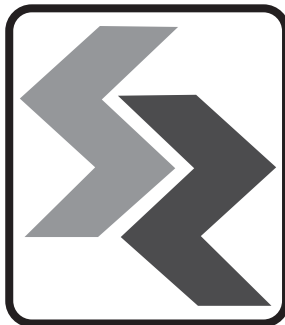


ANNUAL REPORT

2021 - 22



SHREE RAMA MULTI-TECH LIMITED

SHREE RAMA MULTI-TECH LIMITED



SHREE RAMA MULTI-TECH LIMITED

Corporate Information

BOARD OF DIRECTORS

Shri Shailesh K. Desai	: Managing Director
Shri Hemal R. Shah	: Whole Time Director
Shri Pathik C. Shah	: Independent Director
Smt. Vandana C. Patel	: Non-Executive – Non-Independent Director
Shri Shalin S. Patel	: Independent Director
Shri Mittal K. Patel	: Non-Executive – Non-Independent Director

AUDIT COMMITTEE

Shri Pathik C. Shah (Chairman)
Shri Shailesh K. Desai
Shri Shalin S. Patel

NOMINATION AND REMUNERATION COMMITTEE

Shri Pathik C. Shah (Chairman)
Shri Mittal K. Patel
Shri Shalin S. Patel

STAKEHOLDERS RELATIONSHIP COMMITTEE

Shri Mittal K. Patel (Chairman)
Shri Shailesh K. Desai
Shri Shalin S. Patel

CHIEF FINANCIAL OFFICER

Shri Krupal Shah

RIGHTS ISSUE COMMITTEE

(Constituted w.e.f. 21/05/2022)
Shri Shailesh K. Desai (Chairman)
Shri Hemal R. Shah
Shri Pathik C. Shah
Shri Shalin S. Patel

COMPANY SECRETARY & COMPLIANCE OFFICER

Shri Sandip Mistry

STATUTORY AUDITORS

M/s Chandulal M. Shah & Co.,
Chartered Accountants, Ahmedabad

28th Annual General Meeting of the Company is scheduled to be held on **Thursday, September 15, 2022** at **11.00 AM. through Video Conferencing (VC)/ Other Audio Visual Means (OAVM)**

REGISTERED OFFICE

301, Corporate House, Opp. Torrent House,
Income Tax, Ahmedabad – 380 009
Tel.: (079) 27546800, 27546900
Website: www.srmtl.com
Email: cslegal@srmtl.com

PLANT

Block No. 1557, Village: Moti-Bhojan,
Kalol-Khatraj Road, Taluka: Kalol,
Dist.: Gandhinagar - 382 721

LEAD BANKERS

RBL Bank Ltd.
Bank of Baroda

REGISTRAR & SHARE TRANSFER AGENT

M/s KFin Technologies Limited
Selenium Building, Plot No.31-32,
Financial District, Serilingampally,
Nanakramguda, Hyderabad,
Rangareddi, Telangana - 500 032
Toll Free: 1-800-309-4001
Email: einward.ris@kfintech.com

LISTING ON STOCK EXCHANGES

BSE Limited, Mumbai (BSE)
National Stock Exchange of India Limited, Mumbai (NSE)

CONTENT

	Page No.
Board's Report	1
Management Discussion and Analysis Report	20
Report on Corporate Governance.....	25
MD/CFO Certificate.....	43
Auditors' Report.....	46
Balance Sheet.....	60
Statement of Profit & Loss.....	61
Cash Flow Statement.....	62
Statement of Change in Equity.....	63
Notes to the Financial Statements.....	64

Annual Report 2021-22

BOARD'S REPORT

Dear Members,

Your Directors are pleased to present the 28th Annual Report on the business and operations of the Company together with Audited Financial Statements for the financial year ended March 31, 2022.

FINANCIAL RESULTS

The Company's financial performance for the year ended March 31, 2022 is summarized below:

	(Rs. in Lakhs)	
	2021-22 (Current year)	2020-21 (Previous Year)
Revenue from Operations	15031.47	13580.13
Other Income	42.07	20.17
Total Income	15073.54	13600.30
Profit Before Depreciation, Amortization, Finance Costs and Tax	238.46	1199.29
Depreciation and amortization expense	665.07	767.83
Finance Costs	65.62	88.16
Profit/(Loss) before tax	(492.23)	343.30
Tax Expenses	0.00	0.00
Net Profit/(Loss) for the year	(492.23)	343.30

OPERATIONAL REVIEW

Your Company's total revenue from operations during the year under review was Rs.15031.47 lakhs as compared to Rs.13580.13 lakhs of previous year which shows an increase of 10.69% over the previous year figure. The other income was Rs.42.07 lakhs during the year under review. The EBIDTA of the Company during the year was Rs.238.46 lakhs. The loss for the Financial Year 2021-22 was Rs.492.23 lakhs. The reasons for the loss during the year as compared to last year is mainly due to increase in the cost of raw material, transportation cost, low margin and stiff competition in the market including the effect of Covid 19 pandemic.

OVERVIEW OF PACKAGING INDUSTRY IN INDIA

The polymer packaging industry contributes substantially to the GDP growth in India and at the same time support the consumer-led industries such as FMCG and pharma, key sectors for growth in India, with reliable of packaging solutions.

The Indian packaging industry's market size at Rs.2,050-2,100 billion in fiscal 2022, growing at CAGR 6.4-7.0% from fiscal 2017. Polymer packaging, which form two-thirds of the industry by revenue, grew 6% during the year. The paper packaging segment also witnessed a strong 11.8% CAGR revenue growth. on the other hand, metal and glass packaging witnessed a moderate 6.7% and 2.4% growth, respectively during fiscal 2017-2021. Demand for packaging segments comes from food packaging and pharma segments.



SHREE RAMA MULTI-TECH LIMITED

Over fiscals 2022-2027, as per expectation the industry to log 7-8% CAGR on the back of healthy volume growth driven by polymer, paper and metals packaging segments. The pharmaceutical, industry chemical, food product, and personal care sectors are expected to be the key growth drivers. Fast-moving consumer goods (FMCG) companies' increasing focus on innovative packaging solutions that offer scope for enhanced aesthetic value and extended shelf life will also propel demand

Polymers have emerged as the most preferred packaging material with 65-70% share in overall packaging. The segment has clocked 6% CAGR between fiscal 2017-2021, following paper packaging, which saw higher 11.8% CAGR. Metal packaging witnessed 6.7% CAGR during the period and glass 2.4% CAGR.

In terms of end-user industries, the pharma and food product segments witnessed a rapid 8.5% and 7.1% CAGR during the period of fiscal 2017-2022, driving demand for packaging. The personal care (2.3% CAGR) and industry chemical segments 5.8% CAGR also supported the overall industry demand. Traditionally, robust growth in demand for FMCG products has been the key driver for the packaging sector. FMCG companies' focus on rural markets has boosted demand for polymer packaging, especially for pouches and sachets.

Flexible packaging comprises BOPP, HDPE, and PP bags and rigid packaging includes HDPE containers, PP containers and jars, and PET bottles. There has been a significant shift in preference from rigid to flexible packaging owing to convenience of use and lower cost. Introduction of new solutions such as laminated pouches and sachets has helped increase the share of flexible packaging over time.

Over the next three fiscals, the rigid packaging segment's revenue is expected to log higher growth rate than that of flexible packaging, largely backed by volume growth and demand from food products and FMCG sectors. Growth in flexible packaging is expected to be slightly higher than rigid packaging, driven by increased use of BOPP in the form of pouches and sachets to package food products, personal care products, etc.

The Key growth drivers for packaging industry are Growth prospects of end-user sectors, increasing rural demand for small packaged goods, Expected growth in organized retail and e-commerce industry, Better affordability levels, health-conscious nature of consumers and Demand for innovative product solutions and sustainable packaging.

**Source: CRISIL Industry Report*

COVID-19 AND FISCAL 2022 GDP GROWTH

India is getting back on its feet slowly, with divergent growth trends. Though data suggests there has been some pick-up in recent months, recovery is weak and uneven. And indeed, the scars of the pandemic continue to run deep for small businesses, the urban poor and most of the services sector.

Fiscal 2022 is also seen as a story of two halves - the first half characterised by a base effect-driven recovery amid the challenges associated with resurgence in Covid-19 infections, and the second half seeing a more broad-based growth, as vaccine rollout and less stringent nationwide restrictions supporting lagging sectors. The gains made by the economy in the fourth quarter of fiscal 2021 seem to have fizzled out in the first quarter of fiscal 2022 because of the fierce second wave, leading to localised lockdowns in most states.

As per the second advance estimates released by the National Statistical Office on 28th Feb 2022, India's real gross domestic product (GDP) is set to grow 8.9% in this fiscal, compared with 9.2%

Annual Report 2021-22

estimated in January. This is largely a reflection of a higher base (as the economy had shrunk 6.6% in fiscal 2021, less than 7.3% previously estimated). In fact, the estimate for fiscal 2022 real GDP in absolute terms at Rs.147.7 trillion is marginally higher than Rs.147.5 trillion estimated earlier, suggesting that the downside from the omicron variant of Covid-19 has proven to be mild so far. But it is also noteworthy that given the large output loss last fiscal, GDP is still only 1.8% above the pre-pandemic (fiscal 2020) level.

DIVIDEND

During the year under review, your company has incurred a loss of Rs.492.23 lakhs, considering the loss incurred by the company, your Board of Directors consider it prudent not to recommend any dividend for the Financial Year 2021-22 and no amount has been transferred to reserves for the year under review.

SHARE CAPITAL

The paid up equity share capital of the company as at March 31, 2022 was Rs.3176.03 lakhs. During the year under review, the Company has not issued any shares with differential voting rights as to dividend, voting or otherwise nor has granted any stock options or sweat equity. As on March 31, 2022, none of the Directors of the Company hold any instruments convertible into Equity shares of the Company.

SUBSIDIARY COMPANIES

Shree Rama (Mauritius) Limited was incorporated as wholly owned subsidiary in Mauritius. The current status of the Company is "Defunct". There are no associate companies or joint venture companies within the meaning of Section 2(6) of the Companies Act 2013.

DEPOSITS

The Company does not have "Deposits" as contemplated under Chapter V of the Companies Act, 2013. Further, the Company has not invited or accepted any such deposits during the year and there is no outstanding balance as on March 31, 2022.

CREDIT RATING

The credit facilities of the company are Rated by CRISIL Limited. During Financial Year 2021-22, the Rating of the company has been reviewed by CRISIL Limited for the bank loan facilities for Rs.80 Cr. as 1) Long-Term Rating - CRISIL BBB-/Stable (Reaffirmed) and 2). Long-Term Rating- CRISIL AA (CE) /Negative (Reaffirmed).

ANNUAL RETURN

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

DIRECTORS AND KEY MANAGERIAL PERSONNEL

In accordance with the provisions of Section 152 of the Companies Act, 2013 and the Company's Articles of Association, Smt. Vandana C. Patel, Director (DIN: 00076715) retires by rotation at the forthcoming Annual General Meeting and, being eligible, offers herself for re-appointment. The Board recommends her re-appointment for the consideration of the members of the Company at the ensuing Annual General Meeting.



SHREE RAMA MULTI-TECH LIMITED

During the year under review, Smt. Vandana C. Patel resigned from the designation of Independent Director from the Board of the Company with effect from 16th December, 2021 due to ineligibility of her to continue as Independent Director on the Board of the Company as she is employee of promoter group entity of the Company pursuant to the SEBI (LODR) (Third Amendment) Regulations, 2021 dated 3rd August, 2021 and SEBI Corrigendum dated 6th August, 2021 and to continue her as Non-Executive Director liable to retire by rotation including her being a Woman Director on the Board of Director of the Company which was approved by the Board of Directors in its meeting held on 16th December, 2021. Further Smt. Vandana C. Patel has also resigned with effect from 16th December, 2021 as member of Audit Committee of the Board of Directors.

Further, your Company has received declarations from the Independent Directors confirming that they meet with the criteria of Independence as prescribed under sub-section (6) of Section 149 of the Companies Act, 2013 & the Companies (Appointment and Qualification of Directors) Rules, 2014 and under Regulation 25(8) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and there has been no change in the circumstances which may affect their status as an Independent Director during the year.

During the year, the Board of Directors has in its meeting held on 16th December, 2021 re-structured its composition of Board of Directors by appointment of Shri Mittal K. Patel (DIN: 03619139) as Regular Chairman of the Company from category of Non-Executive Non-Independent Director in place of Shri Shailesh K. Desai (DIN: 01783891) in order to comply the regulation 17 of SEBI (LODR) Reg. 2015 relating to the Composition of Board of Director of the Company.

As required under Regulation 36(3) of the Listing Regulations, particulars of Directors seeking appointment / re-appointment at the ensuing Annual General Meeting are annexed to the notice convening Twenty-eight Annual General Meeting.

None of the Non-Executive Directors of the Company had pecuniary relationship or transactions with the Company (except sitting fees for attending Board Meetings) during the year under review.

Pursuant to Section 203 of the Companies Act, 2013, the whole-time Key Managerial Personnel of the Company as on March 31, 2022 are as under:

1. Shri Shailesh K. Desai : Managing Director
2. Shri Hemal R. Shah : Whole Time Director
3. Shri Krunal G. Shah : Chief Financial Officer
4. Shri Sandip Mistry : Company Secretary

NUMBER OF MEETINGS OF THE BOARD

During the Financial Year ended on March 31, 2022, the Board met six times, the details of Board Meetings and attendance of Directors are given in the Corporate Governance Report that forms part of this Annual Report. The intervening gap between any two consecutive meetings of Board was not more than one hundred and twenty days.

COMMITTEES OF BOARD

The Company has following Committees of the Board as on March 31, 2022 pursuant to applicable provisions of the Companies Act, 2013 and rules made there under as well as in compliance with SEBI (LODR) Regulations, 2015:

- (i) Audit Committee
- (ii) Nomination and Remuneration Committee
- (iii) Stakeholders Relationship Committee
- (iv) Rights Issue Committee

The details of composition, meetings and attendance of members of committees held during the year are given in the Corporate Governance Report that forms part of this Annual Report.

BOARD EVALUATION

Pursuant to the provisions of the Companies Act, 2013 and as per the corporate governance requirements as prescribed under SEBI (LODR) Regulations, 2015, the Board of Directors had carried out the performance evaluation of working of the Board Committees as well as evaluation of Independent Directors including the performance of Independent Directors and assessment of their independence criteria and their independence from the management. The Board of Directors also reviewed the criteria for the purpose of evaluation of performance of Independent Directors of the Company as well as Board of Directors of the Company. The Independent Directors met on 28th March, 2022, without the attendance of Non-Independent Directors and members of the Management. The Independent Directors reviewed the performance of non-independent directors and the Board as a whole; the performance of the Chairperson of the Company, taking into account the views of Executive Directors and Non-Executive Directors and assessed the quality, quantity and timeliness of flow of information between the Company Management and the Board that is necessary for the Board to effectively and reasonably perform their duties. The Nomination and Remuneration Committee of the Company had also carried out performance evaluation of every Director's performance. A structured questionnaire was prepared after taking into consideration the various aspects of evaluation. The Board of Directors expressed its satisfaction with the evaluation process.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(3)(c) of the Companies Act, 2013, your Directors to the best of their knowledge and belief and according to the information and explanations obtained by them state that:

- a) in the preparation of the annual accounts for the year ended on March 31, 2022, the applicable accounting standards have been followed, along with proper explanation relating to material departures;
- b) the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company for the year ended on March 31, 2022 and of the loss of the Company for that period.
- c) the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) the Directors had prepared the annual accounts on a going concern basis; and
- e) the Directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively; and



- f) the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

RELATED PARTY TRANSACTIONS

All transactions entered with related parties for the year under review were on arm's length basis and in the ordinary course of business of the Company and there were no material contracts or arrangement or transactions entered into, in terms of Section 188 of the Companies Act, 2013 and accordingly, the disclosure of related party transactions as per Section 134(3)(h) of the Companies Act 2013 in Form AOC-2 is not provided. Further, the disclosures in compliance with Para A of Schedule V of Regulation 34(3) of SEBI (LODR) Regulations, 2015 is provided in the notes to the accounts. The related party transactions as required to be disclosed under Indian Accounting Standards (Ind-AS 24) are set out in the notes to the financial statements.

The Audit Committee had given prior omnibus approval for the related party transactions which were of repetitive nature and/or entered in the ordinary course of business and on arm's length basis and a statement giving details of all related party transactions were placed before the Audit Committee and the Board for review and noting on a quarterly basis.

The policy on Related Party Transactions duly revised and approved by the Board of Directors has been uploaded on the website of the Company viz. www.srmtl.com. None of the Directors has any pecuniary relationship or transactions vis-à-vis the Company.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS BY THE COMPANY

During the year 2021-22, the Company has not given any loans or provided guarantee or security in connection with a loan to other body corporate or person or made investments as contemplated under the provisions of Section 186 of the Companies Act, 2013, hence the details are not provided.

POLICIES

The updated policies adopted by the Company as per statutory and governance requirements are uploaded on website of the Company at viz. www.srmtl.com.

INTERNAL FINANCIAL CONTROL SYSTEM

The Company's internal control system is commensurate with its size, scale and complexities of its operations. Your Company has an effective internal control and risk-mitigation system which are constantly reviewed, assessed and strengthened with new/ revised standard operating procedures considering the existing system and future planning as envisaged. The internal audit is entrusted to M/s Ramesh C. Sharma & Co., Chartered Accountants and the scope of the internal audit are reviewed and revised as required to assess the risks and business processes, besides benchmarking controls with best practices in the industry.

The Audit Committee of the Board of Directors actively reviews the adequacy and effectiveness of the internal control systems and suggests improvements to strengthen the same. The Company has a robust Management Information System, which is an integral part of the control mechanism.

The Audit Committee, Statutory Auditors and the business heads are quarterly apprised of the internal audit findings and the corrective actions taken. Audit plays a key role in providing assurance to the Board of Directors. The significant audit observations and corrective actions taken by the management are presented to the Audit Committee of the Board. To maintain its objectivity and independence, the Internal Auditor reports to the Chairman of the Audit Committee.

Annual Report 2021-22

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

The statement showing particulars with respect to the conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014 as amended from time to time is annexed herewith as “**Annexure A**” as a part to this Report.

PARTICULARS OF EMPLOYEES

The Company has continued to maintain harmonious and cordial relations with its officers, supervisors and workers enabling the Company to maintain the pace of growth. Training is imparted to employees at all levels and covers both technical and behavioral aspects.

The details of Managerial Remuneration as required under Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is annexed herewith as “**Annexure B**” as a part to this Report. There was no employee drawing an annual salary of Rs.102 lakhs or more where employed for full year or monthly salary of Rs.8.50 Lakhs or more where employed for part of the year and therefore, no information pursuant to the provisions of Rule 5(2) & 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is required to be given.

NOMINATION AND REMUNERATION POLICY

The Board of Directors has, on recommendation of the Nomination and Remuneration Committee, framed a Nomination and Remuneration Policy pursuant to the provisions of Section 178 of the Companies Act, 2013 read with the Rules made thereunder as well as SEBI (LODR) Regulations, 2015. The policy has been placed on the website of the Company viz. www.srmtl.com. The salient features of the said policy are stated in the Corporate Governance Report that forms part of this report.

AUDITORS & AUDITORS' REPORT

Pursuant to the provisions of Section 139 of the Companies Act, 2013 and the rules framed thereunder, M/s Chandulal M. Shah & Co. (FRN: 101698W), Chartered Accountants, Ahmedabad were appointed as Statutory Auditors of the Company for the period of five years from the conclusion of the Twenty-third AGM of the Company till the conclusion of the Twenty-eighth AGM.

Further, the Members of the Audit Committee Meeting held on 21.05.2022 recommended the appointment, remuneration and terms of appointment of new Statutory Auditors M/S. M N Shah & Co Chartered Accounts (FRN: 105775W) for the period of 5 years from F.Y. 2022-23 in place of retiring statutory auditor's M/S Chandulal M. Shah & Co. Chartered Accounts whose term is expiring at the conclusion of 28th AGM and who has express their intention not to re-appoint due to their professional pre-occupation. The Company has received a letter from M/s M N Shah & Co Chartered Accounts, to the effect that their appointment, is within the prescribed limits under Section 141 of the Companies Act, 2013 read with rules made thereunder and that they are not disqualified for such appointment.

During the year under review, there are no instances of frauds as reported by the auditors under Section 143(12) the Companies Act, 2013 and its rules made thereunder.

The Statutory Auditors of the Company has made certain observations in the audit report and qualified the report during the year under review. In this regard, the Board clarifies the same as under:



Boards' Comments on Auditors Emphasis:

1. Regarding the non-provision of interest on borrowings in form of Loans and debentures:

The management has already initiated settlement with the lenders of the loan and debentures as per the Scheme of Arrangement and Compromise long back. The lenders specified in the scheme have given their consent for settlement as per the terms of the scheme and in the opinion of the management, the amount of dues payable to lenders have been specified under the definition of "Settled Debt" under clause (r) of Part 1 of the scheme, therefore no further liability on account of interest will arise. The Hon'ble High Court of Gujarat has passed an order on 20th February, 2020, whereby the O.J, Appeal has been dismissed. The Company has filed Review Application on 02/11/2020 before the Hon'ble High Court of Gujarat. In case the scheme is not approved or approved with different terms, the company will give necessary accounting effect on final ascertainment of the same.

2. Regarding Non consolidation of accounts of Shree Rama Mauritius Limited (WOS):

In respect of the investment made in Shree Rama (Mauritius) Limited, its Wholly-Owned Subsidiary (WOS), the resident directors & key managerial personnel of the said WOS had resigned in the year 2005-06 and audited accounts for the year ended 30th September 2003 and onwards could not be prepared and provided. Its present status is shown as 'defunct' under respective laws. The Company has accordingly provided for diminution in the value of investments in the earlier years.

In view of the above, it was not possible to prepare consolidated financial statements as required by Ind AS 110 issued by ICAI and other provisions of the Companies Act, 2013.

SECRETARIAL AUDIT

Pursuant to provisions of Section 204 of the Companies Act, 2013 read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board had appointed M/s Chirag Shah & Associates, Practicing Company Secretaries to undertake the Secretarial Audit of the Company for the Financial Year 2021-22. The Secretarial Audit Report is annexed herewith as "**Annexure C**" as a part to this Report.

There are some observations made by the Secretarial Auditor in their report for which the Board of Directors hereby give its comments/ explanation as under:

(i) Regarding Non-consolidation of accounts of Shree Rama (Mauritius) Limited (WOS):

In respect of the investment made in Shree Rama (Mauritius) Limited, its Wholly-Owned Subsidiary (WOS), the resident directors & key managerial personnel of the said WOS had resigned in the year 2005-06 and audited accounts for the year ended 30th September 2003 and onwards could not be prepared and provided. Its present status is shown as 'defunct' under respective laws. The Company has accordingly provided for diminution in the value of investments in the earlier years.

In view of the above, it was not possible to prepare consolidated financial statements as required by Ind AS 110 issued by ICAI and other provisions of the Companies Act, 2013.

(ii) Regarding pending redemption of 666666 15% Cumulative Preference Shares

The Composite Scheme of Compromise and Arrangement with its lenders and Shareholders u/s 391 of the Companies Act, 1956 filed with Hon'ble High Court of Gujarat before division bench has been dismissed by Hon'ble High court vide its order dated 20th February, 2020. The

Annual Report 2021-22

Company has filed Review Application on 02/11/2020 before the Hon'ble High Court of Gujarat and matter of redemption of preference shares along with dividend etc. is also covered in the scheme. The Board is of the view that the said matter will be sorted out on final outcome of the scheme.

Further, in addition to above, the Preference Shareholder has waived the right to receive the dividend accumulated on the Preference Shares and accumulated interest on delayed payment provided that the Company redeems the outstanding preference shares by 31st July, 2022 or such other extended date permitted by the Preference Shareholder at his sole discretion.

(iii) Regarding non-reversal of provision of dividend and non-transfer of the said amount to IEPF

In the Scheme of Compromise and Arrangement, the issue of waiver of unpaid dividend on preference shares is also covered. Further, Hon'ble High court vide its order dated 20th February, 2020 has dismissed the O J Appeal and the Company has filed Review Application on 02/11/2020 before the Hon'ble High Court of Gujarat. The Board is of the view that the said matter will be sorted out on final outcome of the scheme.

M/s Chirag Shah & Associates, Practicing Company Secretaries has undertaken the Annual Secretarial Compliance Audit for the Financial Year 2021-22 pursuant to Regulation 24A of SEBI (LODR) Reg., 2015. There were no observations for the period under review.

COST AUDITOR

As per the requirements of the Section 148 of the Act read with the Companies (Cost Records and Audit) Rules, 2014 as amended from time to time, your Company is required to maintain cost records and accordingly, such accounts are made and records have been maintained relating to the product group 'Plastics and Polymers' during the year under review. The Board of Directors, on the recommendation of Audit Committee, has re-appointed M/s Maulin Shah & Associates, Cost Accountants, (Firm Registration Number 101527) as Cost Auditor to audit the cost records of the Company for the Financial Year 2022-23. As required under the Act, a resolution seeking member's approval for the remuneration payable to the Cost Auditor forms part of the Notice convening the Annual General Meeting for their ratification.

CORPORATE SOCIAL RESPONSIBILITY (CSR)

During the year, the Company does not fall under the criteria prescribed under Section 135(1) of Companies Act, 2013 read with rules made thereunder hence, the Board has not constituted Corporate Social Responsibility Committee and therefore, the Company is not required to comply with the provisions of the Corporate Social Responsibility prescribed under the Companies Act, 2013. Accordingly, the details in the Annual Report on the CSR activities is not provided as an annexure to this Report.

MANAGEMENT DISCUSSION AND ANALYSIS

The Management Discussion and Analysis Report on operations of the Company as required under Regulation 34(3) read with Para B of Schedule V of SEBI (LODR) Regulations, 2015, is provided in a separate section and forms an integral part of this Annual Report.

CORPORATE GOVERNANCE REPORT

The Report on Corporate Governance as stipulated under Regulation 34(3) read with Para B of Schedule V of SEBI (LODR) Regulations, 2015 forms an integral part of this Report. The requisite



SHREE RAMA MULTI-TECH LIMITED

certificate from the Practicing Company Secretary of the Company confirming compliance with the conditions of corporate governance is attached to this report on Corporate Governance.

INSURANCE

The assets of the Company are adequately insured to take care of any unforeseen circumstances.

MATERIAL CHANGES AND COMMITMENT AFFECTING THE FINANCIAL POSITION OF THE COMPANY

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

RISK MANAGEMENT

The risk is the part and partial of every business and the risk management is embedded in your Company's operating framework. Even though it is not possible to completely eliminate various risks associated with the business of the Company, the efforts are made to minimize the impact of such risks on the operations of the Company. The Company has established a well-defined process of risk management which includes identification, analysis and assessment of various risks, measurement of probable impact of such risks, formulation of the risk mitigation strategies and implementation of the same so as to minimize the impact of such risks on the operations of the Company. The Company has put in place various internal controls for different activities so as to minimize the impact of various risks. The Company's approach to addressing the business risk is comprehensive and includes periodic review of such risks and a framework for mitigating controls and reporting mechanism of such risks. The risk management framework is reviewed periodically by the Board of Directors for its effectiveness and compliances.

The discussion on risks and concerns are covered in the Management Discussion and Analysis Report, which forms part of this Report.

VIGIL MECHANISM

Your Company has framed a Vigil Mechanism to report genuine concerns or grievances of all directors and employees. It provides for adequate safeguards against victimization of persons who use such mechanism. The Vigil Mechanism Policy has been hosted on the website of the Company i.e. www.srmtl.com.

CODE OF CONDUCT

The Board of Directors has adopted the Code of Conduct for the Directors and Senior Management and the same has been placed on the Company's website. All the Board members and the senior management have affirmed compliance with the Code of conduct for the year under review.

COMPLIANCE WITH SECRETARIAL STANDARDS

The Company has complied with all the applicable provisions of Secretarial Standard on Meetings of Board of Directors (SS-1), Revised Secretarial Standard on General Meetings (SS-2), Secretarial Standard on Dividend (SS-3) Secretarial Standard on Report of the Board of Directors (SS-4) respectively issued by Institute of Company Secretaries of India.

PREVENTION OF SEXUAL HARASSMENT AT WORK PLACE

The Company has zero tolerance for sexual harassment at workplace and has adopted a Policy on Prevention, Prohibition and Redressal of sexual harassment at workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and rules framed thereunder. Internal Complaints Committee (ICC) is in place to redress complaints received regarding sexual harassment. During FY 2021-22, the Company has not received any complaint on sexual harassment of women at work place.

OTHER DISCLOSURES

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

- 2) **Composite Scheme of Compromise and Arrangement:**

The Company had filed the Scheme of Arrangement and Compromise with the Financial Institutions/ Banks and Shareholders and it was approved by majority of Shareholders and lenders. The said scheme was dismissed by the single bench of Hon'ble High Court of Gujarat vide its order dated July 15, 2015. The Company had filed an O.J appeal with the division bench of Hon'ble High Court of Gujarat which has been dismissed vide its order dated February 20, 2020 and the Company has filed Review Application on 02/11/2020 before Hon'ble High Court of Gujarat against the said order.

- 3) **Execution of Settlement Agreement with Lenders for waiver of interest etc.:**

The Company has made borrowings in the form of loans, debentures, etc. in earlier years which are under settlement under the Scheme of Arrangement and Compromise. The accumulated interest on such borrowings is not provided for past several years. Your Company has entered into a Settlement Agreement with certain lenders for waiver of interest and other charges as may be applicable, subject to repayment of principal amount with respect to such loans and debentures on or before 31st July, 2022 or such other extended date permitted by the lenders at their sole discretion.

- 4) **Settlement/ Waiver of Dividend Component Accumulated on outstanding Cumulative Redeemable Preference Shares:**

The Company had issued 10,00,000 15% cumulative preference shares of face value of ₹100 each ("Preference Shares") in earlier year and out of which balance 6,66,666 Preference Shares ("Outstanding Preference Shares") amounting to Rs.6.67 Crores are yet to be redeemed which are under settlement under the Scheme of Arrangement and Compromise. During the year under review, your Company has entered into settlement/waiver with the Preference Shareholder who has waived the right to receive the dividend accumulated on the Preference Shares and accumulated interest on delayed payment provided that the Company redeems the outstanding preference shares by 31st July, 2022 or such other extended date permitted by the Preference Shareholder at his sole discretion.

- 5) **Raising of Funds Through Rights Issue:**

The company has an outstanding debt of Rs.61.72 Crore, being the principal amount of Term Loan of Rs.25 Crore, Redeemable Non-Convertible Debentures of Rs.36.72 crore. Further, the company has also outstanding preference shares of Rs.6.67 Crore which are yet to be redeemed. In this regard, the Company had previously initiated settlement with the lenders of the loan and debentures including preference shareholder as per the Scheme of Arrangement and



SHREE RAMA MULTI-TECH LIMITED

Compromise. The liabilities towards interest/dividend /penalties/other due on these debts/ preference shares have increased considerably therefore, in order to reduce the debts/ liabilities, your Board of Directors vide its meeting held on 21st May, 2022 has proposed to raise the funds through issue of equity shares on Rights Issue basis to the existing equity shareholders of the Company for the amount up to Rs.80 Crores to repay the borrowings and redemption of principal amount of preference shares in supersession of earlier resolution for raising of funds vide its meeting held on 12th November, 2020. The company is under process of finalizing the Draft Letter of Offer for the said proposed issue.

6) Approval of Listing permission of 4555555 equity shares of Rs.5/- each issued pursuant to preferential allotment of convertible warrants on the Stock Exchanges (BSE, NSE)

The Company had earlier issued warrants pursuant to preferential issue to be converted into equivalent equity shares and the listing for 4555555 equity shares of Rs.5/- each was under process with the Stock Exchanges. Your directors are pleased to inform that the Company has received listing approval for 4555555 equity shares of Rs.5/- each on April 28, 2022 and May 02, 2022 from BSE and NSE respectively. The Company is under process for obtaining necessary trading permission from the Stock Exchanges.

APPRECIATION

Your Directors place on record their sincere appreciation for the continued co-operation and support extended to the Company by various Banks. Your Directors also thank the Consumers for their patronage to the Company's products. Your Directors also place on record sincere appreciation of the continued hard work put in by the employees at all levels. The Directors also thank the Company's vendors, investors, business associates, Stock Exchanges, Government of India, State Government and various departments and agencies for their support and co-operation.

For, **Shree Rama Multi-Tech Limited**

Place: Moti-Bhojan
Date: May 21, 2022

Shailesh K. Desai
Managing Director
(DIN: 01783891)

Hemal R. Shah
Whole Time Director
(DIN: 07338419)

ANNEXURE-A

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

The information under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 for the year ended 31st March, 2022 is given below and forms part of the Board's Report.

A) CONSERVATION OF ENERGY:

- i. Steps taken or impact on conservation of energy: Nil
- ii. Steps taken by the Company for utilizing alternative sources of energy: Nil
- iii. Capital Investment on energy conservation equipment: Nil

B) TECHNOLOGY ABSORPTION:

- i. Efforts made towards Technology Absorption: Nil
- ii. The benefits derived like product improvement, cost reduction, product development or import substitution: Nil
- iii. In case of imported technology (imported during the last three years reckoned from the beginning of the financial year): Nil
- iv. The expenditure incurred on Research and Development: Nil

C) FOREIGN EXCHANGE EARNINGS AND OUTGO:

(Rs. in lakhs)		
Particulars	2021-22	2020-21
Foreign Exchange Earned	2288.67	3076.69
Foreign Exchange Outgo	4260.62	3047.39

For, **Shree Rama Multi-Tech Limited**

Place: Moti-Bhoyan

Date: May 21, 2022

Shailesh K. Desai
Managing Director
(DIN: 01783891)

Hemal R. Shah
Whole Time Director
(DIN: 07338419)



ANNEXURE-B TO THE BOARDS' REPORT

Information pursuant to Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

I. Ratio of remuneration of each director to the median remuneration of the employees of the company for FY 2021-22:

Name of the Director	Ratio to Median remuneration
Shri Shailesh K. Desai	38.89 : 1
Shri Hemal R. Shah	13.33 : 1
Shri Pathik C. Shah*	N.A.
Smt. Vandana C. Patel*	N.A.
Shri Shalin S. Patel*	N.A.
Shri Mittal K. Patel*	N.A.

II. Percentage increase in remuneration of each Director, CFO, CEO, CS or Manager, if any in FY 2021-22 as compared to previous year 2020-21:

Name of Director, CFO, CS	Percentage increase in remuneration
Shri Shailesh K Desai^	-
Shri Hemal R Shah^	22.70%
Shri Pathik C. Shah*	N.A.
Smt. Vandana C. Patel*	N.A.
Shri Shalin S. Patel*	N.A.
Shri Mittal K. Patel*	N.A.
Shri Krunal Shah@	7.01%
Mr. Sandip Mistry^	-

III. Percentage increase in the median remuneration of employees in the Financial Year:

The median remuneration of the employees has increased by 1.02% in the financial Year 2021-22

IV. Number of permanent employees on the rolls of the company:

The number of permanent employees on the rolls of the company as on March 31, 2022 was 353.

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

Annual Report 2021-22

Average percentage increase in salaries of the employees [^]	Average percentage increase in managerial remuneration
Nil	4.96%

Justification: The average increase in salaries of employees every year is an outcome of Company's market competitiveness as against its peer companies. In keeping with our reward philosophy and benchmarking results, the increase this year reflects the market practice.

VI. The Company affirms that the remuneration paid to the Directors, Key Managerial Personnel and employees of the Company is as per the remuneration policy of the Company.

VII. Information pursuant to rule 5(2) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

Name of Employee	Designation & Nature of Employment	Gross Remuneration (Rs.in Crore)	Qualification	Experience	Date of Commencement of Employment	Age	Previous Employment	% of Equity Shares held	Whether relative of any Director or manager
NIL									

[^] There was no increase in remuneration during the financial year 2021-22

[#] The effect of percentage in remuneration is calculated between two financial years with effect of remuneration from two different effective dates as revision in remuneration w.e.f. 1st April, 2021 during F.Y. 2021-22 as compared to revision in remuneration was given w.e.f. 21st July, 2020 in previous F.Y. 2020-21 with arrears of earlier years.

^{*} No remuneration was paid during the year except Sitting Fees for attending Board Meetings and the same has not been considered as a part of remuneration for this purpose.

[@] The percentage in remuneration is calculated between two financial years with effect of remuneration dates as revision in remuneration w.e.f. 1st December, 2020 during F.Y. 2020-21 and no change in remuneration during F.Y. 2021-22.

For, **Shree Rama Multi-Tech Limited**

Place: Moti-Bhojan
Date: May 21, 2022

Shailesh K. Desai
Managing Director
(DIN: 01783891)

Hemal R. Shah
Whole Time Director
(DIN: 07338419)



SHREE RAMA MULTI-TECH LIMITED

ANNEXURE-C TO THE BOARD'S REPORT

Form No. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31.03.2021

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

To,
The Members,
SHREE RAMA MULTI-TECH LIMITED
(L25200GJ1993PLC020880)
Registered office: 301, Corporate House, Opp. Torrent House,
Income Tax Ahmedabad – 380009

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Shree Rama Multi-Tech Limited** (hereinafter referred to as "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 by using appropriate Information technology tools like virtual data sharing by way of data room and remote desktop access tools, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on March 31, 2022, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made herein after. The physical Inspection or Verification of documents and records were taken to the extent possible:

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

- (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) 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.
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

Annual Report 2021-22

- (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 **(Not Applicable during the Audit Period);**
 - (d) The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021 **(Not Applicable during Audit Period);**
 - (e) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021 **(Not Applicable during Audit Period);**
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021 **(Not Applicable during the Audit Period);** and
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 :- **(Not Applicable during the Audit Period);**
 - (i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015
- (vi) Laws specifically applicable to the industry to which the company belongs, as identified by the management, that is to say:
1. Factories Act, 1948
 2. Industrial Disputes Act, 1947

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India:
- (ii) The Listing Agreements entered into by the Company with Stock Exchange(s)

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the following observations:

- I. Pursuant sub-Section 3 of Section 129 Company had not consolidated accounts of its wholly own subsidiary i.e. Shree Rama Mauritius Limited.
- II. In respect of 10,00,000 15% Cumulative Preference Shares of Rs.100/- each which were redeemable in three equal installments at the end of third, fourth and fifth year from 30th March, 1998, 3,33,334 Preference Shares being first installment were redeemed on 30th March, 2001. The remaining 6,66,666 Preference Shares are yet to be redeemed.

Further, the Preference Shareholder has waived the right to receive the dividend accumulated on the Preference shares and accumulated interest on delayed payment provided that the Company redeems the outstanding preference shares by July 31,2022 or such other extended date permitted by the Preference Shareholder at his sole discretion.

- III. The Company has declared and provided in books dividend of Rs.100 lacs for the year 2000-01 on 666666 15% Redeemable Preference Shares. the Company had not reversed the said provision and also not transferred the said amount to IEPF. However, during the year, Hon'ble High Court of



SHREE RAMA MULTI-TECH LIMITED

Gujarat has dismissed an O J Appeal. The Company has filed Review Application on 02/11/2020 before Hon'ble High Court of Gujarat. hence, the Company has not reversed the said provision and also not transferred the said amount to IEPF.

We further report that

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

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

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

We further report that during the audit period there were no specific events / actions having a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. referred to above.

We further report that, during the reporting period Company has passed following Special in resolutions Annual general Meeting held on **September 23, 2021**.

1. Reappointment of Mr. Shailesh K. Desai (DIN: 01783891) as Managing Director of the Company.

Place: Ahmedabad

Date: 21st May, 2022

Chirag Shah

Partner

Chirag Shah and Associates

FCS No. 5545

C P No.: 3498

UDIN : F005545D000360482

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

Annual Report 2021-22

‘Annexure A’

To,
The Members
SHREE RAMA MULTI-TECH LIMITED

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

Management’s Responsibility

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

Auditor’s Responsibility

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

Disclaimer

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

Place: Ahmedabad
Date: 21st May, 2022

Chirag Shah
Partner
Chirag Shah and Associates
FCS No. 5545
C P No.: 3498



MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Your Directors have pleasure in presenting this Management Discussion and Analysis Report for the year ended on 31st March, 2022.

INDUSTRY STRUCTURE AND DEVELOPMENTS:

Overall packaging industry in India is estimated at Rs.2,050- 2,100 billion for fiscal 2022:

The polymer packaging industry contributes substantially to the GDP growth in India and at the same time support the consumer-led industries such as FMCG and pharma, key sectors for growth in India, with reliable of packaging solutions.

Packaging industry to grow moderately in medium term:

The Indian packaging industry's market size at Rs.2,050-2,100 billion in fiscal 2022, growing at CAGR 6.4-7.0% from fiscal 2017. Polymer packaging, which form two-thirds of the industry by revenue, grew 6% during the year. The paper packaging segment also witnessed a strong 11.8% CAGR revenue growth. on the other hand, metal and glass packaging witnessed a moderate 6.7% and 2.4% growth, respectively during fiscal 2017-2021. Demand for packaging segments comes from food packaging and pharma segments.

Growth in consumer segments to drive packaging industry:

Over fiscals 2022-2027 as per expectation, the industry to log 7-8% CAGR on the back of healthy volume growth driven by polymer, paper and metals packaging segments. The pharmaceutical, industry chemical, food product, and personal care sectors are expected to be the key growth drivers. Fast-moving consumer goods (FMCG) companies' increasing focus on innovative packaging solutions that offer scope for enhanced aesthetic value and extended shelf life will also propel demand.

Polymers form more than half of packaging material:

Polymers have emerged as the most preferred packaging material with 65-70% share in overall packaging. The segment has clocked 6% CAGR between fiscal 2017-2021, following paper packaging, which saw higher 11.8% CAGR. Metal packaging witnessed 6.7% CAGR during the period and glass 2.4% CAGR.

In terms of end-user industries, the pharma and food product segments witnessed a rapid 8.5% and 7.1% CAGR during the period of fiscal 2017-2022, driving demand for packaging. The personal care (2.3% CAGR) and industry chemical segments 5.8% CAGR also supported the overall industry demand. Traditionally, robust growth in demand for FMCG products has been the key driver for the packaging sector. FMCG companies' focus on rural markets has boosted demand for polymer packaging, especially for pouches and sachets.

Polymers to continue to dominate the packaging market:

Polymers dominate the packaging market with a 68% share, followed by paper. HDPE (used in jars, packs, and containers), BOPP packs, PET bottles, and PP bags are the key materials used in polymer packaging. Historically, polymers have been substituting metal and glass packaging owing to favourable properties such as light weight, low cost, corrosion resistance, and versatility of use. Polymer is also used along with other materials such as paper in the form of barrier coating to enhance packaging quality. PET, a form of polymer packaging, has been increasingly replacing glass to package products

with shorter shelf life. Similarly, HDPE containers are used instead of metal containers to package goods in large quantities. Awareness about the adverse impact of plastics on the environment and push from state governments to reduce its usage have started impacting demand for polymer packaging. However, it is limited to a few segments, as plastic packaging is irreplaceable in some segments, such as food, owing to the cost factor and perishable nature of the products packaged.

SRMTL'S PERFORMANCE AS INDUSTRY:

SRMTL is an ISO 9001:2015, ISO 15378:2017 and DMF-type III certified Company engaged in providing primary packaging solution. We currently manufacture a wide and diverse range of packaging products such as laminated tubes ("Lami Tubes"), tube laminates and flexible laminates. Our products are primarily used for oral care, pharmaceuticals, cosmetics and fast-moving consumer goods (FMCG) sectors. Our products are available in different sizes, diameters and circular shape as per the specifications of our customers.

Your company's major product is laminated tubes and laminates, which is used for packing products in paste or gel form. Production related to Tubes was increased by 4 % as compared to last year which was hit by lockdown due to Covid-19 pandemic.

The key growth driver for the year was tube laminate with 21 % growth in production as compared to last year. The another high potential segment for your company is flexible laminate which grew 4 % as compared to last year. The numbers of key customers have been tapped for this segment which can give impressive growth in the coming year.

SEGMENT-WISE/ PRODUCT WISE PERFORMANCE:

The Company closed the year at higher level in laminated tubes and Flexible Laminate sales as both of our products are key growth drivers. This is because of robust orders of Laminates from domestic and export market.

OPPORTUNITIES, THREATS AND RISK PERCEPTION:

The polymer packaging segment from fiscals 2017 to 2022 logged 6.0% CAGR, driven by food products (70% of total polymer packaging demand), which registered 6-8% CAGR in the same period. Pharmaceuticals segment recorded a healthy 8-9% CAGR and industry chemicals grew at 5.5-6.0% CAGR, driving industry revenue. Other sectors such as non-alcoholic beverages and personal care registered relatively slower growth of 1-2% CAGR.

Polymer packaging segment de-grew marginally by 2 to 4% in fiscal 2021 at the back of a flat volume growth of 0 to 2% and a realization de-growth of 3 to 5% due to decline in PE and PP prices. We expect revenue to increase at a CAGR of 7-8% to Rs.2,000 billion by fiscal 2027. Healthy growth in sales of food and personal care products is likely to boost the polymer packaging segment.

The growth drivers and trends in laminated tubes packaging mainly includes growth in pharmaceuticals and cosmetics to support segment, shift from aluminium tubes to laminated tubes, shift from rigid bottles or related packaging to flexible tubes, Provide sensitive formulas with required protection, Eco-friendly packaging alternatives and New segments etc.

The challenges and risks in flexible packaging mainly includes environmental issues, high input costs, Large Capital expenditure, Lack of Technology, rapid technological changes, Working capital cycle, Regulatory constraints, Supply Chain Disruption etc.



RISK AND CONCERNS:

The packaging industry is highly fragmented in nature with large number of unorganized players. Also organized players keep on adding capacity to service customer's requirements. Accordingly, considerable capacity has been added by organized as well as unorganized players. This has created enormous competition among players. Like any other company, our Company also faces competition from many other players. We compete against our competitors by nurturing our deep customer relationship and establishing ourselves as a manufacturer of quality packaging products. We focus on superior quality, shorter lead time and high service level as means to keep the customer satisfaction high. Major players include EPL Limited, Huhtamaki India Limited, Uflex Limited, Skypack India Private Limited etc. Further, all major Raw Material prices like Plastic Granules, Aluminium Foil, Paper, etc have gone up drastically in this year. Even transport cost has gone up on account of rising fuel prices and ocean freight is also skyrocketing because of shortage of containers. Above factors have contributed to a large extent on the bottom line and remains a risk going forward also.

Government has notified the Plastic Waste Management Amendment Rules, 2021, prohibiting identified single use plastic items by 2022. Pollution due to single use plastic items has become an important environmental challenge confronting all countries.

In the wake of recent events by government towards discouraging single use plastics products and promotion of recyclable plastics, your management believes that this has potential to bring disruptive changes in the entire plastic industries. While your company is undertaking several initiatives to innovate possible and affordable solution to the issue. It may cost to the company and we should be prepared for this. Recent development regarding Pollution control boards insisting on EPR (Extended Producer Responsibility) for all packaging oriented companies and cost implications of same are also another aspect where we may have to incur further cost by capital investment in the machineries to comply with the directions under government regulations. This along with insistence on recyclable plastic has potential to change the way industry operates as a whole.

BUSINESS OUTLOOK

On the back of more and more products getting converted from Aluminium tubes to Multilayer tubes and increasing per capita plastic consumption in India, the growth potential for Multilayer tubes may rise and therefore, we have added latest technology machines to stay at the forefront of the competition going forward.

INTERNAL CONTROL SYSTEMS AND ITS ADEQUACY

The Company has adequate and effective internal controls to provide reasonable assurance on achievement of its operational, compliance and reporting objectives. The Company has deployed controls through its policies and procedures. These policies and procedures are periodically revised to ensure that they remain updated to changes in the environment. There is a well laid out process for making amendments to processes in the Company and implications of changes are well thought through and all stakeholders are consulted so that implementation is smooth.

Internal Audit as part of their audits, review the key processes from an adequacy of controls' point of view. Suggestions to further strengthen the processes or to make them more effective are shared with the process owners and changes are made suitably.

Annual Report 2021-22

The Company believes in conducting business in a fair, ethical and compliant manner. In this regard, periodic meetings to make the employees aware of the code of conduct are held. The Company has designed its software tool which helps track key compliances as close as possible to the actual due date. Any deviations are highlighted for prompt corrective action. Functional heads take responsibility for putting in preventive steps. The internal financial control system is also included in the board report.

DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

During the financial year 2021-22, the Company has achieved total revenue from operation of Rs.15,031.47 lakhs thereby registered growth in revenue by 10.69% as compared to the previous year's figure of Rs.13580.13 lakhs. The EBIDTA of the Company during the year stood at Rs.238.46 Lakhs. The Company is targeting to achieve the economy and growth within the overall available resources along with increase in the volume for steady and for the improvement in the business activities.

MATERIAL DEVELOPMENTS IN HUMAN RESOURCES/ INDUSTRIAL RELATIONS FRONT, INCLUDING NUMBER OF PEOPLE EMPLOYED

The Company attaches importance to the dignity of employee irrespective of position and highly values the cultural diversities of employees. As on 31st March, 2022, the total number of permanent employees on the roll of the company is 353. The company is committed to nurturing, enhancing and retaining its top talent through superior learning and organizational development. This is a part of our Corporate HR function and is a critical pillar to support the organization's growth and its sustainability in the long run.

DETAILS OF SIGNIFICANT CHANGES (i.e. CHANGE OF 25% OR MORE AS COMPARED TO FY 2020-21) IN KEY FINANCIAL RATIOS

Sr. No.	Ratio	Year	
		2021-22	2020-21
1	Debtors Turnover	5.83 times	6.44 times
2	Inventory Turnover	5.54 times	5.81 times
3	Interest Coverage Ratio*	(6.50) times	4.89 times
4	Current Ratio [#]	2.15	3.06
5	Debt Equity Ratio [!]	4.30	3.10
6	Operating Profit Margin (%) [^]	(2.86)%	3.20 %
7	Net Profit Margin (%) ^{\$}	(3.30)%	2.55 %
8	Return on Net Worth [@]	(20.58)%	12.98 %

* Change in Interest Coverage Ratio due to loss incurred as compared to previous year

Change in Current Ratio due to increase in working capital facilities from bank during the current year.

! Change in Debt Equity Ratio due to (i) increase in working capital facilities from bank and (ii) loss during current year as compared to profit in previous year.

^ Change in Operating Profit Margin ratio due to loss booked (EBIT) as compared to previous year with major reason of prices of raw material hikes tremendously which impact our operating margin drastically of current year.

\$ Change in Net Profit Margin due to loss incurred as compared to previous year with major reason of prices of raw material hikes tremendously which impact our operating margin drastically of current year.

@ Change in Return on Net Worth due to loss incurred as compared to previous year



SHREE RAMA MULTI-TECH LIMITED

Cautionary Statement: Estimates and expectations stated in this Management Discussion and Analysis may be “forward-looking statement” within the meaning of applicable laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to your Company’s operations include economic conditions affecting demand / supply and price conditions in the domestic and international markets, changes in the Government regulations, tax laws, other statutes and other incidental factors.

**Source: CRISIL Industry Report*

For, **Shree Rama Multi-Tech Limited**

Place: Moti-Bhojan
Date: May 21, 2022

Shailesh K. Desai
Managing Director
(DIN: 01783891)

Hemal R. Shah
Whole Time Director
(DIN: 07338419)

CORPORATE GOVERNANCE REPORT

The Directors present the Company's Report on Corporate Governance for the Financial Year 2021-22 in accordance with Regulation 34(3) read with Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

1. PHILOSOPHY ON CODE OF GOVERNANCE

SRMTL's philosophy on Corporate Governance is based on transparency, accountability and professionalism in action which forms an integral part of the Management's initiative in its ongoing pursuit towards achieving excellence, growth and value creation. As a corporate entity, Company business fosters a culture of ethical behavior and disclosures aimed at building trust of the stakeholders.

The corporate governance philosophy of the Company has been further strengthened through the Company's Code of Conduct. The implementation of the policies and procedures as prescribed by the Company are intended to ensure high ethical standards in all its business activities.

Your Company is in compliance with the requirements of Corporate Governance stipulated in SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, hereinafter called "the Listing Regulations" and also Guidance Note on Board Evaluation as prescribed by SEBI.

2. BOARD OF DIRECTORS

(i) Composition of the Board:

The Company's Board is broad-based and consists of eminent individuals from Industrial, Managerial, Financial, Marketing and Technical background. The Company is managed by the Board of Directors in co-ordination with the Senior Management team. The composition and strength of the Board is reviewed from time to time for ensuring that it remains compliant with statutory as well as business requirements.

The Company's Board has an optimum mix of Executive and Non-Executive Directors including Woman Director and comprises of not less than fifty percent Non-Executive Directors. The Board of Directors comprised of total six Directors as on March 31, 2022 out of which two were Executive Directors and four were Non-Executive Directors which includes two Independent Directors. There are no persons on the Board being appointed as an alternate director for an Independent Director of the Company. During the year, the Board of Directors has in its meeting held on 16th December, 2021 re-structured its composition of Board of Directors by appointment of Shri Mittal K. Patel (DIN: 03619139) as regular Chairman of the Company from category of Non-Executive Non-Independent Director in place of Shri Shailesh K. Desai (DIN: 01783891) in order to comply the regulation 17 of SEBI (LODR) Reg. 2015 relating to the Composition of Board of Director of the Company.

None of the Directors are related to any other Director on the Board in terms of definition of 'relative' as per the Listing Regulations. Non-Executive Directors do not hold any equity shares of the Company. The Company has not issued any convertible securities.

None of the Directors on the Board are a member of more than ten Committees or Chairman of five Committees (committees being Audit Committee and Stakeholders Relationship Committee) across all the Indian Public Companies in which he/she is a Director. Necessary disclosures regarding their



SHREE RAMA MULTI-TECH LIMITED

Committee positions have been made by all the Directors. The age of the Directors on the Board is less than seventy-five years.

The Directors of the Company neither holds office as a director in more than seven listed entities nor they serve as an Independent Director in more than seven listed entities. The Executive Directors of the Company do not serve as an Independent Director in more than three listed entities.

- (ii) The attendance record of each director at Board Meetings and at last Annual General Meeting, number of other Board of Directors or Committees (includes only Audit Committee and Stakeholders Relationship Committee) in which the Directors are member or chairperson:

Name of Directors	Category of Directors	Attendance at		Directorships held in other Public Companies	No. of Committee positions held in other Public Companies	
		Board Meetings held during FY 2021-22	Last AGM		Chairman	Member
Shri Shailesh K. Desai*	Executive Managing Director	6	Yes	-	-	-
Shri Hemal R. Shah	Executive Whole Time Director	6	Yes	-	-	-
Shri Pathik C. Shah	Non-Executive (Independent)	6	Yes	-	-	-
Shri Mittal K. Patel#	Non-Executive & Non-Independent	6	Yes	-	-	-
Smt. Vandana C. Patel	Non-Executive & Non-Independent	5	Yes	-	-	-
Shri Shalin S. Patel	Non-Executive (Independent)	6	Yes	1	-	1

* Shri Shailesh K. Desai was elected as the Chairman of the Meeting of Board of Directors by the Members of Board in each of its respective meetings till 01.11.2021.

Shri Mittal K. Patel appointed as Regular Chairman of the Company w.e.f. 16.12.2021 consequent upon SEBI (LODR) (Third Amendment) Regulations, 2021 dated 3rd August, 2021 and SEBI Corrigendum dated 6th August, 2021 and as a part of restructuring of Board of Directors of the Company

- (iii) Name of other listed entities where Directors of the Company are directors and the category of directorship as of 31st March, 2022:

Name of Director	Name of the other Listed Companies	Category of Directorship
Shri Shalin S. Patel	Arvee Laboratories (India) Limited	Executive

During the year ended on March 31, 2022, Six Board meetings were held on May 28, 2021; June 24, 2021; August 12, 2021; November 1, 2021; December 16, 2021; February 9, 2022. The interval between two meetings was well within the maximum period mentioned under Section 173 of

Annual Report 2021-22

Companies Act, 2013 and SEBI (LODR) Reg., 2015. The Last Annual General Meeting of the members of the Company was held on September 23, 2021.

(iv) Skills/ Expertise/ Competence of the Board of Directors:

The following is the list of core skills/ expertise/ competencies identified by the Board of Directors as required in the context of the Company's business and available with the Board Members:

Business & Industry knowledge	Knowledge on Company's Packaging businesses, risks/ threats and potential opportunities and knowledge of the industry in which the Company operates
Behavioural skills	Attributes and competencies to use their knowledge and skills to contribute effectively to the growth of the Company
Business Leadership & Strategy	Leadership experience in understanding practical understanding of organisation, strategic planning and business development
Financial Expertise	Knowledge and skills in accounting and finance, tax, treasury and forex management, capital allocation and financial reporting
Corporate Governance	Service on a public listed company board to develop insights about maintaining board and management accountability, protecting shareholder interests, and observing appropriate governance practices
Sales & Marketing	Experience in developing strategies to grow sales and market share, awareness and build a strong Corporate reputation

The specific area of focus or expertise of individual board member is enlightened as below:

Skills/Competencies/Expertise	Name of Director					
	Shailesh K. Desai	Pathik C. Shah	Mittal K. Patel	Vandana C. Patel	Shalin S. Patel	Hemal R. Shah
Business & Industry knowledge	Y	Y	Y	Y	Y	Y
Behavioural skills	Y	Y	Y	Y	Y	Y
Business Leadership & Strategy	Y	Y	Y	Y	Y	Y
Financial Expertise	Y	Y	Y	Y	Y	Y
Corporate Governance	Y	Y	Y	Y	Y	Y
Sales & Marketing	Y	Y	Y	Y	Y	Y

Note: Each Director may possess varied combinations of skills/ expertise within the described set of parameters and it is not necessary that all Directors possess all skills/ expertise listed therein

- (v) The Board confirms that the Independent Directors fulfil the conditions specified in the listing regulations and that they are Independent of the management. During the financial year 2021-22, Smt. Vandana C Patel had resigned from the designation of an independent director and continued as Non-Executive Non-Independent Director on the Board of the Company w.e.f. 16.12.2021 due to change in the definition of Independent Director and other concerned regulations of SEBI(LODR), Regulations, 2015 and Shri Mittal K. Patel, Non-Executive Non-Independent Director appointed as a Regular Chairman of the Company with effect from 16.12.2021.



(vi) Board Procedure:

The Board meets at regular intervals to discuss and decide on business strategies/policies and review the financial performance of the Company. The Board Meetings are prescheduled and decided in advance after confirmation from the Members of the Board.

The Notice convening Board Meetings are being sent to each of the Directors along with relevant information and documents well in advance of the meeting date as per the provisions of the Companies Act, 2013 and Secretarial Standards and in exceptional cases tabled at the Meeting with the permission of the Chairman and consent of majority of the Directors present in the Meeting to ensure timely and informed decisions effectively. All significant developments and material events are brought to the notice of the Board.

The Company provides the information as set out in Regulation 17 read with Part A of Schedule II of the Listing Regulations to the Board and the Board Committees to the extent it is applicable and relevant. Such information is submitted either as part of the agenda papers in advance of the respective Meetings or by way of presentations and discussions during the Meetings. The important decisions taken at the Board/ Board Committee Meetings are communicated to the concerned department/ division.

Independent Directors and Familiarization Programme:

The Independent Directors of the Company have been appointed in terms of the requirements of the Act, the Listing Regulations and the Governance Guidelines for Board Effectiveness adopted by the Company.

All Independent Directors are experienced and competent in their respective field. They actively participate in the Board and Committee which gives significant value addition in the decision making process.

The Company familiarizes its Independent Directors with their roles, rights, responsibilities in the Company, nature of the industry in which the Company operates, etc., through various programmes. These include orientation programme upon induction of new Director, as well as other initiatives to update the Directors on an ongoing basis. The details of familiarization program for Independent Directors have been placed on Company's website: www.srmtl.com.

(vii) Code of Conduct:

The Company has adopted the 'Code of Conduct' which is applicable to the Company and its Board of Directors, Key Managerial Personnel and Senior Management Personnel of the Company. It also incorporates the duties of Independent Directors of the Company. The Code of Conduct is hosted on the Company's website at www.srmtl.com.

All the Board Members and Senior Management Personnel have affirmed compliance with the applicable Code of Conduct for the Financial Year 2021-22. A declaration to this effect, signed by the Managing Director, forms part of this Report.

(viii) Prevention of Insider Trading

The Company has adopted the 'Code of conduct to regulate, monitor and report trading by Designated Persons and their immediate relatives' ("the Code") in accordance with the requirements of the SEBI (Prohibition of Insider Trading) Regulations, 2015 (PIT Regulations).

Annual Report 2021-22

The Code is applicable to Designated Persons and their immediate relatives as defined under this Code and such other persons as the Board of Directors in consultation with the Compliance Officer may determine, from time to time, who are expected to have access to Unpublished Price Sensitive Information relating to the Company.

The Company has also formulated 'Code of Practice and Procedure for Fair Disclosure of Unpublished Price Sensitive Information' in compliance with PIT Regulations. This Code is displayed on the Company's website viz. www.srmtl.com.

3. BOARD COMMITTEES AND OTHER MEETINGS

The Board of Directors have constituted Board Committees to deal with specific areas and activities which concerns the Company and requires a closer review. The Board Committees are formed with the approval of the Board and functions under their respective Charters. The Board Committees meet at regular intervals and take necessary steps to perform its duties entrusted by the Board. The Minutes of the Committee Meetings are placed before the Board for noting.

The Company has four Board Level Committees:

(A) Audit Committee

The Audit Committee of the Board of Directors is entrusted with the responsibility to supervise the Company's internal control system and financial reporting process along with other roles as defined under the Terms of Reference that describes its authority, responsibility and reporting function. The members of the Audit Committee are financially literate with one of the member having experience as well as requisite professional qualification in finance. The Audit Committee is constituted in accordance with Section 177 of the Companies Act, 2013 and Regulation 18 of the Listing Regulations.

The Company's Internal Auditors, Statutory Auditors and head of finance department remains present at the Audit Committee Meetings at the request of Chairman of the Committee. The Company Secretary acts as the Secretary of the Audit Committee.

During the year under review, the Board of Directors in its meeting held on 16.12.2021 reconstituted the Audit Committee. The details of composition of the Audit Committee and the number of meetings attended by the members is as under:

Sr. No.	Name of Members	Composition	No of Meetings held	No. of meetings attended
1	Shri Pathik C. Shah	Chairman (Independent Director)	6	6
2	Shri Shailesh K. Desai	Member (Executive Director)	6	6
3	Shri Shalin S. Patel	Member (Independent Director)	6	6

Note: Smt. Vandana C. Patel has resigned with effect from 16th December, 2021 as member of Audit Committee of the Board of Directors and she had attended 3 meetings out of 6 meetings of the Committee.

The Audit Committee met six times during the Financial Year 2021-22. The maximum gap between two Meetings was not more than 120 days. The Committee met on May 28, 2021; June 24, 2021; August 12, 2021; November 1, 2021; December 16, 2021; February 9, 2022. The requisite quorum



SHREE RAMA MULTI-TECH LIMITED

(including presence of at least two Independent Directors) was present at all the Meetings. The previous Annual General Meeting of the Company was attended by the Chairman of the Audit Committee.

Terms of reference of the Audit Committee:

- a) the recommendation for appointment, remuneration and terms of appointment of auditors of the company;
- b) review and monitor the auditor's independence and performance, and effectiveness of audit process;
- c) examination of the financial statement and the auditors' report thereon;
- d) approval or any subsequent modification of transactions of the company with related parties;
- e) scrutiny of inter-corporate loans and investments;
- f) valuation of undertakings or assets of the company, wherever it is necessary;
- g) evaluation of internal financial controls and risk management systems;
- h) monitoring the end use of funds raised through public offers and related matters.

The Role of the Audit Committee and information to be reviewed by the Audit Committee shall also be as prescribed in Part C of Schedule II of SEBI (LODR) Regulations, 2015.

- (1) oversight of the listed entity's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
- (2) recommendation for appointment, remuneration and terms of appointment of auditors of the listed entity;
- (3) approval of payment to statutory auditors for any other services rendered by the statutory auditors;
- (4) reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval, with particular reference to:
 - a) matters required to be included in the director's responsibility statement to be included in the board's report in terms of clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013;
 - b) changes, if any, in accounting policies and practices and reasons for the same;
 - c) major accounting entries involving estimates based on the exercise of judgment by management;
 - d) significant adjustments made in the financial statements arising out of audit findings;
 - e) compliance with listing and other legal requirements relating to financial statements;
 - f) disclosure of any related party transactions;
 - g) modified opinion(s) in the draft audit report;
- (5) reviewing, with the management, the quarterly financial statements before submission to the board for approval;

- (6) reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilisation of proceeds of a public or rights issue, and making appropriate recommendations to the board to take up steps in this matter;
- (7) reviewing and monitoring the auditor's independence and performance, and effectiveness of audit process;
- (8) approval or any subsequent modification of transactions of the listed entity with related parties;
- (9) scrutiny of inter-corporate loans and investments;
- (10) valuation of undertakings or assets of the listed entity, wherever it is necessary;
- (11) evaluation of internal financial controls and risk management systems;
- (12) reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
- (13) reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
- (14) discussion with internal auditors of any significant findings and follow up there on;
- (15) reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;
- (16) discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
- (17) to look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
- (18) to review the functioning of the whistle blower mechanism;
- (19) approval of appointment of chief financial officer after assessing the qualifications, experience and background, etc. of the candidate;
- (20) Carrying out any other function as is mentioned in the terms of reference of the audit committee.
- (21) reviewing the utilization of loans and/ or advances from/investment by the holding company in the subsidiary exceeding rupees 100 crore or 10% of the asset size of the subsidiary, whichever is lower including existing loans / advances / investments existing as on the date of coming into force of this provision.
- (22) consider and comment on rationale, cost-benefits and impact of schemes involving merger, demerger, amalgamation etc., on the listed entity and its shareholders.

Mandatory Review of the information by Audit Committee:

- (1) management discussion and analysis of financial condition and results of operations;
- (2) statement of significant related party transactions (as defined by the audit committee), submitted by management;



SHREE RAMA MULTI-TECH LIMITED

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

The term of the reference of the audit committee shall be as per the section 177 of the Companies act, 2013 and review of the information as prescribed in part C of schedule II of SEBI (LODR) regulations, 2015 and as amended from time to time.

(B) Nomination and Remuneration Committee

The role of Nomination and Remuneration Committee of the Board of Directors includes recommendation to the Board a policy relating to appointment, remuneration for directors, Key Managerial Personnel and other employees and determining such other criteria and qualities attributable with respect to appointment and removal of directors and senior management. The Nomination and Remuneration Committee is constituted in accordance with Section 178 of the Companies Act, 2013 and Regulation 19 of the Listing Regulations. The committee comprises of three Non-Executive Directors with two members being Independent Directors. The previous Annual General Meeting of the Company was attended by the Chairman of the Nomination and Remuneration Committee.

The details of composition of the Nomination and Remuneration Committee and the number of meetings attended by the members during the year are as under:

Sr. No.	Name of Members	Composition	No of Meetings held	No. of meetings attended
1	Shri Pathik C. Shah	Chairman (Independent Director)	1	1
2	Shri Mittal K Patel	Member (Non-Executive – Non-Independent Director)	1	1
3	Shri Shalin S. Patel	Member (Independent Director)	1	1

The Nomination and Remuneration Committee met one time during the Financial Year 2021-22 i.e. on June 24, 2021.

Terms of reference of the Nomination and Remuneration Committee:

- a) to formulate the criteria for determining qualifications, positive attributes and independence of a director and recommend to the board of directors a policy relating to, the remuneration of the Directors, Key Managerial Personnel and other employees;

- b) to formulate the criteria for evaluation of performance of Independent Directors and the Board of Directors;
- c) to devise a policy on diversity of Board of Directors;
- d) to ensure succession planning for appointment or replacing Board of Directors and senior management;
- e) to identify the persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the Board of Directors their appointment and removal;
- f) to determine whether to extend or continue the term of appointment of the Independent Director, on the basis of the report of performance evaluation of the Independent Directors.
- g) to recommend the board, all remuneration, in whatever form, payable to senior management.

The Terms of the Reference of the Nomination and Remuneration Committee also includes the review of the information as prescribed in Part D of Schedule II of SEBI (LODR) Regulations, 2015 and Section 178 of the Companies Act, 2013 and as amended from time to time. The Nomination and Remuneration Policy of the Company is placed on Company's website viz. www.srmtl.com.

(C) Stakeholders Relationship Committee

The Stakeholders Relationship Committee is constituted in accordance with Section 178(5) of the Companies Act, 2013 and Regulation 20 of the Listing Regulations with the Chairman being the Non-Executive Director and Company Secretary being the Compliance Officer. The Committee functions to specifically look into various aspects of interest of the security holders of the Company. The previous Annual General Meeting of the Company was attended by the Chairman of the Stakeholders Relationship Committee.

The role of the Committee includes matters as prescribed in Part D of Schedule II of SEBI (LODR) Regulations, 2015.

Terms of Reference:

1. To look into various aspects of interest of shareholders, debenture holders and other security holders including complaints related to transfer/transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new/ duplicate certificates, general meetings etc.
2. Reviewing the measures taken for effective exercise of voting rights by shareholders.
3. Reviewing of adherence to the service standards adopted in respect of various services being rendered by the Registrar & Share Transfer Agent.
4. Reviewing the various measures and initiatives taken for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/ annual reports/statutory notices by the shareholders of the Company.



SHREE RAMA MULTI-TECH LIMITED

The details of composition of the Stakeholders Relationship Committee and the number of meetings attended by the members during the year are as under:

Sr. No.	Name of Members	Composition	No of Meetings held	No. of meetings attended
1.	Shri Mittal K. Patel	Chairman (Non-Executive – Non-Independent Director)	4	4
2.	Shri Shailesh K. Desai	Member (Executive Director)	4	4
3.	Shri Shalin S. Patel	Member (Independent Director)	4	4

The Stakeholders Relationship Committee met four times during the Financial Year 2021-22 i.e. on June 24, 2021; August 12, 2021; November 1, 2021; February 9, 2022.

Details of Shareholder's queries/ complaints/ requests received and replied during Financial Year 2021-22 are detailed as under:

Sr. No.	Nature of Correspondence	Received (Nos.)	Responded Satisfactorily & Solved (Nos.)	Pending as on March 31, 2021 (Nos.)
1.	Change of Address	0	0	0
2.	Nomination Request	0	0	0
3.	Stop Transfer/ Procedure for issuance of Duplicate Share Certificates	1	1	0
4.	Correction in Name/ Address	0	0	0
5.	Change in Signature	1	1	0
6.	Procedure for transmission/ deletion	0	0	0
7.	Issuance of Duplicate shares	0	0	0
8.	Transfer Request	0	0	0
9.	Demat Request/Remat Requests	24	0	0
10.	Non-Receipt of Annual Reports	0	0	0
Total			0	0

(D) Rights Issue Committee

The Board of Directors of the Company at its meeting held on November 12, 2020 constituted the Right Issue Committee comprising of four Directors of the Company. Shri Shailesh K. Desai, Managing Director is the Chairman of the Committee and the other members of the Committee are Shri Hemal R. Shah, Whole-Time Director, Shri Pathik C. Shah, Independent Director and Shri Shalin S. Patel, Independent Director of the Company. The role and functions of the Rights Issue committee is to consider, approve, implement, negotiate, carry out and decide upon, all activities in connection with the proposed Right issue as per the powers delegated by the Board of Directors of the company.

Annual Report 2021-22

Further, the Board of Directors in its meeting held on 21st May, 2022 constituted new Rights Issue Committee in supersession of earlier Rights Issue Committee constituted by the Board of Directors in its meeting held on 12th November, 2020 and delegated the powers in respect to raising of funds and the matters incidental thereto. Further there are no change in members of the Rights Issue Committee.

The details of composition of the new Right Issue Committee and the number of meetings attended by the members are as under:

Sr. No.	Name of Members	Composition	No of Meetings held	No. of meetings attended
1.	Shri Shailesh K. Desai	Chairman (Executive Director)	1	1
2.	Shri Hemal R. Shah	Member (Executive Director)	1	1
3.	Shri Pathik C. Shah	Member (Non-Executive Director)	1	1
4.	Shri Shalin S. Patel	Member (Non-Executive Director)	1	1

The Right Issue Committee met one time during the Financial Year 2021-22 i.e. on June 24, 2021.

(E) Meeting of Independent Directors

A separate meeting of the Independent Directors of the Company was held on March 28, 2022, without the presence of non-independent directors and members of the management of the Company and it inter alia considered the following:

- Review of the performance of the non-independent directors and the Board as a whole.
- Review of the performance of the Chairperson of the Company, taking into account the views of executive directors and non-executive directors.
- Assessment of the quality, quantity and timeliness of flow of information between the company management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

All Independent Directors of the Company were present at the meeting.

4. REMUNERATION OF DIRECTORS

There are no pecuniary relationship or transactions with Non-Executive Directors vis-à-vis the Company during the Financial Year 2021-22.

The Non-Executive Directors are not paid any remuneration or commission except the sitting fees for attending the meeting of Board of Directors during FY 2021-22.



SHREE RAMA MULTI-TECH LIMITED

The details of remuneration paid to the Executive Directors of the Company during FY 2021-22 are as under:

(Rs. in lakhs p.a.)

Sr.	Particulars	Shailesh K. Desai (Managing Director)	Hemal R. Shah (Whole Time Director)
1	all elements of remuneration package of individual directors summarized under major groups, such as salary, benefits, bonuses, stock options, pension etc.		
	Salary	69.15	23.19
	Value of Perquisites	0.45	0.81
	Other Allowances	0.00	0.00
	Total	70.00	24.00
2	details of fixed component and performance linked incentives, along with the performance criteria;	0	0
3	service contracts, notice period, severance fees	0	0
4	stock option details, if any and whether issued at a discount as well as the period over which accrued and over which exercisable.	0	0

5. GENERAL BODY MEETINGS

The Company held its last three Annual General Meetings as under:

AGM	DATE & TIME	SPECIAL RESOLUTION	LOCATION
27 th	September 23, 2021 at 11:00 A.M.	Yes(One)	Annual General Meeting held through Video Conferencing(VC)/ Other Audio Visual Means (OAVM) facility.
26 th	September 25, 2020 at 10:30 A.M.	Yes(One)	Annual General Meeting held through Video Conferencing(VC)/ Other Audio Visual Means (OAVM) facility.
25 th	September 25, 2019 at 10:30 A.M.	Yes(One)	ATMA Conference Hall, Ahmedabad Textile Mills

None of the businesses are proposed to be transacted in the forthcoming Annual General Meeting of the Company requiring passing a special resolution through postal ballot. No Special Resolution was passed through postal ballot during the Financial Year 2021-22.

Annual Report 2021-22

6. MEANS OF COMMUNICATION

The Company's Quarterly and Half-Yearly Unaudited Financial Results and Annual Audited Financial Results are submitted to BSE Limited and National Stock Exchange of India Ltd. and published in "Business Standard" (English edition) and "Jayhind" (Gujarati edition), and are also disseminated on the company's website i.e. www.srmtl.com.

There were no such official news releases or presentations made to Institutional Investors or to the Analysts during the Financial Year 2021-22.

7. GENERAL SHAREHOLDER INFORMATION

(A)	Listing on Stock Exchanges and Stock Code	BSE Limited Floor 25, Phiroze Jeejeebhoy Towers, Dalal Street, Fort, Mumbai – 400 001 Tel. No.: (022) 22721233/4 Stock Code: 532310	National Stock Exchange of India Limited Exchange Plaza, C-1, Block-G, Bandra Kurla Complex, Bandra (E), Mumbai – 400 051 Tel. No: (022) 26598100/ 2659 8114 Stock Code: SHREERAMA
(B)	ISIN (Equity)	INE879A01019	
(C)	Annual Listing Fees	The Company has paid the listing fees for the Financial Year 2022-23 to each of the Stock Exchanges, where the equity shares of the Company are listed	
(D)	AGM: Date, Time and Venue	To be decided as per Section 96 of the Companies Act, 2013	
(E)	Book Closure	To be decided as per Section 96 of the Companies Act, 2013 and SEBI (LODR) Regulations, 2015	
(F)	Financial Year	The Financial year of the Company commences on 1 st day of the month of April of a year and ends on 31 st day of the month of March of next year	
(G)	Dividend	The Board of Directors has not recommended dividend during Financial Year 2021-22	

(H) Market Price Data – high, low during each month in financial year 2021-22:

(At BSE)			(At NSE)		
Month	High Rs. P.	Low Rs. P.	Month	High Rs. P.	Low Rs. P.
April, 2021	11.25	8.5	April, 2021	11.2	9
May, 2021	18.01	9.1	May, 2021	18.7	10.2
June, 2021	17	11.8	June, 2021	17.05	11.85
July, 2021	16	12.01	July, 2021	16.05	12.3
August, 2021	16.45	11.25	August, 2021	16.5	11.35
September, 2021	14.58	11.3	September, 2021	14.55	11.4
October, 2021	15.38	12.53	October, 2021	15.4	12.5
November, 2021	13.97	10.8	November, 2021	13.9	11
December, 2021	16.84	11.72	December, 2021	16.9	11.25
January, 2022	23	15.7	January, 2022	23.5	15.75
February, 2022	16.8	12.45	February, 2022	16.75	12.35
March, 2022	15.45	11.95	March, 2022	15.4	12.15

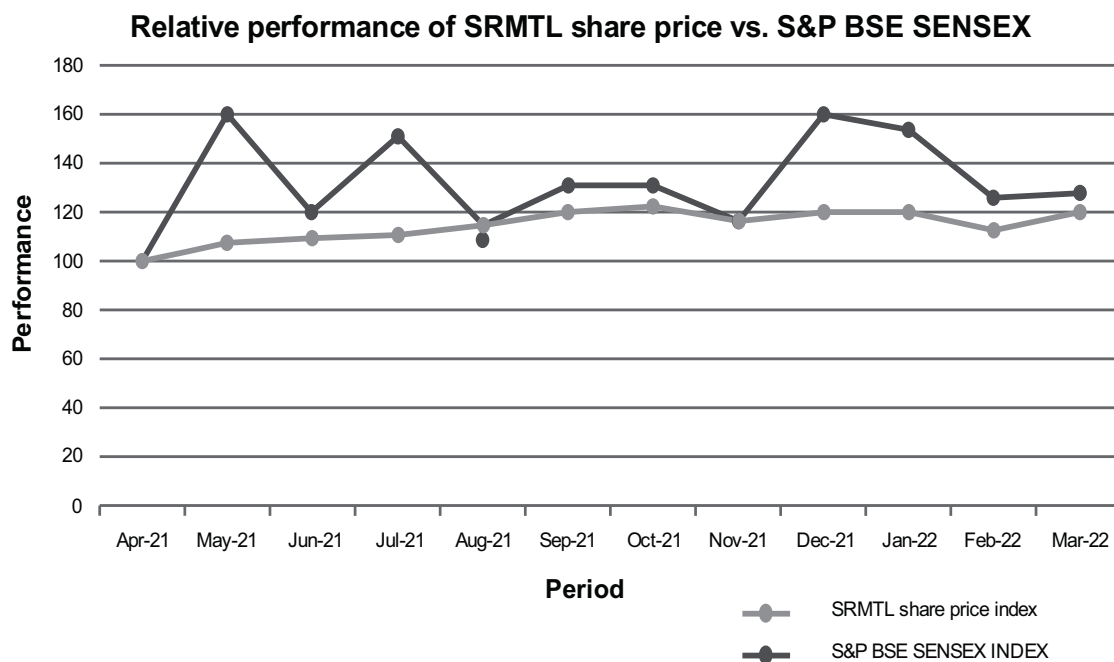


SHREE RAMA MULTI-TECH LIMITED

(I) Performance of Company's equity share of the Company vis-à-vis the S&P BSE SENSEX:

Month	SRMTL Share Price at BSE*	S&P BSE SENSEX*	Relative Index for performance comparison	
			SRMTL share price index	S&P BSE SENSEX INDEX
April, 2020	10.35	48782.36	100	100
May, 2020	16.58	51937.44	160.19	106.47
June, 2020	12.6	52482.71	121.74	107.59
July, 2020	15.76	52586.84	152.27	107.8
August, 2020	11.95	57552.39	115.46	117.98
September, 2020	13.44	59126.36	129.86	121.2
October, 2020	13.4	59306.93	129.47	121.57
November, 2020	12.1	57064.87	116.91	116.98
December, 2020	16.51	58253.82	159.52	119.42
January, 2021	15.8	58014.17	152.66	118.92
February, 2021	13	56247.28	125.6	115.3
March, 2021	13.15	58568.51	127.05	120.06

* data as on closing of the month



(J) Registrar & Share Transfer Agent of the Company:

M/s KFin Technologies Limited

Registered Office:

Selenium Building, Plot No. 31-32, Financial District, Nanakramguda,

Serilingampally, Hyderabad, Rangareddi, Telangana - 500 032

Toll free number - 1-800-309-4001

Email: einward.ris@kfintech.com

Website: <https://www.kfintech.com>

Grievance handling mechanism:

The Board of Directors of the Company have delegated the authority to the Stakeholders Relationship Committee of the Board of Directors and Compliance Officer of the Company for looking into mechanism of investor grievances. The Secretarial Department of the Company and the Registrar and Share Transfer Agent of the Company, M/s KFin Technologies Limited attends to all grievances of the shareholders received directly or through any statutory or regulatory bodies.

A summary of approved transfers, transmissions, deletion requests, issue of duplicate shares etc., are placed by the R&TA before the Committee for its review on regular basis. The Company also ensures that R&TA of the Company produces a yearly compliance certificate from a Company Secretary in Practice and a copy of the said certificate is also filed by the Company with BSE & NSE pursuant to the Listing Regulations.

Shareholders are requested to furnish their updated correspondence details including address, telephone numbers and e-mail addresses to facilitate prompt action.

Share Transfer System:

All investor related activities are attended to and processed at the office of the Company's Registrar and Share Transfer Agent. In terms of Regulation 40(1) of SEBI Listing Regulations, as amended, securities can be transferred only in dematerialised form w.e.f. 1st April, 2019, except in case of request received for transmission or transposition of securities. The requests in respect of transmission or dematerialization of shares will be continued to be accepted.

Dematerialization of Shares and Liquidity:

The Company has dematerialization connectivity with National Securities Depository Ltd. (NSDL) & Central Depository Services (India) Ltd. (CDSL). The total number of shares held in dematerialized form by the members of the Company as on March 31, 2022 are 59967026 being 94.48 % of paid up equity share capital.

Reconciliation of Share Capital:

The Company obtains Audit Report on a quarterly basis from qualified Company Secretary in Practice for the purposes of reconciliation of the total issued capital, listed capital and capital held by depositories in dematerialized form and a copy of the said certificate is also filed by the Company with BSE & NSE pursuant to SEBI (Depositories and Participants) Regulations, 2018.

Out of total 63,555,555 issued and subscribed equity shares of the Company, 58,912,450 equity shares are listed on the NSE and BSE. The Company had forfeited 87,550 equity shares on August 31, 2004



SHREE RAMA MULTI-TECH LIMITED

shares for the non-payment of allotment money. In addition to this, Company has received listing approval on for 45,55,555 equity shares of Rs.5/- each upon conversion of warrants on April 28, 2022 and May 02, 2022 from BSE and NSE respectively and the trading permission for the said equity shares are under process.

(K) Distribution of Shareholding as on March 31, 2022:

No. of Equity Shares	No. of Holders	% To Holders	No. of Shares	% To Equity
1 - 500	12328	69.25	2150350	3.39
501 - 1000	2181	12.25	1918417	3.02
1001 - 2000	1299	7.30	2117465	3.34
2001 - 3000	556	3.12	1452000	2.29
3001 - 4000	293	1.65	1058718	1.67
4001 - 5000	303	1.70	1454768	2.29
5001 - 10000	436	2.45	3352479	5.28
10001 - 20000	212	1.19	3046897	4.80
20001 and above	193	1.08	46916911	73.92
TOTAL	21969	100.00	63468005	100.00

(L) Category-wise Shareholders as on March 31, 2022:

Sr. No.	Category of Shareholders	No. of Shares	Percentage
1	Resident Individuals	31418706	49.50
2	Overseas Corporate Bodies	97331	0.15
3	Non-Resident Indians	319927	0.50
4	Promoters Bodies Corporate	26982301	42.51
5	Clearing Members	37655	0.06
6	Non-Resident Indian Non Repatriable	175563	0.28
7	Bodies Corporates	2728860	4.30
8	NBFC	4592	0.01
9	HUF	1703070	2.68
	TOTAL	63468005	100.00

There are no outstanding Global Depository Receipts or American Depository Receipts or warrants or any convertible instruments or conversion date that may have impact on equity of the Company.

(M) Plant Location of Company:

The manufacturing unit of the Company is located at: Shree Rama Multi-Tech Limited, Block No. 1557, Vill.: Moti-Bhojan, Kalol-Khatraj Road, Ta.: Kalol, Dist: Gandhinagar, Gujarat.

(N) Details for Correspondence:

Registered Office

Shree Rama Multi-Tech Limited
301, Corporate House, Opp. Torrent House,
Income Tax, Ashram Road,
Ahmedabad – 380 009

Contact Details

Tel. No.: 079-27546800/ 6900
Email: cslegal@srmtl.com
Website: www.srmtl.com

- (O) The Company has obtained following credit ratings from CRISIL Limited during the Financial Year 2021-22:

Facilities Rated	Rating/Outlook
Long- Term Rating	CRISIL BBB-/Stable (Reaffirmed)
Long- Term Rating	CRISIL AA (CE) /Negative (Reaffirmed)

The details of credit ratings are also available on the company's website viz. www.srmtl.com

(P) Other Disclosures:

- (i) There were no materially significant related party transactions entered in to by the Company, during the Financial Year 2021-22 that may have potential conflict with the interests of the Company at large;
- (ii) The company has established vigil mechanism policy/ Whistle blower policy and the same has been placed on the Company's website. No personnel are denied access to the audit committee;
- (iii) During the Financial Year 2021-22, the Company has complied with mandatory requirements as prescribed under applicable provisions of SEBI (LODR) Regulations, 2015 and the non-mandatory requirements of the regulations are reviewed by the Board from time to time.
- (iv) The policy for determining 'material' subsidiaries and policy on dealing with related party transactions is disclosed on the Company's website: "<http://www.srmtl.com/Policy.html>"
- (v) The company do not deal in commodity price risks and commodity hedging activities hence the relative information is not provided for the Financial Year 2021-22.
- (vi) The Company has not raised funds through preferential allotment or qualified institutional placement.
- (vii) Shri Chirag Shah, Practicing Company Secretary has issued certificate that none of the Directors on the Board of the Company have been debarred or disqualified by the Securities and Exchange Board of India/ Ministry of Corporate Affairs or any such statutory authority from being appointed or continuing as directors of Companies.
- (viii) A compliance certificate from Shri Chirag Shah, Practicing Company Secretary pursuant to the requirements of Schedule V to the Listing Regulations regarding compliance of conditions of Corporate Governance is annexed hereto.
- (ix) The Board of Directors has considered and/ or accepted all the recommendations/ submissions of its Committees during Financial Year 2021-22.



SHREE RAMA MULTI-TECH LIMITED

(x) The total fees paid by the Company to the Statutory Auditor and all entities in the network firm/ network entity of which the Statutory Auditor is a part for all the services is Rs.4,50,000/- (Rupees Four Lakhs Fifty Thousand only).

(xi) Disclosure in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013:

Number of complaints filed during the financial year	0
Number of complaints disposed of during the financial year	0
Number of complaints pending as on the end of the financial year	0

(xii) The Board of Directors of the company has taken the initiatives to adopt the discretionary requirements as specified in Part E of Schedule II of SEBI (LODR) Regulations, 2015.

(xiii) None of the equity shares of the Company or any claims thereof are lying in the Demat suspense account / unclaimed suspense account.

(xiv) The Company has complied with all the mandatory requirements of the Listing Regulations.

COMPLIANCE OF CODE OF CONDUCT

The Company has adopted the Code of Conduct and ethics for Directors and Senior Management. The Code has been circulated to all the members of the Board and Senior Management and the same has been hosted on the Company's website www.srmtl.com. The Board members and senior management have affirmed their compliance with the code and a declaration signed by the Managing Director of the Company is given below:

"It is hereby confirmed that the Company has obtained from all members of the Board and senior management personnel affirmation that they have complied with the Code of Conduct for Directors and Senior Management of the Company for the year 2021-22."

Place: Moti-Bhoyan
Date: May 21, 2022

Shailesh K. Desai
Managing Director
(DIN: 01783891)

CERTIFICATE OF MANAGING DIRECTOR AND CHIEF FINANCIAL OFFICER ON CORPORATE GOVERNANCE

The Board of Directors,
M/s Shree Rama Multi-Tech Limited

We have reviewed the financial statements and the cash flow statement of Shree Rama Multi-Tech Limited for the financial year 2021-22 and certify that:

- a) These statements to the best of our knowledge and belief:
 - I. Do not contain any materially untrue statements or omit any material facts or contain statements that might be misleading;
 - II. Present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- b) To the best of our knowledge and belief, there are no transactions entered into by the Directors and Senior Management Personnel during the year, which are fraudulent, illegal or violative of the Company's Code of Conduct.
- c) We accept responsibility for establishing and maintaining internal controls for financial reporting and have evaluated the effectiveness of the internal control systems of the Company for such reporting. We have disclosed to the Auditors and the Audit Committee, deficiencies, if any, in the design or operation of such internal controls, of which we are aware of and the steps taken and/or proposed to be taken to rectify these deficiencies.
- d) We have also indicated to the Auditors and the Audit Committee.
 - (i) Significant changes in Internal Controls with respect to financial reporting during the year.
 - (ii) Significant changes in accounting policies during the Year and these have been disclosed in the notes to the financial statements.
- e) To the best of our knowledge and belief, there are no instances of significant fraud involving either the management or employees having a significant role in the Company's internal control systems with respect to financial reporting.

Place: Moti-Bhoyan
Date: May 21, 2022

Shailesh K. Desai
Managing Director
(DIN: 01783891)

Krunal Shah
Chief Financial Officer



SHREE RAMA MULTI-TECH LIMITED

COMPLIANCE CERTIFICATE ON CORPORATE GOVERNANCE

To,
The Members of
M/s Shree Rama Multi-Tech Limited

We have examined the compliance of conditions of Corporate Governance by Shree Rama Multi-Tech Limited for the year ended 31st March, 2022 stipulated in Regulations 17 to 27, clause (b) to (i) of sub-regulation (2) of Regulation 46 and paragraph C, D and E of Schedule V of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 pursuant to the Listing Agreement of the said company with stock exchanges.

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

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has fully complied with all the mandatory conditions of Corporate Governance as stipulated in Chapter IV of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 pursuant to the Listing Agreement of the said company with stock exchanges.

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

Place: Ahmedabad
Date: 21st May, 2022

Chirag Shah
Partner
Chirag Shah & Associates
FCS No.5545
C. P. No.:3498
UDIN : F005545D000360482

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

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

To,
The Members of
SHREE RAMA MULTI-TECH LIMITED
Registered Office - 301, Corporate House,
Opp. Torrent House, Income Tax,
Ahmedabad 380009.

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **Shree Rama Multi-Tech Limited** having CIN L25200GJ1993PLC020880 and having registered office at Registered Office - 301, Corporate House, Opp. Torrent House, Income Tax, Ahmedabad 380009. (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

Sr. No.	Name of Director	DIN	Date of appointment in Company
1	Mr. Shailesh Khushaldas Desai	01783891	03/08/2015
2	Mr. Hemal Rohitkumar Shah	07338419	27/11/2015
3	Mr. Mittal Karsanbhai Patel	03619139	10/02/2015
4	Mr. Shalin Sudhakarbhai Patel	01779902	09/02/2016
5	Mr. Pathik Chandrakant Shah	00076715	29/12/2005
6	Ms. Vandana Chandresh Patel	07010646	26/05/2015

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

Place: Ahmedabad
Date: 21st May, 2022

For, Chirag Shah and Associates

Chirag Shah
Membership No. 5545
CP No.: 3498
UDIN : F005545D000360482



INDEPENDENT AUDITOR'S REPORT

To
The Members of
Shree Rama Multi-Tech Limited

Report on the Audit of the Standalone Financial Statements

Qualified Opinion

We have audited the accompanying standalone financial statements of **Shree Rama Multi-Tech Limited** (the 'Company') which comprise the Balance Sheet as at March 31, 2022, and the statement of Profit and Loss (including other comprehensive income), statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, **except for the matters described in the basis for qualified opinion para below**, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under Sec. 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 as amended ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and its loss, total comprehensive loss, the changes in equity and its cash flows for the year then ended on that date.

Basis for Qualified Opinion

- a. *The Company has made borrowings in the form of loans, debentures, etc. in earlier years which are under settlement. During the year the Company has not provided interest of Rs.854.72 Lakhs on such outstanding borrowings. The accumulated interest on such borrowings not provided for past several years upto 31/3/2022 is Rs.17,247.37 Lakhs.*

If the provision for interest is made, the loss for the current year would have increased by Rs.854.72 Lakhs and accumulated losses upto 31/3/2022 would have increased by Rs.854.72 Lakhs and accordingly net loss for the current year would have been 1330.37 Lakhs and accumulated losses upto 31/3/2022 would have been Rs.47213.82 Lakhs (Refer Note No. 49.6 of financial statements).

- b. *Non-consolidation of accounts of Shree Rama (Mauritius) Limited (Wholly Owned Subsidiary) as per Section 129 of the Act & Ind AS 110 issued by the Institute of Chartered Accountants of India for the reasons specified in Note No. 39 of the financial results.*

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

Annual Report 2021-22

ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion on the standalone financial statements.

Emphasis of Matter

- a. We draw attention to Note No. 49.5 of the financial statements. The Hon'ble High Court of Gujarat has passed an order dated 20/2/2020, whereby the O.J. Appeal filed by the Company against the order of single bench of Hon'ble High Court of Gujarat in respect of Scheme of Compromise and Arrangement u/s 391(1) of Companies Act, 1956 has been dismissed. The Company has filed Review Application on 02/11/2020 before the Hon'ble High Court of Gujarat.
- b. We draw attention to Note No. 49.7 of the financial statements. The Company has entered into a Settlement Agreement with certain lenders for waiver of interest and other charges as may be applicable, subject to repayment of principal amount with respect to such loans and debentures on or before 31st July, 2022 or such other extended date permitted by the lenders at their sole discretion. Further, the Preference Shareholder has also waived the right to receive the dividend accumulated on the Preference Shares and accumulated interest on delayed payment provided that the Company redeems the outstanding preference shares by 31st July, 2022 or such other extended date permitted by the Preference Shareholder at his sole discretion. Necessary accounting entries shall be passed after the Company makes the payments as per the terms agreed by lenders/Preference Shareholder.

Our opinion is not modified in respect of the above matters.

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. We have determined the matters described below to be the key audit matters to be communicated in our report.

Key Audit Matter	Auditor's Response
<u>Provisions and Contingent Liabilities relating to taxation, litigations and claims</u> The provisions and contingent liabilities relate to ongoing litigations and claims with various authorities and third parties. These relate to income tax, general legal proceedings and other eventualities arising in the regular course of business. The computation of a provision or contingent liability requires significant judgement by the Company because of the inherent complexity in estimating future costs. The amount recognised as a provision is the best estimate of the expenditure. The provisions and contingent liabilities are subject to changes in the outcomes of litigations and claims	<u>Principal Audit Procedures included :</u> <ul style="list-style-type: none">• Understanding the process followed by the Company for assessment and determination of the amount of provisions and contingent liabilities relating to taxation, litigations and claims.• Evaluating the design and implementation and testing operating effectiveness of key internal controls around the recognition and measurement of provisions and re-assessment of contingent liabilities.• Inquiring the status in respect of significant provisions and contingent liabilities with the Company's internal tax and legal team,



Key Audit Matter	Auditor's Response
and the positions taken by the Company. It involves significant judgement and estimation to determine the likelihood and timing of the cash outflows and interpretations of the legal aspects, tax legislations and judgements previously made by authorities.	<p>including challenging the assumptions and critical judgements made by the Company which impacted the computation of the provisions and inspecting the computation.</p> <ul style="list-style-type: none">Assessing the Company's disclosures in the standalone financial statements in respect of provisions and contingent liabilities.

Information other than Standalone Financial Statements and Auditor's Report thereon

The Company's Board of Directors is responsible for the Other Information. The Other Information comprises the information included in the Board's Report including Annexures to Board's Report, but does not include the standalone financial statements and our auditor's reports 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 identified above and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, 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 the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgement and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively or ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not 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.

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

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

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

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



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

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

Report on Other Legal and Regulatory Requirements

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

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief are necessary for the purpose of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid Standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act.
- (e) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164(2) of the Act.
- (f) With respect to the adequacy of internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure A".
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid/provided by the Company to its directors during the year is in accordance with the provisions of section 197 read with Schedule V to the Companies Act, 2013.

- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us :
 - i. The Company has disclosed the impact of pending litigations on the financial position of its financial statements (Refer Note No. 49 to the financial statements);
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

Annual Report 2021-22

- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company except dividend mentioned in Note No. 49.3(b).
 - iv. (a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the ultimate beneficiaries.
 - (b) The management has represented that, to the best of its knowledge and belief, no funds have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the ultimate beneficiaries.
 - (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
 - v. The Company has neither declared nor paid any dividend during the year.
2. As required by the Companies (Auditor's Report) Order, 2020 (the "Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

For, Chandulal M. Shah & Co.,
Chartered Accountants
Firm Reg. No. 101698W

Place: Ahmedabad
Date: 21/05/2022

CA Chetan S. Panchal
Partner
Membership No. 147415
UDIN: 22147415AJITQN5640



Annexure “A” to the Independent Auditors’ Report

(Referred to in paragraph 1(f) under “Report on Other Legal and Regulatory Requirements section of our report to the members of Shree Rama Multi-Tech Limited of even date)

Report on the Internal Financial Controls under Clause (1) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls with reference to the Standalone Financial Statements of Shree Rama Multi-Tech Limited (“the Company”) as at 31 March 2022 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 controls over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor’s Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls with reference to the Standalone Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing (“SA”), prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to the Standalone Financial Statements. Those SAs and the Guidance Note require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to the Standalone Financial Statements were established and maintained and whether such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to the Standalone Financial Statements and their operating effectiveness. Our audit of internal financial controls with reference to the Standalone Financial Statements included obtaining an understanding of internal financial controls with reference to the Standalone Financial Statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the Standalone 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 with reference to the Standalone Financial Statements.

Meaning of Internal Financial Controls with reference to these standalone financial statements

A company’s internal financial controls with reference to the Standalone Financial Statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the

preparation of Standalone Financial Statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to the Standalone Financial Statements include those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Standalone Financial Statements in accordance with generally accepted accounting principles, and that receipts and 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 Standalone Financial Statements.

Inherent Limitations of Internal Financial Controls With Reference to these Standalone Financial Statements

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

Opinion

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

For, Chandulal M. Shah & Co.,
Chartered Accountants
Firm Reg. No. 101698W

Place: Ahmedabad
Date: 21/05/2022

CA Chetan S. Panchal
Partner
Membership No. 147415
UDIN: 22147415AJITQN5640



Annexure “B” to the Independent Auditors’ report

(Referred to in paragraph 2 under “Report on Other Legal and Regulatory Requirements section of our report to the members of Shree Rama Multi-Tech Limited of even date)

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

- i. In respect of Company’s Property, Plant and Equipment and Intangible Assets :
 - (a) (A) The Company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right-of-use assets.
 - (B) The Company is maintaining proper records showing full particulars of intangible assets.
 - (b) The Property, Plant & Equipment and right-of-use assets have been physically verified by the management in a phased manner, designed to cover all the items 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. According to information and explanation given to us, no material discrepancies were noticed on such verification.
 - (c) The title deeds of immovable properties as disclosed in Note No. 2 on “Property, Plant and Equipment” and Note No. 14 on “Assets Held for Sale” to the financial statement are mortgaged with lenders and as informed to us same are in the name of the company.
 - (d) According to the information and explanations given to us, the Company has not revalued its property, plant and Equipment (including Right of Use assets) and its intangible assets.
 - (e) According to the information and explanations given to us, no proceeding has been initiated or pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder.
- ii.
 - (a) The inventories were physically verified during the year by the Management at reasonable intervals. In our opinion and according to the information and explanations given to us, the coverage and procedure of such verification by the Management is appropriate having regard to the size of the Company and the nature of its operations. No discrepancies of 10% or more in the aggregate for each class of inventories were noticed on such physical verification of inventories when compared with books of account.
 - (b) The Company has been sanctioned working capital limits in excess of Rs.5 crores in aggregate from Banks on the basis of security of current assets. Quarterly returns / statements are filed with such Banks which are not in agreement with the books of account. Details of the same are as below.

(Rs. In Lakhs)

Quarter	Particulars of Current assets provided as security	Amount as per books of accounts	Amount as per Quarterly returns / statements	Difference
June-2021	Inventory and Trade	4941.92	4604.69	337.23

Annual Report 2021-22

Quarter	Particulars of Current assets provided as security	Amount as per books of accounts	Amount as per Quarterly returns / statements	Difference
	Receivable			
September-2021	Inventory and Trade Receivable	5109.87	5312.88	(203.01)
December-2021	Inventory and Trade Receivable	5991.84	5776.85	214.99
March-2022	Inventory and Trade Receivable	5968.43	5444.97	523.46

iii. The Company has not made any investments in, provided any guarantee or security to companies, firms, Limited Liability Partnerships or any other parties during the year. The Company has granted loans or advances in the nature of loans to other parties, in respect of which :

(a) The Company has provided interest-free unsecured loans or advances in the nature of loans during the year and details of which are given below:

Particulars	Aggregate Amount during the year (Rs. In Lakhs)	Balance outstanding at the balance sheet date (Rs. In Lakhs)
- Subsidiaries	Nil	Nil
- Joint Ventures	Nil	Nil
- Associates	Nil	Nil
- Others (employees including KMP)	4.50	1.90

The Company has not given guarantee or provided security to any other entity during the year.

(b) The grant of all the above-mentioned loans or advances in the nature of loans to employees are, in our opinion, prima facie, not prejudicial to the interest of the Company.

(c) In respect of interest-free loans or advances in the nature of loans provided by the Company to its employees, the schedule of repayment of principal has been stipulated except one case and the repayments of principal amounts are regular as per stipulation in such cases.

In case of the loans and advances in the nature of loan, schedule of repayment of principal and payment of interest have not been stipulated. In the absence of stipulation of repayment terms are unable to comment on the regularity of repayment of principal and payment of interest.

(d) According to information and explanations given to us and based on the audit procedures performed in respect of loans granted and advances in the nature of loans provided by the Company, there is no overdue amount remaining outstanding as at the balance sheet date.

(e) No loan or advance in the nature of loan granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties.



SHREE RAMA MULTI-TECH LIMITED

- (f) The Company has granted Loans or advances in the nature of loans which are repayable on demand or without specifying any terms or period of repayment, details of which are given below:

Particulars	All parties	Promoters	Related Parties
Aggregate amount of loans or advances in the nature of loans which are repayable on demand or without specifying any terms or period of repayment	Rs.4.50 Lakhs	Nil	Rs.4.50 Lakhs
Percentage thereof to the total loans granted	100%	Nil	100%

- iv. In our opinion and according to the information and explanations given to us, the Company has not granted loan or made investment or given guarantee or provided security as provided in the section 185 and 186 of the Companies Act, 2013. Hence reporting under clause (iv) of the Order is not applicable.
- v. The Company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause (v) of the Order is not applicable.
- vi. We have broadly reviewed the books of accounts maintained by the Company pursuant to the Rules made by the Central Government for maintenance of cost records under section 148 of the Act, and are of the opinion, that prima facie, the prescribed accounts and records have been made and maintained. We have, however, not made a detailed examination of the said records with a view to determine whether they are accurate or complete.
- vii. In respect of statutory dues:
- (a) The company has been generally regular in depositing undisputed statutory dues including Goods and Service tax, Provident Fund, Income-tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, cess and other material statutory dues applicable to it with the appropriate authorities. We have been informed that the provisions of the Employees' State Insurance Act, 1948 are not applicable to the Company. There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Income-tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, cess and other material statutory dues in arrears as at March 31, 2022 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, there are no statutory dues referred to in sub-clause (a) above which have not been deposited as on 31st March, 2022 on account of any dispute, except the following:

Name of the Statute	Nature of dues	Amount (Rs. In Lakhs)	Period to which the amount relates	Forum where the dispute is pending
Income Tax Act, 1961	Penalty Sec.271(1)(c)	71.27	A.Y.2009-10	ITAT-AHEMDABAD
Income Tax Act, 1961	Penalty Sec.271(1)(c)	331.07 453.46 291.98	A.Y.2002-03 A.Y.2003-04 A.Y.2004-05	Gujarat High Court

Annual Report 2021-22

Name of the Statute	Nature of dues	Amount (Rs. In Lakhs)	Period to which the amount relates	Forum where the dispute is pending
Central Excise Act, 1944	Excise & Penalty	262.90	F.Y. 2004-05	Gujarat High Court
Central Excise Act, 1944 & Finance Act, 1994	Excise & Service Tax	10.73	March 2014 to March 2016	Deputy Commissioner, GST, Kalol Division

- viii. There were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.
- ix. (a) The Company has defaulted in respect of loans and other borrowings as below for which the Company has filed scheme of Arrangement and Compromise as mentioned in Note No. 49.5 of the Notes on Accounts:

Nature of Borrowing	Name of the lender	Amount not paid on due date (Rs. In Lakhs)		Nos. of days delay or unpaid
		Principal	Interest	
Term Loan	Nirma Chemical Works Private Limited	2500.00	7226.42	Since F.Y. 2002-03
Debentures	Nirma Chemical Works Private Limited	3000.00	7884.41	Since F.Y. 2002-03
Debentures	Nirma Chemical Works Private Limited	477.36	1526.47	Since F.Y. 2002-03
Debentures	Nirma Credit and Capital Private Limited	194.50	610.06	Since F.Y. 2002-03

- (b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (c) The Company has not taken any term loan during the year and hence reporting under clause (ix)(c) of the Order is not applicable.
- (d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
- (e) According to the information explanation given to us and on an overall examination of the financial statements of the Company, we report that the company has not taken any funds from an any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- (f) The Company has not raised loans during the year on the pledge of securities held in its subsidiaries or joint ventures or associate companies. Hence reporting under clause (ix)(f) of the Order is not applicable.



SHREE RAMA MULTI-TECH LIMITED

- x. (a) The company did not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause x(a) of the Order is not applicable.
- (b) The Company has not made any preferential allotment or private placement of shares or fully or convertible debentures (fully, partly or optionally convertible) during the year under review and hence reporting under clause x(b) of the Order is not applicable.
- xi. (a) To the best of our knowledge, no fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- (c) As represented to us by the Management, there were no whistle blower complaints received by the Company during the year.
- xii. The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
- xiii. In our opinion, the Company is in compliance with Section 177 and 188 of Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- xiv. (a) In our opinion, the Company has an adequate internal audit system commensurate with the size and the nature of its business.
- (b) We have considered the internal audit reports for the year under audit issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.
- xv. In our opinion, the Company has not entered into any non-cash transactions with directors or persons connected with its directors during the year. Hence provisions of Section 192 of the Companies Act, 2013 are not applicable to the Company.
- xvi. (a) In our opinion and according to information and explanations given to us, the Company is not required to be registered under section 45IA of the Reserve Bank of India Act, 1934.
- (b) In our opinion, the Company has not conducted any Non-Banking Financial or Housing Finance activities without any valid Certificate of Registration from Reserve Bank of India. Hence, the reporting under paragraph clause 3 (xvi)(b) of the Order are not applicable to the Company
- (c) The Company is not a Core investment Company (CIC) as defined in the regulations made by Reserve Bank of India. Hence, the reporting under paragraph clause 3 (xvi)(c) of the Order are not applicable to the Company.
- (d) The Company does not have any CIC as part of its group. Hence the provisions stated in paragraph clause 3 xvi (d) of the order are not applicable to the company
- xvii. After considering the effect of our audit qualification reported in paragraph (a) of the Basis for Qualified Opinion section of our Audit Report, the Company has incurred cash losses amounting to

Annual Report 2021-22

Rs.691.41 Lakh during the financial year covered by our audit but had not incurred cash losses in the immediately preceding financial year.

xviii. There has been no resignation of the statutory auditors of the Company during the year.

xix. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

xx. The Company was not having net worth of rupees five hundred crore or more, or turnover of rupees one thousand crore or more or a net profit of rupees five crore or more during the immediately preceding financial year and hence, provisions of Section 135 of the Act are not applicable to the Company during the year. Accordingly, reporting under clause 3(xx) of the Order is not applicable for the year.

For, Chandulal M. Shah & Co.,
Chartered Accountants
Firm Reg. No. 101698W

Place: Ahmedabad
Date: 21/05/2022

CA Chetan S. Panchal
Partner
Membership No. 147415
UDIN: 22147415AJITQN5640



SHREE RAMA MULTI-TECH LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2022

(Rs. in Lakhs)

Particulars		Notes	As at 31 st March, 2022	As at 31 st March, 2021
I ASSETS				
1) Non-current assets				
(a) Property, Plant and Equipment	2		5,393.90	6,022.00
(b) Intangible assets	3		0.90	1.48
(c) Right of Use Assets	52.4		1.22	4.88
(d) Financial Assets				
(i) Investments	4		0.34	0.31
(ii) Other Financial Assets	5		26.50	6.54
(e) Other non-current assets	6		66.19	40.94
(f) Income Tax Asset (Net)			351.16	318.65
2) Current assets				
(a) Inventories	7		3,244.94	2,143.73
(b) Financial Assets				
(i) Trade receivables	8		2,789.41	2,331.27
(ii) Cash and cash equivalents	9		12.72	3.16
(iii) Bank balances other than (ii) above	10		-	234.18
(iv) Loans	11		1.90	1.60
(v) Other Financial Assets	12		0.75	58.97
(c) Other current assets	13		312.55	163.48
Assets held for sale	14		247.35	247.35
TOTAL ASSETS			12,449.83	11,578.54
II EQUITY AND LIABILITIES				
1) Equity				
(a) Equity Share capital	15		3,176.03	3,176.03
(b) Other Equity	16		(825.41)	(349.76)
2) LIABILITIES				
Non-current liabilities				
(a) Financial Liabilities				
(i) Borrowings	17		6,838.53	6,838.53
(ii) Lease Liability			-	1.38
(iii) Other financial liabilities	18		160.97	161.65
(b) Provisions	19		145.40	139.22
Current liabilities				
(a) Financial Liabilities				
(i) Borrowings	20		1,087.94	120.11
(ii) Lease Liability			1.38	3.89
(iii) Trade payables	21			
Total Outstanding dues of Micro and Small Enterprises			333.31	361.51
Total Outstanding dues of Creditors other than Micro and Small Enterprises			961.57	842.07
(iv) Other financial liabilities	22		123.10	144.82
(b) Other current liabilities	23		436.09	119.98
(c) Provisions	24		10.92	19.11
TOTAL EQUITY AND LIABILITIES			12,449.83	11,578.54
Significant Accounting Policies and Notes on Financial Statements		1 to 58		

As per our report of even date attached herewith

For and on behalf of the Board

For Chandulal M. Shah & Co.
Chartered Accountants
FRN: 101698W

Shailesh Desai
Managing Director
(DIN: 01783891)

Hemal Shah
Whole Time Director
(DIN: 07338419)

Chetan S. Panchal
Partner M. No.: 147415

Krunal Shah
Chief Financial Officer

Sandip Mistry
Company Secretary

Place : Ahmedabad
Date : 21/05/2022

Place : Moti-Bhoyan
Date : 21/05/2022

Annual Report 2021-22

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

(Rs. in Lakhs)

	Particulars	Notes	2021-22	2020-21
I	INCOME			
	Revenue from operations	25	15,031.47	13,580.13
	Other income	26	42.07	20.17
	Total Income		15,073.54	13,600.30
II	EXPENSES			
	Cost of materials consumed	27	10,676.73	7,411.53
	Changes in inventories of finished goods, Stock-in -Trade and work-in-progress	28	(829.70)	364.72
	Employee benefits expense	29	1,588.09	1,541.37
	Finance costs	30	65.62	88.16
	Depreciation and amortization expense	31	665.07	767.83
	Other expenses	32	3,399.96	3,083.39
	Total Expenses		15,565.77	13,257.00
III	Profit/(Loss) before tax		(492.23)	343.30
IV	Tax Expenses			
	Current Tax		-	-
	Deferred Tax		-	-
V	Profit/(Loss) for the year		(492.23)	343.30
VI	Other Comprehensive Income			
	Items that will not be reclassified to profit or loss			
	a) Remeasurement of defined employee benefit plans		16.58	18.36
	b) Income tax relating to item (a) above		-	-
VII	Total Comprehensive Income/(Loss) for the year		(475.65)	361.66
VIII	Earning per Equity Shares of Rs.5 each	33		
	(i) Basic		(0.78)	0.54
	(ii) Diluted		(0.78)	0.54
	Significant Accounting Policies and Notes on Financial Statements	1 to 58		

As per our report of even date attached herewith

For and on behalf of the Board

For Chandulal M. Shah & Co.
Chartered Accountants
FRN: 101698W

Shailesh Desai
Managing Director
(DIN: 01783891)

Hemal Shah
Whole Time Director
(DIN: 07338419)

Chetan S. Panchal
Partner M. No.: 147415

Krunal Shah
Chief Financial Officer

Sandip Mistry
Company Secretary

Place : Ahmedabad
Date : 21/05/2022

Place : Moti-Bhoyan
Date : 21/05/2022



SHREE RAMA MULTI-TECH LIMITED

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

(Rs. in Lakhs)

Particulars	2021-22	2020-21
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) before tax from continuing operations (including OCI)	(475.65)	361.66
<i>Adjustments to reconcile profit/(loss) before tax to net cash flows:</i>		
Depreciation and amortisation expenses	665.07	767.83
Provision/(Reversal) for Bad and doubtful debts	(1.00)	4.24
Finance costs	65.62	88.16
Interest Income	(35.52)	(19.27)
Unreliated Exchange Difference	(9.53)	(9.21)
(Profit) / Loss on Sale of Property, Plant and Equipment (Net)	0.77	14.76
Sundry balances Written off / (back)	(1.25)	0.32
	208.51	1,208.49
<i>Working capital adjustments:</i>		
(Increase)/Decrease in Trade and Other Receivables	(564.56)	(505.10)
(Increase)/Decrease in Inventories	(1,101.21)	355.11
Increase/(Decrease) in Trade and Other Payables	384.95	(973.84)
	(1,072.31)	84.66
Less : Direct Taxes paid (Net of Refunds)	(8.96)	(6.74)
Net cash flows from/(used in) operating activities	(1,081.27)	77.92
CASH FLOW FROM INVESTING ACTIVITIES		
Proceeds from sale of property, plant and equipment (including Discarded)	8.96	5.02
(Investment)/Maturity in Fixed Deposits	214.04	(24.18)
Purchase of property, plant and equipment	(42.46)	(113.98)
Interest received	11.97	19.27
Net cash flows from/(used in) investing activities	192.51	(113.87)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Borrowings (net)	967.83	115.31
Interest Paid	(65.62)	(88.16)
Payment of Lease Liability	(3.89)	(3.54)
Net cash flows from/(used in) financing activities	898.32	23.61
Net increase / (decrease) in cash and cash equivalents	9.56	(12.34)
Add : Cash and cash equivalents at the beginning of the year	3.16	15.50
Cash and cash equivalents at year end	12.72	3.16

As per our report of even date attached herewith

For and on behalf of the Board

For Chandulal M. Shah & Co.
Chartered Accountants
FRN: 101698W

Shailesh Desai
Managing Director
(DIN: 01783891)

Hemal Shah
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Partner M. No.: 147415

Krunal Shah
Chief Financial Officer

Sandip Mistry
Company Secretary

Place : Ahmedabad
Date : 21/05/2022

Place : Moti-Bhojan
Date : 21/05/2022

Annual Report 2021-22

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH, 2022

a. Equity Share capital

(Rs. in Lakhs)

Particulars	As at 31/03/2022		As at 31/03/2021	
	Number	Rs.	Number	Rs.
Equity shares of Rs.5 each				
Fully paid up	63,468,005	3,173.40	63,468,005	3,173.40
Add: Forfeited Share Capital	87,550	2.63	87,550	2.63
	63,555,555	3,176.03	63,555,555	3,176.03

b. Other Equity

(Rs. in Lakhs)

Particulars	Reserves and Surplus						Total
	Securities Premium Reserve	Capital Redemption Reserve	Debenture Redemption Reserve	Warrants Forfeited Account	General Reserve	Retained Earnings	
Balance at 1 st April, 2020	22825.95	333.33	4024.33	39.56	1917.87	(29852.46)	(711.42)
Total Comprehensive Income for the year	0.00	0.00	0.00	0.00	0.00	361.66	361.66
Balance at 31 st March, 2021	22825.95	333.33	4024.33	39.56	1917.87	(29490.80)	(349.76)
Balance at 1 st April, 2021	22825.95	333.33	4024.33	39.56	1917.87	(29490.80)	(349.76)
Total Comprehensive Income for the year	0.00	0.00	0.00	0.00	0.00	(475.65)	(475.65)
Balance at 31 st March, 2022	22825.95	333.33	4024.33	39.56	1917.87	(29966.45)	(825.41)

Gain of Rs.16.58 lakhs and Rs.18.36 lakhs on remeasurement of defined employee benefit plans is recognised as a part of retained earnings for the years ended March 31, 2022 and 2021 respectively.

As per our report of even date attached herewith

For and on behalf of the Board

For Chandulal M. Shah & Co.
Chartered Accountants
FRN: 101698W

Shailesh Desai
Managing Director
(DIN: 01783891)

Hemal Shah
Whole Time Director
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Partner M. No.: 147415

Krunal Shah
Chief Financial Officer

Sandip Mistry
Company Secretary

Place : Ahmedabad
Date : 21/05/2022

Place : Moti-Bhoyan
Date : 21/05/2022



SHREE RAMA MULTI-TECH LIMITED

NOTE 1 : Notes to Financial Statements

[A] Corporate Information:

The company is incorporated in India and is a leading Packaging solution provider. The Company has its wide market in local as well foreign market. The Company sells its products through established network. Its shares are listed on National Stock Exchange of India Limited and BSE Limited.

The Financial Statements were authorized for issue in accordance with a resolution of the directors on May 21, 2022.

[B] Significant Accounting Policies:

a) Basis of preparation

(i) Compliance with Ind AS

These financial statements have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 ('Act') read with the Companies (Indian Accounting Standards) Rules, 2015 as amended and other relevant provisions of the Act.

(ii) Historical cost convention

The financial statements have been prepared on a historical cost basis, except for the following:

- 1) certain financial assets and liabilities that are measured at fair value;
- 2) defined benefit plans - plan assets measured at fair value;
- 3) assets held for sale – measured at lower of carrying amount of fair value less cost to sell

(iii) Current non-current classification

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle (twelve months) and other criteria set out in the Schedule III to the Act.

(iv) Rounding of amounts

All amounts disclosed in the financial statements and notes have been rounded off to the nearest lakh as per the requirement of Schedule III, unless otherwise stated.

b) Key accounting estimates and judgements

The estimates and judgements used in the preparation of the financial statements are continuously evaluated by the Company and are based on historical experience and various other assumptions and factors (including expectations of future events) that the Company believes to be reasonable under the existing circumstances. Differences between actual results and estimates are recognised in the period in which the results are known / materialised.

The said estimates are based on the facts and events, that existed as at the reporting date, or that occurred after that date but provide additional evidence about conditions existing as at the reporting date.

c) Fair value measurement

The fair values of the financial assets and liabilities are measured at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

All financial instruments are initially recognized and subsequently re-measured at fair value as described below:

- 1) The fair value of investment in quoted equity shares and mutual funds is measured at quoted price or NAV respectively.
- 2) Financial instruments with fixed and variable interest rates are evaluated by the Company based on parameters such as interest rates and individual credit worthiness of the counterparty. Based on the evaluation, allowances are taken to account for the expected losses of these receivables.
- 3) The fair value of forward foreign exchange contracts and currency swaps is determined using forward exchange rates and yield curves at the balance sheet date.

The company uses the following hierarchy for determining and disclosing the fair values of financial instruments by valuation technique:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than the quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

At each reporting date, the management analyses the movements in the values of assets and liabilities which are required to be re-measured or re-assessed as per the Company's accounting policies. For this analysis, the management verifies the major inputs applied in the latest valuation by agreeing the information in the valuation computation to contracts and other relevant documents.

The management, in conjunction with the Company's external valuers, wherever required,, also compares the change in the fair value of each asset and liability with relevant external sources to determine whether the change is reasonable on yearly basis.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy, as explained above.

d) Property, plant and equipment

Freehold land is carried at cost. All other items of property, plant and equipment are stated at cost less depreciation and impairment, if any. Historical cost includes expenditure that is directly attributable to the acquisition of the items.



SHREE RAMA MULTI-TECH LIMITED

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to the Statement of Profit and Loss during the reporting period in which they are incurred.

All expenditure incurred towards fixed assets including expenditure incurred during construction / new projects are accumulated and shown as capital work in progress and not depreciated until such assets are ready for commercial use.

Depreciation methods, estimated useful lives and residual value

Depreciation is provided on a Straight Line Method over the estimated useful lives of assets.

The Company depreciates its property, plant and equipment over the useful life in the manner prescribed in Schedule II to the Act, and management believe that useful life of assets are same as those prescribed in Schedule II to the Act, except for certain plant and machinery which based on an independent technical evaluation, life has been estimated as 20 years (on multiple shift basis) and for cylinders life has been estimated as 5 years, which is different from that prescribed in Schedule II to the Act.

Useful life considered for calculation of depreciation for various assets class are as follows-

Factory Building	30 years
Non- Factory Building	60 years
Plant and Machinery	5/15/20 years
Furniture and Fixtures	10 years
Office Equipment	5 years
Vehicles	8 years

The residual values are not more than 5% of the original cost of the asset. The assets residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in the Statement of Profit and Loss.

e) Intangible Assets

Computer software are stated at cost, less accumulated amortisation and impairments, if any.

Amortisation method and useful life

The Company amortizes computer software using the straight-line method over the period of 3 years. Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in the Statement of Profit and Loss.

f) Cash and Cash Equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, cash at bank, deposits held at call with financial institutions, other short-term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

g) Inventories

Items of inventories of Raw Material, Finished goods, Spares and Stores, Packing Material & Fuel are valued at lower of cost or net realizable value except waste which is valued at estimated net realizable value. Cost of inventories comprise of cost of purchase, cost of conversion and other costs including manufacturing overheads incurred in bringing them to their respective present location and condition. Cost is determined on weighted average method.

Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale. Obsolete, slow-moving and defective inventories are identified by management and wherever necessary, provision is created for such inventories.

h) Financial instruments

i. Recognition and initial measurement

All financial assets and financial liabilities are initially recognized when the Company becomes a party to the contractual provisions of the instrument.

A financial asset or financial liability is initially measured at fair value plus, for an item not at fair value through profit and loss (FVTPL), transaction costs that are directly attributable to its acquisition or issue.

ii. Classification and subsequent measurement

Financial assets

On initial recognition, a financial asset is classified as measured at

- amortized cost;
- Fair Value through Other Comprehensive Income (FVOCI) – equity investment; or
- Fair Value Through Profit and Loss (FVTPL)

Financial assets are not reclassified subsequent to their initial recognition, except if and in the period the Company changes its business model for managing financial assets.

A financial asset is measured at amortized cost if it meets both of the following conditions and is not designated as at FVTPL:

- the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and



- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

On initial recognition of an equity investment that is not held for trading, the Company may irrevocably elect to present subsequent changes in the investment's fair value in OCI. (designated as FVOCI – equity investment). This election is made on an investment-by-investment basis.

All financial assets not classified as measured at amortized cost or FVOCI as described above are measured at FVTPL. This includes all derivative financial assets. On initial recognition, the Company may irrevocably designate a financial asset that otherwise meets the requirements to be measured at amortized cost or at FVOCI or at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

Financial liabilities

Financial liabilities are classified as measured at amortized cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held-for-trading, or it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognized in profit or loss. Other financial liabilities are subsequently measured at amortized cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognized in profit or loss. Any gain or loss on de-recognition is also recognized in profit or loss.

iii. De-recognition

Financial assets

The company de-recognizes a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the company neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset.

If the company enters into transactions whereby it transfers assets recognized on its balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognized.

Financial liabilities

The company de-recognizes a financial liability when its contractual obligations are discharged or cancelled, or expire. The company also de-recognizes a financial liability when its terms are modified and the cash flows under the modified terms are substantially different. In this case, a new financial liability based on the modified terms is recognized at fair value. The difference between the carrying amount of the financial liability extinguished and the new financial liability with modified terms is recognized in profit or loss.

iv. Off-setting

Financial assets and financial liabilities are offset and the net amount presented in the balance sheet when, and only when, the company currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realize the asset and settle the liability simultaneously.

i) Segment Reporting:

The Company's Chief Operating Decision Maker (CODM) examines the Company's performance from business and geographic perspective. In accordance with Ind AS-108 - Operating Segments, evaluation by the CODM and based on the nature of activities performed by the Company, which primarily relate to Packaging solution provider, the Company does not operate in more than one business segment.

j) Borrowings

Borrowings are initially recognized at net of transaction costs incurred and measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the Statement of Profit and Loss over the period of the borrowings using the effective interest method.

Preference shares, which are mandatorily redeemable on a specific date are classified as liabilities.

k) Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

l) Provisions and contingent liabilities

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognised for future operating losses.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expense.

Contingent Liabilities are disclosed in respect of possible obligations that arise from past events but their existence will be confirmed by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the Company or where any present obligation cannot be measured in terms of future outflow of resources or where a reliable



SHREE RAMA MULTI-TECH LIMITED

estimate of the obligation cannot be made. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

m) Revenue recognition

The Company recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the Company and specific criteria have been met for each of the Company's activities as described below.

Sale of goods

Revenue from sale of goods is recognised when control of the products being sold is transferred to our customers and there are no longer any unfulfilled obligations. The performance obligations in our contracts are fulfilled at the time of dispatch, delivery or upon formal customer acceptance depending on customer terms.

Sales Return

The Company recognises provision for sales return, on the basis of mutual satisfaction which is measured at the Sales value excluding taxes & duties.

Other operating revenue:

Export Incentives under various schemes are accounted in the year in which right to receive is irrevocably established.

Other revenue:

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable rate of interest.

Interest received on delayed payment is accounted on receipt basis.

Revenue in respect of insurance/other claims etc, is recognized only when it is reasonably certain that the ultimate collection will be made.

Dividends

Dividends are generally recognised in the Statement of Profit and Loss only when the right to receive payment is established.

n) Employee benefits

(i) Short-term obligations

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled.

(ii) Other long-term employee benefit obligations

The liabilities for earned leave and sick leave that are not expected to be settled wholly within 12 months are measured as the present value of expected future payments to be

made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method.

(iii) Post-employment obligations

The Company operates the following post-employment schemes:

- (a) defined benefit plans such as gratuity ; and
- (b) defined contribution plans such as provident fund.

Gratuity obligations

The liability or asset recognised in the balance sheet in respect of defined benefit plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method.

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the Statement of Profit and Loss.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

Defined Contribution Plans

Defined Contribution Plans such as Provident Fund, etc., are charged to the Statement of Profit and Loss as incurred.

Termination benefits

Termination benefits are payable when employment is terminated by the Company before the normal retirement date, or when an employee accepts voluntary redundancy in exchange for these benefits. The Company recognises termination benefits at the earlier of the following dates: (a) when the Company can no longer withdraw the offer of those benefits; and (b) when the Company recognises costs for a restructuring that is within the scope of Ind AS 37 and involves the payment of terminations benefits. In the case of an offer made to encourage voluntary redundancy, the termination benefits are measured based on the number of employees expected to accept the offer. Benefits falling due more than 12 months after the end of the reporting period are discounted to present value.



o) Foreign currency translation

(i) Functional and presentation currency

The financial statements are presented in Indian rupee (INR), which is Company's functional and presentation currency.

(ii) Transactions and balances

Transactions in foreign currencies are recognised at the prevailing exchange rates on the transaction dates. Realised gains and losses on settlement of foreign currency transactions are recognised in the Statement of Profit and Loss.

Monetary foreign currency assets and liabilities at the year-end are translated at the year-end exchange rates and the resultant exchange differences are recognised in the Statement of Profit and Loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency are stated using the exchange rates at the dates of the initial transactions.

p) Leases

As a Lessee

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

The Company recognises a Right-of-Use (ROU) asset and a lease liability at the lease commencement date. The ROU asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payment made at or before the commencement date, plus any initial direct cost incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentive received.

The ROU asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the ROU asset or the end of the lease term. The estimated useful lives of ROU assets are determined on the same basis as those of Property, Plant and Equipment. In addition, the ROU asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Company's incremental borrowing rate. Generally, the Company uses its incremental borrowing rate as the discount rate.

Short-term leases and leases of low-value assets

The Company has elected not to recognise right-to-use assets and lease liabilities for short-term lease that have a lease term of 12 months or less and leases of low-value assets. The Company recognise the lease payments associated with these leases as an expenses on a straight-line basis over the lease term.

q) Taxes

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

Deferred income tax is provided in full, using the liability method on temporary differences arising between the tax bases of assets and liabilities and their carrying amount in the financial statement. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax assets is realised or the deferred income tax liability is settled.

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses, only if, it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are off set where the Company has a legally enforceable right to offset and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

Current and deferred tax is recognised in the Statement of Profit and Loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively

Minimum Alternate Tax credit is recognised as deferred tax asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. Such asset is reviewed at each Balance Sheet date and the carrying amount of the MAT credit asset is written down to the extent there is no longer a convincing evidence to the effect that the Company will pay normal income tax during the specified period.

r) Earnings Per Share

(i) Basic earnings per share

Basic earnings per share is calculated by dividing:

- the profit attributable to owners of the Company
- weighted average number of equity shares outstanding during the financial year, adjusted for bonus elements in equity shares issued during the year and excluding treasury shares.

(ii) Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account:

- the after income tax effect of interest and other financing costs associated with dilutive potential equity shares, and



- the weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

s) Cash Flow Statement

The Cash Flow statement is prepared by the “Indirect method” set out in Ind AS-7 on “Cash Flow Statement” and presents the cash flows by operating, investing and financing activities of the Company. Cash and cash Equivalent presented in the cash flow statement consist of cash on hand and demand deposits with banks.

The amendment to Ind AS 7 requires the entities to provide disclosures that enable users of Financial Statements to evaluate changes in Liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes, suggesting inclusion of a reconciliation between the opening and closing balances in the Balance Sheet for liabilities arising from financing activities, to meet the disclosure requirement.

t) Critical estimates and judgements :

The preparation of financial statements requires the use of accounting estimates may not match the actual results. Management also needs to exercise judgement in applying the company's accounting policies.

This note provides an overview of the areas that involved a higher degree of judgement or complexity, and items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed. Detailed information about each of these estimates and judgements is included in relevant notes together with information about the basis of calculation for each affected line item in the financial statements.

u) Impairment of Assets:

The Company assesses at each reporting date whether there is an indication that a non-financial asset may be impaired based on internal/external factors. An asset is treated as impaired when the carrying cost of asset exceeds its recoverable Value. An impairment loss is charged to the statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognized in earlier accounting period is reversed if there has been a change in the estimate of recoverable amount. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

v) Assets held for Sale:

Non-current assets held for sale are measured at the lower of its carrying value or fair value less costs to sell. Non-current assets held for sale are not depreciated or amortized. Assets and liabilities classified as held for sale are presented separately in the balance sheet.

w) Exceptional items

Exceptional items are disclosed separately in the financial statements where it is necessary to do so to provide further understanding of the financial performance of the company. These are material items of income or expense that have to be shown separately due to their nature or incidence.

x) Recent Pronouncement

Ministry of Corporate Affairs (“MCA”) notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 23, 2022, MCA amended the Companies (Indian Accounting Standards) Amendment Rules, 2022, applicable from April 1st, 2022, as below:

Ind AS 103 – Reference to Conceptual Framework

The amendments specify that to qualify for recognition as part of applying the acquisition method, the identifiable assets acquired and liabilities assumed must meet the definitions of assets and liabilities in the Conceptual Framework for Financial Reporting under Indian Accounting Standards (Conceptual Framework) issued by the Institute of Chartered Accountants of India at the acquisition date. These changes do not significantly change the requirements of Ind AS 103. The Company does not expect the amendment to have any significant impact in its financial statements.

Ind AS 16 – Proceeds before intended use

The amendments mainly prohibit an entity from deducting from the cost of property, plant and equipment amounts received from selling items produced while the company is preparing the asset for its intended use. Instead, an entity will recognise such sales proceeds and related cost in profit or loss. The Company does not expect the amendments to have any impact in its recognition of its property, plant and equipment in its financial statements.

Ind AS 37 – Onerous Contracts - Costs of Fulfilling a Contract

The amendments specify that the ‘cost of fulfilling’ a contract comprises the ‘costs that relate directly to the contract’. Costs that relate directly to a contract can either be incremental costs of fulfilling that contract (examples would be direct labour, materials) or an allocation of other costs that relate directly to fulfilling contracts. The amendment is essentially a clarification and the Company does not expect the amendment to have any significant impact in its financial statements.

Ind AS 109 – Annual Improvements to Ind AS (2021)

The amendment clarifies the treatment of any cost or fees incurred by an entity in the process of derecognition of financial liability in case of repurchase of the debt instrument by the issuer. The Company does not expect the amendment to have any significant impact in its financial statements.

Ind AS 106 – Annual Improvements to Ind AS (2021)

The amendments remove the illustration of the reimbursement of leasehold improvements by the lessor in order to resolve any potential confusion regarding the treatment of lease incentives that might arise because of how lease incentives were described in that illustration. The Company does not expect the amendment to have any significant impact in its financial statements.



SHREE RAMA MULTI-TECH LIMITED

2. Property, plant and equipment

(Rs. In lakhs)

Particular	Land	Building	Plant and equipment	Furniture and fixtures	Vehicles	Office equipment	Electrical Installation	Total
Property, Plant and Equipment								
Balance as at 31 st March, 2020	115.86	2,773.11	40,771.35	185.20	121.61	495.35	530.46	44,992.94
Additions/adjustments	-	18.34	35.38	-	44.44	14.49	-	112.65
Disposals	-	-	110.09	-	12.80	26.69	4.79	154.37
Balance as at 31st March, 2021	115.86	2,791.45	40,696.64	185.20	153.25	483.15	525.67	44,951.22
Additions/adjustments	-	-	24.10	0.81	-	41.43	1.25	67.59
Disposals	-	-	109.27	-	6.93	77.99	-	194.19
Balance as at 31st March, 2022	115.86	2,791.45	40,611.47	186.01	146.32	446.59	526.92	44,824.62
Accumulated Depreciation								
Balance as at 31 st March, 2020	-	1,797.94	35,336.39	173.49	80.97	444.65	468.42	38,301.86
Deduction & Adjustment	-	-	91.34	-	12.16	26.54	4.55	134.59
Depreciation for the period	-	82.24	650.19	0.63	10.94	9.44	8.51	761.95
Balance as at 31st March, 2021	-	1,880.18	35,895.24	174.12	79.75	427.55	472.38	38,929.22
Deduction & Adjustment	-	-	103.78	-	6.58	48.73	-	159.09
Depreciation for the period	-	80.79	548.28	0.52	12.40	10.31	8.29	660.59
Balance as at 31st March, 2022	-	1,960.97	36,339.74	174.64	85.57	389.13	480.67	39,430.72
Net carrying amount								
Balance as at 31 st March, 2021	115.86	911.27	4,801.40	11.08	73.50	55.60	53.29	6,022.00
Balance as at 31st March, 2022	115.86	830.48	4,271.73	11.37	60.75	57.46	46.25	5,393.90

2.1 All the title deeds for the immovable properties are in the name of the Company.

Annual Report 2021-22

3. Intangible Assets

(Rs. in lakhs)

Particular	Computer Software
Gross Amount	
Balance as at 31st March, 2020	91.42
Additions/adjustments	26.70
Disposals	-
Balance as at 31st March, 2021	118.12
Additions/adjustments	(88.84)
Disposals	-
Balance as at 31st March, 2022	29.28
Accumulated Amortization	
Balance as at 31st March, 2020	89.05
Adjustments and deductions	25.37
Amortisation for the year	2.22
Balance as at 31st March, 2021	116.64
Adjustments and deductions	(89.08)
Amortisation for the year	0.82
Balance as at 31st March, 2022	28.38
Net carrying amount	
Balance as at 31 st March, 2021	1.48
Balance as at 31st March, 2022	0.90

4. Investments

(Rs. in lakhs)

Particulars	Balance as at 31/03/2022	Balance as at 31/03/2021
Quoted		
(a) Investments in Equity Instruments (Value at fair value through Statement of Profit and Loss) 800 (P.Y. 800) Equity Shares of IDBI Ltd of Rs.10 each fully paid up	0.34	0.31
Non Quoted		
Equity Shares of Subsidiary Company (measured at cost)		
26803 Shree Rama (Mauritius) Ltd. Of US \$ 1/- each fully paid up	13.06	13.06
Share Application Money (Pending Allotment)	18.60	18.60
	31.66	31.66
Less : Provision for diminution in value of investment	(31.66)	(31.66)
Net Investment in Subsidiary (Refer Note No. 39)	-	-
Total	0.34	0.31



SHREE RAMA MULTI-TECH LIMITED

The Carrying value and market value of quoted and unquoted investments are as under:

(Rs. in lakhs)

Particulars	Balance as at 31/03/2022	Balance as at 31/03/2021
Aggregate Carrying Value of Quoted Investments	0.34	0.31
Aggregate Marketing Value of Quoted Investments	0.34	0.31
Aggregate Carrying Value of Unquoted Investments	31.66	31.66
Aggregate Impairment in Value of Investments	31.66	31.66

5. Other financial assets (Non Current)

(Rs. in lakhs)

Particulars	Balance as at 31/03/2022	Balance as at 31/03/2021
Security Deposit	4.73	4.91
Other Receivable	1.63	1.63
Fixed Deposits with Banks	20.14	-
Total	26.50	6.54

6. Other Non current Assets

(Rs. in lakhs)

Particulars	Balance as at 31/03/2022	Balance as at 31/03/2021
Capital Advances		
Considered Good	27.15	1.90
Considered Doubtful	150.00	150.00
Sub total	177.15	151.90
Less : Provision for doubtful advances	(150.00)	(150.00)
Capital Advances (net)	27.15	1.90
Other Receivable (refer note no. 49.9)	39.04	39.04
Total	66.19	40.94

Annual Report 2021-22

7. Inventories

(Rs. in lakhs)

Particulars	Balance as at 31/03/2022	Balance as at 31/03/2021
Raw materials (includes Goods in transit Rs. NIL (P.Y. Rs.29.43 lakhs)	874.32	642.79
Work in progress	1,218.13	699.94
Stores and spares	416.55	391.41
Finished goods	670.02	357.88
Packing Material	54.27	38.98
Fuel Stock	4.58	5.03
Waste	7.07	7.70
Total	3,244.94	2,143.73

For Valuation method Inventories refer Note no. 1 [B] (g)

8. Trade receivables (current)

(Rs. in lakhs)

Particulars	Balance as at 31/03/2022	Balance as at 31/03/2021
Trade Receivables (unsecured)	3,007.82	2,550.68
Less : Allowances for doubtful trade receivables	(218.41)	(219.41)
Total	2,789.41	2,331.27

Refer note 48 (f) for dues from related parties



SHREE RAMA MULTI-TECH LIMITED

8.1 Ageing for trade receivables:

Ageing for trade receivables outstanding as at March 31, 2022 is as follows:

(Rs. in lakhs)

Particulars	Outstanding for following periods from due date of payment						Total
	Not Due	Less than 6 months	6 months- 1 Years	1-2 Years	2-3 Years	More than 3 Years	
Undisputed Trade Receivable-Considered good	1,671.77	1,124.70	0.60	0.55	15.90	8.48	2,822.00
Undisputed trade receivable-Significant increase in credit risk	-	-	-	-	-	-	-
Undisputed Trade Receivable-Credit Impaired	-	-	-	-	-	-	-
Disputed Trade Receivable-Considered good	-	-	-	-	-	-	-
Disputed trade receivable-Significant increase in credit risk	-	-	-	-	-	185.82	185.82
Disputed Trade Receivable-Credit Impaired	-	-	-	-	-	-	-
	1,671.77	1,124.70	0.60	0.55	15.90	194.30	3,007.82
Less : Allowance for doubtful trade receivables							(218.41)
							2,789.41

Annual Report 2021-22

Ageing for trade receivables outstanding as at March 31, 2021 is as follows:

(Rs. in lakhs)

Particulars	Outstanding for following periods from due date of payment						Total
	Not Due	Less than 6 months	6 months- 1 Years	1-2 Years	2-3 Years	More than 3 Years	
Undisputed Trade Receivable-Considered good	1,518.89	818.33	0.60	17.81	9.23	-	2,364.86
Undisputed trade receivable-Significant increase in credit risk	-	-	-	-	-	-	-
Undisputed Trade Receivable-Credit Impaired	-	-	-	-	-	-	-
Disputed Trade Receivable-Considered good	-	-	-	-	-	-	-
Disputed trade receivable-Significant increase in credit risk	-	-	-	-	-	185.82	185.82
Disputed Trade Receivable-Credit Impaired	-	-	-	-	-	-	-
	1,518.89	818.33	0.60	17.81	9.23	185.82	2,550.68
Less : Allowance for doubtful trade receivables							(219.41)
							2,331.27

9. Cash and cash equivalents

(Rs. in lakhs)

Particulars	Balance as at 31/03/2022	Balance as at 31/03/2021
Balances with banks	12.43	2.92
Cash on hand	0.29	0.24
Total	12.72	3.16

10. Bank balances other than mentioned in cash and cash equivalents

(Rs. in lakhs)

Particulars	Balance as at 31/03/2022	Balance as at 31/03/2021
Fixed Deposits with Banks *	-	234.18
Total	-	234.18

* Includes Rs. Nil (P.Y. Rs.234.18 lakhs) held as under lien against bank guarantees



SHREE RAMA MULTI-TECH LIMITED

11. Loans (Current)

(Rs. in lakhs)

Particulars	Balance as at 31/03/2022	Balance as at 31/03/2021
Unsecured, considered good		
Loans to Employees (Refer note no. 11.1 below)	1.90	1.60
Total	1.90	1.60

- 11.1 Details of Loans or Advances in the nature of loans granted to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013) either severally or jointly with any other person, that are (a) repayable on demand or (b) without specifying any terms or period of repayment :

(Rs. in lakhs)

Type of Borrower	As at 31/03/2022		As at 31/03/2021	
	Amount of loan or advance in the nature of loan outstanding	Percentage to the total Loans and Advances in the nature of loans	Amount of loan or advance in the nature of loan outstanding	Percentage to the total Loans and Advances in the nature of loans
Promoters	-	0.00%	-	0.00%
Directors	-	0.00%	-	0.00%
KMPs	1.50	78.95%	-	0.00%
Related Parties	-	0.00%	-	0.00%

12. Other financial assets (Current)

(Rs. in lakhs)

Particulars	Balance as at 31/03/2022	Balance as at 31/03/2021
Interest accrued but not Due	0.49	2.56
Export benefit receivables	0.26	56.41
Total	0.75	58.97

Annual Report 2021-22

13. Other Current Assets

(Rs. in lakhs)

Particulars	Balance as at 31/03/2022	Balance as at 31/03/2021
Advances other than capital advances		
Security Deposits	-	0.30
Other advances		
Balance with Govt. Agencies	159.67	21.60
Prepaid Expenses	20.04	22.17
Advance against Exps	0.71	0.72
Advances to suppliers	94.23	108.35
Other receivables	37.90	10.34
Total	312.55	163.48

14. Assets held for sale

(Rs. in lakhs)

Particulars	Balance as at 31/03/2022	Balance as at 31/03/2021
Land	15.08	15.08
Building	229.72	229.72
Electrical Installation	2.55	2.55
Gross Total	247.35	247.35

14.1 In respect of Pondicherry unit of the Company which is not operational for last several years, the management had identified existing fixed assets (land, building and electric installation) to be not in active use. The Company is negotiating with various prospective buyers. The Company is hopeful to conclude the same in near future. Accordingly, these assets are disclosed under “assets held for sale/disposal” at lower of cost or fair market value and no depreciation has been charged to the Statement of Profit & Loss.

14.2 All the title deeds for the immovable properties are in the name of the Company.



SHREE RAMA MULTI-TECH LIMITED

15. Share Capital

15.1 Authorised Share Capital

(Rs. in lakhs)

Particular	No.	Balance as at 31/03/2022	Balance as at 31/03/2021
Equity Share Capital			
Equity shares of Face Value Rs.5 each	200000000 (P.Y. 200000000)	10,000	10,000
Preference Share Capital			
15 % cumulative Redeemable Preference Shares of Rs.100 each	5000000 (P.Y. 5000000)	5,000	5,000
		15,000	15,000

15.2 Issued & Subscribed Share Capital

(Rs. in lakhs)

Particular	No.	Balance as at 31/03/2022	Balance as at 31/03/2021
Equity shares			
At Beginning of the period	63555555 (P.Y. 63555555)	3,177.78	3,177.78
Add : Issued during the year	-	-	-
Less : Bought back during the year	-	-	-
At End of the period	63555555 (P.Y. 63555555)	3,177.78	3,177.78

15.3 Paid up Share Capital

(Rs. in lakhs)

Particular	No.	Balance as at 31/03/2022	Balance as at 31/03/2021
Equity shares			
Equity Shares of Rs.5 each	63468005 (P.Y. 63468005)	3,173.40	3,173.40
Add : Forfeited share capital		2.63	2.63
Total		3,176.03	3,176.03

Annual Report 2021-22

15.4 Details of shareholders holding more than 5% shares in the company

Name of the Equity shareholder	Balance as at 31/03/2022		Balance as at 31/03/2021	
	No.	% holding in the class	No.	% holding in the class
Nirma Industries Private Limited	32,04,883	5.05%	32,04,883	5.05%
Nirma Chemical Works Private Limited	2,37,77,418	37.46%	2,37,77,418	37.46%
Jayesh H. Patel	37,24,158	5.86%	37,24,158	5.86%

15.5 Details of Promoters holding Shares in the company

Name of the Equity shareholder	Balance as at 31/03/2022		Balance as at 31/03/2021		% Deviation
	No.	% holding in the class	No.	% holding in the class	
Nirma Industries Private Limited	32,04,883	5.05%	32,04,883	5.05%	0.00%
Nirma Chemical Works Private Limited	2,37,77,418	37.46%	2,37,77,418	37.46%	0.00%

Name of the Equity shareholder	Balance as at 31/03/2021		Balance as at 31/03/2020		% Deviation
	No.	% holding in the class	No.	% holding in the class	
Nirma Industries Private Limited	32,04,883	5.05%	32,04,883	5.05%	0.00%
Nirma Chemical Works Private Limited	2,37,77,418	37.46%	2,37,77,418	37.46%	0.00%

- 15.6 All equity shares carry equal rights with respect to voting and dividend. In the event of liquidation of the Company, the equity shareholders shall be entitled to proportionate share of their holding in the assets remaining after distribution of all preferential amounts.



SHREE RAMA MULTI-TECH LIMITED

16. Other Equity

(Rs. in lakhs)

Particulars	Balance as at 31/03/2022	Balance as at 31/03/2021
a. Securities Premium Reserve	22,825.95	22,825.95
b. Capital Redemption Reserve	333.33	333.33
c. Debenture Redemption Reserve	4,024.33	4,024.33
d. Warrants Forfeited Account	39.56	39.56
e. General Reserve	1,917.87	1,917.87
f. Retained Earnings		
Opening Balance	(29,490.80)	(29,852.46)
Add/(Less) : Total Comprehensive Income/(Loss) for the year	(475.65)	361.66
Closing Balance	(29,966.45)	(29,490.80)
Total	(825.41)	(349.76)

17. Borrowings (Non Current)

(Rs. in lakhs)

Non-current interest-bearing loans and borrowings	Effective interest rate	Balance as at 31/03/2022	Balance as at 31/3/2021
(A) Term loans			
Secured	14% / 15 %	2,500.00	2,500.00
(B) Bonds and Debentures			
Secured	15.50%	671.86	671.86
Secured	13.50%	3,000.00	3,000.00
(C) Others			
Preference Share Capital	15%	666.67	666.67
Total		6,838.53	6,838.53

Refer Note 55 for security and other information.

Refer Note 48(f) for borrowings from related parties

Annual Report 2021-22

18. Other financial liabilities (Non Current)

(Rs. In lakhs)

Particulars	Balance as at 31/03/2022	Balance as at 31/3/2021
1. Provision for Pref. Share Dividend	100.00	100.00
2. Provision for Tax on Preference Share Dividend	10.20	10.20
3. Provision for Interest on Preference Share Dividend	47.50	47.50
4. Other Long-term liabilities	3.27	3.95
Total	160.97	161.65

Provision for Pre. Share Dividend treated as long term as per note no. 49.3

19. Provisions (Non Current)

(Rs. In lakhs)

Particulars	Balance as at 31/03/2022	Balance as at 31/03/2021
Employee benefit expense (refer Note No. 51)	35.49	29.31
Provision relating to pending litigation [refer Note No. 49.1(g)]	109.91	109.91
Total	145.40	139.22

20. Borrowings (Current)

(Rs. In lakhs)

Particulars	Balance as at 31/03/2022	Balance as at 31/03/2021
Loans repayable on demand		
i. From banks		
Working Capital Facilities (Refer Note No. 55)	1,087.94	120.11
Total	1,087.94	120.11

21. Trade Payables (Current)

(Rs. In lakhs)

Particulars	Balance as at 31/03/2022	Balance as at 31/03/2021
Total Outstanding dues of Micro and Small Enterprises	333.31	361.51
Total Outstanding dues of Creditors other than Micro and Small Enterprises	961.57	842.07
Total	1,294.88	1,203.58

For disclosure related as per MSMED Act. 2006 refer Note no. 53



SHREE RAMA MULTI-TECH LIMITED

21.1 Ageing for trade payables :

Ageing for trade payables outstanding as at March 31, 2022 is as follows:

(Rs. in lakhs)

Particulars	Outstanding for following periods from due date of payment					Total
	Not Due	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Micro and Small Enterprises	235.05	95.92	2.34	0.00	0.00	333.31
Others	861.41	91.02	0.61	7.52	1.01	961.57
Disputed dues – Micro and Small Enterprises	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-
	1,096.46	186.94	2.95	7.52	1.01	1,294.88

Ageing for trade payables outstanding as at March 31, 2021 is as follows:

(Rs. in lakhs)

Particulars	Outstanding for following periods from due date of payment					Total
	Not Due	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Micro and Small Enterprises	263.54	97.91	0.00	0.06	0.00	361.51
Others	707.86	120.07	10.35	2.13	1.66	842.07
Disputed dues – Micro and Small Enterprises	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-
	971.40	217.98	10.35	2.19	1.66	1203.58

22. Other Financial liabilities (Current)

(Rs. In lakhs)

Particulars	Balance as at 31/03/2022	Balance as at 31/03/2021
Dues to Employees and others	122.03	144.21
Creditors for Capital Goods	1.07	0.61
Total	123.10	144.82

Annual Report 2021-22

23. Other Current liabilities

(Rs. In lakhs)

Particulars	Balance as at 31/03/2022	Balance as at 31/03/2021
Others		
Advances from Customers	353.45	47.96
Statutory Dues	21.68	16.49
Other liabilities	60.96	55.53
Total	436.09	119.98

24. Provisions (Current)

(Rs. In lakhs)

Particulars	Balance as at 31/03/2022	Balance as at 31/03/2021
Employee benefit expenses	10.92	19.11
Total	10.92	19.11

For disclosure pursuant to Ind AS refer Note No. 51

25. Revenue from operations

(Rs. In lakhs)

Particulars	2021-22	2020-21
Sale of products	14,934.40	13,477.01
Other Operating Revenue		
Product design & development Income	12.63	4.73
Export Incentives	4.48	65.66
Exchange Rate Differences	71.63	32.73
Other Miscellaneous Operating Income	8.33	-
TOTAL	15,031.47	13,580.13

25.1 Sale of Products

(Rs. In lakhs)

Name of Products	2021-22	2020-21
Plastic Laminated tubes	7845.79	7557.27
Speciality Packaging & Plastic Products	6508.34	5396.12
Others	580.27	523.62
TOTAL	14934.40	13477.01



SHREE RAMA MULTI-TECH LIMITED

26. Other income

(Rs. In lakhs)

Particulars	2021-22	2020-21
Interest income	11.97	19.27
Interest on IT refund	23.55	-
Sundry Balance Write Back (Net)	1.54	-
Excess/Short Provision write back (Net)	0.72	-
Unrealized Gain on Investments	0.04	0.15
Miscellaneous Income	4.25	0.75
Total	42.07	20.17

27. Cost of materials consumed

(Rs. In lakhs)

Particulars	2021-22	2020-21
Opening Stock	642.79	677.64
Add : Purchases	10,908.26	7,376.68
Sub Total	11,551.05	8,054.32
Less : Closing Stock	874.32	642.79
Total	10,676.73	7,411.53

28. Changes in Inventories of Finished goods, WIP and Waste

(Rs. In lakhs)

Particulars	2021-22	2020-21
Closing Stock		
Finished Goods	670.02	357.88
WIP	1,218.13	699.94
Waste	7.07	7.70
Total	1,895.22	1,065.52
Opening Stock		
Finished Goods	357.88	711.47
WIP	699.94	708.17
Waste	7.70	10.60
Total	1,065.52	1,430.24
Total (Increase) / Decrease In Stock	(829.70)	364.72

Annual Report 2021-22

29. Employee benefit expense

(Rs. In lakhs)

Particulars	2021-22	2020-21
Salaries and wages	1530.06	1490.83
Contribution to provident and other funds (refer Note No. 51)	33.07	30.22
Staff welfare expenses	24.96	20.32
Total	1588.09	1541.37

30. Finance costs

(Rs. In lakhs)

Particulars	2021-22	2020-21
Interest expense	59.29	74.52
Bank Charges and Commission	6.33	11.53
Loan Processing Charges & Corporate Guarantee fees	-	2.11
Total	65.62	88.16

31. Depreciation and Amortisation expense

(Rs. In lakhs)

Particulars	2021-22	2020-21
Depreciation on Property, Plant & Equipment	660.59	761.95
Amortization of Intangible Assets	0.82	2.22
Amortization of Right of use Assets	3.66	3.66
Total	665.07	767.83



SHREE RAMA MULTI-TECH LIMITED

32. Other expenses

(Rs. In lakhs)

Particulars	2021-22	2020-21
Consumption of stores and spare parts	274.97	349.28
Power and fuel	904.49	907.50
Job Work Charges	374.74	292.30
Repairs to buildings	102.74	56.49
Repairs to machinery	30.29	45.92
Repair to others	17.39	11.57
Packing Material Consumed	559.20	393.50
Freight & Forwarding Exps.	605.84	501.00
Selling Overheads	79.20	80.65
Insurance	65.94	65.40
Rates and taxes (excluding taxes on income)	13.27	28.85
Travelling Expenses	57.54	39.48
Legal & Professional Charges	115.71	115.25
(Profit)/Loss on Sale/Discard of Property, Plant and Equipment	0.77	14.76
Provision for Doubtful Debts	-	4.24
Sundry Balance Written off (net)	-	0.30
Auditor's Remuneration (refer Note No. 32.1)	4.50	4.50
Other Expenses	193.37	172.40
Total	3,399.96	3,083.39

32.1 Auditor Remuneration & Others

(Rs. In lakhs)

Particulars	2021-22	2020-21
As auditor :		
Audit Fee	4.50	4.50
Total	4.50	4.50

Annual Report 2021-22

33. Exceptional Items

Earning Per share is calculated by dividing the Profit attributable to the Equity Shareholders by the weighted average number of Equity Shares outstanding during the year. The numbers used in calculating basic and diluted earning per Equity Share as stated below:

(Rs. In lakhs)		
Particulars	2021-22	2020-21
Profit/(Loss) for the year (Rs. In Lakhs)	(492.23)	343.30
Net Profit/(Loss) attributable to Equity Shareholders (Rs. In Lakhs)	(492.23)	343.30
Number of Equity Shares for Basic EPS	63,468,005	63,468,005
Add : Diluted Potential Equity Shares	0.00	0.00
Number of Equity Shares for Diluted EPS	63,468,005	63,468,005
Basic Earning Per Share (Rs.)	(0.78)	0.54
Diluted Earning Per Share (Rs.)	(0.78)	0.54
Nominal Value Per Share	5.00	5.00

34. The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.
35. In expectation of a positive outcome of settlement and compromise with lenders, the accounts have been prepared on "Going Concern" basis. (Refer note no. 49.5 related to scheme with lenders.)
36. In view of carried forward business losses and depreciation in the books, the company is not liable for Income Tax Liability under section 115JB for Minimum Alternative Tax.
37. In view of the Accumulated loss, no transfer has been made to the Debenture Redemption Reserves in respect of Secured and Unsecured Debentures.
38. In view of the accumulated loss, no amount is transferred to Capital Redemption Reserve in respect of preference shares.
39. The company has made investment of Rs.13.06 lakhs into equity shares and Rs.18.60 lakhs in share application money in Shree Rama (Mauritius) Limited, its wholly owned subsidiary company. The resident directors & key managerial personnel of the said WOS had resigned in the year 2005-06 and audited accounts for the year ended 30th September 2003 and onwards could not be prepared. Its present status is shown as 'defunct' under respective laws. The company has made full provision for diminution in the value of investment in equity and share application money in earlier years.

In view of the above, it was not possible to prepare consolidated financial statements as required by Ind AS 110 issued by ICAI, and other provisions of the Companies Act, 2013.



SHREE RAMA MULTI-TECH LIMITED

40. Disclosure in terms of Regulation 34(3) of SEBI (LODR) Regulations, 2015:

Sr. No.	In the Accounts of Company	Disclosures of amounts at the year/period end and the maximum amount of loans/ advances/ Investments outstanding during the year/period.	Remarks
1	Holding Company	Loans and advances in the nature of loans to subsidiaries By name and amount. Loans and advances in the nature of loans associates By name and amount Loans and advances in the nature of loans to Firms /Companies in which directors are interested By name and amount	Nil (Refer note no.39) Nil Nil
2	Subsidiary Company	Same disclosures as applicable to the parent company in the Accounts of subsidiary company.	N.A.
3	Holding Company	Investments by the loanee in the shares of parent company and subsidiary company, when the company has made a loan or advance in the nature of loan.	N.A.

41. Borrowing based on security of current assets

Details of quarterly returns or statements of current assets filed by the Company with bank:

(Rs. In lakhs)

Month	Name of Bank	Particulars of securities provided	Amount as per books of accounts	Amount as reported in quarterly return/ statement	Amount of difference	Reason for material discrepancies
Jun-21	RBL Bank Ltd	Stock + Debtors	4941.92	4604.69	337.23	Mainly due to change in the basis of valuation of inventories, due to exchange rate effects and the difference etc. during the course of limited review/audit.
Sep-21	RBL Bank Ltd	Stock + Debtors	5109.87	5312.88	(203.01)	
Dec-21	RBL Bank Ltd	Stock + Debtors	5991.84	5776.85	214.99	
Mar-22	RBL Bank Ltd	Stock + Debtors	5968.43	5444.97	523.46	

42. Financial Instruments - Fair Values & Risk Management

Accounting Classifications & Fair Value Measurements

The fair values of the financial assets and liabilities are measured at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

Annual Report 2021-22

The fair value of investment in quoted equity shares and mutual funds is measured at quoted price or NAV.

Fair values of cash and short term deposits, trade and other short term receivables, trade payables, other current liabilities, short term loans from banks and other financial institutions approximate their carrying amounts largely due to short-term maturities of these instruments.

Financial instruments with fixed and variable interest rates are evaluated by the Company based on parameters such as interest rates and individual credit worthiness of the counterparty. Based on the evaluation, allowances are taken to account for the expected losses of these receivables.

The company uses the following hierarchy for determining and disclosing the fair values of financial instruments by valuation technique:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than the quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

I. Figures as at March 31, 2021

(Rs. In lakhs)

Particulars	Carrying Amount	Fair value	
		Level 1	Level 2
Financial assets at amortized cost:			
Security Deposits (Non-Current)	-	-	-
Trade Receivables	2,331.27	-	2,331.27
Cash and Cash Equivalents	3.16	-	3.16
Bank Balances Other than Cash and Cash Equivalents	234.18	-	234.18
Other Non Current Financial Assets	6.54	-	6.54
Other Current Financial Assets	60.57	-	60.57
TOTAL	2,635.72	-	2,635.72
Financial assets at fair value through profit or loss:			
Investments (Non-Current)	0.31	0.31	-
TOTAL	0.31	0.31	-
Financial liabilities at amortized cost:			
Borrowings (Non-Current)	6,838.53	-	6,838.53
Borrowings (Current)	120.11	-	120.11
Trade Payables (Current)	1,203.58	-	1,203.58
Other financial liabilities (Non Current)	161.65	-	161.65
Other financial liabilities (Current)	144.82	-	144.82
Lease liabilities (Non Current)	1.38	-	1.38
Lease liabilities (Current)	3.89	-	3.89
TOTAL	8,473.96	-	8,473.96



SHREE RAMA MULTI-TECH LIMITED

II. Figures as at March 31, 2022

(Rs. In lakhs)

Particulars	Carrying Amount	Fair value	
		Level 1	Level 2
Financial assets at amortized cost:			
Security Deposits (Non-Current)	-	-	-
Trade Receivables	2,789.41	-	2,789.41
Cash and Cash Equivalents	12.72	-	12.72
Bank Balances Other than Cash and Cash Equivalents	-	-	-
Other Non Current Financial Assets	26.50	-	26.50
Other Current Financial Assets	2.65	-	2.65
TOTAL	2,831.28	-	2,831.28
Financial assets at fair value through profit or loss:			
Investments (Non-Current)	0.34	0.34	-
TOTAL	0.34	0.34	-
Financial liabilities at amortized cost:			
Borrowings (Non-Current)	6,838.53	-	6,838.53
Borrowings (Current)	1,087.94	-	1,087.94
Trade Payables (Current)	1,294.88	-	1,294.88
Other financial liabilities (Non Current)	160.97	-	160.97
Other financial liabilities (Current)	123.10	-	123.10
Lease liabilities (Non Current)	-	-	-
Lease liabilities (Current)	1.38	-	1.38
TOTAL	9,506.80	-	9,506.80

No financial instruments have been routed through Other Comprehensive Income and hence separate reconciliation disclosure relating to the same is not applicable.

43. Credit Risk Management

As per Ind AS 109, we have adopted a policy for assessing credit risk as per expected credit loss model for outstanding balances as on balance sheet date, based on the past performance and by assessing overall credit worthiness of debtors we arrived at the following rate to be provided on closing debtors as per their ageing bucket:

Ageing of Account Receivables

(Rs. In Lakhs)

Particulars	31/03/2022		31/03/2021	
	% of provision	Provision for doubtful debts	% of provision	Provision for doubtful debts
1-90 Days	0.50%	12.03	0.50%	10.29
91-180 Days	3.00%	11.72	3.00%	7.03
181-365 Days	15.00%	0.09	15.00%	6.68
More than 365 Days	35.00%	8.75	35.00%	9.59
Litigation	100.00%	185.82	100.00%	185.82
Total		218.41		219.41

Expected Credit Loss for Debtors

(Rs. In Lakhs)

Particulars	Gross Carrying Amount	Expected Credit Loss	Net Carrying Amount
Debtors (31.03.2022)	3,007.82	218.41	2,789.41
Debtors (31.03.2021)	2,550.68	219.41	2,331.27

Reconciliation of loss allowance provision

(Rs. In Lakhs)

Reconciliation of Loss Allowance	Loss allowance measured at Life time	
	Expected Losses	
	31/03/2022	31/03/2021
Loss allowance as on Opening Date	219.41	215.17
Changes due to provision for the year as per matrix	(1.00)	4.24
Modification of contractual cash flow that did not result in derecognition	Nil	Nil
Change in risk Parameters	Nil	Nil

44 Liquidity Risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions. Due to the dynamic nature of the



SHREE RAMA MULTI-TECH LIMITED

underlying businesses, company treasury maintains flexibility in funding by maintaining availability under committed credit lines.

Management monitors rolling forecasts of the company's liquidity position and cash and cash equivalents on the basis of expected cash flows. This is generally carried out at local level in the operating companies of the company in accordance with practice and limits set by the company. These limits vary by location to take into account the liquidity of the market in which the entity operates. In addition, the company's liquidity management policy involves projecting cash flows in major currencies and considering the level of liquid assets necessary to meet these, monitoring balance sheet liquidity ratios against internal and external regulatory requirements and maintaining debt financing plans.

Maturity Pattern of Financial Liabilities

(Rs. In lakhs)

Particulars	As at 31 st March, 2022				As at 31 st March, 2021			
	0-1 years	1-5 years	beyond 5 years	Total	0-1 years	1-5 years	beyond 5 years	Total
Long term borrowings	-	-	6,838.53	6,838.53	-	-	6,838.53	6,838.53
Short term borrowings	1,087.94	-	-	1,087.94	120.11	-	-	120.11
Trade Payable	1,294.88	-	-	1,294.88	1,203.58	-	-	1,203.58
Payable related to Capital Goods	1.07	-	-	1.07	0.61	-	-	0.61
Other Financial liability (Current and Non Current)	123.41	160.97	-	284.38	148.10	163.03	-	311.13
Total	2,507.30	160.97	6,838.53	9,506.80	1,472.40	163.03	6,838.53	8,473.96

45 Market Risk Management

(a) Foreign Currency Risk

The company operates internationally and is exposed to foreign exchange risk arising from foreign currency transactions, primarily with respect to the US\$, EUR. Foreign exchange risk arises from future commercial transactions and recognized assets and liabilities denominated in a currency that is not the company's functional currency (INR). The risk is measured through a forecast of highly probable foreign currency cash flows.

(i) Foreign currency risk exposure

(Foreign Currency In lakhs)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021
	USD	USD
Financial Assets	6.54	7.24
Financial Liabilities	1.15	1.41
Net Exposure	5.39	5.83

Annual Report 2021-22

(ii) Sensitivity Analysis

(Rs. In lakhs)

Particulars	Impact on PAT				Impact on other components of equity			
	31.03.2022		31.03.2021		31.03.2022		31.03.2021	
	Increase	Decrease	Increase	Decrease	Increase	Decrease	Increase	Decrease
USD Sensitivity (5% sensitivity)	23.91	(23.91)	21.34	(21.34)	23.91	(23.91)	21.34	(21.34)

(b) Cash flow and fair value interest rate risk

The company's main interest rate risk arises from long-term borrowings with variable rates, which expose the company to cash flow interest rate risk. The Company policy is mainly to maintain its borrowings at fixed rate. As on 31st March 2022 and 31st March 2021, the company's borrowings at variable rate were denominated in INR.

The company's fixed rate borrowings are carried at amortized cost. They are therefore not subject to interest rate risk as defined in Ind AS 107, since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates.

(i) Interest rate risk exposure

(Rs. In lakhs)

Particulars	31/03/2022	31/03/2021
Variable Rate borrowings		
1. Working Capital Term Loan	-	-
2. Cash Credit Facility	1,087.94	120.11

(ii) Sensitivity Analysis

(Rs. In lakhs)

Particulars	Impact on PAT				Impact on other components of equity			
	31.03.2022		31.03.2021		31.03.2022		31.03.2021	
	Increase	Decrease	Increase	Decrease	Increase	Decrease	Increase	Decrease
A change of 50 bps interest rates	(5.44)	5.44	(0.60)	0.60	(5.44)	5.44	(0.60)	0.60



(c) Price Risk

The company's exposure to equity securities price risk arises from investments held by the company and classified in the balance sheet at fair value through profit or loss having carrying amount of Rs.0.34 Lakhs as on 31/03/2022 and Rs.0.31 Lakhs as on 31/03/2021.

Sensitivity

(Rs. In lakhs)

Particulars	Impact on PAT				Impact on other components of equity			
	31.03.2022		31.03.2021		31.03.2022		31.03.2021	
	Increase	Decrease	Increase	Decrease	Increase	Decrease	Increase	Decrease
Price risk sensitivity at 5%	0.02	(0.02)	0.02	(0.02)	0.02	(0.02)	0.02	(0.02)

46. Capital Management

The company's objectives when managing capital are to

- safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders, and
- Maintain an optimal capital structure to reduce the cost of capital.

Consistent with others in the industry, the company monitors capital on the basis of the following gearing ratio:

Net debt (total borrowings net of cash and cash equivalents) divided by Total 'equity' (as shown in the balance sheet, including non-controlling interests).

Gearing Ratio

(Rs. In lakhs)

Particulars	As at 31 st March, 2022	As at 31 st March, 2021
Borrowings	7,926.47	6,958.64
Less: Cash & Cash Equivalents	12.72	3.16
Net Debt (A)	7,913.75	6,955.48
Total Equity	2,350.62	2,826.26
Equity and Net Debt (B)	10,264.36	9,781.76
Gearing Ratio(A/B) %	77.10%	71.11%

Annual Report 2021-22

47. Income Taxes

(Rs. In lakhs)

Particulars	31/03/2022	31/03/2021
Current Tax	-	-
Deferred Tax		
(Increase)/Decrease in deferred tax asset	-	-
Increase/(Decrease)in deferred tax liability	-	-
Total Income Tax Expenses	0.00	0.00

Effective Tax rate :

Consequent to reconciliation items shown above, the effective tax is Nil for both the years.

Current Tax Asset

(Rs. In lakhs)

Particulars	31/03/2022	31/03/2021
Income Tax asset/(liability) at the beginning of the reporting period	318.65	311.91
Income Tax paid/(refund)/(written off)	32.51	6.74
Net Current Income Tax Asset/(liability) at the end of the period	351.16	318.65

Reconciliation of current tax expenses & accounting profit multiplied by Tax Rate

(Rs. In lakhs)

Particulars	31/03/2022	31/03/2021
Profit before Tax	(492.23)	343.30
Statutory Tax Rate (%)	26%	26%
Tax at statutory tax rate	-	89.26
Adjustments for carried forward losses and others	-	(89.26)
Income Tax Expenses	NIL	NIL



SHREE RAMA MULTI-TECH LIMITED

Deferred Tax Assets/ (Liabilities)

In the absence of any documentary evidence supporting possibility of future taxable income which will be utilized for reversal of temporary difference and considering prudence, deferred tax assets are recognised only to the extent of deferred tax liability recognised in the books and accordingly, deferred tax asset/liability is NIL as on 31/03/2022 and 31/03/2021.

48. Related Party Transactions:

(a) Promoters having control over the company

Sr No.	Name Of the Related Party	Transaction entered during the year (Yes/No)
1	Nirma Chemical Works Private Limited	No
2	Nirma Industries Private Limited	No

(b) Key Managerial Personnel

Executive Directors:

Sr No.	Name Of the Related Party	Nature of Relationship	Transaction entered during the year (Yes/No)
1	Mr. Shailesh K. Desai	Managing Director	Yes
2	Mr. Hemal R. Shah	Whole Time Director	Yes

Non-Executive Directors:

Sr No.	Name Of the Related Party	Nature of Relationship	Transaction entered during the year (Yes/No)*
1	Mr. Pathik C. Shah	Independent Director	Yes
2	Ms. Vandana C. Patel	Non-Executive Director [#]	Yes
3	Mr. Shalin S. Patel	Independent Director	Yes
4	Mr. Mittal K. Patel	Non-Independent Director	Yes

* Sitting Fees paid for attending Board Meetings during the year

Ms. Vandana C. Patel resigned from the designation of Independent Director with effect from 16.12.2021 and continue as Non-Executive Director liable to retire by rotation on the Board of the Company.

Executive Officers

Sr No.	Name Of the Related Party	Nature of Relationship	Transaction entered during the year (Yes/No)
1	Mr. Krunal G Shah	Chief Financial Officer	Yes
2	*Mr. Purvang Trivedi	Company Secretary	No
3	#Mr. Sandip Mistry	Company Secretary	Yes

* Mr. Purvang Trivedi had resigned from the post of Company Secretary w.e.f December 22,2020

Mr. Sandip Mistry had been appointed as Company Secretary w.e.f January 4, 2021

Annual Report 2021-22

(c) Subsidiary:

Name Of the Related Party	Nature of Relationship	Transaction entered during the year (Yes/No)
Shree Rama (Mauritius) Limited*	Wholly Owned Subsidiary	No

*The current status of the WOS is defunct

(d) i) Entities over which Promoters/ Key Managerial Personnel identified above exercise control/ significant influence/ are interested or concerned and with which transactions have taken place :

Sr No.	Name Of the Related Party	Nature of Relationship	Transaction entered during the year (Yes/No)
1	Aculife Healthcare Private Limited	Entities over which Promoters identified above exercise control/significant influence	Yes
2	Hi-Scan Private Limited	Entities over which Key Managerial Personnel identified above has interest or concern	Yes
3	Travel Diaries	Entities over which Key Managerial Personnel identified above has interest or concern	Yes
4	Heer Nihar Desai	Entities over which Key Managerial Personnel identified above has interest or concern	Yes

ii) Entities which are related to Promoters identified above and with which transactions have taken place/ having outstanding balances:

Sr No.	Name Of the Related Party	Transaction entered during the year (Yes/No)
1	Nirma Limited	Yes
2	Nirma Credit & Capital Private Limited	No



SHREE RAMA MULTI-TECH LIMITED

(e) Disclosure Of Related Party Transactions

(Rs. In lakh)

Sr No.	Particulars	2021-22	2020-21
1	Purchase of goods and services		
	Nirma Limited	10.77	4.09
	Hi Scan Private Limited	4.86	-
	Travel Diaries	4.83	0.20
	Aculife Healthcare Private Limited	257.67	248.30
	Heer Nihar Desai	0.50	-
	TOTAL	278.63	252.59
2	Sale of goods		
	Nirma Limited	4.20	-
	Aculife Healthcare Private Limited	7.36	6.65
	Hi Scan Private Limited	-	(0.38)
	TOTAL	11.55	6.27
3	Corporate Guarantee Charges		
	Nirma Limited	-	1.01
	TOTAL	-	1.01
4	Remuneration paid to KMP*		
	Short Term Employee Benefits		
	Mr. Shailesh K. Desai	70.00	70.00
	Mr. Hemal R. Shah	24.00	19.56
	Mr. Krunal G. Shah	13.58	12.69
	Mr. Purvang Trivedi	-	4.16
	Mr. Sandip Mistry	27.68	6.66
	TOTAL	135.26	113.07
	Advance paid against Salary to KMP		
	Mr. Sandip Mistry	4.50	-
		4.50	-
	Advance received back against Salary from KMP		
	Mr. Sandip Mistry	3.00	-
		3.00	-
	Sitting Fees		
	Mr. Pathik C. Shah	0.75	0.75
	Mrs. Vandana C. Shah	0.60	0.30
	Mr. Shalin S. Patel	0.75	0.75
	Mr. Mittal K. Patel	0.75	0.75
	TOTAL	2.85	2.55

* Remuneration does not include the provisions made for gratuity, as they are determined on an actuarial basis for the company as a whole.

Annual Report 2021-22

(f) Amount due to/from Related Parties:

(Rs. In lakhs)

Sr . No.	Particulars	As at 31-03-2022	As at 31-03-2021
1	Accounts Receivable		
	Referred in 48 (d) above	3.25	3.05
2	Accounts payable		
	Referred in 48 (d) above	36.49	59.57
	Key Management Personnel	10.98	10.28
3	Advance Receivable		
	Key Management Personnel	1.50	-
4	Loan		
	Promoters having control over company	2,500.00	2,500.00
5	Non-Convertible Debentures		
	Referred in 48 (d) above	194.50	194.50
	Promoters having control over company	3,477.36	3,477.36

49. Contingent Liabilities & Contingent Assets:

49.1 Contingent Liabilities:

(Rs. In lakhs)

Sr No.	Particulars	2021-22	2020-21
a.	Dividend on 666666 15% Redeemable Cumulative Preference Shares till date (Note No. 49.3 below)	300.00	300.00
b.	Interest on loans and debentures (Note No. 49.6 below)	17,247.37	16,392.65
c	(i) Corporate guarantee given to the Banks for term loan of Rs.400.00 Lakhs. (Note No. 49.2 below)	400.00	400.00
	(ii) Bank Guarantee given to UGVCL, Sabarmati Gas Ltd and Custom Authority	184.11	175.96
d.	Pending case for proceeding u/s 138 of Negotiable Instruments Act (Note No.49.4 below)	200.00	200.00
e.	Penalty levied u/s 271(1)(c) of the Income Tax Act for different years against which, decision of ITAT favoured in Company expect Rs.71.27 lakhs and aggrieved by it, Revenue filed Tax Appeal before Hon'ble High Court of Gujarat and matter is pending	1,147.79	1,147.79
f.	Disputed matters in respect of Excise and Service Tax (Note no. 49.10 below)	273.63	273.63
g.	Claims against the Company not acknowledged as debts in respect of HR related cases	37.62	37.62



h.	<p>In respect of office premises at Mumbai taken on Leave & License from KSL ("Khandwala Securities Limited"), the appeal before the appellate court against the order of Small Cause Court was dismissed by the Hon'ble court on 16-12-2017. The company had filed a Civil Revision Application (CRA) before Hon'ble High Court of Mumbai against the order of appellate court. However, Hon'ble High Court of Mumbai had vide its order dated 14th October, 2019 disposed of CRA. The company had preferred also the Special Leave Petition (SLP) before Honorable Supreme Court against the order of Hon'ble High Court of Mumbai which was also dismissed by Honorable Supreme Court on 28/02/2020. The company has provided for Rent after adjusting outstanding amount of deposit of KSL in books of accounts in F.Y. 2019-20. However, upon review of the order, the company is under process to take the appropriate action as Hon'ble Supreme Court disposed the SLP with liberty as permissible under the law. The provision related to interest would be given in the books after considering the appropriate action adopted by the company.</p>
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- 49.2** Andhra bank Ltd. has filed suit in Debt Recovery Tribunal against East West Polyart Ltd. as Principal Debtor and the Company as a guarantor and Recovery Officer has demanded Rs.933.34 lakhs (net of Recovery already made and including interest). Review Application filed by the Company against Demand Notice has been admitted by Debt Recovery Tribunal, Ahmedabad.
- 49.3** (a) In respect of 10,00,000 15% Cumulative Preference Shares of Rs.100/- each which were redeemable in three equal installments at the end of third, fourth and fifth year from 30th March, 1998. 3,33,334 Preference Shares being first installment were redeemed on 30th March, 2001. The remaining 6,66,666 Preference Shares are yet to be redeemed.
- (b) The Company has declared and provided in books dividend of Rs.100 lakhs for the year 2000-01 on 666666 15% Redeemable Preference Shares. In view of the pending approval of the scheme from Hon'ble High court of Gujarat, the Company had not reversed the said provision and also not transferred the said amount to Investor Education and Protection Fund. However, the Hon'ble High Court of Gujarat has dismissed an O J Appeal and the Company has filed Review Application on 02/11/2020 before Hon'ble High Court of Gujarat against the order. Hence, the Company has not reversed the said provision and also not transferred the said amount to IEPF.
- 49.4** The lenders holding post-dated cheques have initiated action u/s. 138 of the Negotiable Instruments Act, 1881 for Rs.200 lakhs. In respect of other lenders who has initiated actions u/s 138 has settled dues under OTS and necessary withdrawal petition are under process.
- 49.5** The company had filed the scheme of Arrangement and Compromise with the Financial Institutions / Banks and Shareholders on 17/07/08 bearing petition No. 401/2008 and it is approved by majority of Shareholders and lenders in the meeting held on 27/08/2008 and 30/08/2008 respectively. The said scheme was dismissed by the single bench of Hon'ble High Court of Gujarat. The Company had filed an O.J appeal against the order of single bench in petition of the scheme of compromise and arrangement u/s 391 of the Companies Act, However, the Hon'ble High Court of Gujarat has passed an order on 20th February, 2020, whereby the O.J. Appeal filed by the Company against the order of single bench of Hon'ble High Court of Gujarat has been dismissed. The Company has filed Review Application on 02/11/2020 before Hon'ble High Court of Gujarat against the order.

Annual Report 2021-22

- 49.6** In respect of loans and debentures aggregating to Rs.6171.86 lakhs which are under settlement as per scheme, the company has not provided interest of Rs.854.72 lakhs (Previous Year Rs.854.72 lakhs) on the same for the year ending on 31st March, 2022. Therefore, loss of the year would have been increased by Rs.854.72 lakhs. The accumulated interest not provided for up to 31st March, 2022 is Rs.17247.37 lakhs (Previous Year Rs.16392.65 lakhs).
- 49.7** The Company has entered into a Settlement Agreement with certain lenders for waiver of interest and other charges as may be applicable, subject to repayment of principal amount with respect to such loans and debentures on or before 31st July, 2022 or such other extended date permitted by the lenders at their sole discretion. Further, the Preference Shareholder has also waived the right to receive the dividend accumulated on the Preference Shares and accumulated interest on delayed payment provided that the Company redeems the outstanding preference shares by 31st July, 2022 or such other extended date permitted by the Preference Shareholder at his sole discretion. Necessary accounting entries shall be passed after the Company makes the payments as per the terms agreed with the lenders/Preference Shareholder.
- 49.8** In respect of Tax assessments for A.Y. 2012-13 & 2013-14, the income tax department has made additions or disallowances amounting to Rs.18372.87 lakhs in respect of treatment of gain arising on settlement /waiver of loans and for other matters which has resulted into reduction of carried forward losses under income tax Act, against which company has filed appeal before ITAT.
- 49.9** The Company had raised the claim of Rs.50.49 lakhs to jobber, Futuristic Packaging Private Limited. towards loss due to rejection of materials from our vendors. The Company had filed summary suit for recovery of money before City Civil Court, Ahmedabad. Further, in respect of another entity of the same group (Futuristic Marketing Solutions), the Company has held payable amount of Rs.11.45 lakhs due to quality issue. The said party has filed the summary suit for the recovery of the money against the Company. The Company has disclosed net amount of Rs.39.04 lakhs under the head "Other Non Current Assets".
- 49.10** (i) The Excise Department had raised demand for Accounting Year 2004-05 by denying CENVAT Credit of Rs.131.45 lakh in respect of Raw Material used for new Plant in the Trial Run and also imposed the penalty of Rs.131.45 lakhs against which the Company has filed an Appeal before CESTAT and it has allowed the Company's Appeal. The Department has filed an Appeal against the said Order in the High Court which is pending for Final Hearing.
- (ii) The Central GST Division, Kalol has also raised Demand for Rs.10.73 lakh and also imposed interest for audit of Excise for the period March, 2014 to March, 2016 against which the Company has filed an Appeal to the Commissioner and matter is remanded back to the Assessing Officer for fresh Adjudication.

In view of the facts and positive outcome, the Management is of the view that no any provisions is required for the above.



SHREE RAMA MULTI-TECH LIMITED

50 Commitments

(a) Capital Commitments

Capital expenditure contracted for at the end of the reporting period but not recognized as liabilities is as follows:

(Rs. In lakhs)

Particulars	31/03/2022	31/03/2021
Property, Plant & Equipment	87.33	5.38

51 Employee Benefits

51.1 Defined Contribution Plan

(Rs. In lakhs)

Particulars	2021-22	2020-21
Contribution to Provident Fund	22.68	20.36

51.2 Defined Benefits Plan

(A) Leave encashment:

The leave encashment are payable to all eligible employees at the rate of daily salary for each day of accumulated leave on death or on resignation or upon retirement on attaining superannuation age.

1) Liability recognized in the Balance Sheet

(Rs. In lakhs)

Particulars	31/03/2022	31/03/2021
Company's Net liability recognized in the Balance Sheet	46.43	48.43

2) Assumptions

Particulars	31/03/2022	31/03/2021
Approach Used	Projected units credit method	
Salary Escalation	7.00%	7.00%
Discount rate	7.06%	6.72%
Attrition Rate	14.15%	14.15%

(B) Gratuity

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on death or resignation or retirement at 15 days salary [last drawn salary] for each completed year of service. The scheme is funded with an insurance company in the form of a qualifying insurance policy.

Annual Report 2021-22

Balance sheet disclosures

1) Movements in the defined benefit obligation over the period:

(Rs. In lakhs)

Particulars	31/03/2022	31/03/2021
Liability at the beginning of the period	91.77	99.44
Interest Costs	6.33	6.60
Current Service Costs	11.77	9.77
Prior Service Costs	0.00	0.00
Benefits paid	(4.31)	(2.54)
Transfer In	3.39	0.00
Actuarial (Gain)/Loss on obligations due to change in		
- Demography	0.00	0.00
- Financials	(2.11)	(13.98)
- Experience	(10.29)	(7.51)
Liability at the end of the period	96.55	91.77

2) Movements in the fair value of plan assets

(Rs. In lakhs)

Particulars	31/03/2022	31/03/2021
Fair value of plan assets at the beginning of the period	101.93	97.71
Expected interest income on plan assets	7.80	6.59
Contributions	21.34	3.30
Transfer in/Acquisitions	3.39	0.00
Benefits paid	(4.31)	(2.54)
Actuarial Gain/(Loss)	4.17	(3.13)
Fair value of plan assets at the end of the period	134.32	101.93

3) Net liability disclosed above relates to

(Rs. In lakhs)

Particulars	31/03/2022	31/03/2021
Fair value of plan assets at the end of the period	134.32	101.93
Liability as at the end of the period	(96.55)	(91.77)
Net Liability/Asset	37.77	10.15



SHREE RAMA MULTI-TECH LIMITED

4) Balance Sheet Reconciliation

(Rs. In lakhs)

Particulars	31/03/2022	31/03/2021
Net Balance Sheet Liability/(Asset) at the beginning of the year	10.15	(1.73)
--Amount recognized in Accumulated OCI at the beginning of the period	(27.42)	(9.06)
-Expenses recognized in the statement of P&L	(10.30)	(9.77)
--Expenses recognized in the OCI at the end of the period	44.00	27.42
--Employer's Contribution	21.34	3.30
Net Balance Sheet Liability/(Asset) at the end of the year	37.77	10.15

5) Profit & Loss Disclosures

(i) Net Interest Cost for Current Period

(Rs. In lakhs)

Particulars	31/03/2022	31/03/2021
Interest Cost	6.33	6.60
Interest Income	(7.80)	(6.59)
Net Interest Cost	(1.47)	0.01

(ii) Expenses recognised in the profit & loss

(Rs. In lakhs)

Particulars	31/03/2022	31/03/2021
Net Interest Cost	(1.47)	0.01
Current Service Cost	11.77	9.77
Past Service Cost	0	0
Expenses recognized in the profit & loss	10.31	9.78

(iii) Amount recognized in OCI

(Rs. In lakhs)

Particulars	31/03/2022	31/03/2021
Actuarial Loss/(Gain) on DBO	(12.40)	(21.49)
Actuarial Loss/(Gain) on Assets	(4.17)	3.13
Amortization Actuarial Loss/(Gain)	-	0.00
Net Increasing in OCI	(16.58)	(18.36)

Annual Report 2021-22

6) Sensitivity Analysis

(Rs. In lakhs)

Particulars	31/03/2022	31/03/2021
Projected Benefit obligation on current assumptions	96.55	91.77
Data effect of 1% change in Rate of		
-Discounting	90.37	85.51
-Salary Increase	103.23	98.56
-Employee Turnover	96.13	91.19
Data effect of (-1%) change in Rate of		
-Discounting	103.52	98.87
-Salary Increase	90.53	85.69
-Employee Turnover	97.02	92.41

7) Expected cash flow and duration of the plan

(Rs. In lakhs)

Particulars	31/03/2022	31/03/2021
Weighted average duration of DBO	7.92	10.14
Expected total benefit payments		
Year 1	7.25	14.37
Year 2	6.9	5.50
Year 3	5.19	4.82
Year 4	4.93	4.33
Year 5	5.48	3.89
Next 5 years	26.52	23.84

8) Significant Actuarial Assumptions

Particulars	31/03/2022	31/03/2021
Discount Rate	7.06%	6.72%
Rate of return on Plan Assets	7.06%	6.72%
Salary Escalation	7.00%	7.00%
Attrition Rate	14.15%	14.15%



SHREE RAMA MULTI-TECH LIMITED

52. Disclosure under Ind AS 116 – Leases

52.1 Lease liabilities included in financial statements

(Rs. In lakhs)

Particulars	31/03/2022	31/03/2021
Current	1.38	3.89
Non-Current	0.00	1.38

52.2 The following are the amounts recognised in profit or loss:

(Rs. In lakhs)

Particulars	31/03/2022	31/03/2021
Amortization of Right-of-Use Assets	3.66	3.66
Interest expense on lease liabilities	0.33	0.69
Total amount recognised in profit or loss	4.00	4.35

52.3 Maturity Analysis of the undiscounted cash flow of the lease liabilities

(Rs. In lakhs)

Particulars	31/03/2022	31/03/2021
Less than one year	1.41	4.22
One to Five years	-	1.41
More than Five years	-	-
Total	1.41	5.63

52.4 Movement in Right of Use Assets

(Rs. In lakhs)

Particulars	31/03/2022	31/03/2021
Opening Balance	4.88	8.54
Addition during the year	-	-
Amortization for the year	3.66	3.66
Closing Balance	1.22	4.88

Annual Report 2021-22

53. The Company has certain dues to suppliers registered under Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act'). The disclosures pursuant to the said MSMED Act are as follows:

(Rs. In Lakhs)

Particulars		For the year ended March 31, 2022	For the year ended March 31, 2021
a.	The principal amount remaining unpaid to any supplier as at the end of each accounting year;	333.31	361.51
b.	The amount of interest paid by the buyer in terms of Section 16, of the Micro, Small and Medium Enterprise Development Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year;	-	-
c.	The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small and Medium Enterprise Development Act, 2006;	4.24	18.67
d.	The amount of interest accrued and remaining unpaid at the end of each accounting year; and	1.20	0.52
e.	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the Micro, Small and Medium Enterprise Development Act, 2006.	60.96	55.53

The above disclosure has been prepared based on confirmation received for year ended March 31, 2022.



SHREE RAMA MULTI-TECH LIMITED

54. Key Ratios

Sr. No	Ratio	Ratio as on 31 st March 2022	Ratio as on 31 st March 2021	% Deviation
1	Current Ratio Current Assets Current Liabilities	2.15	3.06	-29.70%
2	Debt-to-equity Ratio Total Outside Liabilities Equity	4.30	3.10	38.74%
3	Debt Service Coverage Ratio Earnings Available for Debt Servicing Interest and Lease Payment Installments	3.44	13.24	-74.00%
4	Return on Equity Ratio Net Profit After Tax Average Shareholder's Equity	-19.02%	12.98%	-246.54%
5	Inventory Turnover Ratio Sales Average Inventory	5.54	5.81	-4.53%
6	Receivables Turnover Ratio Net Credit Sales Average Accounts Receivable	5.83	6.44	-9.48%
7	Payables Turnover Ratio Net Credit Purchases Average Trade Payables	8.73	6.18	41.29%
8	Net capital turnover Ratio Net Sales Working Capital	4.38	4.05	8.11%
9	Net profit ratio Profit After Tax Net Sales	-3.30%	2.55%	-229.39%
10	Return on Capital employed Ratio EBIT Capital Employed	-4.15%	4.41%	-194.18%
11	Return on investment Ratio Market value at the end of the year - Market Value at the beginning of the year Market Value at the beginning of the year	12.19%	100.52%	-87.87%

Explanations

- 1 Current ratios has been decreased as compared to previous financial year due to increase in working capital facilities from bank during the current year.
- 2 Debt to equity ratio has been increased as compared to previous financial year due to (i) increase in working capital facilities from bank and (ii) loss during current year as compared to profit in last year.
- 3 Debt service coverage ratio has been decreased as compared to previous financial year due to loss incurred in current financial year as compared to previous year's profit.
- 4 Return on equity ratio has been decreased as compared to previous financial year due to loss incurred during current year.
- 7 Payable turnover ratio has been increased due to timely payments to vendors and efficient fund management.
- 9 Net profit ratio has been decreased as compared to previous year due to loss incurred in current financial year due to prices of raw material hikes tremendously which impact our operating margin drastically as compared to previous financial year.
- 10 Return on capital employed has been decreased as compared to previous year due to loss incurred in current financial year as compared to previous financial year.
- 11 Return on investment ratio has been decreased due to market value of investments in current year is not in line with increased in previous year.



SHREE RAMA MULTI-TECH LIMITED

55. Information Concerning Classification of Securities

I. Term Loan : Rs.2500 Lakhs – Nirma Chemical Works Pvt. Ltd. (NCWPL)

Particulars	31/03/2022	31/03/2021
Current Financial Asset - First Charge - Floating Charge Non Financial Asset - First Charge - Floating Charge	No Charge	No Charge
Non Current First Charge	1. Movable properties First charge on the whole of the movable fixed assets. Etc. both present and future including movables as described in schedule III of DOH 2. Immovable properties First charge on the whole of the immovable properties situated at Village Moti Bhoyan & Pondichery	1. Movable properties First charge on the whole of the movable fixed assets. Etc. both present and future including movables as described in schedule III of DOH 2. Immovable properties First charge on the whole of the immovable properties situated at Village Moti Bhoyan & Pondichery
Total assets pledged as security	Rs.2500.00 Lakhs	Rs.2500.00 Lakhs

Rate of interest 14% and 15% on Rs.1442.00 lakhs and Rs.1058.00 lakhs respectively on above term loans and the company has defaulted in repayment of above loans since 2002-03.

Annual Report 2021-22

II. Debentures: Rs.3000 Lakhs -Axis Trustee Services Limited

Particulars	31/03/2022	31/03/2021
Current Financial Asset - First Charge - Floating Charge Non Financial Asset - First Charge - Floating Charge	No Charge	No Charge
Non Current First Charge	1. Movable properties First charge on the whole of the movable properties including movable plant & machinery, spares, tools, accessories & other movable both present and future situated at Moti Bhoyan & Pondicherry 2. Immovable properties First charge on the whole of the immovable properties situated at Village Moti Bhoyan.	1. Movable properties First charge on the whole of the movable properties including movable plant & machinery, spares, tools, accessories & other movable both present and future situated at Moti Bhoyan & Pondicherry 2. Immovable properties First charge on the whole of the immovable properties situated at Village Moti Bhoyan.
Total assets pledged as security	Rs.3000.00 Lakhs	Rs.3000.00 Lakhs

Rate of interest 13.50% on above debentures and the company has defaulted in repayment of above debentures since 2002-03.



SHREE RAMA MULTI-TECH LIMITED

III. Debentures: Rs.671.86 Lakhs – (Principle Amount Rs.700.00 Lakhs) - Axis Trustee Services Limited

Debenture Holders :

A. Nirma Chemical Works Pvt. Ltd.(NCWPL) – Rs.500.00Lakhs

B. Nirma Credit and Capital Pvt. Ltd. (NCCPL) – Rs.200.00 Lakhs

Particulars	31/03/2022	31/03/2021
Current Financial Asset - First Charge - Floating Charge Non Financial Asset - First Charge - Floating Charge	No Charge	No Charge
Non Current First Charge	1. Movable properties Floating Charge on the whole of the movable plant & machinery, spares, tools, accessories & other movable both present and future situated at all locations in Gujarat 2. Immovable properties First pari passu charge on the whole of the immovable properties situated at Village Moti Bhoyan state of Gujarat.	1. Movable properties Floating Charge on the whole of the movable plant & machinery, spares, tools, accessories & other movable both present and future situated at all locations in Gujarat 2. Immovable properties First pari passu charge on the whole of the immovable properties situated at Village Moti Bhoyan state of Gujarat.
Total assets pledged as security	Rs.500.00 Lakhs	Rs.500.00 Lakhs

Rate of interest 15.50% on above debentures and the company has defaulted in repayment of above debentures since 2002-03.

Annual Report 2021-22

IV. Credit Facilities from RBL Bank Ltd.: Rs.2800 Lakhs *

Particulars	31/03/2022	31/03/2021
Current		
First Pari Passu Charge	First Pari Passu Charge on whole of current assets and book debts, both present and future of the Company as described in Schedule 3 of Deed of Hypothecation dated 12 th July, 2019.	First Pari Passu Charge on whole of current assets and book debts, both present and future of the Company as described in Schedule 3 of Deed of Hypothecation dated 12 th July, 2019.
Non Current	1. Movable properties	1. Movable properties
First Pari Passu Charge	First Pari Passu Charge on the present and future movable fixed assets particularly plant and machinery, equipment, furniture and fixtures etc. of Company's factories, premises more particularly described in Schedule 3 of Deed of Hypothecation dated 12 th July, 2019.	First Pari Passu Charge on the present and future movable fixed assets particularly plant and machinery, equipment, furniture and fixtures etc. of Company's factories, premises more particularly described in Schedule 3 of Deed of Hypothecation dated 12 th July, 2019.
Total assets charged as security	Rs.2800.00 Lakhs	Rs.5450.00 Lakhs

Rate of interest for above credit facilities – 3 months MCLR and in WCTL - 3 months MCLR plus 0.05%.

* The Company had repaid fully WCTL of RBL Bank Ltd during the F.Y 2020-21 and the company has received NOC for the reduction of charge during FY 2021-22. Hence, the charges created in favour of RBL Bank Ltd. is reduced accordingly.

- V. In respect of various overdue Long Term Borrowings excluding Working Capital facilities from RBL Bank Ltd. are treated as “Non-current interest-bearing loans and borrowings” since, the Company has filed the review petition on 2/11/2020 with the Hon'ble High Court of Gujarat upon the dismissal of O J Appeal filed by the Company against the order of single bench of Hon'ble High Court of Gujarat in respect of Scheme of Compromise and Arrangement u/s 391(1) of Companies Act, 1956.

Term Loans:- Term Loans of Rs.2500 Lakhs from NCWPL are Secured by first charge on whole of movable fixed assets etc. both present and future including movables as described in Schedule III of DOH and First charge on whole immovable properties situated at village: Moti-Bhojan & Pondichery ranking pari-passu with the charges created in favor of a trustee for privately placed debentures and personal guarantee of some of the erstwhile directors.

Non-Convertible Debentures

700000 (15.5%) Redeemable Non-Convertible Debentures privately placed with Axis Trustee Services Limited (Debenture holders Rs.500 lakhs with NCWPL & Rs.200 Lakhs with NCCPL)



SHREE RAMA MULTI-TECH LIMITED

are secured by way Mortgage of immovable assets both present and future situated at village: Moti-Bhoyan in the state of Gujarat and charges on movable assets of the Company at all locations in Gujarat in favor of a trustee, ranking pari-passu with the charges created on the said assets for term loans from lenders.

300 (13.5%) Redeemable Non-Convertible Debentures privately placed with Axis Trustee Services Limited (Debenture Holder: NCWPL) are secured by First charge on whole of movable Properties both present and future, at village Moti Bhoyan situated in the state of Gujarat and Pondichery and immovable property both present and future, situated at village: Moti Bhoyan in the state of Gujarat in favor of a trustee, ranking pari-passu with the charges created on the said assets for term loans from lenders.

VI. Details of satisfaction of charges yet to be registered with ROC beyond the statutory period :

The existing charge appear in favour of NCWPL on specified movable and immovable properties for original amount of Rs.11400.00 lakhs, which was acquired by NCWPL from erstwhile lender has been settled by the company finally on 14-05-2015. The said charge is under process for satisfaction/modification on account of pending documentation.

56. The company operates in a single segment and in line with Ind AS - 108 "Operating Segments", the operations of the Company fall under "Manufacturing of Packaging Materials" business which is considered to be the only reportable business segment.

57. Details of information about geographical areas for sales are as below:

(Rs. In lakhs)

Particulars	2021-22	2020-21
Within India	12588.31	10346.16
Outside India		
Europe	341.96	823.99
Asia	1935.79	1,632.03
Africa	35.83	657.14
North America	32.51	17.69
Grand Total	14,934.40	13,477.01

There are no non-current assets other than in India.

There is a reputed customer accounted for more than 10 % of the revenue during the year 2021-22. Further, there are 3 customers having outstanding balance of more than 10 % of the total receivable as on 31st March, 2022.

Annual Report 2021-22

58. Previous year's figures have been regrouped / re-stated / reclassified wherever necessary. Figures in brackets relate to previous year unless otherwise stated. Previous year figures in notes forming part of accounts are recalculated to bring the figures in line with relevance in the matter.

As per our report of even date attached herewith

For and on behalf of the Board

**For Chandulal M. Shah & Co.
Chartered Accountants
FRN: 101698W**

**Shailesh Desai
Managing Director
(DIN: 01783891)**

**Hemal Shah
Whole Time Director
(DIN: 07338419)**

**Chetan S. Panchal
Partner M. No.: 147415**

**Krunal Shah
Chief Financial Officer**

**Sandip Mistry
Company Secretary**

**Place : Ahmedabad
Date : 21/05/2022**

**Place : Moti-Bhoyan
Date : 21/05/2022**