accumulated Depreciation		Net Block	
	As at 1 April, 2018	As at 31 March, 2019	As at 1 April, 2018	As at 31 March, 2019	As at 31 March, 2019	As at 31 March, 2018
(b) Intangible Asset						
Software	-	-	-	-	-	-
Total	-	-	-	-	-	-

Notes 2.1.3

- (i) Useful life of software is four years
- (ii) Plant and Equipment includes Electrical Installations and Data Processing Equipments
- (iii) Furniture and Fixtures includes Office equipment
- (iv) Capital Work in Progress for the current year is NIL (31 March 2019 - Nil) towards the interest capitalisation of borrowing cost
- (v) Refer Note 2 of Note 14 (Non-Current Borrowings) stating the details of assets pledged as security
- (vi) Research and Development expenses relating to P&M for the year ended 31 March 2020 is NIL (31 March 2019 is NIL)

Note 2.2 Other financial assets (Unsecured, Considered good unless stated otherwise)

(Rs. in Lakhs)

Particulars	As at 31 March, 2020	As at 31 March, 2019
Non-current		
(a) Insurance claims Receivable		
(b) Derivatives designated and effective as hedging instruments carried at fair value: - Foreign currency swap contracts designated in hedge accounting relationship		
(c) Deposits in Electricity company	23.59	22.75
(d) Prepaid Interest on Electricity Deposit	-	-
Total Non-current	23.59	22.75
Current		
(a) Claims Receivable		
(b) Asset held for disposal		
(c) Deferred sales proceeds		
(d) Interest accrued on deposits		
(e) Derivatives designated and effective as hedging instruments carried at fair value: - Foreign currency swap contracts designated in hedge accounting relationship		
(f) Security Deposit		
(g) Tool development cost recoverable		
(h) Deposits in Electricity company		
(i) Prepaid Interest on Electricity Deposit		
Total Current	-	-
	23.59	22.75

Note 2.3 Deferred Tax Assets (Net) :

(Rs. in Lakhs)

Particulars	As at 31 March, 2020	As at 31 March, 2019
At the Start of the year	34.01	46.22
Charge/(credit) to Statement of Profit and Loss	1.89	(12.21)
At the end of the year	35.90	34.01

Note 2.4 Other Non-Current assets (Unsecured, Considered good unless stated otherwise)

(Rs. in Lakhs)

Particulars	As at 31 March, 2020	As at 31 March, 2019
Non-current		
(a) Trade Receivables		
Unsecured, considered good	-	-

Unsecured, considered doubtful		
Less: Provision for doubtful debts	-	-
(b) Balances with government authorities - paid under protest	12.30	12.30
(c) Other Deposits	74.68	83.41
(d) Non current tax assets (Net)	-	-
Total Non-current	86.98	95.71

Note 2.5 Inventories (valued at lower of cost and net realizable value)

(Rs. in Lakhs)

Particulars	As at 31 March, 2020	As at 31 March, 2019
(a) Raw materials & Consumables	54.21	71.79
Raw materials in transit	-	-
(b) Work-In-Progress	-	-
(c) Finished goods	1,306.81	1,127.26
(d) Stores and spares	48.82	48.33
Total	1,409.84	1,247.38

Note 2.5.1 The cost of inventories recognised as an expense during the year was NIL (For the year ended 31 March 2020 NIL)

Note 2.5.2 During the year 2019-20 and 2018-19 there were no expense recognised against the write down of inventory from cost to net realisable value.

Note 2.5.3 Inventories as at 31 March 2020 (31 March 2019 and 31 March 2018) are expected to be recovered within twelve months.

Note 2.5.4 The mode of valuation of inventories has been stated in Note 1.6

Note 2.6 Trade receivables (Unsecured)

(Rs. in Lakhs)

Particulars	As at 31 March, 2020	As at 31 March, 2019
(a) Unsecured, considered good	305.43	395.94
(b) Doubtful	-	-
(c) Allowance for doubtful debts (expected credit loss allowance)	-	-
Total	305.43	395.94

The average credit period on sales of goods is 30 days. No interest is charged on trade receivables.

Note 2.7 Cash and cash equivalents

(Rs. in Lakhs)

Particulars	As at 31 March, 2020	As at 31 March, 2019
(a) Cash on hand	1.39	0.58
(b) Balances with banks		
(i) In current accounts	-	-
(ii) In Margin money deposit accounts	-	-
- original maturity of 3 months or less	-	-
Total	1.39	0.58

Note 2.8 Bank balances other than Note 2.7 above

(Rs. in Lakhs)

Particulars	As at 31 March, 2020	As at 31 March, 2019
Deposits with maturity exceeding 3 months	20.04	18.78
Total	20.04	18.78

Note 2.9 Loans (Unsecured, Considered good unless stated otherwise)

(Rs. in Lakhs)

Particulars	As at 31 March, 2020	As at 31 March, 2019
(a) Loans and advances to employees		
Considered good	(0.21)	-
Considered doubtful	-	-
Less: Provision for doubtful short-term advances	-	-
Total	(0.21)	-

Note 2.10 Other financial assets

(Rs. in Lakhs)

Particulars	As at 31 March, 2020	As at 31 March, 2019
Plant and Machinery held for sale	-	-
	-	-

Note 2.11 Other Current Assets

(Rs. in Lakhs)

Particulars	As at 31 March, 2020	As at 31 March, 2019
(a) Advances to vendors for materials/services		
(b) Prepaid expenses	7.96	3.60
(c) Balances with government authorities	0.02	-
(d) Travelling Advances	0.03	0.03
(e) Leave Encashment		
Total Current	8.01	3.63

Note 2.12 Equity Share capital

(Rs. in Lakhs)

Particulars	As at 31 March, 2020		As at 31 March, 2019	
	Number of shares	Rs. in Lakhs	Number of shares	Rs. in Lakhs
(a) Authorised Equity shares of Rs. 10 each with voting rights	7,000,000	700.00	7,000,000	700.00
(b) Issued, Subscribed and Fully paid up Equity shares of Rs. 10 each with voting rights	6,096,000	609.60	6,096,000	609.60

Notes:

- The Company has only one class of shares referred to as equity shares having a par value of Rs.10 each. Each holder of equity share is entitled to one vote per share.
- In the event of repayment of Capital of the Company, the distribution will be in the proportion to the number of equity shares held by the shareholders.
- Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	Opening Balance	Fresh issue	Closing Balance
Equity shares with voting rights			
Year ended 31 March, 2020			
- Number of shares	6,096,000	-	6,096,000
- Amount (Rs. in Lakhs)	609.60	-	609.60
Year ended 31 March, 2019			
- Number of shares	6,096,000	-	6,096,000
- Amount (Rs. in Lakhs)	609.60	-	609.60

4. Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	As at 31 March, 2020		As at 31 March, 2019	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares with voting rights				
Balaji Trading Enterprises Private Limited	675,395	11.08%	675,395	11.08%

*Also refer Note 1

Note 2.13 Other Equity

(Rs. in Lakhs)

Particulars	As at 31 March, 2020	As at 31 March, 2019
Retained Earnings		
As per Last Balance Sheet	(310.21)	(323.97)
Add: Profits for the year	7.02	13.76
Closing Balance	(303.19)	(310.21)
Other comprehensive income		
As per Last Balance Sheet	(14.29)	(13.93)
Add: Movement in OCI (Net) during the year	-	(0.36)
Closing Balance	(14.29)	(14.29)
Balance as of March 31st	(317.48)	(324.50)

Note 2.14 Non-current borrowings

(Rs. in Lakhs)

Particulars	As at 31 March, 2020	As at 31 March, 2019
Unsecured - Measured at amortised cost		
(a) Unsecured Loans from Others	633.90	653.17
Secured - Measured at amortised cost		
(a) Term loans		
From bank	3.21	39.08
(b) Long Term Maturities of Finance Lease Obligations		
Others	3.11	6.63
Total	640.22	698.88

2.14 (i) Details of terms of repayment for the other long-term borrowings and security provided in respect of the secured long-term borrowings:

(Rs. in Lakhs)

Particulars	Terms of repayment and security	As at 31 March, 2020		As at 31 March, 2019	
		Secured	Unsecured	Secured	Unsecured
Term loans from banks:					
Karnataka Bank Limited - Secured	Note 1	3.21	-	39.08	-
Total - Term loans from banks		3.21	-	39.08	-
Long Term Maturities of Finance Lease Obligations	Note 2	3.11	-	6.63	-
Others:					
from Group Company	Note 3	-	633.90	-	653.17
-Balaji Trading Enterprises Pvt.Ltd - Unsecured	Note 4	-	-	-	-
Other parties - unsecured	Note 5	-	-	-	-
Sales Tax Loan-IFST					
Total		6.32	633.90	45.71	653.17

Note 1

- (a) Working capital facilities from The Karnataka Bank Limited are secured by first charge on the current assets consisting of stock of raw materials, finished goods, work-in-process, debtors and personal guarantees of directors G.P.N. Gupta, Sri. G. S. Sridhar and Sri. G.V. Gopinath.
- (b) Additional Term loan facilities from The Karnataka Bank Limited sanctioned in the month of February 2020, repayable given a period of 60 months secured by Hypothecation of New Plant & Machineries and secured by charge on current assets of stock of raw material, finished goods, debtors and personal guarantees of directors Sri. G.P.N. Gupta, Sri. G. S. Sridhar and Sri. G.V. Gopinath.

Bank	As at 31 March, 2020	As at 31 March, 2019	Security	Interest rate	Terms of repayment
Karnataka Bank Limited - Secured	3.21	39.08	Secured by Mortgage of Land, Plant & Machinery		Payable in 12 Half Yearly Installments from 2014-15 to 2019-2020
Long Term Maturities of Finance Lease Obligations	3.11	6.63	Not Applicable		Payable by end of March every year
Total	6.32	45.71			

Note 2.15 Long-term provisions

(Rs. in Lakhs)

Particulars	As at 31 March, 2020	As at 31 March, 2019
(a) Provision for Employee benefits	72.97	56.48
(b) Provision for Income tax earlier years	32.14	32.14
(c) Provision for pending sales tax forms and other disputes	-	-
Total	105.11	88.62

Note 2.16 Current borrowings

(Rs. in Lakhs)

Particulars	As at 31 March, 2020	As at 31 March, 2019
Secured - at amortised cost		
Banks - Cash Credit	733.61	759.07
Public Deposits		
Total	733.61	759.07

Note 2.17 (a) Trade payables

(Rs. in Lakhs)

Particulars	As at 31 March, 2020	As at 31 March, 2019
(a) Payable to Micro, Small & Medium Enterprises (Refer Note 16 (b))	-	-
(b) Other Than Acceptances		
(i) Employee related liabilities	-	-
(ii) Dues to related parties (Refer Note 29)	-	-
(iii) Creditors for Goods and Services	272.47	182.39
Total	272.47	182.39

Note 2.17 (b) Dues to Micro & Small Enterprises

(Rs. in Lakhs)

Particulars	As at 31 March, 2020	As at 31 March, 2019
(i) Principal amount remaining unpaid to 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	-	-

Note 2.18 Other financial liabilities

(Rs. in Lakhs)

Particulars	As at 31 March, 2020	As at 31 March, 2019
Non-current		
(a) Trade / security deposits received	-	-
Total Non-current	-	-
Current		
(a) Current maturities of long-term debt (Secured) (Refer note 14)	52.92	52.92
(b) Current maturities of finance lease obligations	-	-
(c) Current maturities of Sales Tax loan	-	-
Total Current	52.92	52.92
Total	52.92	52.92

2.19 Other Current Liabilities

(Rs. in Lakhs)

Particulars	As at 31 March, 2020	As at 31 March, 2019
Non-current		
(a) Advance received from customers	-	-
(b) Deferred Rent	-	-
Current		
(a) Other payables		
(i) Statutory remittances	19.97	19.06
(ii) Advances from customers	21.71	22.70
(iii) Bonus payable	4.50	4.50
(iv) Rent Payable	-	-
(v) Others	(1.65)	2.20
Total Current	44.52	48.46
Total	44.52	48.46

Note 2.20 Short-term provisions

(Rs. in Lakhs)

Particulars	As at 31 March, 2020	As at 31 March, 2019
(a) Provision for Excise duty on Finished Goods	-	-
(b) Provision for Employee benefits	13.03	3.92
	13.03	3.92

Note 2.21 Revenue from operations

(Rs. in Lakhs)

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
(a) Sale of products (Refer Note (i) below)	2,730.84	3,493.11
(b) Sales from Services (Refer Note (ii) below)	-	165.29
(c) Other operating revenues (Refer Note (iii) below)	-	-
Total Revenue from Operations	2,730.84	3,658.39

(Rs. in Lakhs)

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
(i) Sale of products comprises : Manufactured goods	2,730.84	3,493.11
Total - Sale of products	2,730.84	3,493.11
(ii) Sale of services comprises : Labour Charges	-	165.29
Total - Sale of services	-	165.29
(iii) Other operating revenues comprise: Sale of scrap	-	-
Total - Other operating revenues	-	-

Note 2.22 Other income

(Rs. in Lakhs)

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
(a) Interest income on deposits	11.79	9.51
(b) Interest on loans and advances	-	-
(c) Professional Consultancy Charges Received	-	-
(d) Other Non-Operating Income		
- Net Gain on foreign currency transactions and translation	-	-
- Profit on Sale of Assets	-	0.19
- Other Income	7.47	5.34
Total	19.26	15.03

Note 2.23 Cost of materials consumed

(Rs. in Lakhs)

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
Opening stock	71.79	104.22
Add: Purchases		
Raw materials	1,585.60	1,676.61
Components		
Total Purchases	1,585.60	1,676.61
Less: Closing stock	54.21	71.79
Cost of materials consumed	1,603.18	1,709.04
Material consumed comprises:		
PP Granules	1,603.18	1,709.04
Total	1,603.18	1,709.04

Note 2.24 Changes in inventories of finished goods and work-in-process

(Rs. in Lakhs)

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
Inventories at the end of the year:		
Finished goods	1,306.81	1,127.26
Work-in-process	-	-
	1,306.81	1,127.26

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
Inventories at the beginning of the year:		
Finished goods	1,127.26	1,131.27
Work-in-process	-	-
	1,127.26	1,131.27
Net (increase) / decrease	(179.55)	4.01

Note 2.25 Employee benefit expense

(Rs. in Lakhs)

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
(a) Salaries and wages including secondment cost and bonus	209.54	193.20
(b) Contributions to provident and other funds (Refer Note 33)	23.38	24.21
(c) Staff welfare expenses	32.03	41.71
Total Employee Benefit Expenses	264.95	259.12

Note 2.26 Finance costs

(Rs. in Lakhs)

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
(a) Interest expense on borrowings	176.07	177.21
Less Amounts included in the cost of qualifying assets	-	-
Interest expense net of cost transferred to qualifying assets	176.07	177.21
(b) Interest others	7.07	6.57
Total	183.14	183.78

Notes 2.27 Other Expenses

(Rs. in Lakhs)

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
Consumption of stores and spare parts	60.44	484.86
Consumption of packing materials	-	-
Power and fuel	119.38	145.31
Sub contracting Charges	-	-
Contract labour charges	102.30	137.10
Rent including lease rentals (Refer Note 38)	13.98	14.41
Repairs and maintenance - Buildings	0.06	0.47
Repairs and maintenance - Machinery	0.19	0.77
Repairs and maintenance - Others (including spares)	0.75	1.13
Factory General Maintenance	11.90	2.12
Discounts and Incentives	0.11	0.38
Insurance	6.76	6.48
Rates and taxes	5.53	11.90
Excise duty (Net)	-	1.02
Communication	1.59	3.48
Travelling and conveyance	8.51	6.03
Printing and stationery	2.14	1.78
Freight and forwarding	32.46	37.93
Business promotion & Selling expenses	1.87	4.87

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
Legal and professional	4.36	4.32
Payments to auditors (Refer Note(1) below)	2.32	2.07
Bad Debts written off	4.70	9.60
Less: Adjusted against provision	-	-
	4.70	9.60
Provision for Contingencies	-	-
Vehicle Maintenance	6.16	4.53
Directors sitting Fees	2.78	3.46
Bank charges	4.55	8.26
Net loss on foreign currency transactions and translation	0.05	0.17
Security Expenses	13.87	13.47
Service Charges	9.16	10.34
Training and seminar expenses	0.22	0.27
Cartage Expense	1.45	-
Postage and Telegram	0.63	-
Membership and subscriptions	1.39	1.15
Office Maintenance Expenses	1.53	1.07
Loss on Sale of Assets	-	1.24
Brokerage and commission	0.42	1.05
Total	421.56	921.06

Note:1

(Rs. in Lakhs)

Particulars	As at 31 st March 2020	As at 31 st March 2019
Auditor's Remuneration and Expenses		
(i) Statutory Audit	1.00	1.00
(ii) Tax Audit	0.25	0.25
(iii) Fees for other services	1.07	0.82
Total	2.32	2.07

Note 2.28 Items that will not be reclassified to P&L

(Rs. in Lakhs)

Particulars	As at 31 st March 2020	As at 31 st March 2019
Actuarial Loss on Gratuity	-	0.36
	-	0.36

Note 2.29: Basic and diluted earnings per share

(Rs. in Lakhs)

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
Profit / (loss) for the year attributable to owners of the Company	7.02	13.76
Weighted average number of equity shares	6,096,000	6,096,000
Earnings per share from continuing operations - Basic / Diluted	0.12	0.23

NOTES ON ACCOUNTS

3 With respect to the Balances of Debtors & Creditors and advances/deposits received from the customers as per books of account, confirmations of balances are awaited and adjustments if any will be made in the books on receipt of confirmations and reconciliation.

4 The Company has recorded a Net Profit of Rs. 7.02 lakhs achieving a turnover of Rs. 2,730.84 lakhs for the year ended 31st March 2020 as against Net Profit of Rs. 13.40 lakhs with a turnover of Rs. 3,658.39 lakhs in the previous year ended 31st March 2019. The accumulated losses have been reduced to Rs.317.48 lakhs as on 31st March 2020 as against Rs.324.50 as at the year ended 31st March 2019.

With the improvement in the performance during the year, the anticipated big orders, the capability in productivity, the continuous working capital support by the bankers and the promoters, the Management is confident of generating profits in years to come and meet its financial obligation as they arise consequently resulting in wiping off the erosion of Net worth in the near future. The Company is continuously increasing its clientele and anticipates higher rates of growth which will augur well for better prospects. Based on the above improving factors, the accompanying Financial Statements have been prepared on a going concern basis.

5 DUES TO MICRO, SMALL AND MEDIUM ENTERPRISES:

The management is regularly in the process of identifying enterprises which have provided goods and services to the company which qualify under the definition of micro, small and medium enterprises, as defined in Micro, Small and Medium Enterprises Act 2001. Accordingly, based on information available, the amount payable to such enterprises as on 31st March 2020 is Nil.

6 The computation of profit under section 198 of the Companies Act, 2013 is not considered necessary as the managerial remuneration that is paid is minimum remuneration based on the effective capital of the Company as prescribed under Schedule V of the said Act.

DETAILS OF MANAGERIAL REMUNERATION:**(Rs. in lakhs)**

Particulars		2019-20	2018-19
Salary and Allowances		39.20	23.04
Perquisites		-	-
Retirement Benefits		18.77	8.16
Provision for Leave Salary		5.40	5.42
TOTAL		63.37	36.62

7 SALES TAX & CENTRAL EXCISE DUTY PENDING DISPUTE:

S.No	Name of the Statute	Nature of Dues	Amt. (Rs. in lakhs)	Pertaining	Present Status
i.	Sales Tax	Sales Tax Demand	3.53	1995-1996	On Appeal the case was remanded back to the assessing Officer
ii.	Sales Tax	Sales Tax Demand	1.28	1997-1998	- do -

8 EMPLOYEE BENEFITS:**(i) DEFINED CONTRIBUTION PLANS:****(Rs. in lakhs)**

	Particulars	2019-20	2018-19
(a)	Contribution to Provident Fund	10.05	10.68
(b)	Contribution to Superannuation Fund	3.60	2.16

(ii) DEFINED BENEFIT PLANS:-**Gratuity: -**

The following table sets forth the status of the Gratuity Plan of the Company and the amount recognized in the Balance Sheet and Statement of Profit and Loss. The Company provides the gratuity benefit through annual contributions to a fund managed by the Life Insurance Corporation of India (LIC):

PARTICULARS		(Rs. in lakhs)	
1	Table Showing changes in present value of obligation as on	31/03/2020	31/03/2019
	Present value of obligation as at beginning of year	38.60	35.27
	Interest Cost	NA	2.82
	Current Service Cost	NA	1.92
	Benefits Paid	NA	(1.77)
	Actuarial (gain)/loss on obligations	NA	0.36
	Present value of obligation as at end of year	NA	38.60
2	Table Showing changes in the fair value of plan assets as on	31/03/2020	31/03/2019
	Fair value of plan Assets at beginning of year	2.40	1.85
	Expected return of plan Assets	NA	0.13
	Contribution	NA	2.19
	Benefits paid	NA	(1.77)
	Actuarial (gain)/loss on plan Assets	NA	NIL
	Fair value of plan Assets at the end of year	NA	2.40
3	Table Showing fair value of plan Assets as on	31/03/2020	31/03/2019
	Fair Value of plan Assets at beginning of year	NA	1.85
	Actual return of plan assets	NA	0.13
	Contribution	NA	2.19
	Benefits paid	NA	(1.77)
	Fair value of plan Assets at the end of year	NA	2.40
	Funded Status	NA	36.21
	Excess of Actual over estimated return of plan Assets	NA	NIL
	(Actual rate of return = Estimated rate of return as ARD falls as on 31st March)		
4	Actual Gain/loss recognized	31/03/2020	31/03/2019
	Actuarial (gain)/loss on Obligations	NA	(0.36)
	Actuarial (gain)/loss for the year – plan Assets	NA	Nil
	Actuarial (gain)/loss on Obligations	NA	(0.36)
	Actuarial (gain)/loss recognized in the year	NA	(0.36)
5	The amounts to be recognized in Balance Sheet and Statement of Profit & Loss	31/03/2020	31/03/2019
	Present Value of obligations as at the end of year	NA	38.61
	Fair value of plan assets as at the end of year	NA	2.40
	Funded States	NA	(36.21)
	Net asset/(liability) recognized in the balance sheet	NA	(36.21)
6	Expenses Recognized in Statement of Profit & Loss	31/03/2020	31/03/2019
	Current service cost	NA	1.92
	Interest cost	NA	2.82
	Expected return on plan assets	NA	(0.13)
	Expenses Recognised in the Income Statement	NA	4.61
	Other Comprehensive Income		
	Net Actuarial (gain)/loss recognized in the year	NA	0.36
	Components of defined benefit costs recognised in other comprehensive income	NA	0.36

Assumptions		
Discount rate	NA	7.75%
Expected rate on planned assets	NA	7.50%
Expected rate of salary increases	NA	5.00%
Expected rate of attrition	NA	3.00%
Mortality	NA	IALM (2006-08)

NA – Not Available

Note: The disclosures of Gratuity liability as required under Ind AS are not shown for the financial year 2019-20, since the actuarial statement has not been received from LIC despite of rigorous follow-up since most of offices were either closed or working with minimal staff due to enforcement of lockdown by Central/State Government to contain the spread of Covid-19.

- 9 During the financial year, there are no default in repayment of Loans and Interest in case of Term Loans, Lease obligations, Demand loans, Public Deposits and other loans (including loans and advances from related party)

10 SEGMENTAL REPORTING:

Operating segments reflect the Company's management structure and the way the financial information is regularly reviewed by the Company's Chief Operating Decision Maker (CODM). The CODM considers the business from both business and product perspective based on the dominant source, nature of risks and returns and the internal organization and management structure. The operating segments are the segments for which separate financial information is available and for which operating profit / (loss) amounts are evaluated regularly by the executive Management in deciding how to allocate resources and in assessing performance.

The accounting policies adopted for segment reporting are in line with the accounting policies of the Company. Segment revenue, segment expenses, segment assets and segment liabilities have been identified to segments on the basis of their relationship to the operating activities of the segment.

Revenue, expenses, assets and liabilities which relate to the Company as a whole and are not allocable to segments on reasonable basis have been included under unallocated revenue / expenses / assets / liabilities.

Information reported to the Chief Operating Decision Maker (CODM) for the purpose of resource allocation and assessment of performance is being done in a consolidated basis with respect to its operations and with respect to customers. Hence there are no separate segments identified for the purpose of segment reporting.

11 Income Taxes

(i) Reconciliation between average effective tax rate and applicable tax rate

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

(In Rs. Lakhs)

	For the year ended 31 March, 2020	For the year ended 31 March, 2019
Profit before tax	5.13	25.97
Applicable Tax Rate	22.88%	26.00%
Computed Tax Expense	1.17	6.75
Tax effect of :		
Expenses disallowed	-	14.00
Set off of Brought Forward Business Loss/ Unabsorbed Depreciation	(1.17)	(20.75)
Current Tax Provision (A)	-	-
Decrease in Deferred Tax Liability on account of Tangible and Intangible Assets	(4.09)	(19.80)
Decrease in Deferred Tax Asset on account of Financial Assets and Other Items	2.20	32.01
Deferred tax Provision (B)	(1.89)	12.21
Tax Expenses recognised in Statement of Profit and Loss (A+B)	(1.89)	12.21
Effective Tax Rate	(36.84)%	47.00%

(ii) Following is the analysis of the deferred tax asset/(liabilities) presented in the Balance sheet.

(In Rs. Lakhs)

Particulars	For the Year ended 31 March 2020			
	Opening Balance	Recognised in profit and Loss	Recognised in OCI	Closing Balance
Tax effect of items constituting deferred tax liabilities				
Property, Plant and Equipment	(35.11)	4.09	-	(31.02)
Tax effect of items constituting deferred tax assets				
Employee Benefits	15.85	1.87	-	17.72
Provision for Bad Debts	2.04	2.08	-	4.12
Brought forward business loss and unabsorbed depreciation	51.23	(6.15)	-	45.08
Total	69.12	(2.20)	-	66.92
Net Tax Asset / (Liabilities)	34.01	1.89	-	35.90

Particulars	For the Year ended 31 March 2019			
	Opening Balance	Recognised in profit and Loss	Recognised in OCI	Closing Balance
Tax effect of items constituting deferred tax liabilities				
Property, Plant and Equipment	(54.91)	19.80	-	(35.11)
Tax effect of items constituting deferred tax assets				
Employee Benefits	14.63	1.22	-	15.85
Provision for Bad Debts	-	2.04	-	2.04
Brought forward business loss and unabsorbed depreciation	86.50	(35.27)	-	51.23
Total	101.13	(32.01)	-	69.12
Net Tax Asset / (Liabilities)	46.22	(12.21)	-	34.01

Note 1:

The unabsorbed business loss/ depreciation for the year pertaining to earlier years have given rise to net deferred tax asset of Rs.45.80 Lakhs (As at 31 March 2019 Rs.51.23 Lakhs). The effect of the adjustments carried out by the Income Tax Authorities based on their Assessment Orders, which are under dispute, has not been considered in arriving at the carried forward loss for deterring deferred tax asset.

Note 2:

The effect of the adjustments carried out by the Income Tax Authorities based on their Assessment Orders, which are under dispute, has not been considered in arriving at the carried forward loss for deterring deferred tax asset.

12. RELATED PARTY TRANSACTIONS

Related parties with whom transactions have taken place during the year:

(Rs. in lakhs)

S. No.	Particulars	Nature of Relationship	Nature of Transaction	Amt.	Closing Balance as on 31.03.20	Closing Balance as on 31.03.19
1.	G. Sudhakar	Relative of Key management personnel	Rent paid	2.58	-	-
2.	G.S. Sridhar	Key Management personnel	Salary & Allowances	19.20	-	
			Unsecured loan Repaid	0.15	32.00	29.00
			Interest on Unsecured loan	3.49		
3.	G.V. Gopinath	Key Management personnel	Salary & Allowances	19.20	163.51	183.00
			Unsecured loan Recd.	22.95		
			Unsecured Loan repaid	57.12		
			Interest on Unsecured loan	16.32		
4.	Jumbo Bag Limited	Associated Company	Job work charges earned	46.17	6.80	45.35
			Purchase	112.35		
			Sales	6.36		
5.	G.F. Impex Pvt. Ltd.,	Associated Company	Unsecured Loan Repaid. (USL)	6.82	60.05	56.00
			Unsecured Loan Recd. (USL)	-		
			Purchase	36.59		
			Interest on USL	7.46		
6.	Balaji Trading Enterprises Pvt. Ltd.,	Associated Company	Unsecured Loan Recd. (USL)	-	350.70	315.00
			Unsecured Loan paid	6.11		
			Interest on USL	46.46		
7.	Adarsh Line Accessories Pvt Ltd	Common Director	Professional Service recd	8.61	-	-
			Sales	0.45		
			Interest on USL	-		
			Unsecured loan Recd.	29.00		
			Unsecured loan paid	29.00		
8.	Shobha Gupta	Director	Unsecured loan Recd.	2.71	25.00	25.00
			Interest on USL	3.02		

13. CONTINGENT LIABILITIES:

(Rs. in lakhs)

Particulars	As at 31.03.2020	As at 31.03.2019
a) Disputed Amount of Sales tax	4.81	4.81
b) Disputed Amount of Central Excise	0	0

No provision has been made in the accounts in respect of disputed amount of sales tax as the company has contested the case and is hopeful of getting the verdict in its favor. During the year 2014-15, the Company has received an order favoring them as no cost for the case filed for the year 1994-95. The Appellate Tribunal has issued certain claims/ show cause notices disputed have neither been considered as contingent liability nor acknowledged as claim, based on the opinion obtained, since the possibility of loss is remote.

14. Secured Loans availed from The Karnataka Bank Limited are secured by first charge on specific assets acquired out of the loan and personal guarantees of directors Sri. G.P.N. Gupta, Sri. G. S. Sridhar and Sri. G.V. Gopinath
15. (a) Working capital facilities from The Karnataka Bank Limited are secured by first charge on the current assets consisting of stock of raw materials, finished goods, work-in-process, debtors and personal guarantees of directors G.P.N. Gupta, Sri. G. S. Sridhar and Sri. G.V. Gopinath.
- (b) Additional Term loan facilities from The Karnataka Bank Limited sanctioned in the month of February 2020, repayable given a period of 60 months secured by Hypothecation of New Plant & Machineries and secured by charge on current assets of stock of raw material, finished goods, debtors and personal guarantees of directors Sri. G.P.N. Gupta, Sri. G. S. Sridhar and Sri. G.V. Gopinath.
16. Advances & Deposits includes an amount of Rs.12,69,309/- being Admitted and Disputed Sales Tax for various years paid and Income Tax for the Assessment Year 1996-97 of Rs.2,27,668/- paid, but kept as Deposit in the books since the company has gone on appeal in respect of these matters. Necessary adjustments in the books of accounts will be made in the year in which the outcome of the appeal is known.

17. Expenditure in Foreign Exchange:

(Rs. in lakhs)

	As at 31.03.2020	As at 31.03.2019
Imported Materials Purchase (CIF)	Nil	Nil
Foreign Travel Expenses	Nil	Nil

18. Foreign Exchange Earnings:

(Rs. in lakhs)

	As at 31.03.2020	As at 31.03.2019
Export Sales (FOB)	16.63	62.78

19. Remuneration To Auditors:

(Rs. in lakhs)

	As at 31.03.2020	As at 31.03.2019
i) Statutory Audit Fee	1.00	1.00
ii) Tax Audit Fee	0.50	0.25
iii) Service Tax/ GST	0.27	0.22
iv) Certification Fees & Other services	1.13	0.92

20. Financial Instruments
A. Capital risk management

The capital structure of the company consists of debt, cash and cash equivalents and equity attributable to equity shareholders of the company which comprises issued share capital and accumulated reserves disclosed in the Statement of Changes in Equity.

The company's capital management objective is to achieve an optimal weighted average cost of capital while continuing to safeguard the company's ability to meet its liquidity requirements (including its commitments in respect of capital expenditure) and repay loans as they fall due.

Particulars	As at 31.03.2020	As at 31.03.2019
Debt (Refer Note 2.14)	1426.75	1,510.86
Cash and Bank Balance	(21.43)	(19.36)
Total Debt	1,405.32	1,491.51
Total Equity	292.12	285.10
Net Debt to equity ratio	4.81	5.23

(I) Categories of Financial Instruments**(a) Financial Assets**

Particulars	As at 31.03.2020	As at 31.03.2019
Measured at amortised cost		
- Trade receivables	305.43	395.94
- Cash and Bank balance	21.43	19.36
- Loans	(0.21)	-
- Other financial assets	23.59	22.75

(b) Financial Liabilities :

Particulars	As at 31.03.2020	As at 31.03.2019
Measured at amortised cost		
- Borrowings	1426.75	1,510.86
- Trade payables	272.47	182.39
- Other financial liabilities	-	-

B. Financial Risk Management**a) Market risk**

The company's activities expose it primarily to the financial risk of changes in interest rates. There have been no changes to the company's exposure to market risk or the manner in which it manages and measures the risk in recent past.

i) Currency risk

The company has only negligible amount of exports, hence the company is not exposed to currency risk.

Foreign currency transactions are managed within approved policy parameters.

The Company does not has any Foreign Currency denominated monetary assets and monetary liabilities at the end of each reporting period.

ii) Interest rate risk

The company is exposed to interest rate risk as the company borrows funds at both fixed and floating interest rates. The risk is managed by the company by maintaining an appropriate mix between fixed and floating rate borrowings. The use of interest rate swaps are also entered into, especially to hedge the floating rate borrowings or to convert the foreign currency floating interest rates to the domestic currency floating interest rates.

b) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Company. The Company has adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults. The Company uses other publicly available financial information and its own trading records to rate its major customers. The Company's exposure and the credit ratings of its counterparties are continuously monitored and the aggregate value of transactions concluded is spread amongst approved counterparties.

At 31 March 2020, the company did not consider there to be any significant concentration of credit risk which had not been adequately provided for. The carrying amount of the financial assets recorded in the financial statements, grossed up for any allowances for losses, represents the maximum exposure to credit risk.

c) Liquidity Risk

The company manages liquidity risk by maintaining adequate reserves and banking facilities, by continuously monitoring forecast and actual cash flows and by matching the maturity profiles of financial assets and liabilities for the company. The company has established an appropriate liquidity risk management framework for it's short term, medium term and long term funding requirement.

21 The below tables summarise the maturity profile of the company's financial assets and financial liabilities

i. Non Derivative financial assets				Rs. in Lakhs		
Particulars	As at March 31, 2020			As at March 31, 2019		
	Less than 1 year	1 to 5 years	5 years and above	Less than 1 year	1 to 5 years	5 years and above
Investments	-	-	-	-	-	-
Trade receivables	305.43	-	-	395.94	-	-
Cash and cash equivalents	1.39	-	-	0.58	-	-
Bank balance other cash and cash equivalents stated above	20.04	-	-	18.78	-	-
Loans	-	-	-	-	-	-
Other financial assets	-	23.59	-	-	22.75	-

ii. Non Derivative financial liabilities				Rs. in Lakhs		
Particulars	As at March 31, 2020			As at March 31, 2019		
	Less than 1 year	1 to 5 years	5 years and above	Less than 1 year	1 to 5 years	5 years and above
Non-interest bearing	-	-	-	-	-	-
Variable interest rate instruments	-	-	-	-	-	-
Fixed interest rate instruments	-	-	-	-	-	-

22. Previous year figures:

The company has reclassified previous year figures to conform to this year's classification. It significantly impacts presentation and disclosures made in the financial statements, particularly presentation of balance sheet.

23. CAPACITY AND PRODUCTION DURING THE YEAR 2019-20:
a. Product: Polymer Product:

Licensed Capacity : Not applicable

Installed Capacity : 3800 tons

Production : 2280.31 tons

b. Raw Material and Intermediates Consumed:

(Rs. in lakhs)

Particulars	UOM	2019-20		2018-19	
		Qty.	Value	Qty.	Value
A. PP Granules	Kgs.	1,238,502	1603.18	1,285,866	1709.04
B. Others			9.32		21.06

c. Consumption of Imported & Indigenous Raw – Materials, Stores and spare parts and the percentage of each to the consumption:

(Rs. in lakhs)

Particulars	2019-20		2018-19	
	%	Value	%	Value
i. Raw Material				
a. Imported	-	-	-	-
b. Indigenous	100	1603.18	100	1709.04
ii. Stores, Spares & Consumption				
a. Imported	-	-	-	-
b. Indigenous	100	9.32	100	21.06

d. Stock Summary for the year 2019-20:

Name of the Commodity	Unit	Opening Balance	Receipts	Issues	Closing Stock	
					2019-20	2018-19
Paper	Kgs.	32,111	16,22,257	15,94,244	60,124	32,111
Granules	Kgs.	55,524	12,38,502	12,68,407	25,618	55,524
HDPE / PP Bags	Nos.	346,834	74,77,445	74,06,906	4,17,372	346,834
HDPE / PP Kraft Bags	Nos.	63,942	12,11,441	12,15,214	60,169	63,942

e. Closing Stock Value With Quantity As On 31.03.2020:

Name of the Commodity	Unit	Quantity		Value	
		2019-20	2018-19	2019-20	2018-19
Paper	Kgs	60,124	32,111	16.34	9.09
Granules	Kgs	25,618	55,524	21.20	54.94
HDPE/PP Bags	Nos	4,17,372	346,834	1160.83	1,004.38
HDPE/PPKraft Bags	Nos	60,169	63,942	20.10	22.38
HDPE/PP Fabric & HDPE/PP Kraft Fabric				100.32	84.27
Accessories for Bags				16.65	7.08
Miscellaneous Items Including Consumables				74.39	65.24
Provision for Excise Duty					
Total Value of Closing Stock				1,409.84	1,247.38

f. Sales Summary for the year 2019-20:

(Rs. in lakhs)

Name of the Commodity	2019-20	2018-19
Polypropylene Bags	2723.85	3637.33
Others	6.99	21.06

Signatories to Schedules 1 to 23

As per our report attached
 For **J.V. RAMANUJAM & CO**
 Chartered Accountants
 FRN: 002947S

J. VEDANTHA RAMANUJAM
 Partner
 Membership No. 022188

Place : Chennai
 Date : 29th June 2020

For and on behalf of the Board

G V GOPINATH
 Managing Director

G S SRIDHAR
 Joint Managing Director and CFO



STANPACKS (INDIA) LTD

"S.K. Enclave" New No. 4, (Old No. 47),
Nowroji Road, Chetpet, Chennai - 600031