



30th
ANNUAL REPORT
2021-2022

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MOHIT PAPER MILLS LIMITED

CIN: L21093DL1992PLC116600

BOARD OF DIRECTORS**EXECUTIVE DIRECTORS**

Mr. Sandeep Jain *Managing Director cum Chairman* (DIN: 00458048)
Mr. Pradeep Kumar Rajput *Whole Time Director* (DIN: 06685586)

NON EXECUTIVE DIRECTORS

Mrs. Shubhi Jain *Director* (DIN: 06685602)
Mrs. Anju Jain *Director* (DIN: 00459540)

NON EXECUTIVE INDEPENDENT DIRECTORS

Mr. Sushil Kumar Tyagi *Director* (DIN: 06362605)
Mr. Rachit Jain *Director* (DIN: 06982727)
Mr. Sanjeev Kumar Jain *Director* (DIN: 07018412)
Mr. Sourabh Mathur *Director* (DIN: 08354589)

COMPANY SECRETARY

Mr. Shivam Sharma

CHIEF FINANCIAL OFFICER (CFO)

Mr. Arvind Kumar Dixit

STATUTORY AUDITORS

M/s Anil Sood & Associates
Chartered Accountants
New Delhi

COST AUDITORS

M/s H. TARA & Co.
Cost Accountants
New Delhi

BANKERS:

Union Bank of India

REGISTERED OFFICE:

Mohit Paper Mills Limited, 15A/13, Upper Ground Floor,
East Patel Nagar, New Delhi-110008
Telephone: 011-25886798
Website: www.mohitpaper.in
E-Mail: investorsmohitpaper@gmail.com

WORKS:

Mohit Paper Mills Limited, 9 KM Stone,
Nagina Road, Bijnor- 246701 (U.P.)
Telephone: 01342- 283051
E-Mail: investorsmohitpaper@gmail.com, mohit.paper@rediffmail.com

REGISTRAR & TRANSFER AGENT:

LINK INTIME INDIA PRIVATE LIMITED
44, Community Centre, 2nd Floor, Naraina Industrial Area,
Phase-1, New Delhi-110028
Phone: 011-41410592, 93, 94
Telefax: 011-41410591
Website: www.linkintime.co.in
E-mail: delhi@linkintime.co.in

INTERNAL AUDITORS

M/s MAA and Company
Chartered Accountants
New Delhi

SECRETARIAL AUDITORS

M/s Agarwal S. & Associates,
Company Secretaries
New Delhi

LISTED ON:

BSE Limited (BSE)

30TH ANNUAL GENERAL MEETING

[through Video Conference (VC) /
Other Audio Visual Means (OAVM)]
Date: September 29, 2022 (Thursday)
Time: 04.00 P.M. (IST)

MOHIT PAPER MILLS LIMITED

CIN: L21093DL1992PLC116600

Registered Office: 15A/13, Upper Ground Floor, East Patel Nagar, New Delhi-110008

Works: 9km Stone, Nagina Road, Bijnor, Uttar Pradesh-246701

Telephone: 011-25886798

Website: www.mohitpaper.in, E-mail: investorsmohitpaper@gmail.com

NOTICE

Notice is hereby given that the Thirtieth (30th) Annual General Meeting ("AGM" or "the Meeting") of the Members of Mohit Paper Mills Limited (the "Company") will be held on Thursday, 29th Day of September, 2022 at 04.00 P.M. (IST) through Video Conferencing ("VC")/Other Audio Visual Means ("OAVM") in accordance with the applicable provisions of the Companies Act, 2013 ("Act") and Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") to transact the following businesses:

ORDINARY BUSINESS:

Item No.1: Adoption of the Financial Statements:

To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31st March 2022, together with Boards' Report and Auditors' Report thereon.

Item No.2: To re-appoint Mrs. Anju Jain (DIN: 00459540) who retires by rotation at this Annual General Meeting and being eligible offers herself for re-appointment:

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

"RESOLVED THAT Mrs. Anju Jain (DIN: 00459540) who retires by rotation and who is eligible for re-appointment as per her existing terms be and is hereby re-appointed."

Item No.3: To Appointment of M/s Pankaj K. Goyal as the Statutory Auditors of the Company and to fix their remuneration:

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

"RESOLVED THAT pursuant to the provisions of section 139 and 142 and other applicable provisions, if any, of the Act, read with Companies (Audit and Auditors) Rules 2014 as may be applicable, (including any statutory modification(s) or re-enactment thereof, for the time being in force) and pursuant to the recommendation made by the Audit Committee, M/s. Pankaj K. Goyal & Co., Chartered Accountants (Firm Registration No.: 006885C), be and is hereby appointed as Statutory Auditor of the Company in place of M/s Anil Sood & Associates, Chartered Accountants, (Firm Registration No.: 004985N) for a period of 5 (five) years from financials year 2022-2023 till the conclusion of the 35th Annual General Meeting to be held in the year 2027 at such remuneration as mentioned in the explanatory statement and any amendment in the terms of their appointment including remuneration as may be decided by the Board of Directors or the Audit Committee of the Company as the case may be."

SPECIAL BUSINESS:**Item No. 4: To approve the appointment of Mr. Mohit Jain (DIN: 07203009) as Director (Non-Executive and Non-Independent Director) (Director of Marketing):****To consider and, if thought fit, to pass the following Resolution as a Ordinary Resolution:**

“RESOLVED THAT pursuant to the provisions of the Section 149, 152, 161 and other applicable provisions of the Companies Act, 2013, (“the Act”) and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or enactment thereof for the time being in force) Mr. Mohit Jain (DIN: 07203009), who was appointed as an Additional Director of the Company w.e.f. September 05, 2022 by the Board of Directors, based on the recommendation of the Nomination and Remuneration Committee in terms of Section 161 (1) of the Act, and who holds office upto the date of this Annual General Meeting of the Company and who is eligible for appointment and in respect of whom the Company has received a notice in writing under Section 160(1) of the Act from a Member proposing his candidature for the office of Director, be and is hereby appointed as a Director (Non-Executive and Non-Independent) (Director of Marketing) of the Company, liable to be retire by rotation.”

“RESOLVED FURTHER THAT any Director or Company Secretary of the Company be and is hereby authorized to do all such acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

Item No. 5: To approve remuneration payable to Mr. Mohit Jain (DIN: 07203009) (Non-Executive and Non-Independent Directors) (Director of Marketing) by way of Fees:**To consider and, if thought fit, to pass the following Resolution as a Special Resolution:**

“RESOLVED THAT pursuant to the provisions of Section 196,197, 198 and other applicable provisions of the Companies Act, 2013 and other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 read with Schedule V of the Companies Act, 2013 (including any statutory modification(s) or re-enactment thereof for the time being in force) and as per the Articles of Association of the Company and subject to such other approval, as may be necessary, consent of the members of the Company, for the payment of remuneration of ₹ 2,40,000/- per month (Rupees Two Lakh Forty Thousand Only) by way of professional fees or otherwise to Mr. Mohit Jain, Director (DIN: 07203009) (Non-Executive and Non-Independent) (Director of Marketing) of the Company w.e.f September, 2022 and thereafter the said remuneration is in addition to sitting fees and reimbursement of expenses for attending the meetings of the Board of Directors or Committees thereof, if any and the said remuneration be paid in such amount, proportion and manner as may be decided by the Board of Directors of the Company from time to time.”

“RESOLVED FURTHER THAT the total overall managerial remuneration payable to all the directors of the Company in any financial year shall not exceed the limits prescribed under Section 197 and Schedule V of the Act and other applicable provisions of the Act.”

“RESOLVED FURTHER THAT any Director or Company Secretary of the Company be and is hereby authorized to do all such acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

Item No. 6: Appointment of Mr. Rakesh Juyal (DIN: 09698162) as an Independent Director:**To consider and, if thought fit, to pass the following Resolution as a Special Resolution:**

“RESOLVED THAT pursuant to the provisions of Sections 149, 150, 152 and other applicable provisions, if any, of the Companies Act, 2013 (“the Act”) read with Schedule IV to the Act and the Companies (Appointment and Qualification of Directors) Rules, 2014, Regulation 17 and Regulation 25 (2A) and other applicable regulations

of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), as amended from time to time, the appointment of Mr. Rakesh Juyal, (DIN: 09698162) who was appointed as an Additional Director (Non-Executive, Independent Director) of the Company with effect from September 05, 2022 in terms of recommendation of Nomination & Remuneration Committee and holds the office in terms of Section 161(1) of the Act, and who has submitted a declaration that he meets the criteria of independence in terms of Section 149(6) of the Act and Regulation 16(1)(b) of SEBI Listing Regulations, be and is hereby appointed as Director (Non-Executive Independent Director) of the Company, w.e.f. September 05, 2022 for a period of 5 years from his appointment i.w. up to September 04, 2027 and he would not be liable to retire by rotation."

"RESOLVED FURTHER THAT any Director or Company Secretary of the Company be and is hereby authorized to do all such acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution."

Item No.7: to ratify the Remuneration of Cost Auditor:

To consider and if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution

"RESOLVED THAT pursuant to the provisions of Section 148 (3) and other applicable provisions, if any, of the Companies Act, 2013 and Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), the remuneration of ₹ 50,000/- p.a. plus applicable taxes and other out of pocket expenses payable to M/s. H. Tara & Co., Cost Accountants for conducting cost audit of the Company for the financial year 2022-2023, as approved by the Board of Directors of the Company, be and is hereby ratified."

By Order of the Board of Directors,
For **Mohit Paper Mills Limited**

Sd/-

Shivam Sharma

Company Secretary

M.No.: ACS 42083

Registered office: 15A/13, Upper Ground Floor, East Patel Nagar, New Delhi- 110008

Website: www.mohitpaper.in, E-mail: investorsmohitpaper@gmail.com

Dated: September 05, 2022

CIN: L21093DL1992PLC116600, Telephone: 011-25886798

Place: New Delhi

NOTES:

1. In view of outbreak of COVID-19 pandemic, the Ministry of Corporate Affairs ("MCA") has, vide General Circular no. 14/2020 dated 8th April, 2020, General Circular no. 17/2020 dated 13th April, 2020, General Circular no. 22/2020 dated 15th June, 2020, General Circular no. 33/2020 dated 28th September, 2020, General Circular No. 39/2020 dated 31st December, 2020, General Circular No. 10/2021 dated 23rd June, 2021 and the General Circular No. 20/2021 dated 8th December, 2021 and General Circular No. 2/2022 dated 05th May, 2022 in relation to extension of the framework provided in the aforementioned circulars up to 31st December, 2022 (collectively "MCA Circulars"), permitted companies to conduct General Meeting through video conferencing ("VC")/other audio-visual means ("OAVM") and relevant circulars issued by the Securities and Exchange Board of India ("SEBI") for holding of meeting through VC/OAVM.

In compliance with the MCA and SEBI Circulars and applicable provisions of the Companies Act, 2013 (the "Act") and Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), the Annual General Meeting ("AGM" or "the Meeting") of the Company is being held through VC/OAVM on Thursday, September 29, 2022 at 4:00 P.M. IST. The deemed venue for the AGM will be the Registered Office of the Company i.e. 15 A/13, Upper ground floor, East Patel Nagar, New Delhi- 110008.

2. The Explanatory Statement pursuant to Section 102 of the Act in respect of the business under Item No. 2 for the relevant details of the Directors seeking re-appointment (retire by rotation), Item No. 3 for appointment of statutory auditor, Item no. 4 for appointment of Mr. Mohit Jain as Director (Non-Executive, Non- Independent) and Item No. 5 for confirmation of fees to Mr. Mohit Jain and Item No. 6 set out for appointment of Mr. Rakesh Juyal as Director (Non-Executive Independent Director) and the relevant details as required under Regulation 36(3) and 30 of the SEBI Listing Regulations and Secretarial Standard on General Meetings issued by The Institute of Company Secretaries of India ('Secretarial Standard') are annexed hereto.
3. In accordance with the provisions of Section 108 of the Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 and Regulation 44 of the SEBI Listing Regulations and in view of the aforesaid MCA and SEBI Circulars, the Company has engaged the services of Link Intime (India) Private Limited ("LIPL") to provide the facility of voting by electronic voting system to all the Members to enable them to cast their votes electronically during the AGM in respect of all the businesses to be transacted at the aforesaid Meeting. The facility of casting the votes by the Members using such electronic voting system from a place other than venue of the AGM ("remote e-voting") is also provided by LIPL.
4. Facility of joining the AGM through VC/OAVM shall be available for atleast 1000 members on first come first served basis. However, the large shareholders (i.e. shareholders holding 2% or more shareholding), promoters, institutional investors, Directors, KMPs, the Chairperson of the Audit Committee, Nomination and Remuneration Committee and Stakeholders' Relationship Committee, Auditors etc. may be allowed to attend the Meeting without restriction on account of first-come-first- served principle.
5. The Company is providing two way teleconferencing facility for the ease of participation of the members. The instructions for members attending/ participating in the AGM through VC/ OAVM are provided at point no. 29.
6. The facility for joining the AGM through VC/OAVM shall be open at least 15 minutes before the time scheduled to start the Meeting and shall not be closed till the expiry of 15 minutes after such scheduled time.
7. In line with the General Circulars No. 20/2020 dated May 5, 2020 and No. 02/2021 dated January 13, 2021, issued by the MCA and the SEBI Circulars, Notice of the AGM along with Annual Report 2021-22 is being sent only through electronic mode to those Members whose e-mail addresses are registered with the Company/Depositories/RTA, unless any Member has requested for a physical copy of the same. The Notice of AGM and Annual Report 2021-22 are available on the Company's website viz. www.mohitpaper.in and may also be accessed from the relevant section of the websites of the Stock Exchanges i.e. BSE Limited at www.bseindia.com.
8. Members are requested to intimate changes, if any, pertaining to their name, postal address, e-mail address, telephone/mobile numbers, Permanent Account Number ('PAN'), mandates, nominations, power of attorney, bank details such as, name of the bank and branch details, bank account number, MICR code, IFSC code, etc.,
 - **For shares held in electronic form:** to their Depository Participant only and not to the Company's RTA. Changes intimated to the Depositor Participant will then be automatically reflected in the Company's records which will help the Company and its RTA provide efficient and better service to the Members.

- **For shares held in physical form:** to the Company's RTA in prescribed Form ISR -1 and other forms pursuant to SEBI circular SEBI/HO/MIRSD/MIRSD_RTAMB/P/ CIR/2021/655 dated November 3, 2021, as per instructions mentioned in the form. The said form can be downloaded from the Members' Referencer available on the Company's website under Investors http://www.mohitpaper.in/mpml_financial-info.html and is also available on the website of the RTA website.
9. Members may please note that SEBI vide its Circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2022/8 dated January 25, 2022 has mandated the listed companies to issue securities in dematerialized form only while processing service requests, viz., Issue of duplicate securities certificate; claim from unclaimed suspense account; renewal/ exchange of securities certificate; endorsement; sub-division/splitting of securities certificate; consolidation of securities certificates/folios; transmission and transposition. Accordingly, Members are requested to make service requests by submitting a duly filled and signed Form ISR-4. The said form can be downloaded from the Members' Referencer available on the Company's website under Investor tab at http://www.mohitpaper.in/mpml_financial-info.html. It may be noted that any service request can be processed only after the folio is KYC Compliant.
 10. Pursuant to the provisions the Act, a Member entitled to attend and vote at the Meeting and also entitled to appoint a proxy to attend and vote on a poll instead of him/her and the proxy need not be a Member of the Company. Since the AGM is being held pursuant to the MCA Circulars and SEBI Circulars, through VC/OAVM, physical attendance of Members has been dispensed with. Accordingly, in line with the MCA General Circular No. 14/2020 dated April 08, 2020 and 02/2021 dated January 13, 2021, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice.
 11. Institutional/Corporate Members intending to attend the Meeting are required to send a scan of certified copy of the Board Resolution (JPG/PDF format), pursuant to Section 113 of the Act, 2013, authorizing their representative to attend the Meeting through VC/OAVM on its behalf and vote through remote e-voting. The said Resolution/Authorization shall be sent to the Scrutinizer by email through its registered email: asacs2022@gmail.com.
 12. Recorded transcript of the Meeting shall be uploaded on the website of the Company and the same shall also be maintained in safe custody of the Company. The registered office of the company shall be deemed to be the place of Meeting for the purpose of recording of the minutes of the proceedings of this AGM.
 13. Members having any queries related to accounts and operations or any other matter to be placed at the AGM of the Company, may write to the Company through an email on investorsmohitpaper@gmail.com, at least seven working days in advance of the Meeting. The same will be replied by the Company suitably.
 14. Members are requested to contact the Registrar & Share Transfer Agent (RTA), Mr. Swapan Naskar, Link Intime India Private Limited, Noble Heights, 1st Floor, Plot NH 2 C-1 Block LSC, Near Savitri Market, Janakpuri, New Delhi-110058 (Phone No.: +91-49411000; Fax No.: +91-11-41410591; Email: delhi@linkintime.co.in) for reply to their queries/redressal of complaints, if any,
 15. Shareholders may also contact Mr. Shivam Sharma, Company Secretary at the Corporate Office/Registered Office of the Company (Phone No.: +91-11- 25886798; Email: investorsmohitpaper@gmail.com).
 16. Members are requested to intimate changes, if any, pertaining to their name, postal address, email address, telephone/mobile numbers, Permanent Account Number (PAN), mandates, nominations, power of attorney, to their DPs in case shares are held in electronic form or to Company's RTA i.e. LIPL in case shares are held in physical form.
 17. Members may avail the facility of nomination by nominating a person to whom their shares in the Company shall vest in the event of their death. The prescribed form can be obtained from the Company's RTA. Members are requested to submit the said details to their DPs in case the shares are held in electronic form and to RTA in case the shares are held in physical form.

18. Members who hold shares in physical form in multiple folios in identical names or joint names in the same order of names are requested to send the share certificates to the Company's RTA i.e. LIPL for consolidation into single folio.
19. As per Regulation 40 of the SEBI Listing Regulations, as amended, the securities of the listed company cannot be transferred in physical mode w.e.f. April 01, 2019, except in case of request received for transposition or transmission of securities. In view of this, Members holding shares in physical form are requested to get their shares dematerialized at the earliest. Members can contact the Company or the Company's RTA i.e. LIPL for assistance in this regard.
20. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company/RTA i.e. LIPL.
21. In keeping with the Ministry of Corporate Affairs' Green Initiative measures, the Company hereby requests the Members who have not registered their email addresses so far, to register their email addresses with their DPs in case shares are held by them in electronic form and with the Company's RTA i.e. LIPL and in case shares are held by them in physical form for receiving all communication including annual report, notices, circulars etc. from the Company electronically.
22. Members attending the Meeting through VC/OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act, 2013.
23. Since the AGM will be conducted through VC / OAVM, the Route Map is not annexed to this Notice.
24. The Register of Contracts or Arrangements in which Directors are interested, maintained under Section 189 of the Act, 2013, the Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Act, 2013 read with Rules issued thereunder will be made available electronically for inspection by the Members during the Meeting. All documents referred to in the Notice will also be available for electronic inspection from the date of circulation of this Notice up to the date of AGM. Also, the Notice for this AGM along with requisite documents and the Annual Report for the financial year 2021-22 shall also be available on the Company's website www.mohitpaper.in, Further, the notice received, if any, under the provisions of the Act will be put up on the website of the Company up to the date of the Meeting. Members seeking to inspect such documents can send an email to investorsmohitpaper@gmail.com.
25. The remote e-voting facility will be available during the following voting period:
 - i. Commencement of remote e-voting: From 09.00 A.M. IST of Monday, September 26, 2022.
 - ii. End of remote e-voting: Up to 5.00 P.M. IST of Wednesday, September 28, 2022.
26. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date i.e. Thursday, September 22, 2022 may cast their vote through remote e-voting. The remote e-voting module shall be disabled by LIPL for voting thereafter and the facility will be blocked forthwith.
27. **Remote e-Voting Instructions for shareholders:**

Pursuant to SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode can vote through their demat account maintained with Depositories and Depository Participants.

Shareholders are advised to update their mobile number and email Id in their demat accounts to access e-Voting facility.

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

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL	<ul style="list-style-type: none"> ➤ Existing IDeAS user can visit the e-Services website of NSDL viz... https://eservices.nsd.com either on a personal computer or on a mobile. On the e- Services home page click on the "Beneficial Owner" icon under "Login" which is available under "IDeAS" section, this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name i.e. LINKINTIME and you will be re-directed to "InstaVote" website for casting your vote during the remote e-Voting period. ➤ If you are not registered for IDeAS e-Services, option to register is available at https://eservices.nsd.com Select "Register Online for IDeAS Portal" or click at https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp ➤ Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://eservices.nsd.com either on a personal computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under "Shareholder/Member" section. A new screen will open. You will have to enter your User ID (i.e. your sixteen-digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e- Voting page. Click on company name or e-Voting service provider name i.e. LINKINTIME and you will be redirected to "InstaVote" website for casting your vote during the remote e-Voting period.
Individual Shareholders holding securities in demat mode with CDSL	<ul style="list-style-type: none"> ➤ Existing users who have opted for Easi / Easiest, can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or www.cdslindia.com and click on New System Myeasi. ➤ After successful login of Easi/Easiest the user will be able to see the E Voting Menu. The Menu will have links of e-Voting service provider i.e. LINKINTIME. Click on LINKINTIME and you will be redirected to "InstaVote" website for casting your vote during the remote e-Voting period.
	<ul style="list-style-type: none"> ➤ If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration. ➤ Alternatively, the user can directly access e-Voting page by providing demat account number and PAN No. from a link in www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. LINKINTIME. Click on LINKINTIME and you will be redirected to "InstaVote" website for casting your vote during the remote e-Voting period.

Type of shareholders	Login Method
Individual Shareholders (holding securities in demat mode) & login through their depository participants	<ul style="list-style-type: none"> ➤ You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. Upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name i.e. LINKINTIME and you will be redirected to "InstaVote" website for casting your vote during the remote e-Voting period.
Individual Shareholders holding securities in Physical mode & evoting service Provider is LINKINTIME	<ol style="list-style-type: none"> 1. Open the internet browser and launch the URL: https://instavote.linkintime.co.in Those who are first time users of LIPL e-voting platform or holding shares in physical mode have to mandatorily generate their own Password, as under: <ul style="list-style-type: none"> ➤ Click on "Sign Up" under 'SHARE HOLDER' tab and register with your following details: - <ol style="list-style-type: none"> A. User ID: Shareholders/ members holding shares in physical form shall provide Event No (220396) + Folio Number registered with the Company. B. PAN: Enter your 10-digit Permanent Account Number (PAN) (Members who have not updated their PAN with the Depository Participant (DP)/ Company shall use the sequence number provided to you, if applicable. C. DOB/DOI: Enter the Date of Birth (DOB) / Date of Incorporation (DOI) (As recorded with your DP / Company - in DD/MM/YYYY format). D. Bank Account Number: Enter your Bank Account Number (last four digits), as recorded with your DP/Company. • Shareholders/ members holding shares in physical form but have not recorded 'C' and 'D', shall provide their Folio number in 'D' above. ➤ Set the password of your choice (The password should contain minimum 8 characters, at least one special Character (@!#\$%&*), at least one numeral, at least one alphabet and at least one capital letter). ➤ Click "confirm" (Your password is now generated). 2. Click on 'Login' under 'SHARE HOLDER' tab. 3. Enter your User ID, Password and Image Verification (CAPTCHA) Code and click on 'Submit'. 4. After successful login, you will be able to see the notification for e-voting. Select 'View' icon. 5. E-voting page will appear.
	<ol style="list-style-type: none"> 6. Refer the Resolution description and cast your vote by selecting your desired option 'Favour / Against' (If you wish to view the entire Resolution details, click on the 'View Resolution' file link). 7. After selecting the desired option i.e. Favour / Against, click on 'Submit'. A confirmation box will be displayed. If you wish to confirm your vote, click on 'Yes', else to change your vote, click on 'No' and accordingly modify your vote.

Institutional shareholders:

Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on the e-voting system of LIPL at <https://instavote.linkintime.co.in> and register themselves as 'Custodian / Mutual Fund / Corporate Body'. They are also required to upload a scanned certified true copy of the

Board Resolution/ authority letter/power of attorney etc. together with attested specimen signature of the duly authorised representative(s) in PDF format in the 'Custodian/ Mutual Fund / Corporate Body' login for the Scrutinizer to verify the same.

Individual Shareholders holding securities in Physical mode & evoting service Provider is LINKINTIME, has forgotten the password:

- Click on 'Login' under 'SHARE HOLDER' tab and further Click 'forgot password?'
- Enter User ID, select Mode and Enter Image Verification (CAPTCHA) Code and Click on 'Submit'
 - In case shareholder(s)/ member(s) is/are having valid email address, Password will be sent to his/her registered e-mail address.
 - Shareholders/ members can set the password of his/her choice by providing the information about the particulars of the Security Question and Answer, PAN, DOB/DOI, Bank Account Number (last four digits) etc. as mentioned above.
 - The password should contain minimum 8 characters, at least one special character (@!#\$%&*), at least one numeral, at least one alphabet and at least one capital letter.

Individual Shareholders holding securities in demat mode with NSDL/ CDSL has forgotten the password:

- Shareholders/ members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned depository/ depository participants website.
 - It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
 - For shareholders/ members holding shares in physical form, the details can be used only for voting on the resolutions contained in this Notice.
 - During the voting period, shareholders/ members can login any number of time till they have voted on the resolution(s) for a particular "Event".

Helpdesk for Individual Shareholders holding securities in demat mode:

In case shareholders/ members holding securities in demat mode have any technical issues related to login through Depository i.e. NSDL/ CDSL, they may contact the respective helpdesk given below:

Login type	Helpdesk details
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30
Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022- 23058738 or 22-23058542-43

Helpdesk for Individual Shareholders holding securities in physical mode/ Institutional shareholders & evoting service Provider is LINKINTIME

In case shareholders/ members holding securities in physical mode/ Institutional shareholders have any queries regarding evoting, they may refer the Frequently Asked Questions ('FAQs') and InstaVote e-Voting manual available at <https://instavote.linkintime.co.in>, under Help section or send an email to enotices@linkintime.co.in or contact on: - Tel: 022- 4918 6000.

28. Instructions for Shareholders/ Members to Vote during the Annual General Meeting through InstaMeet:

Once the electronic voting is activated by the scrutinizer/ moderator during the meeting, shareholders/ members who have not exercised their vote through the remote e-voting can cast the vote as under:

1. On the Shareholders VC page, click on the link for e-Voting Cast your vote
2. Enter your 16 digit Demat Account No. /Event No. (220396) + Folio Number and OTP (received on the registered mobile number/ registered email Id) received during registration for InstaMeet and click on 'Submit'.
3. After successful login, you will see Resolution Description and against the same the option Favour/ Against for voting.
4. Cast your vote by selecting appropriate option i.e. Favour/ Against as desired. Enter the number of shares (which represents no. of votes) as on the cut-off date under 'Favour/Against'.
5. After selecting the appropriate option i.e. Favour/Against as desired and you have decided to vote, click on Save. A confirmation box will be displayed. If you wish to confirm your vote, click on Confirm, else to change your vote, click on Back and accordingly modify your vote.
6. Once you confirm your vote on the resolution, you will not be allowed to modify or change your vote subsequently.
7. Shareholders/ Members, who will be present in the Annual General Meeting through InstaMeet facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting facility during the meeting. Shareholders/ Members who have voted through Remote e-Voting prior to the Annual General Meeting will be eligible to attend/ participate in the Annual General Meeting through InstaMeet. However, they will not be eligible to vote again during the meeting.
8. Shareholders/ Members are encouraged to join the Meeting through Tablets/ Laptops connected through broadband for better experience.
9. Shareholders/ Members are required to use Internet with a good speed (preferably 2 MBPS download stream) to avoid any disturbance during the meeting.
10. Please note that Shareholders/ Members connecting from Mobile Devices or Tablets or through Laptops connecting via Mobile Hotspot may experience Audio/Visual loss due to fluctuation in their network. It is therefore recommended to use stable Wi-Fi or LAN connection to mitigate any kind of aforesaid glitches.
11. In case shareholders/ members have any queries regarding login/ e-voting, they may send an email to instameet@linkintime.co.in or contact on: - Tel: 022-49186175.

29. Process and manner for attending the Annual General Meeting through InstaMeet:

1. Open the internet browser and launch the URL: [https:// instameet.linkintime.co.in](https://instameet.linkintime.co.in)
» Select the "Company" and 'Event Date' and register with your following details:-

A. Demat Account No. or Folio No:

Enter your 16 digit Demat Account No. or Folio Number. (Event No.: 220396)

- Shareholders/ members holding shares in CDSL demat account shall provide 16 Digit Beneficiary ID.
- Shareholders/ members holding shares in NSDL demat account shall provide 8 Character DP ID followed by 8 Digit Client ID.

- Shareholders/ members holding shares in physical form shall provide Folio Number registered with the Company.
- B. **PAN:** Enter your 10-digit Permanent Account Number (PAN) (Members who have not updated their PAN with the Depository Participant (DP)/ Company shall use the sequence number provided to you, if applicable.
- C. **Mobile No.:** Enter your mobile number.
- D. **Email ID:** Enter your email id, as recorded with your DP/Company.

» Click "Go to Meeting" (You are now registered for InstaMeet and your attendance is marked for the meeting).

30. **Instructions for Shareholders/ Members to Speak during the Annual General Meeting through InstaMeet:**
1. Shareholders who would like to speak during the meeting must register their request 7 days in advance with the company on the investors mohitpaper@gmail.com.
 2. Shareholders will get confirmation on first cum first basis depending upon the provision made by the Company.
 3. Shareholders will receive "speaking serial number" once they mark attendance for the meeting.
 4. Other shareholder may ask questions to the panellist, via active chat-board during the meeting.
 5. Please remember speaking serial number and start your conversation with panellist by switching on video mode and audio of your device. Shareholders are requested to speak only when moderator of the meeting/ management will announce the name and serial number for speaking.
31. The voting rights of Members shall be in proportion to their shares of the total paid up equity share capital of the Company as on the cut-off date.
32. Any person, who acquires shares of the Company and becomes Member of the Company after sending the Notice of the Meeting and holding shares as of the cut-off date i.e. September 22, 2022, needs to refer the instruction above regarding login ID and password and may contact the Company or RTA for any query or assistance in this regard. Any person who is not a Member as on the cut-off date should treat this Notice for information purposes only.
33. The Members who have cast their vote by remote e-voting prior to the AGM may also attend the AGM through VC/OAVM but shall not be entitled to cast their vote again or change it subsequently.
34. Only those Members, whose names are recorded in the Register of Members or in the Register of Beneficial Owners maintained by the Depositories as on the cut-off date shall be entitled to avail the facility of remote e-voting as well as e-voting at the AGM.
35. The Board of Directors of the Company has appointed M/s. Agarwal S. & Associates, Company Secretaries, address D-427, 2nd Floor, Palam Extn. Ramphal chowk, Sector-7, Dwarka, New Delhi- 110075 as the Scrutinizer to scrutinize the e-voting and remote e-voting process for the Thirtieth (30th) Annual General Meeting in a fair and transparent manner.
36. The Chairman of the AGM shall, at the AGM, at the end of discussion on the Resolutions on which the voting is to be held, allow voting with the assistance of the scrutinizer, by using e-voting facility for all those Members who are present at the AGM through VC/OAVM but have not cast their votes by availing the remote e-voting facility.
37. The Scrutinizer shall after the conclusion of voting at the Meeting, will first count the votes cast during the Meeting and thereafter unblock the votes cast through remote e-voting and shall make and submit, within of the Two working days of conclusion of the AGM, a consolidated Scrutinizer's Report

of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting within two working days of conclusion of the AGM.

38. The Notice of the AGM shall be placed on the website of the Company and LIPL till the date of AGM. The Results declared, along with the Scrutinizer's Report shall be placed on the Company's website www.mohitpaper.in and on the website of LIPL i.e. www.linkintime.co.in immediately after the declaration of result by the Chairman or a person authorized by him in writing. The Results shall also be immediately forwarded to the Stock Exchange(s) where the shares of the Company are listed. Further, the results shall be displayed on the Notice Board of the Company at its Registered Office as well as Corporate Office.
39. Non-Resident Indian Members are requested to inform RTA, immediately on change in their residential status on return to India for permanent settlement, and update on particulars of their bank account maintained in India with complete name, branch, account type, account number and address of the bank with PIN Code number, if not furnished earlier.

By Order of the Board of Directors,
For **Mohit Paper Mills Limited**

Sd/-

Shivam Sharma

Company Secretary

M.No.: ACS 42083

Registered office: 15A/13, Upper Ground Floor, East Patel Nagar, New Delhi- 110008

Website: www.mohitpaper.in, E-mail: investorsmohitpaper@gmail.com

Dated: September 05, 2022

CIN: L21093DL1992PLC116600, Telephone: 011-25886798

Place: New Delhi

STATEMENT SETTING OUT THE MATERIAL FACTS PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013 AND REGULATION 36 OF THE SEBI LISTING REGULATION

Item No.:3: To Appointment of M/s Pankaj K. Goyal as the Statutory Auditors of the Company and to fix their remuneration:

The members at the Twenty Fifth (25th) Annual General Meeting ('AGM') of the Company held on September 28, 2017, had approved appointment of M/s Anil Sood & Associates, Chartered Accountants (Registration Number-04985N), as the Statutory Auditors of the Company to hold office from the conclusion of the Twenty Fifth (25th) AGM till the conclusion of the Thirtieth (30th) AGM of the Company.

After evaluating and considering various factors such as paper industry experience, competency of the audit team, efficiency in conduct of audit, independence, etc., the Board of Directors of the Company, based on the recommendation of the Audit Committee, recommended the reappointment of M/s Pankaj K. Goyal & Co., Chartered Accountants, (Firm Registration No.: 006885C) as the Statutory Auditors of the Company, for a period of five years from the conclusion of Thirtieth (30th) AGM till the conclusion of Thirty Fifth (35th) AGM of the Company to be held in the year 2027, at a remuneration as may be mutually agreed between the Board and the Statutory Auditors.

It is further to be mentioned that M/s Pankaj K. Goyal & Co. has consented to act as the appointment as the Statutory Auditors and have confirmed that the appointment, if made, would be within the limits specified under Section 141(3)(g) of the Act and that they are not disqualified to be appointed as the Statutory Auditors in terms of the provisions of Section 139 and 141 of the Act and the Rules framed thereunder.

M/s Pankaj K. Goyal & Co., registered with the Institute of Chartered Accountants of India. They having office at Muzaffernagar, Uttar Pradesh. The Company has in place a Policy for approval of services to be rendered by the Auditors ('Pre-Approval Policy') by the Audit Committee to ensure, inter alia, that the Statutory Auditors function in an independent manner.

Following disclosures as per Regulation 36(5) of SEBI Listing Regulations:

Proposed fees payable to the statutory auditor(s) along with terms of appointment and any material change in the fee payable to such auditor from that paid to the outgoing auditor along with the rationale for such change.	₹ 1,00,000/- (Rupees One Lakh Only) p.a.
Basis of recommendation for appointment including the details in relation to and credentials of the statutory auditor(s) proposed to be appointed.	M/s Pankaj K. Goyal & Co., Chartered Accountants, is a registered with the Institute of Chartered Accountants of India, vide Firm Registration No.: 006885C. The Firm has significant experience to provide quality services in the areas of Audit, Investigation, Accounting outsourcing, Taxation (Direct and Indirect), Company Law Matters, Management Consultancy, Fixed Assets Verification and other.

The Board, in consultation with the Audit Committee, may alter and vary the terms and conditions of re-appointment, including remuneration, in such manner and to such extent as may be mutually agreed with the Statutory Auditors.

Besides the audit services, the Company would also obtain certifications from the Statutory Auditors under various statutory regulations and certifications required by clients, banks, statutory authorities, audit related services and other permissible non-audit services as required from time to time, for which they will not be remunerated separately on mutually agreed terms, as approved by the Board in consultation with the Audit Committee.

None of the Directors, Key Managerial Personnel or their respective relatives are, in any way, concerned or interested, financially or otherwise, in the Resolution at Item No. 3 of the accompanying Notice.

Based on the recommendation of the Audit Committee, the Board recommends the Ordinary Resolution set forth at Item No.3 of the Notice for approval by the Members.

Item No.: 4: To approve the appointment of Mr. Mohit Jain (DIN: 07203009) as Director (Non-Executive and Non-Independent) (Director of Marketing):

Pursuant to the provisions of Section 149, 152 and 161(1) of the Companies Act, 2013 (the "Act") read with the Articles of Association of the Company and pursuant to the recommendation of the Nomination and Remuneration Committee of the Company, the Board of Directors appointed Mr. Mohit Jain (DIN: 07203009) as an Additional Director (Non- Executive Non-Independent) (designated as Director of Marketing) on Board of the Company in its meeting held on September 05, 2022. In terms of the provisions of Section 161(1) of the Act, Mr. Mohit Jain (DIN: 07203009) shall holds office up to the date of the ensuing Annual General Meeting of the Company.

Additional information including brief profile etc. pursuant to Regulation 36 of the SEBI Listing Regulations and the Secretarial Standard on General Meetings (SS-2) in respect of appointment at Item Nos. 4 is given in Annexure- A to this Notice.

Being eligible, Mr. Mohit Jain has offered himself for appointment, and it is proposed to appoint him as a Director (Non- Executive Non-Independent) (Director of Marketing) on the Board of the Company, whose office shall be liable to be determined by retirement by rotation. Mr. Mohit Jain has given his consent to act as a Director of the Company, along with a certificate stating that he is not disqualified from being appointed as a Director in the Company in terms of Section 164 of the Companies Act, 2013 and applicable provisions of SEBI Listing Regulations. Mr. Mohit Jain has declared that he is not debarred from holding the office of Director by virtue of any SEBI order or any other such authority.

The Board believes that it is desirable to avail services of Mr. Mohit Jain as a Non-Executive Non-Independent Director of the Company, and considers that his experience and expertise would be of immense benefit to the Company. The Board of Directors of your Company recommends that this resolution be passed as an Ordinary Resolution by the Members.

Except for Mr. Sandeep Jain, Mrs. Anju Jain and Mrs. Shubhi Jain, none of the Directors or Key Managerial Personnel (KMPs) of the Company and/or their relatives is, in any way, concerned or interested, whether financially or otherwise, in the proposed Resolution (Item No. 4).

Item No.: 5: To approve remuneration payable to Mr. Mohit Jain (DIN: 07203009) Director (Non-Executive and Non-Independent Directors) (Director of Marketing) by way of Fees:

Approval of the members in being sought, for payment of remuneration in the form of fees or otherwise to Mr. Mohit Jain (Non-Executive and Non-Independent Director) as per under the provisions of section 196, 197, 198 and Schedule V of the Companies Act, 2013 and SEBI Listing Regulation (including any statutory modification(s) or re-enactment(s) thereof for the time being in force).

Additional information including brief profile etc. pursuant to Regulation 36 of the SEBI Listing Regulations and the Secretarial Standard on General Meetings (SS-2) in respect of appointment at Item Nos. 5 is given in Annexure- A to this Notice.

Mr. Mohit Jain has been shaping and steering the long term strategy and make invaluable contributions towards the Company. The Nomination and Remuneration Committee and Board of Directors in their meetings held on September 05, 2022, recommended the proposal for remuneration payable to Mr. Mohit Jain, Director (Non-Executive and Non-Independent) (Director of Marketing) of the Company, by way of professional fees or otherwise, as per the provisions of section 198 and Schedule V of the Act, effective from September, 2022 as mentioned in the resolution No. 5.

This remuneration will be distributed amongst all or some of the Directors in accordance with the directions given by the Board of Directors and subject to any other applicable requirements under the Act.

Accordingly, the Board recommends the resolution set forth in Item No. 5 relating payment of remuneration to Mr. Mohit Jain by way of Special Resolution.

Except for Mr. Sandeep Jain, Mrs. Anju Jain and Mrs. Shubhi Jain, none of the Directors or Key Managerial Personnel (KMPs) of the Company and/or their relatives is, in any way, concerned or interested, whether financially or otherwise, in the proposed Resolution (Item No. 5).

Item No.: 6 Appointment of Mr. Rakesh Juyal (DIN: 09698162) as an Independent Director:

Pursuant to the provisions of Section 149, 152, 161 and other applicable provisions, if any, of the Companies Act, 2013 ("the Act") read with rules made thereunder Section 161(1) of the Act read with the Articles of Association of the Company and Regulation 17 and Regulation 25 (2A) and other applicable regulations of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") and pursuant to the recommendation of the Nomination and Remuneration Committee of the Company, the Board of Directors of the Company in their meeting held on September 05, 2022 appointed Mr. Rakesh Juyal (DIN: 09698162) as an Additional Director (Non-Executive Independent) on Board of the Company w.e.f. September 05, 2022. In terms of the provisions of Section 161(1) of the Act, Mr. Rakesh Juyal (DIN: 09698162) holds office up to the date of the ensuing Annual General Meeting of the Company. The Board proposed to appoint Mr. Rakesh Juyal as Director for the term of 5 year from September 05, 2022 till September 04, 2027.

Mr. Rakesh Juyal is not disqualified from being appointed as a Director in terms of Section 164 of the Act and has given his consent to act as a Director. The Company has received a declaration from Rakesh Juyal that he meets the criteria of independence as prescribed both under sub-section (6) of Section 149 of the Act and under SEBI Listing Regulations. In the opinion of the Board, Mr. Rakesh Juyal fulfills the conditions for his appointment as an Independent Director as specified in the Act and the SEBI Listing Regulations.

He has registered themselves in the data bank maintained with the Indian Institute of Corporate Affairs, Manesar ("IICA").

Mr. Rakesh Juyal has also confirmed that he is not debarred from appointment by any order of SEBI/ MCA/ RBI or any other authority. Mr. Rakesh Juyal meets the skills and capabilities required for the role as an Independent Director, as have been identified by the Board of Directors of the Company. The Board considers that his association would be of immense benefit to the Company and considering the background and experience of Mr. Rakesh Juyal, the Board recommends the resolution set out at Item No. 6 in relation of appointment of Mr. Rakesh Juyal as an Independent Director, for the approval of members of the Company as a Special Resolution.

Additional information including brief profile etc. pursuant to Regulation 36 of the SEBI Listing Regulations and the Secretarial Standard on General Meetings (SS-2) in respect of appointment at Item Nos. 6 is given in Annexure- A to this Notice.

None of the Directors or Key Managerial Personnel and their relatives except Mr. Rakesh Juyal and his relatives (to the extent of their shareholding in the Company, if any) are concerned or interested, financially or otherwise, in the resolution set out at Item No.: 6.

Item No.: 7 To ratify the Remuneration of Cost Auditor:

The Board of Directors of the Company in their meeting held on May 30, 2022, on the recommendation of the Audit Committee, has approved the appointment of M/s H.Tara & Co., Cost Accountants to conduct the audit of the cost records of product paper of Mohit Paper Mills Limited for the financial year 2022-23 at a remuneration of ₹ 50,000/- p.a. (Rupees Fifty Thousand Only) plus applicable taxes and reimbursement of other out of pocket expenses.

In accordance with the provisions of Section 148 and other applicable provisions, if any, of the Act and Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditor is required to be ratified by the members of the Company.

Accordingly, consent of the members is sought for passing an Ordinary Resolution as set out at tem No. 7 of the Notice of the AGM.

None of the Directors and/or Key Managerial Personnel (KMP) of the Company and their relatives is concerned or interested, financially or otherwise, in the resolution set out at Item No.7 of the Notice. The Board commends the Ordinary Resolution set out at Item No. 7 of the Notice for your approval.

Information for the Directors being appointed/re-appointed as required under Regulation 36(3) the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard -2 issued by the Institute of Company Secretaries of India, is as under:

Name of Director	Anju Jain	Mohit Jain	Rakesh Juyal
Category	Women Director (Non-Executive Director)	Non- Executive Director	Non - Executive Independent Director
DIN	00459540	07203009	09698162
Date of Birth	15/12/1965 (57 Years)	13/03/1989 (33 Years)	01/09/1968 (54 Years)
Relationship with other Directors, manager, Key managerial personnel of the Company	Wife of Mr. Sandeep Jain, (DIN: 00458048) Managing Director and Mother-in-law of Shubhi Jain (DIN: 06685602) Director	Son of Mr. Sandeep Jain and Mrs. Anju Jain and Husband of Mrs. Shubhi Jain	NA
Nationality	Indian	Indian	Indian
Qualification	Engineering Graduate	Graduate (Honours)	Graduate
Item Number	2	4	6
Date of Appointment	15/07/2013	05/09/2022	05/09/2022
Entities in which the person also holds the directorship and the membership of Committees of the board along with listed entities from which the person has resigned in the past three years.	1. CENTURION INDUSTRIES PRIVATE LIMITED, 2. MOHIT TISSUES PRIVATE LIMITED, She has not resigned in any Listed Company in past three years.	He has not resigned in any Listed Company in past three years.	He has not resigned in any Listed Company in past three years.
Membership/ Chairmanship of Committees of the Company	NA	NA	NA
Chairman/Member of the Committee of the Board of Director across all the Companies	NA	NIL	NIL
Number of Shares held	3077589 Equity shares	1730818 Equity shares	NA

Remuneration as Director sought to be paid	Only sitting fees will be paid	₹ 2,40,000/- P.M. in addition to sitting fees and reimbursement of expenses, if any	Only sitting Fees will be paid
Brief Resume and Expertise in specific functional areas and Experience	Technical expert	Mr. Mohit Jain has more than 10 years experience of marketing and administration. The Company is achieving new miles stone under the leadership of Mr. Mohit Jain. Mr. Mohit Jain has high level of expertise and rich experience in marketing and functional areas such as business strategy, governance, research & innovation amongst others	Mr. Rakesh Juyal is graduate. Mr. Rakesh Juyal having rich experience of administration. He leads the management with key focus on identifying in-house capabilities for growth of the Company. He have more than 25 years' of experience administration
Terms and condition of appointment	To be reappointed as Non-Executive Director on the existing terms.	To be appointed as Non-Executive Director.	To be appointed as Non-Executive Independent Director.
No. of Board Meetings attended during FY 21-22	8	NA	NA

For other details such as number of meetings of the Board attended during the year, remuneration drawn and relationship with other directors and key managerial personnel in respect of above directors, please refer to the corporate governance report which is a part of this Annual Report.

By Order of the Board of Directors,
For **Mohit Paper Mills Limited**

Sd/-

Shivam Sharma

Company Secretary

M.No.: ACS 42083

Registered office: 15A/13, Upper Ground Floor, East Patel Nagar, New Delhi- 110008

Website: www.mohitpaper.in, E-mail: investorsmohitpaper@gmail.com

CIN: L21093DL1992PLC116600, Telephone: 011-25886798

Dated: September 05, 2022

Place: New Delhi

BOARDS' REPORT

Dear Members,

It gives me immense pleasure to present Thirtieth (30th) Board Report on behalf of the Board of Directors ("the Board") of Mohit Paper Mills Limited ("the Company"), along with the audited financial statements, for the financial year ended 31st March, 2022. The performance of the Company has been referred to wherever required.

The working of the company during the year under review has been highlighted below:

COMPANY OVERVIEW

The Company was incorporated in the year 1992 and listed with BSE Ltd. in the year 1995 under the provisions of the Companies Act, 2013 (previously as applicable) (the "Act"). Your Company is engaged in manufacturing of various kinds of paper like Writing Printing Paper (colour and white), MG Poster paper, kraft paper and others various quality papers as required on customer demand. The Company is agro based paper manufacturing Company, uses agriculture products like bagasse and waste paper for manufacturing of paper. The Company also used imported paper into manufacturing of paper for better quality. The company sold finished paper in form of reels, sheets and other size as required.

The Company's cost of production of paper is higher than other paper company because of our small production capacity and using agro product for final product. We expect for better and bright future of the company. Our strategic objectives are to build a sustainable organization that remains relevant to the agenda of our stakeholders and creating growth opportunities for the employee and increase the wealth of the company for our stakeholders and members.

Due to heavy competition in paper industry and we face many challenges and threats like market sharing, price of product and other avoidable and unavoidable challenges.

Details of financials as per IND AS:

(₹ in Lakhs)

Particulars	Current Financial Year (2021-2022)	Previous Financial Year (2020-2021)
Revenue from Operations	14079.85	8139.78
Other Income	185.79	207.29
Total Income of the company	14265.64	8,347.07
Profit before Depreciation, Finance Costs, Exceptional items and Tax Expense	1002.04	400.2
Less: Depreciation/ Amortisation/ Impairment	548.45	502.50
Profit before Finance Costs, Exceptional items and Tax Expense	453.59	(102.3)
Less: Finance Costs	325.83	294.77
Profit before Exceptional items and Tax Expense	127.76	(397.07)
Add/(less): Exceptional items	0.00	0.00
Profit before Tax Expense	127.76	(397.07)
Less: Tax Expense (Current & Deferred)	(68.38)	(53.48)
Profit for the year (1)	196.14	(343.59)
Other Comprehensive Income (2)	2.62	0.26
Total Comprehensive Income (1+2)	198.76	(343.33)

(₹ in Lakhs)

Particulars	Current Financial Year (2021-2022)	Previous Financial Year (2020-2021)
No. of Equity Share Capital of ₹ 10/- each	140	140
Paid-Up Equity Share Capital of ₹ 10/- each	1400	1400
Earning Per Equity Share		
1. Basic EPS	1.40	(2.45)
2. Diluted EPS	1.40	(2.45)

After two years of COVID-19 still market is facing many issues and the Company has been periodically reviewing the impact of COVID-19 on its liquidity and operations. Second wave of COVID impact hardly on financial position of the Company but our policies and management decisions gives relief to the company and the Company sign positive indications for future.

Corporate/Operational Review:

Your Company's management is committed to aegis of the Company in every situation and also committed to achieving its objectives and goals. Presently the Company engaged in single segment i.e. manufacturing of paper, the management of the Company always keeps keen eyes on every situation/transitions of the Company. The company is moving fast to maximization the wealth of shareholders and stakeholders of the Company.

In paper industry The Company is regularly exploring and critically appraising its domestic market, the company saw downfall in respect of revenue and other aspect in the last year due to stiff competition in the market and COVID-19 but in this year Company records profit, it is a good achievement of the Company. The Company has maintained good standards in its products and always be trying to give sharpness to the Company's marketing strategies.

On the part of financial performance of the Company during the financial year 2021-2022, the financial and non-financial performance gives good indicators for golden future of the Company. The Company has recorded immense growth during the year under review. The Company has turnover (Net) of ₹ 14,079.85/- (In lakhs) as against previous figure of ₹ 8139.78/- (In lakhs), the Company recorded increase in sale 72.97% (approx) further the Company recorded other Income in the respective year of ₹ 185.79/- (In lakhs) as against previous figure of ₹ 207.29/- (In lakhs), the Company recorded decrease in other income (10.37)% (approx),

During the year under review PBDFET (Profit before Depreciation, Finance, Exceptional Item and Tax) was ₹ 1002.04/- (In lakhs) as compared to previous year figure of ₹ 400.2/- (In lakhs), posting a increase by 150.38% (approx) and PBFET (Profit before Finance, Exceptional Item and Tax) was ₹ 453.59/- (In lakhs) as compared to previous year figure of ₹ (102.3/-) (In lakhs), posting a increase by 543.39% (approx) and PBET (Profit before Exceptional Item and Tax) was ₹ 127.76/- (In lakhs) as compared to previous year figure of ₹ (397.07/-) (In lakhs), posting a increase by 132.17% (approx).

Further under review PBT (Profit Before Tax) was ₹ 127.76/- (In lakhs) as compared to previous year figure of ₹ (397.07/-) (In lakhs), posting a increase by 132.17% (approx) in PBT. Net profit and PAT (Profit after Tax) was ₹ 196.14/- (In lakhs) as compared to previous year figure of ₹ (343.59/-) (In lakhs) reporting an increase of 157.08% (approx) in net profit as compared to previous year. Net profit and PATOCI (Profit after Tax and Other Comprehensive Income) was ₹ 198.76/- (In lakhs) as compared to previous year figure of ₹ (343.33/-) (In lakhs) reporting a increase of 157.89% (approx) in net profit as compared to previous year. Earning Per Share was during the year ₹ 1.4/- (Each Equity Share) as compared to previous year figure of ₹ (2.45/-) (Each Equity Share) reporting a increase of 157.14% (approx) in EPS as compared to previous year.

Further under review Free Reserve and Surplus (Other Equity) was ₹ 1915.44/- (In lakhs) as compared to previous year figure of ₹ 1716.68/- (In lakhs), posting a increase by 11.58% (approx) and Cash and Cash Equivalents was ₹ 87.15/- (In lakhs) as compared to previous year figure of ₹ 76.96/- (In lakhs), posting an increase by 13.24% (approx).

Statement of the Company

The following statement on the affairs of the company under review:

1. The Company engaged in single segment i.e. company engaged in manufacturing of Paper.
2. There is no changes in status of the company.
3. There is no changes in financial year of the company.
4. There is no such as Capital expenditure programmes which fallen effect on the financial position of the company.
5. There are no acquisition, merger, expansion, modernization and diversification during the year in the company under review.
6. There is no any other material event having an impact on the affairs of the company during the year under review.

Share Capital

Authorized Share Capital of the Company is ₹ 17,50,00,000/- (Rupees Seventeen Crore Fifty Lakhs Only) divided into 1,75,00,000 (One Crore Seventy Five Lakhs) Equity Shares of ₹ 10/- (Rupees Ten Only) each and Issued, Subscribed and Paid-up Capital of the Company is ₹ 14,00,00,000/- (Rupees Fourteen Crore Only) divided into 1,40,00,000 (One Crore Forty Lakhs) Equity Shares of ₹ 10/- (Rupees Ten Only) each. There was no change in the share capital during the year.

Cash and Equivalents

Cash & Equivalents as on date 31st March, 2022 was ₹ 87.15/- (In lakhs). The Company is continuing focus on judicious management of its working capital, receivable, inventories and other working capital parameters are kept under strict check through continuous monitoring.

Earning Per Share (EPS)

The earning per equity share of the Company for the financial year ended on 31st March, 2022 was ₹ 1.40/- (Each Equity Share) and earning per share as on 31st March, 2021 was ₹ (2.45/-) (Each Equity Share). There has been increment of 157.14% in EPS for the financial year ended 31st March, 2022.

Dividend

The Board of Directors of your Company, after considering holistically the relevant circumstances and keeping in view the Company's dividend distribution policy, has decided that it would be prudent, not to recommend any dividend for future growth of the Company for the year under review.

Development in Industrial Relations/Human resources including number of employee employed

Employee wealth is main key of success of an origination, it is our primary obligation to provide as possible facilities to our employees. The Company is a paper manufacturing industry, we are committed to maintaining a culture and custom for our employee to attract and retain the best talent. During the year under review, your Company enjoyed cordial relationship with workers and employees at all levels.

Fixed Deposits

During the year, the Company has not accepted any deposits from the public falling within the purview of section 73 of the Act, read with the (Companies Acceptance of Deposits) Rules, 2015.

Credit Rating

Your Company enjoys credit rating from Brickwork Ratings, The Brickwork Ratings India Pvt. Ltd. on January 22, 2021 has granting rating to the Company as BWR BB+ (Pronounced as BWR Double B Plus), Outlook: Stable (Downgraded) for Fund Based and BWR A4+ (Pronounced as BWR, A Four Plus) (Downgraded) for Non Fund Based.

Conservation of energy, research and development, technology absorption, foreign exchange earnings and outgo

The particulars as prescribed under Sub-section (3)(m) of Section 134 of the Act read with the Companies (Accounts) Rules, 2014 are enclosed as Annexure-A to the Board's Report.

Particulars of Loans, Guarantees or Investments

Loans, guarantees and investments covered under Section 186 of the Act forms part of the notes to the financial statements provided in this Annual Report.

Transfer to General Reserve

The Company has not transferred any amount to the reserves during the current year except the surplus in the statement of profit and loss for the year ended on 31st March, 2022, which has been carried over in the Balance Sheet.

Subsidiary and Associate Company of the Company

The Company does not have any subsidiaries or associate company as on 31st March 2022. So there is no requirement of statement in Form: AOC-1, under section 129(3) of the Act read with Rule 5 of the Companies (Accounts) Rules, 2014.

Particulars of contract or arrangements made with related parties

Particulars of contract or arrangements with referred partner referred to in the section 188(1) of the Act in the prescribed form AOC-2 is appended as Annexure-B of the Boards' report.

Extract of Annual Return

Pursuant to the provisions of section 92(3) and 134(3)(a) of the Act and the rules made thereunder and amended from time to time, the Annual Return of the Company in prescribed Form MGT-7 is available under 'Investors' section on the website of the Company at <http://www.mohitpaper.com>.

Material changes and commitments affecting the financial position between the end of the Financial year and date of report

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

Directors and Key Management Personnel ("KMP")

The Board of the Company have an optimum combination of the Executive and Non-Executive Directors, details are below:

Executive Directors and Key Managerial Personnel

Mr. Sandeep Jain (Chairman and Managing Director), Mr. Pradeep Kumar Rajput (Whole Time Director), Mr. Shivam Sharma (Company Secretary), Mr. Arvind Kumar Dixit (Chief Financial Official).

Non-Executive Directors

Mrs. Anju Jain (Woman Director), Mrs. Shubhi Jain (Woman Director), Mr. Rachit Jain (Independent Director), Mr. Sanjeev Kumar Jain (Independent Director), Mr. Sushil Kumar Tyagi (Independent Director), Mr. Sourabh Mathur (Independent Director).

Appointment and Reappointment of Directors

Mrs. Anju Jain (DIN: 00459540) is liable to be retire by rotation in the ensuing Annual General Meeting and being eligible offered herself for re-appointment.

The Board of Directors of the Company in their meeting held on September 05, 2022 has appointed Mr. Mohit Jain as Additional Director (Non-Executive Director) and Mr. Rakesh Juyal as Additional Director (Non-Executive Independent Director) subject to the approval of shareholders. The Board recommends their appointment. Proposed resolutions are seeking shareholders' approval for their re-appointment and appointment forms part of the Notice.

Number of Meetings of the Board

8 (Eight) meetings of the Board were held during the financial year ended 31st March, 2022, the details of which are given in the corporate governance report that forms part of this Annual Report.

Board Diversity

We understand the value and importance of balanced and diverse board in the company. We always support a better/best board in the company. The Company believes that a truly diverse board will changes in thoughts, perspective, knowledge, skills, industry experience, cultural and geographical background, age, gender that will help us retain our competitive advantage. You can find related policy on http://www.mohitpaper.in/upload/others/policies_latest/1_Board%20Diversity%20Policy.pdf

Board, Committee and Directors evaluation

The Board of Directors has carried out an annual evaluation of its own performance, board committees and individual directors pursuant to the provisions of the Act and Securities Exchange Board of India (Listing Obligations and Listing Requirements) Regulations, 2015 ("SEBI Listing Regulation"). The performance of the Board was evaluated by the Board after seeking inputs from all the directors on the basis of criteria such as the board composition and structure, effectiveness of board processes, information and functioning, etc.

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

The above related policy of evaluation of Board and Directors are placed on website and related link is http://www.mohitpaper.in/upload/others/policies_latest/4_EVALUATION%20OF%20THE%20PERFORMANCE%20OF%20BOD.pdf

All details as per the Company policy and SEBI Listing Regulation guidelines. During the year under review the Company conducted familiarization programme of independent directors for familiar the independent director with the culture of the Company.

In a separate meeting of independent directors, performance of non-independent directors, the Board as a whole and the Chairman of the Company was evaluated, taking into account the views of executive directors and non-executive directors. The Board and the Nomination and Remuneration Committee reviewed the performance of individual directors on the basis of criteria such as the contribution of the individual director to the board and committee meetings like preparedness on the issues to be discussed, meaningful and constructive contribution and inputs in meetings, etc.

Managerial Remuneration and Particulars of employees

The information required under section 197(12) of the Act, 2013 read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is annexed herewith as Annexure -D.

The information required under section 197(12) of the Act read with rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is not applicable to our Company as there is no employee getting remuneration as prescribed in the rule.

Vigil Mechanism

The Company has set up vigil mechanism viz. Whistle Blower Policy to enable the employee and directors to report genuine concerns and irregularities, if any in the Company noticed by them. The policy is annexed as **Annexure -E**. link of policy is

http://www.mohitpaper.in/upload/others/policies_latest/9_WISTLE%20BLOWER_VIGIL%20MACHANISM.pdf

Directors Nomination and Remuneration Policy

The policy on directors' Nomination and Remuneration, including criteria for determining qualification, positive attribute and independence of a director and other relevant matter, as required as per section 178(3) of the Act, and SEBI Listing Regulation, The Board has, on the recommendation of the Nomination and Remuneration Committee framed a policy for selection and appointment of Directors, Senior Management and their remuneration. Remuneration policy has posted on website of the Company at

http://www.mohitpaper.in/upload/others/policies_latest/5_Nomination%20and%20Remeuneration%20Policy.pdf. The Directors' Nomination and Remuneration Policy also stated in Annual Report as **Annexure -F**.

Corporate Governance Report

The Company is committed to maintain the highest standards of corporate governance and adhere to the corporate governance requirements set out by Securities and Exchange Board of India ("SEBI"). A separate report on Corporate Governance is annexed as (Annexure- G) along with certificate from M/s. Agarwal S. & Associates (Annexure- H), practicing company secretary on compliance with the conditions of Corporate Governance as stipulated under SEBI Listing Regulations is provided as part of this Annual Report.

Management's Discussion and Analysis Report

In the term of Regulation 34 of SEBI Listing, Regulation 2015, the Management Discussion and Analysis is set out in this Annual Report the Management's discussion and analysis is annexed as **Annexure-I**.

Committees of the Board

As on 31st March, 2022, the Board had three committees, the Audit Committee, the Nomination and Remuneration Committee and Stakeholders Relationship Committee. The Committees consists of majority of Independent Directors. During the year, all recommendations made by the committees were approved by the board.

A detailed note on the composition of the Board and its committees is provided in the Corporate Governance Report.

Declaration by the Independent Directors

The Company has received necessary declaration from each independent director under section 149(7) of the Act, that Mr. Rachit Jain (Independent Director), Mr. Sanjeev Kumar Jain (Independent Director), Sushil Kumar Tyagi (Independent Director), Mr. Sourabh Mathur (Independent Director) meets the criteria of independency laid down in section 149(6) of the Act and Regulation 25 of SEBI Listing Regulation.

Pursuant to the Regulation 16(1)(b) of SEBI Listing Regulation and based on the confirmation/affirmation received from Mr. Rachit Jain (Independent Director), Mr. Sanjeev Kumar Jain (Independent Director), Mr. Sushil Kumar Tyagi (Independent Director), Mr. Sourabh Mathur (Independent Director), that they were not aware of any circumstances that are contrary to the declarations submitted by Independent Directors, the Board acknowledges the veracity of such confirmation and takes on record the same.

Familiarization Program and Independent Directors Meeting

During the relevant financial year, as per company policy the Independent Directors of the company has conducted a separate meeting of Independent Directors of the company on February 14, 2022. The meeting conducted for the purpose of evaluation of the Board of Directors as whole and individually and also conducted the familiarization program for Independent Directors to introduction to the Board and to attend an orientation program. The details of training and familiarization program are provided in the corporate governance report and also available on company's website http://www.mohitpaper.in/upload/others/extra/3_1_Meeting_Website_.pdf

Director's responsibility statement as required under Section 134(3)(c) of the Act

Pursuant to the requirement under section 134(3)(c) of the Act with respect to directors responsibility statement, it is hereby confirmed that:

- a. In preparation of the annual accounts for the financial year ended 31st March, 2022, the applicable accounting standards have been followed.
- b. The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give true and fair view of the state of affairs of the Company at the end of the financial year and of the Statement of Profit & Loss of the Company for the period.
- c. The Directors have taken proper and sufficient care towards the maintenance of adequate accounting records in accordance with the provisions of this act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d. The Directors have prepared the annual accounts on-going concern basis.
- e. The Directors have laid down internal financial controls, which are adequate and are operating effectively.
- f. The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and such systems are adequate and operating effectively.

Internal Financial Control System

The Company's Internal Financial Control System is designed to help and ensure the effectiveness and efficiency of operations, proper financial reporting and compliance of laws and regulations. The Company has adopted policies and procedures for ensuring the orderly and efficient conduct of its business, including the adherence to the Companies Policies, the safeguarding of its assets, the prevention and detection of fraud and errors, the accuracy and completeness of the accounting records and timely preparation of reliable financial disclosures.

M/s MAA and Company has appointed as Internal Auditor, who along with the audit committee formulates the system and ensures the effectiveness and adequacy of the system.

Significant and material orders

There are no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and the Company's operations in future.

Reporting of frauds by auditors

During the year under review, neither the statutory auditors nor the secretarial auditor has reported to the audit committee, under Section 143 (12) of the Act, any instances of fraud committed against the Company by its officers or employees, the details of which would need to be mentioned in the Board's report.

Secretarial Standards

During the period under review, the Company has complied with the provisions of the Secretarial Standard-1 (Secretarial Standard on meeting of the Board of Directors) & Secretarial Standard-2 (Secretarial Standard on General Meeting) issued by the Institute of Company Secretaries of India and approved by the Central Government under Section 118 of the Act.

Listing on Stock Exchange

The Company's equity shares are listed on BSE Limited.

Statutory Auditors

The remarks as contained in the auditor's report read with Notes forming part of the accounts are self-explanatory if any.

M/s. Anil Sood & Associates, Chartered Accountants, New Delhi (Reg. No.: 004985N), Statutory Auditors of the Company were appointed as Statutory Auditors of the Company for a period of five years at the 25th Annual General Meeting of the Company held on 28th September, 2017 for the term of five years till the conclusion of 30th AGM of the Company pursuant to provisions of Section 139(1) of the Act.

As the term of appointment of statutory auditor is expiring at this 30th Annual General Meeting, the Board of Directors of the Company in their meeting held on September 05, 2022 has considered and recommended to the shareholders for the appointment of M/s. Pankaj K. Goyal & Co., Chartered Accountants (Firm Registration No.: 006885C) for the period of five years from the conclusion of ensuing AGM till the conclusion of Thirty Fifth AGM of the Company to be held in the year 2027 with yearly fee of ₹ 1,00,000/- (Rupees One Lakhs Only) p.a. plus out of pocket expenses and other applicable taxes under the provisions of the Act and SEBI Listing Regulations as amended from time to time along with the issuance of certificates in accordance with requirements of the Act and SEBI Listing Regulation.

Members are requested to consider the ratification of appointment of M/s Pankaj K. Goyal & Co. (FRN- 006885C), as the Statutory Auditors.

Cost Audit and Records

Pursuant to the provision of the section 148 (3) of Act read with rule 6 (2) of Companies (Cost Records and Audit) Amendment Rule, 2014 (include any modification or re-enactment thereof, if any) and other applicable law, rules or regulations, if any. the Company has appointed M/s H. TARA & Co. (Reg. No.: 100265) for the financial year ended 2022 on such remuneration and other term and condition as may be agree by the Board of Directors of the Company. In accordance with the provisions of Section 148 and other applicable provisions, if any, of the Act and Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditor is required to be ratified by the members of the Company.

Secretarial Auditor

Pursuant to the provisions of Section 204 of the Act, and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company have appointed M/s. Agarwal S & Associates, Practicing Company Secretaries, to undertake the secretarial audit of the Company for the year 2021-22. The Secretarial Audit Report by M/s Agarwal S. & Associates for the year 2021-22 is annexed herewith as "Annexure-J".

Risk Management

The Company has implemented an integrated risk management approach through which it review and assess significant risks on a regular basis to help ensure that there is a robust system of risk control and mitigation. Senior Management periodically reviews this risk management framework to keep updated and address emerging challenges.

Major risk identified for the Company by the management is price of raw-materials and fuel, Currency Fluctuation, Compliance, financing. The management is of the view that none of the above risks may threaten the existence of the Company as risk mitigation process is put in place to ensure that there is nil or minimum impact on the Company in case any of these risk materialize.

Corporate Social Responsibility

Section 135 of the Act relating to Corporate Social Responsibility does not apply to your Company as the Company is outside the threshold limit required for the same.

Sexual Harassment of Women at Workplace

Company has complied with provisions relating to the constitution of Internal Complaints Committee under Sexual Harassment of Women at workplace (Prevention, Prohibition and Redressal) Act, 2013.

No such incidence of sexual harassment of women was reported during the year 2021-22.

Details of application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 during the year

During the year under review, there was no application made or proceedings pending in the name of the Company under the Insolvency and Bankruptcy Code, 2016.

Details of difference between the amount of the valuation done at the time of one time settlement and the valuation done while taking loan from the Banks or Financial Institutions

During the year under review, there has been no one time settlement of loan taken from Banks or financial institutions.

Acknowledgement

Your Directors would like to express their thanks to banks for their co-operation and assistance from time to time. The directors would also like to record appreciation to the members of staff and workers, who despite of constraints have been working hard for the company and are maintaining cordial relations.

By order of Board of
For **Mohit Paper Mills Limited**

Sd/-

Sandeep Jain

Managing Director cum Chairman

DIN-00458048

Place: New Delhi

Date: September 05, 2022

Annexure to Director's Report**Annexure -A****Disclosure of Particulars under section 134(3)(m) read with Rule 8(3) of The Companies Act, 2013****A. CONSERVATION OF ENERGY**

- a. Energy Conservation measures taken:
- i. The Company is self sufficient in terms of power. Co-generation power plant is running good.
 - ii. Training sessions of Shop Floor Workmen had been organized periodically.
 - iii. The Company has revamped and realigned the existing facilities to optimize power consumption in various power consuming facilities.
 - iv. The Bio Digester Plant is running satisfactorily which is utilising the baggages and waste of Paper (Sludge) for making gas which is used as fuel for Boiler for reducing the cost of fuel and is used as a tool for making the environment clean and pollution free.
- b. Additional Investments and proposals, if any, being implemented for reduction of energy consumption.
- i. Better power factor management across the unit.
 - ii. Identifying and eliminating non-productive energy consumption areas.
- c. Impact of the measures at(a) and (b) for reduction of energy Consumption on the cost of Production of goods.
- The above efforts shall help in restoring efficiency in conservation of energy. No separate costing had been done to measure energy saved, if any, by the company.
- d. Total energy consumption and energy consumption per unit of production: As per Form 'A' enclosed.

B. TECHNOLOGY ABSORPTION

Efforts made in technology absorption, as per 'B' enclosed.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

The Company operates in domestic market of India and has not undertaken exports during the year. Foreign Exchange earnings on account of Exports was NIL. Total foreign exchange outgo during the year amounted to ₹ 795.63/- (₹ in Lakhs) on account of Import on CIF Basis of waste paper and machinery part if any.

By order of Board of
For **Mohit Paper Mills Limited**

Sd/-
Sandeep Jain
Managing Director cum Chairman
DIN-00458048

Place: New Delhi
Date: September 05, 2022

FORM- A

Disclosure of particulars with respect to conservation of energy:

POWER & FUEL CONSUMPTION

1. ELECTRICITY	CURRENT YEAR 31.03.2022	PREVIOUS YEAR 31.03.2021
PURCHASED:		
UNITS	1774180	1664911
TOTAL AMOUNT (₹)	18518569	17311530
RATE/UNIT	10.43	10.40
THROUGH STEAM TURBINE/GENERATOR		
a. UNITS PRODUCED		
Unit Produced	27935634	20447778
Cost/Units	NIL	NIL
UNITS PER Ltrs OF FUEL	NIL	NIL
b. UNITS SOLD		
Unit Sold	1888446	2149482
Rate/Units	8/-	8/-
c. NET UNITS CONSUMED FOR PRODUCTION		
Units	27821368	19963207
Cost/Units	NIL	NIL
UNITS PER Ltrs OF FUEL	NIL	NIL
2. CHAR COAL:		
QTY (MT)	79.900	53.74
TOTAL COST (₹)	1192044.78	808618
AVERAGE RATE	14919.21	15046.86
3. TEL RAHIT BHUSSI:		
QTY (MT)	33374	25257
TOTAL COST (₹)	187259732.43	91488437
AVERAGE RATE	5610.95	3622.30
4. LUBRICANT:		
QTY (MT)	10972	6387
TOTAL COST (₹)	2078856.99	1029371
AVERAGE RATE	189.47	161.17

	CURRENT YEAR 31.03.2022	PREVIOUS YEAR 31.03.2021
5. BAGASSE		
QTY (MT)	3955.52	2743.19
TOTAL COST (₹)	11654058.38	5905221.07
AVERAGE RATE	2946.27	2152.68
6. COAL:		
QTY (MT)	34117.34	24601.633
TOTAL COST (₹)	199709554.26	151742673.4
AVERAGE RATE	5853.61	6167.99

CONSUMPTION/TONES OF PRODUCTION:

PRODUCT	CURRENT YEAR 31.03.2022	PREVIOUS YEAR 31.03.2021
	W/P PAPER/ POSTER PAPER	W/P PAPER/ POSTER PAPER
PRODUCTION (MT)	27001.287	18393.026
ELECTRICITY (UNITS/MT)	1030.41	1085
TEL RAHIT BHUSSI (IN BOILER) (ON DIRECTLY ATTRIBUTABLE BASIS TO PRODUCTION)	1.23	1.373
CHARCOAL (IN BOILER) (ON DIRECTLY ATTRIBUTABLE BASIS TO PRODUCTION)	0.003	0.003
LUBRICANT (IN BOILER) (ON DIRECTLY ATTRIBUTABLE BASIS TO PRODUCTION)	0.0004	0.347
BAGASSE (IN BOILER) (ON DIRECTLY ATTRIBUTABLE BASIS TO PRODUCTION)	0.146	0.149
COAL (IN BOILER) (ON DIRECTLY ATTRIBUTABLE BASIS TO PRODUCTION)	1.26	1.338

By order of Board of
For **Mohit Paper Mills Limited**

Sd/-

Sandeep Jain

Managing Director cum Chairman

DIN-00458048

Place: New Delhi

Date: September 05, 2022

FORM – B

Disclosure of particulars with respect with to Technology Absorption Research & Development

1. Research & Development (R & D):

The Company is a manufacturing organization and is not engaged in any major Research & Development activity. However, continuous efforts are made to improve the quality and efficiency and to develop new product/product mix.

2. Technology, Absorption, Adoption and Innovation:

The Company had successfully installed and commissioned MG Poster Paper Plant.

The latest technology has been adopted in various sections for improving production and production quality and suitable efforts has been taken by the engineers to reduce the consumption of chemicals and energy which has helped in price and quality maintenance.

3. Imported Technology : NIL

By order of Board of
For **Mohit Paper Mills Limited**

Sd/-

Sandeep Jain

Managing Director cum Chairman

DIN-00458048

Place: New Delhi

Date: September 05, 2022

FORM – C

Disclosure of particulars of Imports/Exports and Foreign Exchange Earning and outgo

A. Imports

Imported raw materials during the year by the company, detailed as per mentioned in notes of financials statements of the company.

B. Exports

The Company do not deals with exports.

Details are provided under the Notes of Accounts of the Financials of the Company for the financial year ended as on 31st March 2022.

By order of Board of
For **Mohit Paper Mills Limited**

Sd/-

Sandeep Jain

Managing Director cum Chairman

DIN-00458048

Place: New Delhi

Date: September 05, 2022

ANNEXURE -B

FORM NO. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Account) Rules, 2014)

This form pertains to the disclosure of particulars of contracts/arrangements entered into by the Company with related parties referred to in sub-section (1) of Section 188 of the Act including certain arm's length transactions under third proviso thereto.

1. Details of contracts or arrangements or transactions not at arm's length basis:

The Company has not entered into any contract/arrangement/transaction with its Related Parties which is not in ordinary course of business or at arm's length during FY 2021-22. The Company has laid down policies and processes/procedures so as to ensure compliance to the subject section in the Act and the corresponding Rules. In addition, the process goes through internal and external checking, followed by quarterly reporting to the Audit Committee.

- Name(s) of the related party and nature of relationship: Not Applicable
- Nature of contracts/arrangements/transactions: Not Applicable
- Duration of the contracts / arrangements/transactions: Not Applicable
- Salient terms of the contracts or arrangements or transactions including the value, if any: Not Applicable
- Justification for entering into such contracts or arrangements or transactions: Not Applicable (f)
Date(s) of approval by the Board: Not Applicable
- Amount paid as advances, if any: Not Applicable
- Date on which the special resolution was passed in general meeting as required under first proviso to section 188: Not Applicable

2. Details of material contracts or arrangement or transactions at arm's length basis:

S. No.	Name of Related Party	Name of the director who is related and nature of relation	Nature of contract/ arrangement	Duration of Contract/ arrangement	Amount/ Value of the transaction in the year (in lakhs)	Amount paid as advance, if any
1.	Sandeep Jain (Managing Director)	Husband of Mrs. Anju Jain, Father of Mr. Mohit Jain, Father in law of Mrs. Shubhi Jain	Managerial Remuneration	Regular services	60.00	NIL
2.	Mohit Jain (GM Marketing and Administration)	Son of Mr. Sandeep jain, Mrs. Anju Jain and Husband of Mrs. Shubhi Jain	Salary	Regular Services	28.80	NIL
3.	Shivam Sharma (Company Secretary)	NA	Salary	Regular Services	2.41	NIL
4.	Arvind Dixit (CFO)	NA	Salary	Regular Services	4.32	NIL

S. No.	Name of Related Party	Name of the director who is related and nature of relation	Nature of contract/ arrangement	Duration of Contract/ arrangement	Amount/ Value of the transaction in the year (in lakhs)	Amount paid as advance, if any
5.	Pradeep Kumar Rajput (Whole Time Director)	NA	Salary	Regular Services	4.81	NIL
6.	Neelam Dixit	Wife of Mr. Arvind Dixit (CFO)	Supply of wastepaper (Indigenous)	As applied	79.92	NIL
7.	M/s Centurion Industries Private Limited	Mrs. Anju Jain and Mrs. Shubhi Jain Directors of Mohit Paper Mills Limited are directors in this Company	Electricity supplied to Centurion Industries Private Limited	As applied	79.34	NIL
8.	M/s Centurion Rubber	Mr. Mohit Jain is proprietor of this firm is son of Mr. Sandeep Jain and Mrs. Anju Jain and husband of Mrs. Shubhi Jain	Electricity supplied to Centurion Rubber	As applied	71.73	NIL
9.	Anju Jain (Director)	Wife of Mr. Sandeep Jain and Mother-in-law of Mrs. Shubhi Jain	Rent paid to Mr. Anju Jain	As applied	18.00	NIL

By order of Board of
For **Mohit Paper Mills Limited**

Sd/-

Sandeep Jain

Managing Director cum Chairman

DIN-00458048

Place: New Delhi

Date: September 05, 2022

Annexure–D

Particulars of Employees

Pursuant to Section 197 (3) of the Companies Act, 2013 read with rule 5 of the Companies (Appointment & Remuneration of Managerial Personal) Rules, 2014

M/s Mohit Paper Mills Limited is paper manufacturing company. The remuneration and perquisites provided to our employees including management of the company are on par with industries benchmarks. The Board of Directors and Nomination and Remuneration committee continuously review the compensation of our MD, WTD/CFO and other KMP to align both the short term and long term business objectives of the company and to link with the performance of the directors and KMPs. The details of remuneration to KMP including MD and WTD/CFO in the below table:

A. Remuneration of Managing Director, Whole Time Director, Company Secretary and Chief Financial Officer (CFO):

Name of Director	Designation	Remuneration in the year 2022 (In Lakhs)	% increase in remuneration	Ratio to median remuneration of employees
Sandeep Jain	Managing Director	60	NA	35.09
Pradeep Kumar Rajput	Whole Time Director	4.81	(18.33)	2.81
Shivam Sharma	Company Secretary	2.41	(31.53)	1.41
Arvind Dixit	CFO	4.32	5.11	2.53

Note:

- The details in the table are on accrual basis.
- Remuneration provided to MD and WTD recommended by the Nomination and Remuneration Committee and approved by Board of Directors.
- Remuneration calculation of MD and WTD/CFO as per provisions of Companies Act, 2013 and others applicable rules and regulation. If any.
- No increment in salary recorded in the salary of Whole-Time Director and Company Secretary during the year under review.

B. Setting fees of Directors (Non-Executive) other than MD,WTD,CS and KMP:

Name of Director	DIN	Designation	Meeting Fees in 2022 (In Lakhs)
Anju Jain	00459540	Director	0.24
Shubhi Jain	06685602	Director	0.24
Sushil Kumar Tyagi	06362605	Director	0.69
Rachit Jain	06982727	Director	0.39
Sanjeev Kumar Jain	07018412	Director	0.69
Sourabh Mathur	08354589	Director	0.39

Note:

The details in the above table are on accrual basis, for the purpose of meeting fees for the financial year 2021-2022.

C. Information as per Rule 5(2) of Chapter XIII, the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.
Top 10 Employee in terms of remuneration draw during the year:

Sr. No	Employee Name	Designation	Educational Qualification	Experience (in years)	Remuneration in 2022 (in Lakhs)	Previous employment and designation	Date of Commencement of employment	Date of Birth/ Age as on 01.01.22	No of share held	Relationship with Director
1	Mohit Jain	Senior marketing manager	B.Sc. (Honours)	10	28.80	NA	2012	13/03/1989/32 YEARS	1730818	Son of Mr. Sandeep Jain and Mrs. Anju Jain and husband of Mrs. Shubhi Jain
2	Roshan Lal Sharma	Production head	Diploma in Chem. Eng.	23	7.83	KR Paper/ Paper machine	2021	05/07/1976/ 46 Years	NA	NA
3	Suresh Km. Aggarwal	V.P.	PG Deploma in Paper Tech.	39	7.35	KR Paper/ GM	2021	24/09/1962/ 60 Years	NA	NA
4	Sunil Kumar Singh	Manager Production	Paper Tech.	20	5.89	Rajshri paper mill/GM	2017	20/12/1979/ 42 Years	NA	NA
5	Atul Saxsena	DGM Sales	B.Sc.	28	6.73	NA	1994	17/07/1964/58 Years	NA	NA
6	Rajkumar	Asst. Manager	B.tech. (diploma)	15	6.20	NA	2007	21/03/1985/ 37 Years	NA	NA
7	Rattan Lal Sharma	Manager Sales tissue	Graduate	22	5.98	DSG paper mills/ Marketing manager	2017	02/01/1962/ 60 Years	NA	NA
8	Suheel Siddqui	Manger recovery	Chemical Engg (diploma)	21	5.22	Nani paper/ engineer	2006	11/08/1977/ 45 Years	NA	NA
9	S.C. Shrivastva	DGM	B.Sc.	35	5.20	BGPPL	2019	16/06/1958/ 64 Years	NA	NA
10	Mohan Joshi	Ass. Sales Manager	Graduation	17	4.18	Vishal Paper/ Deputy Mang	2016	20/02/1980/ 41 Years	NA	NA

D. The percentage increase in the median remuneration of employee during the financial year 30.54%. Median remuneration of employee of the Company increase because of in the year 2020-2021 median remuneration of employee reduced due to COVID-19.

The number of permanent employees on the rolls of Company as on 31st March, 2022 are 175.

E. There is no change or no increment in the managerial remuneration for the same financial. However, the company is paying fixed remuneration to the individuals based on the responsibility and position, the Company is paying remuneration to the Key Managerial Person (KMP) as per skills and experience. Increment in Managerial remuneration of the Key Managerial Persons (KMP) and MD and WTD as per Managerial Remuneration Policy.

F. Key parameter for any variable component of remuneration availed by the director-Variance in managerial remuneration as per Managerial Remuneration Policy.

- G. We affirm that the remuneration paid to the Directors, Key Managerial Personnel and employees is as per the remuneration policy of the Company.
- H. Variations in the market capitalization of the Company, price earnings ratio as at the closing date of the current financial year and previous financial year and percentage increase or decrease in the market quotations of the shares of the Company in comparison to the rate at which the Company came out with the last public offer.
- I. 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 any exceptional circumstances to increase in the managerial remuneration:

No employee was in receipt of remuneration of not less than one crore and two lakh rupees if employed throughout the year or eight lakh and fifty thousand per month in case employed for part of the year.

By order of Board of
For **Mohit Paper Mills Limited**

Sd/-

Sandeep Jain

Managing Director cum Chairman

DIN-00458048

Place: New Delhi

Date: September 05, 2022

ANNEXURE–E:

Vigil Mechanism/Whistle Blower Policy

Preamble:

Vigil Mechanism/Whistle Blower Policy Pursuant to the section 177 of the Companies Act, 2013 (“the Act”) and as per provisions of Regulation 22 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulation”) requires M/s Mohit Paper Mills Limited (“the Company”) to establish a whistle Blower Policy for directors and employees to report genuine concerns of unethical behavior, actual or suspected fraud or violation of the Company’s Code of Conduct or ethics policy.

Objective of the Policy:

This Policy is adopted by the Company considering the requirements of establishing a Vigil Mechanism of the Act and as per Regulations, any amendments thereof and any other Law(s), Rule(s), Regulation(s) if any. The objective of the policy is to provide a mechanism for directors and employees of the Company to report unethical behavior, fraud, or violation of Code of Conduct or ethics policy and provide for safeguards against victimization of persons who use such mechanism. It also allows the directors and employees of the Company direct access to the Chairman of the Audit Committee of the Company in exceptional cases.

Definitions:-

“Audit Committee” means the Audit committee formed under Section 177 of the Companies Act, 2013 and read with as per provisions of Regulation 22 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and applicable other law(s), Rule(s), Regulation(s), if any.

“Board of Directors” or “Board” means the collective body of the Directors of the Company. “Company” means Mohit Paper Mills Limited.

“Complaint” means a complaint made under this policy providing the details in respect of unethical behavior, actual or suspected fraud or violation of the Company’s Code of Conduct and ethics policy.

“Employee” means every person in employment of the Company including those working abroad, if any.

“Fraud” includes any act, omission, concealment of any fact or abuse of position committed by any employee or with his connivance, in any manner, with intent to deceive, to gain undue advantage from, or to injure the interests of the Company or its employees.

“Policy” means Whistle Blower Policy.

“Subject” means a person or group of persons against or in relation to whom a complaint is made or evidence gathered during the course of an investigation.

“Vigilance Officer” is the person appointed by the Audit Committee to receive and place the complaint before the Audit Committee.

“Whistle Blower” means an employee making complaint under this policy.

Any other term not defined herein shall have the same meaning as defined in the Companies Act, 2013 and Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, or any other applicable law(s), rule(s) and regulation(s), if any.

Scope of the Policy:

The Policy is an extension of the Code of Conduct for Directors and Senior Management Personnel and covers disclosures of any unethical and improper or malpractices and events which have taken place/ suspected to take place involving:

- Breach of the Company’s Code of Conduct.
- Breach of Business Integrity and Ethics.
- Breach of terms and conditions of employment and rules thereof.
- Intentional Financial irregularities, including fraud, or suspected fraud.

- Deliberate violation of laws/ regulations.
- Gross or Willful Negligence causing substantial and specific danger to health, safety and environment.
- Manipulation of company data/ records.
- Perforation of confidential/ propriety information.
- Gross Wastage/ misappropriation of Company funds/ assets.

Eligibility:

All the employees and directors of the company are entitled to use this mechanism. Cases to be referred to the Chairman of the Audit Committee: Following complaints shall be referred to the Chairman of the Audit Committee:-

- Complaints in respect of fraud.
- Complaints for matters relating to Finance/Accounts.
- Complaints against the Board Level Executives, employees at the levels of Vice-Presidents and above.
- Other complaints against the employees of the company shall be forwarded to the Vigilance Officer.

Procedure for making complaint:

- The complaint should be addressed to your concern Manager, Human Resources Manager or to Vigilance Officer or to the Chairman of the Audit Committee. Following are the contact details of the Vigilance Officer and the Chairman of the Audit Committee:

Address of related officer:

Manager/ Human Resources Manager,

Mohit Paper Mills Limited

Address: 15A/13, Upper Ground Floor, East Patel Nagar, New Delhi- 110008 OR

Works: 9km stone, Nagina Road, Bijnor, UP- 246701

Ph: 011-25886798, 01342-283051

The Vigilance Officer,

Mohit Paper Mills Limited,

Address: 15A/13, Upper Ground Floor, East Patel Nagar, New Delhi- 110008 OR

Works: 9km stone, Nagina Road, Bijnor, UP- 246701

The Chairman of the Audit Committee,

Mohit Paper Mills Limited

Address: 15A/13, Upper Ground Floor, East Patel Nagar, New Delhi- 110008 OR

Works: 9km stone, Nagina Road, Bijnor, UP- 246701

Ph: 011-25886798, 01342-283051

You can also write to Company Secretary at investorsmohitpaper@gmail.com

- The complaint should be either typed or written in legible handwriting in English, Hindi or in the regional language of the place of employment of the Whistle Blower.
- The complaint can be sent either in a securely sealed envelope or through e-mail with the subject "Complaint under the Whistle Blower Policy".
- The complaint should be enclosed with a covering letter bearing the identity of the whistle blower.
- Manager/The Vigilance Officer/Chairman of Audit committee shall detach the covering letter and forward the complaint to the Vigilance Committee after verification of identity of the whistle blower.
- Complaint received from anonymous sources will not be considered by the Manager/Vigilance Officer/Chairman of the Audit Committee.

- The Whistle Blower will be informed about the disposition of his complaint except for overriding legal or other reasons.

Investigation:-

- The Company has constituted Audit Committee, who shall operate the vigil mechanism/ whistle blower policy.
- The Audit Committee, on satisfaction that there are sufficient reasons for the existence of an unethical behavior or act or that there is a breach of code of conduct, will either direct the Vigilance Officer or appoint any other person as it may deem fit to conduct an investigation.
- In case of the complaints forwarded to the Chairman of the Audit Committee, he/she either on his own or along with Vigilance Officer will conduct an investigation on the matter.
- If there is any conflict of interest of the Vigilance Officer or any member of the Audit Committee then he/she will not be a part of the investigation and process of dealing with the complaint.
- The Chairman of the Audit Committee may seek further information, if required, from the whistle blower.
- The subject will be informed about the investigation and will be given an opportunity to be heard.
- Investigation will be completed within 60 days of receipt of the complaint and is extendable by such period as the Audit Committee deems fit.
- The Vigilance Officer/ Chairman of the Audit Committee will submit the results of the investigation to the Vigilance Committee.
- If the Committee concludes that the allegations are true and that an unethical behavior/act, fraud, violation of code of conduct has been committed, then it shall have the authority to take appropriate disciplinary or corrective action.
- If the complaint made is found to be false then the Committee shall take disciplinary action against the whistle blower.
- Outcome of the complaint will be informed to the whistle blower as well as to the subject.
- In case of repeated frivolous complaints being filed by a director or an employee, the Committee may take suitable action against the concerned director or employee including reprimand.

Protection to the Whistle Blower:-

- Identity of the whistle blower as well as the subject will be kept strictly confidential.
- It will be ensured that there is a fair treatment with the whistle blower and that there is no discrimination, harassment, victimization or any kind of unfair practice such as threat, demotion etc. adopted against the whistle blower by virtue of his making complaint under this policy.
- In case of any requirement of evidence to be given in criminal or disciplinary proceedings, the Company will arrange for the Whistle Blower to receive advice about the procedure etc.
- Any other person involved in conducting the investigation on the complaints received under this policy will also be provided protection.

Review by Audit Committee:-

Audit Committee shall take note of the Complaints received and action taken on quarterly basis.

Maintenance of Records:-

The Vigilance Officer shall maintain the records such as complaints received, result of the investigation, action taken by the Audit Committee for seven years.

Amendment:-

The policy may be amended time to time by the Audit Committee with the approval of Board of Directors of the company.

ANNEXURE-F:**Nomination And Remuneration Policy****Introduction:**

The Nomination & Remuneration Policy ("Policy") of Mohit Paper Mills Limited ("the Company") is formulated under the requirements of applicable laws, including the Companies Act, 2013 ("Act") and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("SEBI Listing Regulation"). The Policy is intended to set out criteria to pay equitable remuneration to the Directors, Key Managerial Personnel (KMP), senior management (as defined below) and other employees of the Company and to harmonies the aspirations of human resources with the goals of the Company.

Objective:

The Nomination and Remuneration Committee and this Policy shall be in compliance with Section 178 of the Act read along with the applicable rules thereto and as per regulation 19 of SEBI Listing Regulation and other applicable Law(s), Rule(s) and Regulation(s), if any.

The Key Objectives of the Committee would be:

- i. To guide the Board of Directors of the company (hereinafter called "Board") in relation to appointment and removal of Directors, Key Managerial Personnel and Senior Management.
- ii. To evaluate the performance of the members of the Board and provide necessary report to the Board for further evaluation of the Board.
- iii. To recommend to the Board on Remuneration payable to the Directors (Executive and Non-Executive), Key Managerial Personnel and Senior Management.
- iv. To provide to Key Managerial Personnel and Senior Management reward linked directly to their effort, performance, dedication and achievement relating to the Company's operations.
- v. To retain, motivate and promote talent and to ensure long term sustainability of talented managerial persons and create competitive advantage.
- vi. To devise a policy on Board diversity.
- vii. To develop a succession plan for the Board and to regularly review the plan;

Constitution of the Nomination and Remuneration Committee:

The Board has constituted the "Nomination and Remuneration Committee" of the Board. This is in line with the requirements under the Act and Regulation. This Policy and the Nomination and Remuneration Committee Charter are integral to the functioning of the Nomination and Remuneration Committee and are to be read together. The Board has authority to reconstitute this Committee from time to time as required.

Definitions:

- A. Act means the Companies Act, 2013 and SEBI (Listing Obligations and Disclosures Requirements) Regulation, 2015 and other applicable Law(s), Rule(s) and Regulation(s), if any Rules framed there under, as amended from time to time.
- B. Board means Board of Directors of the Company.
- C. Company means Mohit Paper Mills Limited.
- D. Directors mean Executive and Non-Executive Directors of the Company.
- E. Key Managerial Personnel (KMP) means:
 1. Chief Executive Officer or the Managing Director or the Manager;

2. Whole-time director;
 3. Chief Financial Officer;
 4. Company Secretary; and
 5. such other officer as may be prescribed time to time as per Act and Regulation.
- F. Senior Management means Senior Management means personnel of the company who are members of its core management team excluding the Board of Directors including Functional Heads.

Role of Committee:

Matters to be dealt with, perused and recommended to the Board by the Nomination and Remuneration Committee. The Committee shall:

- Formulate the criteria for determining qualifications, positive attributes and independence of a director.
- Identify persons who are qualified to become Director and persons who may be appointed in Key Managerial and Senior Management positions in accordance with the criteria laid down in this policy.
- Recommend to the Board, appointment and removal of Director, KMP and Senior Management Personnel.
- Reviewing the structure, size and composition of the Board, and making recommendations to the Board with regard to changes, if any
- Evaluating the balance of skills, knowledge and experience of the Board and, in light of this evaluation, preparing a description of the roles and capabilities required for particular appointments.
- Reviewing time required from each non-executive Director, and assessing whether he or she has given sufficient commitment to the role.
- Considering succession planning taking into account the challenges and opportunities facing the Company, and what skills and expertise are needed from members of the Board in the future.
- Ensuring that on appointment to the Board, the non-executive directors receive a formal letter of appointment setting out clearly what is expected of them in terms of time commitment.
- Identifying persons who are qualified to become directors and who may be appointed in senior management and recommending to the Board their appointment and removal.
- Formulating the criteria for determining qualifications, positive attributes and independence of a director.
- Carrying out evaluation of the performance of the Board, individual directors and of the various board committees.

Matter shall be dealt with the Committee:**Devising a policy on Board diversity:**

The committee recommending to the Board a policy, relating to the remuneration for the directors, key managerial personnel and other employees. While formulating the policy, the committee must ensure that:

- The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate directors of the quality required to run the company successfully.
- Relationship of remuneration to performance is clear and meets appropriate performance benchmarks.
- The remuneration of directors, key managerial personnel and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals.
- A significant proportion of executive Directors' remuneration is structured so as to link rewards to corporate and individual performance.

- Taking into account factors it deems relevant and gives due regard to the interests of shareholders and to the financial and commercial health of the Company.

Size and composition of the Board:

Periodically reviewing the size and composition of the Board as per applicable provisions of Act and Regulation to have an appropriate mix of executive and independent Directors to maintain its independence and separate its functions of governance and management and to ensure that it is structured to make appropriate decisions, with a variety of perspectives and skills, in the best interests of the Company;

Evaluation of performance:

The Committee shall make recommendations to the Board on appropriate performance criteria for the Directors and also formulate the criteria and framework for evaluation of performance of every Director on the Board of the Company or may engage with a third party facilitator in doing so. The committee Identify ongoing training and education/familiarization programs for the Board to ensure that Non-Executive Directors are provided with adequate information regarding the business, the industry and their legal responsibilities and duties.

Succession plans:

Establishing and reviewing Board, KMP and Senior Management succession plans in order to ensure and maintain an appropriate balance of skills, experience and expertise on the Board and Senior Management.

Remuneration framework and policies:

The Committee is responsible for reviewing and making recommendations to the Board on:

- Remuneration of executive Directors to be presented for shareholders' approval including severance, if any.
- Individual and total remuneration/fees of non-executive Directors and the chairperson (if nonexecutive),
- The remuneration and remuneration policies for KMP and Senior Management including base pay, incentive payments, equity awards, retirement rights, severance pay if any and service contracts having regard to the need to:
 - a. attract and motivate talent to pursue the Company's long term growth;
 - b. demonstrate a clear relationship between executive compensation and performance;
 - c. be reasonable and fair, having regard to best governance practices and legal requirements and;
 - d. balance between fixed and incentive pay reflecting short and long-term performance objectives as appropriate for the Company and its goals.
- The Company's incentive compensation and equity based plans including a consideration of performance thresholds and regulatory and market requirements;

Directors:

Formulate the criteria determining qualifications, positive attributes and independence of a Director and recommend candidates to the Board when circumstances warrant the appointment of a new Director, having regard to qualifications, integrity, expertise and experience for the position.

Policy for appointment and removal of Director, KMP and Senior Management:

- **Appointment criteria and qualifications:**
 - a) The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, KMP or at Senior Management level and recommend to the Board his / her appointment.

- b) A person should possess adequate qualification, expertise and experience for the position he / she is considered for appointment. The Committee has discretion to decide whether qualification, expertise and experience possessed by a person is sufficient / satisfactory for the concerned position.
- c) The Company shall not appoint or continue the employment of any person as Managing Director or Whole-time Director who has attained the age of seventy years. Provided that the term of the person holding this position may be extended beyond the age of seventy years with the approval of shareholders by passing a special resolution based on the explanatory statement annexed to the notice for such motion indicating the justification for extension of appointment beyond seventy years.

- **Term / Tenure:**

- a) **Managing Director/Whole-time Director:** The Company shall appoint or re-appoint any person as its Executive Chairman, Managing Director or Executive Director for a term not exceeding five years at a time. No re-appointment shall be made earlier than one year before the expiry of term.
- b) **Independent Director:** An Independent Director shall hold office for a term up to five consecutive years on the Board of the Company and will be eligible for re-appointment on passing of a special resolution by the Company and disclosure of such appointment in the Board's report, No Independent Director shall hold office for more than two consecutive terms, but such Independent Director shall be eligible for appointment after expiry of three years of ceasing to become an Independent Director or as per provisions of the act or regulation.

Provided that an Independent Director shall not, during the said period of three years, be appointed in or be associated with the Company in any other capacity, either directly or indirectly. However, if a person who has already served as an Independent Director for 5 years or more in the Company as on specified date or such other date as may be determined by the Committee as per regulatory requirement; he/ she shall be eligible for appointment for one more term of 5 years only.

At the time of appointment of Independent Director it should be ensured that number of Boards on which such Independent Director serves is restricted to seven listed companies as an Independent Director and three listed companies as an Independent Director in case such person is serving as a Whole-time Director of a listed company or such other number as may be prescribed under the Act.

- Evaluation the Committee shall carry out evaluation of performance of every Director, KMP and Senior Management Personnel at regular interval (yearly).

- **Removal:**

Due to reasons for any disqualification mentioned in the Act or under any other applicable Act, rules and regulations thereunder, the Committee may recommend, to the Board with reasons recorded in writing, removal of a Director, KMP or Senior Management Personnel subject to the provisions and compliance of the said Act, rules and regulations.

- **Retirement:**

The Director, KMP and Senior Management Personnel shall retire as per the applicable provisions of the Act and the prevailing policy of the Company. The Board will have the discretion to retain the Director, KMP, Senior Management Personnel in the same position/ remuneration or otherwise even after attaining the retirement age, for the benefit of the Company.

Policy relating to the Remuneration for (Executive and Non-Executive Director) Managing Director/ Whole-time Director/KMP and Senior Management Personnel:

A. General:

- The remuneration / compensation / commission etc. to the Whole-time Director, KMP and Senior Management Personnel will be determined by the Committee and recommended to the Board for approval. The remuneration / compensation / commission etc. shall be subject to the prior/post approval of the shareholders of the Company and Central Government, wherever required.
- The remuneration and commission to be paid to the Whole-time Director shall be in accordance with the percentage / slabs / conditions laid down in the Articles of Association of the Company and as per the provisions of the Act.
- Increments to the existing remuneration/ compensation structure may be recommended by the Committee to the Board which should be within the slabs approved by the Shareholders in the case of Whole-time Director.
- Where any insurance is taken by the Company on behalf of its Whole-time Director, Chief Executive Officer, Chief Financial Officer, the Company Secretary and any other employees for indemnifying them against any liability, the premium paid on such insurance shall not be treated as part of the remuneration payable to any such personnel. Provided that if such person is proved to be guilty, the premium paid on such insurance shall be treated as part of the remuneration.

B. Remuneration to (Executive Director) Whole Time Director/Managing Director, KMP and Senior Management Personnel:

• **Fixed pay:**

The Whole-time Director/ KMP and Senior Management Personnel shall be eligible for a monthly remuneration as may be approved by the Board on the recommendation of the Committee. The breakup of the pay scale and quantum of perquisites including, employer's contribution to P.F, pension scheme, medical expenses, club fees etc. shall be decided and approved by the Board/ the Person authorized by the Board on the recommendation of the Committee and approved by the shareholders and Central Government, wherever required.

• **Minimum Remuneration:**

If, in any financial year, the Company has no profits or its profits are inadequate, the Company shall pay remuneration to its Whole-time Director in accordance with the provisions of Schedule V of the Act.

• **Provisions for excess remuneration:**

If any Whole-time Director draws or receives, directly or indirectly by way of remuneration any such sums in excess of the limits prescribed under the Act or without the prior sanction of the Central Government, where required, he / she shall refund such sums to the Company and until such sum is refunded, hold it in trust for the Company. The Company shall not waive recovery of such sum refundable to it unless permitted by the Central Government.

C. Remuneration to Non- Executive/Independent Director:

- **Remuneration:** The remuneration payable to each Non-Executive Director is based on the remuneration structure as determined by the Board, and is revised from time to time, depending on individual contribution, the Company's performance, and the provisions of the Companies Act, 2013 and the rules made thereunder.

- **Sitting Fees:** The Non- Executive / Independent Director may receive remuneration by way of fees for attending meetings of Board or Committee thereof. Provided that the amount of such fees shall not exceed Rupees One Lac per meeting of the Board or Committee or such amount as may be prescribed by the Central Government from time to time.
- **Commission:** Commission may be paid within the monetary limit approved by shareholders, subject to the limit not exceeding 1% of the profits of the Company computed as per the applicable provisions of the Act.
- **Stock Options:** An Independent Director shall not be entitled to any stock option of the Company.

Membership:

- The Committee shall consist of a minimum 3 non-executive directors, majority of them being independent.
- Minimum two (2) members shall constitute a quorum for the Committee meeting.
- Membership of the Committee shall be disclosed in the Annual Report.
- Term of the Committee shall be continued unless terminated by the Board of Directors.

Chairperson:

- Chairperson of the Committee shall be an Independent Director.
- Chairperson of the Company may be appointed as a member of the Committee but shall not be a Chairman of the Committee.
- In the absence of the Chairperson, the members of the Committee present at the meeting shall choose one amongst them to act as Chairperson.
- Chairman of the Nomination and Remuneration Committee meeting could be present at the Annual General Meeting or may nominate some other member to answer the shareholders' queries.

Frequency of Meetings:

The meeting of the Committee shall be held at such regular intervals as may be required under the provisions of the Act and SEBI Listing Regulation.

Conclusion:

This Policy is framed based on the provisions of the Companies Act, 2013 and rules thereunder and the requirements of Regulations. In case of any subsequent changes in the provisions of the Companies Act, 2013 or any other regulations which makes any of the provisions in the policy inconsistent with the Act or regulations, then the provisions of the Act or regulations would prevail over the policy and the provisions in the policy would be modified in due course to make it consistent with law. This policy shall be reviewed by the Nomination and Remuneration Committee as and when any changes are to be incorporated in the policy due to change in regulations or as may be felt appropriate by the Committee. Any changes or modification to the policy as recommended by the Committee would be placed before the Board of Directors for their approval.

ANNEXURE –G

REPORT ON CORPORATE GOVERNANCE**(Pursuant to Chapter IV of SEBI (LODR) Regulations, 2015)****1. Company's Philosophy on Code of Governance:**

Mohit Paper Mills Limited ("the Company" or "MPML") is committed to good corporate governance and ensuring adequate disclosure for its stakeholders as on time to time. The Company believes that governance process should be such so as to ensure adequate utilization of resources to meet the expectations of the shareholders and stakeholders.

The Company believe in accountability, self-responsibility, transparency, safety, professionalism of the people and environment. The Corporate philosophy of the Company envisages complete transparency and adequate disclosures with an ultimate aim of value creation for all players i.e. stakeholders, the creditors, Governments and employees.

It is an ethically driven business process that is committed to values and conduct aimed at enhancing an organization's wealth generating capacity. This is ensured by taking ethical business decisions and conducting the business with a firm commitment to values, while meeting stakeholders' expectations. Good governance practices stem from the culture and mindset of the organization and we are committed to meet the aspirations of all our stakeholders and believes in adopting best corporate practices for ethical conduct of business.

The essence of Corporate Governance lies in promoting and maintaining integrity, transparency and accountability in the management's higher echelons. The demands of corporate governance require professionals to raise their competence and capability levels to meet the expectations in managing the enterprise and its resources effectively with the highest standards of ethics.

The Company has adopted a Code of Conduct for its employees including Directors. Apart from the performance evaluation of regular employees, the company has formed the performance evaluation mechanism (PEM) for its Executive and Non-Executive Directors which suitably incorporates the duties of Independent Directors as laid down in the Companies Act, 2013 ("the Act"). This code is available on the Company's website. The Company has also established a mechanism called 'Whistle Blower Policy' for employees to report to the management instances of unethical behavior, actual or suspected, fraud or violation of the Company's code of conduct, rules of laws or ethics policy.

The spirit of governance of the Company is derived from this philosophy and has been articulated through the Company's various policies. We are committed to meet the aspirations of all our stakeholders. Corporate Governance ensures transparency and accountability, it also has broader social and institutional dimensions, under these rules of corporate governance focus on implementing the values of fairness, transparency, accountability and responsibility to all the stakeholders.

The Company is in compliance with the requirements stipulated under regulation 17 to 27 read with Para C and D of Schedule V and clauses (b) to (i) to Sub-Regulation (2) of Regulation 46 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulation") with regard to Corporate Governance. The Company is committed to achieve the best standards of Corporate Governance not only in word but in true value.

2. Board of Directors:

The Board of Directors of the Company provides leadership and strategic guidance, objective judgement and exercises control over the Company, while remaining at all times accountable to the stakeholders. The Board has adopted a policy which sets out the approach to diversity of the Board of Directors. The Board functions either as a full Board or through various committees constituted to oversee specific areas.

The Company Policy formulation, setting up of goals, evaluation of performance and control functions vest with the Board. The Board also provides directions and exercises appropriate control to ensure that the Company fulfills stakeholders' aspirations and societal expectations.

Composition and Categories of Directors:

The Board of the Company have an optimum combination of Executive and Non-Executive Directors. Out of which there are two Executive Directors and six Non-Executive Directors (including Woman Directors) and meets the criteria mandated by SEBI Listing Regulations and the Act.

During the financial year 2021-2022, the Board of the Company consists of 2 (two) Executive Directors and 6 (six) Non-Executive Directors which includes 4 (four) Independent Director and 2 (two) Non-Executive Director related to promoter group.

As on 31st march, 2022, the Board strength comprises of the following:

Name	Category	Qualification/ Skills/ Expertise	Experience (In years)	No. of directorship in other company (include private limited company)	Number of committee position held in other public company*	
					Chairman	Member
Sandeep Jain	Chairman and Managing Director/Executive promoter group	Sales and administration	30	1	-	-
Anju Jain	Director/non- executive/ promoter	Finance	30	2	-	-
Sushil Kumar Tyagi	Director/non- executive/ Independent	Technically skilled	35	-	-	-
Pradeep Kumar Rajput	Whole Time Director/ Executive	Technically skilled/ administration	34	-	-	-
Shubhi Jain	Director/non- executive/ promoter	Technically skilled	8	-	-	-
Rachit Jain	Director/non- executive/ Independent	Leadership and financially skilled	15	1	-	-
Sanjeev Kumar Jain	Director/non- executive/ Independent	Business Leadership	28	-	-	-
Sourabh Mathur	Director/non- executive/ Independent	Technically skilled	28	-	-	-

*In line with SEBI Listing Regulations, only the Chairmanship and Membership of Audit Committee and Stakeholder Relationship Committee have been taken in to consideration in reckoning the membership/ chairmanship of committees in all other public Companies.

Pursuant to the applicable provisions of the Act and Chapter IV read with Schedule V of the SEBI Listing Regulations, the Board has carried out an evaluation of its own performance, the Directors individually as well as the valuation of the working of its Committees viz Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee.

Expertise, Key skills and Competence of the Directors:

The Board comprises experienced and competent members who bring in the required skills, competence and expertise that allow them to make effective contributions to the Board and its committees. The Board members are committed to ensuring that the Board is in compliance with the highest standards of corporate governance and code of conduct.

The main skills/expertise/competencies as identified by the Board of directors as required in the context of its business(es) and sector(s) for it to function effectively such as leadership, management, financial expertise, governance, strategy development and implementation. The Board annually reviewed the performance of the Board, individually directors and committee for better performance of the Board.

Board Meeting Details:

The Board meets at least once in every quarter to discuss and decide on, inter-alia, business strategies/policies and review the financial performance of the Company and the intervening gap between any two meetings was within the period prescribed by the Act and SEBI Listing Regulations.

During the financial year 2021-2022, the 8 (eight) Board Meetings were held i.e. 10/05/2021, 30/06/2021, 30/07/2021, 14/08/2021, 14/10/2021, 13/11/2021, 15/01/2022, 14/02/2022.

Attendance of Directors at the Board Meetings:

Details of the Board of Directors and their Directorship(s)/ Committee Membership(s)/ Chairmanship(s), as on 31st March 2022 and attendance of Directors at Board Meetings and at Annual General Meeting held during FY 21-22 are given below:

Name of the Director	Designation/ Category	Meeting held	Attended meeting	Board Meetings in F.Y. 21-22	Whether attended last AGM	No. of Directorships in other public companies held as on 31 st March 2022	No. of Committee Chairmanship/ Membership in other public companies as on 31 st March 2022*	
							Chairman	Member
Sandeep Jain	Managing Director/ Promoter/ Executive Director/ Chairperson	8	8	8	Yes	NA	NA	NA
Anju Jain	Director/non-executive/ promoter	8	8	8	Yes	NA	NA	NA
Shubhi Jain	Director/non-executive/ promoter	8	8	8	Yes	NA	NA	NA

Name of the Director	Designation/ Category	Meeting held	Attended meeting	Board Meetings in F.Y. 21-22	Whether attended last AGM	No. of Directorships in other public companies held as on 31 st March 2022	No. of Committee Chairmanship/ Membership in other public companies as on 31 st March 2022*	
							Chairman	Member
Pradeep Kumar Rajput	Whole Time Director/ Promoter/ Executive Director	8	8	8	Yes	NA	NA	NA
Sushil Kumar Tyagi	Director/ Non-Executive Director/ Independent Director	8	8	8	Yes	NA	NA	NA
Rachit Jain	Director/ Non-Executive Director/ Independent Director	8	8	8	Yes	NA	NA	NA
Snjeev Kumar Jain	Director/ Non-Executive Director/ Independent Director	8	8	8	Yes	NA	NA	NA
Sourabh Mathur	Director/ Non-Executive Director/ Independent Director	8	8	8	Yes	NA	NA	NA

Relationship between inter-se and shared held in the Company:

Name of the Director	Relationship with other director	No. of share held	Directorships in other listed entities and category of Directorship
Sandeep Jain	Husband of Mrs. Anju Jain and Father-in-law of Mrs. Shubhi Jain	27,64,900	-
Anju Jain	Wife of Mr. Sandeep Jain and Mother-in-law of Mrs. Anju Jain	30,77,529	-
Shubhi Jain	Daughter-in-law of Mr. Sandeep Jain and Mrs. Anju Jain	10,45,000	-
Pradeep Kumar Rajput	-	-	-
Sushil Kumar Tyagi	-	-	-
Rachit Jain	-	-	-
Snjeev Kumar Jain	-	-	-
Sourabh Mathur	-	-	-

Note:

1. *As per SEBI Listing Regulations, in relation with the Chairmanship and Membership of Audit Committee and Stakeholder Relationship Committee have been taken in to consideration in reckoning the membership/ chairmanship of committees in all other Companies exclude MPML and private companies.
2. As per Regulation 26 of SEBI Listing Regulation that none of the Directors of the MPML are members in more than 10 (ten) committees excluding private limited companies, foreign companies and companies under Section 8 of the Act or act as Chairperson of more than 5 (five) committees across all listed entities in which he/she is a Director. For the purpose of determination of limit, chairpersonship and membership of the Audit Committee and the Stakeholders' Relationship Committee alone has been considered and companies including private limited companies, foreign companies and companies under Section 8 of the Act have not been considered.

Mechanism of evaluation of the Board, its committees and Directors:

As required as per provisions of the Act and Listing Regulations, the Board of Directors has carried out an annual evaluation of its own performance, Board Committees and individual Directors. The Board works with the nomination and remuneration committee to lay down the evaluation criteria for the performance of the directors by Board effectiveness survey. Each Board member is requested to evaluate the effectiveness of the Board, its committees and individual directors on the basis of the decision making, company performance, company strategy, relationship to stakeholders, information flow on the scale of one to five.

On the basis of Policy for Performance Evaluation of Independent Directors, a process of evaluation is being followed by the Board for its own performance and that of its Committees and individual Directors. The Committee may amend the Policy, if required, to ascertain its appropriateness as per the needs of the Company. The performance of the Board was evaluated by the Board after seeking inputs from all the Directors on the basis of the criteria such as the Board composition and structure, effectiveness of Board processes, information and functioning, etc.

The performance of the Committees was evaluated by the Board after seeking inputs from the Committee members on the basis of the criteria such as the composition of Committees, effectiveness of Committee meetings and meeting fees etc. The Board and the Nomination and Remuneration Committee reviewed the performance of the individual Directors including Independent Directors on the basis of the criteria such as the contribution of the individual Director to the Board and committee meetings like preparedness on the issues to be discussed, meaningful and constructive contribution and inputs in meetings, etc.

In a separate meeting of Independent Directors, performance of Non-Independent Directors, performance of the Board as a whole and performance of the Chairman was evaluated, taking into account the views of Executive Directors and Non-Executive Directors. The same was discussed in the Board meeting that followed the meeting of the Independent Directors, at which the performance of the Board, its Committees and individual Directors was also discussed. Performance evaluation of Independent Directors was done by the entire Board, excluding the Independent Director being evaluated.

Independent director's key roles are governance, control and guidance. Some of the performance indicators based on which the independent directors are evaluated:

- Ability to contribute and monitor corporate governance practices;
- Active participation in long term strategic planning;
- Commitment to the fulfillment of director's obligations and fiduciary responsibilities, these include participation in Board and committee meetings;

Attendance of Directors at the Board Meetings:

All the Directors of the Company attended the Board meeting and Committee meeting during the financial year 2021-2022.

There has been no change in the Directorship of the Company during the financial year 2021-2022.

Details of Resignation of Directors:

During the financial year 2021-2022, no Director(s) of the Company has resigned.

Independent director databank registration and declaration:

All the Independent Directors of the Company have registered themselves in the data bank maintained with the Indian Institute of Corporate Affairs, Manesar ('IICA'). In terms of Section 150 of the Act read with Rule 6(4) of the Companies (Appointment & Qualification of Directors) Rules, 2014, the Independent Directors are required to undertake online proficiency self-assessment test conducted by the IICA within a period of one (1) year from the date of inclusion of their names in the data bank.

The Board is also of the opinion that the independent directors fulfil the conditions specified in SEBI Listing Regulations and are independent of the management. The Company has received necessary declaration from each independent Director under Section 149 of the Act, that he meets the criteria of independence laid down in Section 149(6) of the Act along with rules framed thereunder and Regulation 16(b) & 25 of the SEBI Listing Regulations and other rules and regulation, if applicable and they are not aware of any circumstance or situation, which exist or may be reasonably anticipated, that could impair or impact their ability to discharge their duties with an objective Independent judgment and without any external influence.

Familiarization program for independent directors:

Familiarization program and Meeting of independent directors As per Company annual strategy and planning, a Familiarization program of the independent directors of the company conducted by the company during the financial year. All Independent Director of the company introduce to the Board attend an orientation program.

The details of familiarization program also available on companies website i.e.

http://www.mohitpaper.in/upload/others/extra/3_1_Meeting_Website_.pdf

Meeting of Independent Director(s)

In accordance with the provisions of Schedule IV of the Act and Regulation 25 of the SEBI Listing Regulation a separate meeting of the Independent Directors of the Company was held on February 14, 2022 without the attendance of non-independent Directors and members of the management to discuss:-

1. Evaluation of the performance of Non Independent Directors and the Board of Directors as a Whole;
2. Evaluation of the performance of the Chairman of the Company, taking into account the views of the Executive and Non Executive Directors.
3. Evaluation of the quality, content and timelines of flow of information between the management and the Board that is necessary for the Board to effectively and reasonably perform its duties. All the independent Directors were present at the meeting.

At such meetings, the independent directors discuss, among other matters, the performance of the Company and risks faced by it, the flow of information to the Board, competition, strategy, leadership strengths and weaknesses, governance, compliance, Board movements, human resource matters and performance of the executive members of the Board, including the Chairman. During the year, the independent directors met without the presence of the Management.

3. Committees of the Board of Directors of the Company:

The Board has constituted the following statutory Committees:-

- A. Audit Committee,
- B. Nomination & Remuneration Committee,
- C. Stakeholder Relationship Committee,

A. Audit Committee

a. Terms of Reference:

Apart from all the matters provided in Regulation 18 and Schedule II part C of SEBI Listing Regulations and section 177 of the Act, the Audit Committee reviews reports of the internal auditor, meets statutory auditors as and when required and discusses their findings, suggestions, observations and other related matters. It also reviews major accounting policies followed by the Company.

In order to effectively discharge their role and responsibility, the Audit Committee members have been empowered:-

(i) The Role of Audit Committee:

- 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;
- recommendation for appointment, remuneration and terms of appointment of auditors of the listed entity;
- approval of payment to statutory auditors for any other services rendered by the statutory auditors;
- 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;
- reviewing, with the management, the quarterly financial statements before submission to the board for approval;
- 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;

- reviewing and monitoring the auditor's independence and performance, and effectiveness of audit process;
 - approval or any subsequent modification of transactions of the listed entity with related parties;
 - scrutiny of inter-corporate loans and investments;
 - valuation of undertakings or assets of the listed entity, wherever it is necessary;
 - evaluation of internal financial controls and risk management systems;
 - reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
 - 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;
 - discussion with internal auditors of any significant findings and follow up there on;
 - 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;
 - 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;
 - 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;
 - to review the functioning of the whistle blower mechanism;
 - approval of appointment of chief financial officer after assessing the qualifications, experience and background, etc. of the candidate;
 - Carrying out any other function as is mentioned in the terms of reference of the audit committee.
 - 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.
 - consider and comment on rationale, cost-benefits and impact of schemes involving merger, demerger, amalgamation etc., on the listed entity and its shareholders.
- (ii) The Audit Committee shall mandatorily review the following information(s)**
- management discussion and analysis of financial condition and results of operations;
 - management letters / letters of internal control weaknesses issued by the statutory auditors;
 - internal audit reports relating to internal control weaknesses; and
 - the appointment, removal and terms of remuneration of the chief internal auditor shall be subject to review by the audit committee.
 - statement of deviations:

- (i) quarterly statement of deviation(s) including report of monitoring agency, if applicable, submitted to stock exchange(s) in terms of Regulation 32(1).
- (ii) annual statement of funds utilized for purposes other than those stated in the offer document/prospectus/notice in terms of Regulation 32(7).

The Committee acts as a link between the Internal Auditor, Statutory Auditor and the Board of Directors of the Company. The Committee reviews the financial statements and other related matters before submission to the Board for approval. The audit committee charter containing terms and condition is available on our website i.e. www.mohitpaper.in

b. Composition:

The Audit Committee of the Company consists of four (4) members out of which three (3) are Non-Executive-Independent Directors and one (1) is Executive Director.

Mr. Sanjeev Kumar Jain, Non-Executive- Independent Director) is the Chairman of the Audit Committee.. During the financial year 2021-2022, the composition of the Audit Committee and members attend the meeting and details are as follows:

Sr. No.	Name of the Member	Designation	Status	No. of Meetings Held	No. of Meetings Attended
1.	Sanjeev Kumar Jain	Non-Executive-Independent Director	Chairman	6	6
2.	Sourabh Mathur	Non-Executive-Independent Director	Member	6	6
3.	Sushil Kumar Tyagi	Non-Executive-Independent Director	Member	6	6
4.	Pradeep Kumar Rajput	Executive Director	Member	6	6

The Company Secretary of the Company acts as Secretary of the Committee. The minutes of each Audit Committee are placed in the next Meeting of the Board.

The meeting of the Audit Committee are also attended by Managing Director, Whole Time Director, CFO, Statutory Auditors and Internal Auditors as invites as required.

During the financial year 6 (Six) meetings held on 10.05.2021, 30.06.2021, 30.07.2021, 14.08.2021, 13.11.2021, 14.02.2022.

The necessary quorum was present for all the meetings. The maximum interval between any two meetings was within the maximum allowed gap of 120 days. The Chairperson of the Audit Committee was present at the last Annual General Meeting held on September 30, 2021 to answer the queries of the shareholders.

B. Nomination and Remuneration Committee:

Pursuant to the provisions of Regulation 19 of Listing Regulation and section 178 of the Act, Nomination and Remuneration Committee ("NRC") inter alia include succession planning for Board of Directors and Senior Management Employees for identifying and selection of candidates for appointment of Directors/Independent Directors and senior management employees based on laid down criteria. The NRC identifying potential individuals for appointment of Directors, Key Managerial Personnel ("KMPs") and other senior managerial employee and review the performance of the Board of Directors and Senior Management personnel including KMPs based on certain criteria approved by the Board. The Nomination and Remuneration Committee charter containing terms and condition is available on our website i.e.

http://www.mohitpaper.in/upload/others/policies_latest/5_Nomination%20and%20Remeuneration%20Policy.pdf

Term of Reference:

Role and responsibilities of the nomination and remuneration committee are as follows:

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

Payment to Managing Director and Whole Time Director:

Name of the Director	Designation	Remuneration (₹ In Lakhs)
Mr. Sandeep Jain	Managing Director	60
Mr. Pradep Kumar Rajput	Whole Time Director	4.81

Payment to Director (other than Managing Director and Whole Time Director/CFO):

Name of the Member	Designation	Remuneration (₹ In Lakhs)
NA	NA	NA

Payment sitting fees to Non-Executive Directors:

Name	Category of Director	Sitting Fees (₹ in lakhs)
Mrs. Anju Jain	Non-executive	0.24
Mrs. Shubhi Jain	Non-executive	0.24
Mr. Sushil Kumar Tyagi	Independent	0.69
Mr. Rachit Jain	Independent	0.39
Mr. Sanjeev Kumar Jain	Independent	0.69
Mr. Saourabh Mathur	Independent	0.39

The Company is paying sitting fee per board meeting and committee meeting to Non-Executive and Non-Executive Independent Director(s) at the rate of ₹ 3000/- (Rupees Three Thousand only) per meeting of Board and the Committee meeting.

There has been no pecuniary relationship/ transaction of the Non- Executive Director (including Independent Directors)with the Company except payment of sitting fees to them. However, the sitting fees are subject to ceiling/limits as provided under the Act and rules made thereunder or any other enactment for the time being in force. The criteria of making payment to non-executive directors is disclosed in the Nomination and Remuneration Policy of the Company.

Composition:

The composition of the NRC during the financial year 2021-2022 and meeting attended by the members are as follows:-

Sr. No.	Name of the Member	Designation	Status	No. of Meetings Held	No. of Meetings Attended
1.	Sanjeev Kumar Jain	Non-Executive-Independent Director	Chairman	6	6
2.	Sushil Kumar Tyagi	Non-Executive-Independent Director	Member	6	6
3.	Rachit Jain	Non-Executive-Independent Director	Member	6	6

The Company Secretary acts as Secretary of the Committee. The minutes of each NRC Committee are placed in the next Meeting of the Board.

The Committee meets as per the requirement. During the financial year 2021-2022, 6 (six) meetings of the NRC were held on 10.05.2021, 30.06.2021, 30.07.2021, 14.08.2021, 13.11.2021, 14.02.2022.

Board members and Independent directors evaluation:

Pursuant to the provision of the Act and the SEBI Listing Regulations, 2015, the Board and Nomination and Remuneration Committee have carried out the annual evaluation of performance of individual Board of Directors and Independent Directors as individual for the financial year 21-22. A structured questionnaire was prepared after taking into consideration inputs received from the Directors, covering various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, Board culture, execution and performance of specific duties, obligations and governance.

A separate exercise was carried out to evaluate the performance of individual Directors including the Chairperson of the Board, who were evaluated on parameters such as level of engagement and contribution, independence of judgment, safeguarding the interest of the Company and its minority shareholders etc. The performance evaluation of the Independent Directors was carried out by the entire Board and by the Independent Directors.

The Directors expressed their satisfaction with the evaluation process. No observation was find out in evaluation of Board of Directors of the company, so it does not required to any action.

C. Stakeholders Relationship Committee

Pursuant to the provisions of the regulation 20 of the Listing Regulation and section 178 of the Act, The Stakeholders Relationship Committee ("SRC") of the Board consider and resolve the grievances of the security holders of the Company including complaints related to transfer of shares, non-receipt of annual report and etc.

Term of reference:

Particulars of the term of reference of the SRC, details are follows:

- To supervise and ensure efficient share transfers, share transmission, transposition, etc;
- To approve allotment, transfer, transmission, transposition, consolidation, split, name deletion and issue of duplicate share certificate of equity shares of the Company;
- To redress shareholder and depositor complaints like non-receipt of Balance Sheet, non-receipt of declared Dividend, if any, etc.
- To review service standards and investor service initiatives undertaken by the Company;
- To address all matters pertaining to Registrar and Share Transfer Agent including appointment of new Registrar and Share Transfer Agent in place of existing one;

- To address all matters pertaining to Depositories for dematerialization of shares of the Company and other matters connected therewith and to attend to any other responsibility as may be entrusted by the Board within terms of reference.

Composition:

As per provisions of the Act and SEBI Listing Regulation, Stakeholder Relationship Committee consists of Executive and Non-executive Directors. The Committee consists three (3) Directors out of which Two (2) are Non- Executive Independent Directors, One (1) Director is Executive Director, details are follows:

Sr. No.	Name of the Member	Designation	Status	No. of Meetings Held	No. of Meetings Attended
1.	Sanjeev Kumar Jain	Non-Executive-Independent Director	Chairman	6	6
2.	Sushil Kumar Tyagi	Non-Executive-Independent Director	Member	6	6
3.	Sandeep Jain	Executive Director	Member	6	6

During the financial year 2021-2022, 6 (six) meetings of the SRC were held on 10.05.2021, 30.06.2021, 30.07.2021, 14.08.2021, 13.11.2021, 14.02.2022.

The Committee is chaired by Mr. Sanjeev Kumar Jain, Non-Executive-Independent Director and meets as per the requirement. The Chairman of the Committee also attended the last Annual General Meeting of the Company held on 30th September, 2021. The Committee charter containing terms and condition is available on our website www.mohitpaper.in.

Status of Investor Complaints:

Status of Investors complaint received and resolved during the year 2021-2022, details are below:

Investors' complaints	Complaints status
Pending at the beginning of the year	0
Received during the year	01
Disposed of during the year	01
Remaining unresolved at the end of the year	0

The Complaint has been resolved to the satisfaction of the shareholders.

4. General Body Meeting(s):

- Details of last 3 (Three) Annual General Meetings ("AGM"):**

Year	Venue	Date	Time	No. of SR passed	No. of OR passed
2020-2021	AGM held through video conferencing (VC)/other Audio Video Visual Means (OAVM)	30.09.2021	04.00 P.M.	-	3
2019-2020	AGM held through video conferencing (VC)/other Audio Video Visual Means (OAVM)	28.09.2020	04.00 P.M.	-	4
2018-2019	Bharat Banquet Hall, A-5,NaveenVihar, Rajiv Nagar Extension, Begumpur Main Barwala Road, Delhi-110081	27.09.2019	10.00 A.M.	1	4

No Extra-Ordinary General Meeting ("EGM") was held during the last 3 (three) years.

Special Resolutions passed last year through Postal Ballot-details of voting pattern:

During the year ended 31st March, 2022, no Special Resolutions were passed through Postal Ballot.

Special Resolution proposed to be conducted through Postal Ballot:

As on the date of this report, no special resolutions proposed to be conducted through Postal Ballot.

DISCLOSURES:**Compliance by the Company:**

There were no instances of non-compliance nor have any penalties, strictures imposed by Stock Exchanges or SEBI or any other regulatory authorities on any matter related to capital market during the last 3 years.

Code for Prevention of Insider Trading Practices:

In compliance with the SEBI Regulations on prevention of insider trading, the company has instituted a comprehensive code of conduct for its management and staff. The Code lays down guidelines, which advise them on procedures to be followed and disclosures to be made, while dealing with the shares of the company, and cautioning them of the consequences of violations.

Code for conduct for Board/Committee Members/Senior Management:

The Board of Directors of the Company have adopted a Code of Conduct for directors and Senior Management:

As required by Regulation 17(5) of SEBI (LODR) Regulations, 2015, the Company have instituted a code of conduct for its Board/Committee Members and Senior Management. A code of conduct is a written document that outlines company values, principles, and guidelines in a variety of areas and enable the company to state to their suppliers, customers, consumers, and other stakeholders the way in which they intend to do business. Commitment to ethical professional conduct is a must for every employee of the company in all of its businesses/Units. This code, consisting of imperatives formulated as statements of personal responsibility, identifies the elements of such a commitment.

Status of Compliance of Non-Mandatory requirements.

- The Chairman of the Company is an executive Chairman.
- The Statutory Auditors have expressed no qualification in their report.
- The Internal auditor periodically reports to the audit committee.

PARTICULARS RELATING TO THE SEXUAL HARASSMENT OF WOMAN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has always believed in providing a safe and harassment free workplace for every individual working in its premises through various policies and practices. The Company always endeavors to create and provide an environment that is free from discrimination and harassment including sexual harassment. The Company has adopted a policy on Prevention of Sexual Harassment at Workplace which aims at prevention of harassment of employees and lays down the guidelines for identification, reporting and prevention of undesired behavior. An Internal Complaints Committee ("ICC") has been set up from the senior management which is responsible for redressed of complaints related to sexual harassment and follows the guidelines provided in the Policy.

During the year ended 31st March, 2022, no complaints pertaining to sexual harassment have been received.

(i) Number of complaints filed during the financial year:	Nil
(ii) Number of complaints disposed of during the financial year:	Nil
(iii) Number of complaints pending as at the end of the financial year:	Nil

5. Means of Communication and website:

We always give the preference to the implementation of best corporate governance in the company in all level in true words. It is a key element of the Corporate Governance framework and therefore emphasizes continuous, efficient and relevant in all levels. Quarterly/Annual financial results are usually published in financial and national newspapers like Top stories in English and Haribhomi in Hindi. The same are also available on the website of the Company, viz. www.mohitpaper.in and have also been submitted to stock exchanges BSE i.e. www.bseindia.com as per requirement of the SEBI Listing Regulations.

As per SEBI Listing Regulation, the company is maintaining its own website i.e. www.mohitpaper.in for publishing or issuing required information to investors or public at large, other information like shareholding pattern notices of relevant Board Meetings and other information are published at company's website.

All important information pertaining to the Company is also mentioned in the Annual Report of the Company containing inter-alia audited financial statements, Directors' report, Auditors' report, report on Corporate Governance which is circulated to the members and others entitled thereto for each financial year and is displayed on the Company's website: www.mohitpaper.in.

General Shareholder Information:

No. of AGM	Day and Date	Time	Venue
30 th AGM	Thursday, 29 th September, 2022	04.00 P.M.	through video conferencing (VC)/other Audio Video Visual Means (OAVM)

As required details of agenda(s) dealing in 30th AGM details are in annexed to the Notice of the AGM.

Financial Calendar:
a. Tentative Financial calendar for year ending on 31st March 2023:

Particulars	Tentative Date
Un-Audited financial results for the first three quarters	Un-audited financial results for the first, second and third quarter will be announced and published within 45 days from the end of respective quarter or as directed/notified by SEBI time to time.
Annual Financial Results	Audited financial results Will be announced and published within 60 days from the end of the respective Financial Year or as directed/notified by SEBI time to time.

b. Financial year ended on 31st March 2022.

Particulars	Published Date
Financial year	1 st April 2021 to 31 st March 2022
Un-audited financial results for the first three quarters	Un-audited financial results for the first quarter were announced on August 14, 2021.
	Un-audited financial results for the second quarter and half year was announced on November 13, 2021.
	Un-audited financial results for the third quarter was announced on February 14, 2022.
Annual Financial Results	Audited financial results for March quarter and financial year ended 31 st March 2022 were announced on May 30, 2022.

Payment of Dividend

Not Applicable, since the Company has not declared any dividend

Listing of Stock Exchanges and Stock Codes:

The Company's equity shares are listed on the following stock exchange:

Sr. No.	Name of Stock exchange	Address of Stock Exchange	Stock code	ISIN No.
1.	BSE Limited (BSE)	Phiroze Jeejeebhoy Towers, Dalal Street , Mumbai – 400 001	530169	INE388C01017

Listing Fees:

The Company has paid the annual listing fee for the Financial Year 2022-23 to BSE. Further the Company has also paid the Annual Custody Fee to National Securities Depositories Ltd and Central Depository Services (India) Limited.

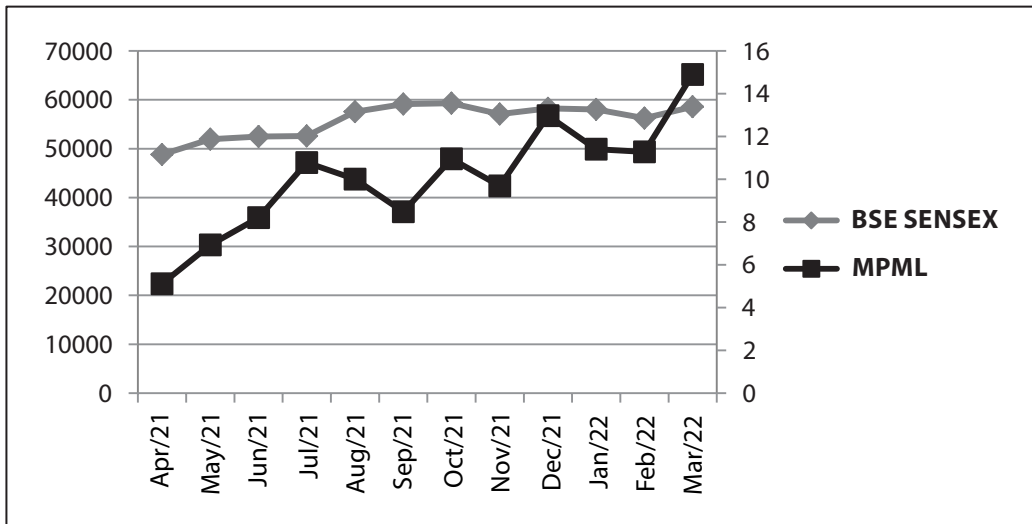
Stock Price Data:

Monthly high and low in BSE during the financial year 2021-22:

Month	Open Price	High Price	Low Price	Close Price
Apr-21	4.91	6.21	4.9	5.11
May-21	5	6.94	5	6.93
Jun-21	7.27	9	6.59	8.2
Jul-21	8.2	11.98	8	10.78
Aug-21	11.29	11.29	9.1	10
Sep-21	10	10.44	7.36	8.48
Oct-21	8.9	11.2	8.06	10.95
Nov-21	11	11.49	8.55	9.69
Dec-21	9.69	13.49	8.42	12.97
Jan-22	13.61	14.29	10.95	11.4
Feb-22	11.4	12.6	10.27	11.28
Mar-22	11.05	15.14	10.45	14.9

Performance in comparison to indices:

BSE SENSEX and MPML comparison data herein below:


Registrar and Transfer Agent (RTA):

Details of RTA of our company is as follows:

Name:	LINK INTIME INDIA PRIVATE LIMITED
Contact Person	Sunil Mishra
Registered Office	C-101, 247 Park, L B S Marg, Vikhroli (West) Mumbai 400083
Correspondence office	Noble Heights 1 st Floor, Plot No. NH-2, C-1 Block, LSC Near Savitri Market Janakpuri, New Delhi-110058, Phone: 011-41410592,93,94, Telefax: 41410591
Email	delhi@linkintime.co.in
Website	www.linkintime.co.in

Share Transfer system:

As per SEBI Notification No. SEBI/LAD–NRO/GN/2018/24 dated June 08, 2018 and further amendment vide Notification No. SEBI/LAD–NRO/GN/2018/49 dated November 30, 2018 requests for effecting transfer of securities (except in case of transmission or transposition of securities) shall not be processed from 01st April 2019 unless the securities are held in dematerialized form with the depositories. All such requests are handled and disposed off by Company's RTA within fifteen days from the date of receipt of request, provided the documents are found to be in order.

In case of shares in electronic form, the transfers are processed by NSDL/CDSL through respective Depository Participants. The Registrar & Share Transfer Agents, process every fortnight requests for approving share transfers. The processing activities with respect to requests received for share transfers are completed within the time prescribed by the authorities. After such processing, the facility of simultaneous transfer and de-materialisation of shares is provided to the shareholders

Further pursuant to Regulation 40(9) of SEBI Listing Regulations, certificate on half yearly basis confirming the due compliance of share transfer formalities by the Company from Practicing Company Secretary have been submitted to Stock Exchanges within stipulated time. Reconciliation of Share Capital Audit Report for the Quarter ended 31st March 2022, confirming that the total

issued/paid-up capital is in agreement with the total number of shares in physical form and the total number of dematerialized shares held with NSDL and CDSL as on 31st March 2022, was obtained from practicing company secretary and submitted to the stock exchanges with in stipulated time.

The Company's Shares are traded at the Stock Exchange in Compulsory demat form. However, the shares in physical mode which are lodged for transfer/Demat may be sent to:-

LINK INTIME INDIA PRIVATE LIMITED

Noble Heights 1st Floor, Plot No. NH-2, C-1 Block, LSC Near Savitri Market Janakpuri, New Delhi-110058

Phone: 011-41410592,93,94, Telefax:41410591

E-mail: delhi@linkintime.co.in

Distribution of shareholding as on 31st March 2022:

a. Details of distribution of shareholding of the company as on 31st March, 2022, are as follows:.

Sr.	Shares in Range			No. of Shareholders	% of total shareholders	Total shares for the range	In Amount	% of issues capital
1.	1	to	500	9607	91.40	11,18,247	1,11,82,470	7.98
2.	501	to	1000	432	4.11	3,83,591	38,35,910	2.73
3.	1001	to	2000	247	2.35	3,95,700	39,57,000	2.82
4.	2001	to	3000	83	0.78	2,10,523	21,05,230	1.50
5.	3001	to	4000	35	0.33	1,25,404	12,54,040	0.89
6.	4001	to	5000	27	0.25	1,26,985	12,69,850	0.90
7.	5001	to	10000	34	0.32	2,42,614	24,26,140	1.73
8.	10001	to	*****	45	0.42	1,13,96,936	11,39,69,360	81.40
	TOTAL			10510	100.00	1,40,00,000	14,00,00,000	100.00

b. Category of Shareholders as on 31st March, 2022:

Details of the category of shareholders of the company as on 31st March, 2022, details are as follows:

Sr. No.	Category	No of holders	No. of Share	% of Shareholding	Physical	Demat
1.	Promoters (Individuals)	6	8970707	64.07	-	8970707
2.	Other then promoters (Individuals)	10022	3057479	21.84	985180	2072299
3.	Foreign Nationals	215	237200	1.69	237200	-
4.	HUF's	68	120425	0.86	100	120325
5.	NRI's (Repeated and Non-Repeated)	46	66737	0.48	-	66737
6.	Clearing Members	2	150	0.00	-	150
7.	Corporate bodies	35	1547302	11.05	1406400	140902
	Total	10394	14000000	100.00	2628880	11371120

Details of Dematerialization of Shares:

The Company have Registrar and share Transfer agent i.e. Link Intime India Private Limited (“LI IPL”) for issue related to equity share, we have established connectivity with both NSDL and CDSL. Details of shares held in dematerialised and physical mode as on 31st March 2022 are as under:

Category	No. Shareholders	No. Share	% of total equity
PHYSICAL	6156	2631780	18.80
NSDL	2267	10299975	73.57
CDSL	1875	1068245	7.63
Total	10298	14000000	100.00

ISIN of the Company is INE388C01017

Equity Share Liquidity:

The trading volumes of Equity shares of MPML at BSE during the financial year 2021-2022, details are follows:

Month	No. of Share traded
Apr-21	5530
May-21	20713
Jun-21	29172
Jul-21	234707
Aug-21	71876
Sep-21	59153
Oct-21	93889
Nov-21	89720
Dec-21	133020
Jan-22	197934
Feb-22	113752
Mar-22	220969

Details of correspondences with the Company:
a. Address/communication with company:

Mohit Paper Mills Limited
Registered Office: 15A/13, East Patel Nagar, New Delhi-110008, Ph: 011-25886797
Email: mohit.paper@rediffmail.com AND
Works: 9 KM. Stone, Nagina Road, Bijnor, U.P.-246701, Ph: 01342-283051

b. For Investor assistance:

Mr. Shivam Sharma,
Company Secretary,
Registered Office:15A/13, East Patel Nagar, New Delhi-110008
Website: www.mohitpaper.in, Ph: 011-25886797
E-mail: investorsmohitpaper@gmail.com

c. For share transfer demat/ remat and any other query relating to shares:

LINK INTIME INDIA PRIVATE LIMITED

Noble Heights 1st Floor, Plot No. NH-2, C-1 Block, LSC Near Savitri Market Janakpuri, New Delhi-110058, Phone: 011-41410592,93,94, Telefax: 011-41410591

E-mail: delhi@linkintime.co.in Website: www.linkintime.co.in

Company's relevant information:

Sr. No.	Particular	Details
1.	Name	Mohit Paper Mills Limited
2.	Registered office	15A/13, Upper Ground Floor, East Patel Nagar, New Delhi-110008
3.	Plant Location	Mohit Paper Mills Limited, 9TH KM Stone, Nagina Road, Bijnor, UP-246701
4.	CIN	L21093DL1992PLC116600
5.	Business	Manufacturing of Paper

Credit Rating

Your Company enjoys credit rating from Brickwork Ratings, The Brickwork Ratings India Pvt. Ltd. has granting credit rating on January 22, 2021 to the company as BWR BB+ (Pronounced as BWR Double B Plus), Outlook: Stable (Downgraded) for Fund Based and BWR A4+ (Pronounced as BWR, A Four Plus) (Downgraded) for Non Fund Based.

Outstanding GDR's/ADR's/Warrant's/Convertible instruments and their impact on equity: NIL.

Foreign Exchange risk and hedging activity: NIL

Compliance Certificate:

As per requirement of Regulation 34 of SEBI Listing Regulation, a certificate on Corporate Governance issued by Practicing Company Secretary of the company and it is annexed as annexure -K to this report.

CEO and CFO Certification:

As per requirement of Regulation 17(8) of SEBI Listing Regulation, The certificate duly signed by Managing Director cum Chairman and CFO was placed before the Board. The same is annexed as Annexure L to this annual report.

Related Party Transactions and Policy:

During the financial year 2021-2022, the Company entered in all transactions with the related parties are in compliance with the applicable provisions of the Act and Listing Regulations and do not have potential conflicts with the interest of the Company. Further, the details of related party transactions are presented in Note of the financials statements of the company. In line with requirement of the Act and SEBI Listing Regulations, the Company has formulated a policy for determining Materially Significant Related Party Transactions and the same is disclosed on website of the Company at the link as follows:

http://www.mohitpaper.in/upload/others/policies_latest/7_related%20party%20transaction%20POLICY.pdf.

Certificate on Director Disqualification:

Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI Listing Regulations, the certificate issued by Practicing Company Secretary with respect to the non-disqualification of the Directors is attached herewith. Under the review any directors of the Company are not disqualified.

Details of Non-Compliance, Penalties and Strictures Imposed on the Company by the Stock Exchanges or SEBI or any Statutory/Regulatory Authority during last three years:

During the year under review, there were no instances of non-compliance on any matter related to the capital markets during the last three years. The points noted by the Secretarial Auditor in its secretarial auditor report regarding the certain information related to appointment/re-appointments of Board level functionaries have been intimated by the Company to the stock exchanges as outcome of the Board meeting. There were no penalties imposed or strictures passed or imposed against the Company by the statutory or regulatory authorities on any matter related to capital markets, during the last three years.

Vigil Mechanism/Whistle Blower Policy:

The Company's Whistle Blower policy is an inbuilt system of Grievance redressal which deals with grievances of employees. Under this system grievances of the employees are redressed effectively. The Company affirms that no personnel have been denied access to the audit committee. The policy on vigil mechanism is attached with this report as Annexure -E and respective link is

http://www.mohitpaper.in/upload/others/policies_latest/9_WISTLE%20BLOWER_VIGIL%20MACHANISM.pdf

Policy on Material Subsidiary:

The Company have no any Associate or Subsidiary Company and the company also not a associate or subsidiary company of any other company. this clause not applicable on the company.

Accounting treatment in the preparation of the Financial Statements:

The financial statements of the Company have been prepared in accordance with the applicable Indian Accounting Standards (IND AS) specified under Section 133 of the Companies Act, 2013.

Status of Non-Compliance of any requirement of Corporate Governance:

There are no such instance of non-compliance. The Company has complied with the requirements of the Schedule V of SEBI Listing Regulations. Further, the Company is also in compliance with corporate governance requirements specified in regulation 17 to 27 and clauses (b) to (i) of sub-regulation (2) of Regulation 46 of the SEBI Listing Regulations.

Disclosure by listed entity and its subsidiaries of "Loan and Advances in the nature of loans to firms/companies in which directors are interested by name and amount"

- a. The board has not raised any funds through preferential allotment or qualified institutions placement.
- b. The Board accepted all the recommendation of the committee to the Board, if made during the year.
- c. The Detail of total fees paid by the Company to the Statutory Auditors and their network firms, the details of total fees paid by the company to its auditor is (In Lakhs) ₹ 1.00 (Rupees One Lakhs Only) and full details are mentioned in the Notes of the financials statement of the company as on 31st March, 2022.

Discretionary Requirements:

The status of discretionary requirements as per regulation 27(1) of SEBI Listing Regulations is as follows:

- a. The Board: The Board is headed by Executive Director i.e. Mr. Sandeep Jain (Chairman and Managing Director).
- b. Shareholder Rights: The quarterly/half-yearly/annual financial results of the Company are published in leading newspapers as mentioned under the heading "Means of Communication" of the Corporate Governance Report and also displayed on the website of the Company. The annual financial statements are separately circulated to the shareholders.
- c. Modified Opinion(s) in audit report: The audit report on the financial statements have been issued with an unmodified audit opinion.
- d. Reporting of Internal Auditor: The Internal Auditor reports directly to the Audit Committee.

Transfer to Investor Education and Protection Fund (IEPF):

No amount is pending to be transferred/transferred to IEPF.

Disclosures with respect to demat suspense account/ unclaimed suspense account:

Sr. No.	Particulars	No. of Shares
1.	Aggregate number of shareholders and the outstanding shares in the suspense account lying at the beginning of the year;	NA
2.	Number of shareholders who approached listed entity for transfer of shares from suspense account during the year;	NA
3.	Number of shareholders to whom shares were transferred from suspense account during the year;	NA
4.	Aggregate number of shareholders and the outstanding shares in the suspense account lying at the end of the year;	NA

SEBI Complaints Redress System (SCORES):

Securities and Exchange Board of India (SEBI) administers a centralized web based complaints redress system (SCORES). It enables investors to lodge and follow-up complaints and track the status of redressal online on the website of SEBI at <https://scores.gov.in>. The Company has registered itself on SCORES and endeavours to resolve all investor complaints received through SCORES or otherwise within 15 days of the receipt of the complaint. During the year, the company has not received any complaint through SCORES.

By order of Board of
For **Mohit Paper Mills Limited**

Sd/-

Sandeep Jain

Managing Director cum Chairman

DIN-00458048

Place: New Delhi

Date: September 05, 2022

ANNEXURE -H TO DIRECTOR'S REPORT

**CERTIFICATE OF COMPLIANCE ON
CORPORATE GOVERNANCE CERTIFICATE**

FOR THE FINANCIAL YEAR 2021-2022

The Members,

Mohit Paper Mills Limited

We have examined the compliance of Guidelines on Corporate Governance by M/s Mohit Paper Mills Limited ("the Company") for the financial year ended 31st March, 2022 as stipulated in regulations 17 to 27 and clauses (b) to (i) of the regulation 46(2) of and paras C and D of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and amendments from time to time ("the Listing Regulations").

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

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

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

For **Agarwal S. & Associates,**

Company Secretaries,

ICSI Unique Code: P2003DE049100

Peer Review Cert. No.: 626/2019

Sd/-

CS Garima Grover*Partner*

ACS 27100

C.P. 23626

Date: 10.08.2022

Place: New Delhi

UDIN: A027100D000775298

Annexure -K

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
MOHIT PAPER MILLS LIMITED,
15A/13, Upper Ground Floor, East Patel Nagar, New Delhi-110008

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of MOHIT PAPER MILLS LIMITED having CIN: L21093DL1992PLC116600 and having registered office at 15A/13, Upper Ground Floor, East Patel Nagar, New Delhi-110008 (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/representations furnished to us by the Company & its Director/ 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. Sandeep Jain	00458048	30.06.1992
2	Ms. Anju Jain	00459540	30.08.1992
3	Mr. Sushil Kumar Tyagi	06362605	14.05.2012
4	Mr. Pradeep Rajput Kumar	06685586	23.11.2017
5	Ms. Shubhi Jain	06685602	15.07.2013
6	Mr. Rachit Jain	06982727	30.09.2014
7	Mr. Sanjeev Kumar Jain	07018412	30.09.2014
8	Mr. Sourabh Mathur	08354589	14.02.2019

Ensuring the eligibility of 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.

For **Agarwal S. & Associates**
Company Secretaries
ICSI Unique Code: P2003DE049100
Peer Review Cert. No.: 626/2019

Sd/-
CS Garima Grover
Partner

Date: 02.08.2022
Place: New Delhi
UDIN: A027100D000724632

ACS No. : 27100
C.P No. : 23626

Annexure -L

CERTIFICATE IN TERMS OF PART B OF SCHEDULE II REGULATION 17(8) OF SEBI (LODR) REGULATIONS, 2015**CEO/CFO Certification:**

We hereby certify that:

1. We have reviewed the financial statement and the cash flow statement for the year and that to the best of our knowledge and belief;
 - a) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - b) These statements together present a true and fair view of the companies affairs and are in compliance with existing accounting standards, applicable laws and regulations.
2. These are to the best of our knowledge and belief, no transactions entered into by the company during the year, which are fraudulent, illegal or violative of the Company's Code of Conduct.
3. We accept responsibility for establishing and maintaining internal control systems and that we have evaluated the effectiveness of the internal control system of the company and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any of which we are aware and the steps the company has taken or propose to take to rectify the deficiencies.
4. We have indicated to the Auditors and the Audit Committee;
 - a) Significant changes in internal control during the year:
 - b) Significant changes in accounting policies during the year and the same has been disclosed in the notes to the financial statements;
 - c) Instances of significant fraud of which the Company has become aware and the involvement therein, if any of the management or an employee having significant role in the Company's internal control system.

For Board of Directors
Mohit Paper Mills Limited

Sd/-
SANDEEP JAIN
(MANAGING DIRECTOR CUM CHAIRMAN)
DIN-00458048

Sd/-
ARVIND KUMAR DIXIT
(CHIEF FINANCIAL OFFICER)

Place: New Delhi
Dated- September 05, 2022

DECLARATION ON COMPLIANCE OF THE COMPANY'S CODE OF CONDUCT

The Company has framed a Code of Conduct for the Members of the Board of Directors and the Senior Management personnel of the Company pursuant to SEBI Listing Regulations to further strengthen corporate governance practice in the Company. They have affirmed compliance with the said Code, as applicable to them for the Financial Year ended March 31, 2022.

For Board of Directors
Mohit Paper Mills Limited

Sd/-
SANDEEP JAIN
Managing Director cum Chairman
DIN-00458048

Place: New Delhi
Dated- September 05, 2022

COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE

The Company has complied with all the mandatory requirements specified in Regulations 17 to 27 and Clauses (b) to (i) of sub-regulation (2) of Regulation 46 of the SEBI Listing Regulations, and has also fulfilled the following discretionary requirements:(i) The Internal Auditor reports to the Audit Committee.(ii) The financial statements of the Company are with unmodified audit opinion.

For Board of Directors
Mohit Paper Mills Limited

Sd/-
SANDEEP JAIN
Managing Director cum Chairman
DIN-00458048

Place: New Delhi
Dated- September 05, 2022

ANNEXURE -J

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The Board of Directors presents hereunder an analysis of performance of the Company for the year 2021-22 and its outlook for the future. This outlook is based on current business environment which may vary due to future economic and other developments.

Industry Structure**i. Global Economic Review:**

Indian Economy is continuing to be one of the fastest growing economies in the world. Indian Paper industry also continues to be the fastest growing market globally as the economy is growing. There are much better times to come in near future. Our paper industry always faced competition from Chinese paper industries. The Indian Economy is estimated to have an increased growth rate with China. The agricultural and allied sector has recovered growth in previous years. Lot of emphasis has been given by this Government on inclusive development with greater emphasis on development of Agriculture and Education Sector. This shall boost the Paper Industry. The industry major challenge is to manufacture better quality of paper at competitive rates.

As per Global prospective total paper output is expected at 416mn tons in 2022, still 4mn tons short of its 2018 level. The global paper sector withstood the slump of 2020 a little better mainly due to the increase in demand from e-commerce but has since then recovered slower than the global growth rate. The good news is that the trend should normalize on the upside next year. However, while Asia will have more than caught up on its output lag, with a change of +7mn tons of additional production of paper and board in 2022 compared to 2020, Europe is poised to lag behind as its paper and board output should gain only around 40% of volumes lost during the pandemic.

Paperboard should account for two-thirds of global paper output by end-2022 (from 50% before the Covid-19 pandemic), thanks to booming e-commerce sales. In this context, we find that China's paperboard exports have gained market share over competitors from either Canada or Finland. In addition, the recent surge of oil prices should favor paperboard over plastics, eventually giving an edge to paperboard, which has been plateauing at 41% of global packaging sales for a decade, even as the share of plastics has surged by +5pp to 37% in the same period.

Though paperboard sales are expected to rise by +5% in 2021 compared to 2020, they cannot keep up with the 1.5 fold hike in (European) pulp price YTD. The downstream sector is the hardest hit: We estimate an USD7bn cutback on operating margin for downstream papermakers in 2021 (or -3pp) as they are unable to pass through the surge in input costs, though pulp and wood prices should moderate in 2022. On the bright side, the recent surge in energy prices should not hit the paper sector too heavily. Papermakers have clearly improved their energy-consumption footprint by considerably increasing their reliance on renewable biomass for 20 years (from 40% to 55%) over power and fossil fuels. Looking ahead, a large debt capacity will allow the sector to keep investing in environmental friendly plants: significant investments in water recycling systems – each of them estimated at a cost ranging from USD9mn to USD12mn - are still needed.

Global paper output should continue to recover in 2022 to 416mn tons, but remain more than 4mn tons short of its 2018 peak. The production of paper and board is an industrial sector that usually lags behind global GDP growth. It withstood the slump of 2020 a little better mainly due to the increase in demand from e-commerce but has since then recovered less quick than the global growth rate. The good news is that the trend should normalize on the upside next year.

Due to the zero rate import of paper the paper industry has been suffering. So the Government should make proper policies to curb down imports or to impose duty so that there is an equivalency between the price of Indian paper and imported paper. The competition is increasing due to the fact of the liberalization policy of the Government with respect to imports. If we have to sustain in the market we have to improve our quality and reduce our prices to be more competitive. That will have good overall effect on the market and will be a welcome move for the customers.

The demand for paper is growing at an average rate of 8 percent per annum. Indian population is growing, has half of its people below 25 years of age and a large number of this young population would be studying in schools and higher educational institutions which inherently consume paper. At the same time state and central government is giving a lot of thrust on the education along with releasing huge funds to achieve targets for educated and skilled youth. So this sector has a huge demand for paper which will increase on yearly basis. The other major factor is the phenomenal growth of economy that is today pegged at around 7-8 percent per annum, which has consequential demand increasing in paper. So due to these factors for education and economy, there is a good potential for the Indian pulp and paper industry.

Even on the environment side, paper scores high over e-media. Paper is bio degradable, whereas to manage the e-waste has become a big head-ache. Credentials of Paper are very high when compared with e-media. Government should enable some policy framework to enable the industry with the availability of the raw material at reasonable prices and the industry should also be protected against cheap imports.

Opportunities

The potential of growth for the industry lies in development of the economy, rising literacy rates, consumerism and standard of living. All these factors are in a positive move in India at present, which gives a good picture to the scenario of paper industry. Indian Economy is growing very fast. Its ratings in the world have improved. The world is showing keen interest in the Indian Market. So Indian Paper Industry is at an advantageous position to make the most of the opportunity offered by changing economic order. During the Year your Company have shown improvements in their Sales volume and Profit.

As uses of these papers which are required in Food, courier, education, automobile, medicine and water, etc. industries have a good scope in India to set up their manufacturing units. India is the biggest importer of tea bag filters and also the cold storage papers are not being manufactured here which are used in the packaging of vegetables and fruits. Molded paper products have huge scope in the market and it can be made from water paper pulp and it can replace plastic, another opportunity is in the field of folded boxes made out of the worst pulp, in this segment folding box cartoon and food grade paper packaging material is also a good opportunity to explore. Mostly paper mills using D-pulper or Hicon pulper, which are being controlled by DCS or PLC. This system helps reduce the processing time and also removes the plastic and other material from the pulp. This system is slowly being adopted in Indian paper mills.

At present new machines come with various facilities helping to improve the efficiency and financial viability of mill. Your Company is always in search of such opportunities and is in the process of increasing its capacity and quality improvement. In the near future the Company is in the process of increasing its capacity.

Threats

The inherent threats for the paper industry are scarcity of raw-material, high fuel prices, and new challenges thrown at us in the form of increasing imports which will impose on us to look for avenues for greater efficiencies. There are also challenges with respect to scarcity of water and energy. We have to constantly look into the technology up-gradation so that we should use the water and energy at the optimum levels. There are threats with respect to the shortfall of the raw material as there is no adequate pulp-wood available in the country to meet the growing needs of the industry. The dependence on recycled fiber is increasing due to inadequate availability of conventional fibre.

COVID-19 IMPACT

AS per present scenario after COVID pandemic, paper industry also one of growing industry in india. If we see average production of paper industries is increase as comparison previous years because of national and international paper demand. Now all industries, schools and colleges in india has opened and demand of paper increasing day by day as market demand. The demand for paper and boards is expected to contract 10-15 per cent this financial year compared to the previous year, the report said, adding all categories of products will be affected. Around 80 per cent of the nation's paper capacity of 25 million tonnes (750-800 mills) is clustered around six states that account for half of India's gross domestic product.

Outlook

Measures of improvement for the paper industry:

1. Strong R&D for improving technology & automation.
2. Energy and Water should be used in a judicious way.
3. Effluent Standards should be improved by adopting green technologies.
4. Social Forestry methods should be used for improving the shortages in raw-material.
5. Specialized training should be imparted to enhance the skills and knowledge of man-power.

Segment wise Performance

During the year the company has achieved the good level of capacity utilization with respect to the manufacture of the paper and it was done due to the expertise of the Managing Director, the technical staff and the hard-work of our labourers. This is a good example of proper utilization of the capacity with minimum resources. The company is engaged in single segment of production i.e. manufacturing of paper. The Company has turnover (Net) of ₹ 14,079.85/- (In lakhs) as against previous figure of ₹ 8139.78/- (In lakhs), the Company recorded increase in sale 72.97% (approx) further the Company recorded other Income in the respective year of ₹ 185.79/- (In lakhs) as against previous figure of ₹ 207.29/- (In lakhs), the Company recorded decrease in other income (10.37)% (approx),

During the year under review PBDNET (Profit before Depreciation, Finance, Exceptional Item and Tax) was ₹ 1002.04/- (In lakhs) as compared to previous year figure of ₹ 400.2/- (In lakhs), posting a increase by 150.38% (approx) and PBFET (Profit before Finance, Exceptional Item and Tax) was ₹ 453.59/- (In lakhs) as compared to previous year figure of ₹ (102.3/-) (In lakhs), posting a increase by 543.39% (approx) and PBET (Profit before Exceptional Item and Tax) was ₹ 127.76/- (In lakhs) as compared to previous year figure of ₹ (397.07/-) (In lakhs), posting a increase by 132.17% (approx).

Further under review PBT (Profit Before Tax) was ₹ 127.76/- (In lakhs) as compared to previous year figure of ₹ (397.07/-) (In lakhs), posting a increase by 132.17% (approx) in PBT. Net profit and PAT (Profit after Tax) was ₹ 196.14/- (In lakhs) as compared to previous year figure of ₹ (343.59/-) (In lakhs) reporting an increase of 157.08% (approx) in net profit as compared to previous year. Net profit and PATOCI (Profit after Tax and Other Comprehensive Income) was ₹ 198.76/- (In lakhs) as compared to previous year figure of ₹ (343.33/-) (In lakhs) reporting a increase of 157.89% (approx) in net profit as compared to previous year. Earning Per Share was during the year ₹ 1.4/- (Each Equity Share) as compared to previous year figure of ₹ (2.45/-) (Each Equity Share) reporting a increase of 157.14% (approx) in EPS as compared to previous year.

Further under review Free Reserve and Surplus (Other Equity) was ₹ 1915.44/- (In lakhs) as compared to previous year figure of ₹ 1716.68/- (In lakhs), posting a increase by 11.58% (approx) and Cash and Cash Equivalent was ₹ 87.15/- (In lakhs) as compared to previous year figure of ₹ 76.96/- (In lakhs), posting an increase by 13.24% (approx).

Outlook

Measures of improvement for the paper industry, Strong R&D for improving technology & automation, Energy and Water should be used in a judicious way, Effluent Standards should be improved by adopting green technologies, Social Forestry methods should be used for improving the shortages in raw-material, Specialized training should be imparted to enhance the skills and knowledge of man-power.

Internal Control System and Their Adequacy

Your Company possesses a good internal control system to ensure that all the assets are safe guarded and protected against the unauthorized use or disposition and that transactions are authorized recorded and reported correctly. The Audit Committee of the Board of Directors review the internal control system and their adequacy from time to time.

Discussion of Financial Performance with respect to operational performance

The Financial Statements have been prepared in accordance with the requirements of the Companies

Act, 2013 and applicable Indian Accounting Standards issued by the Institute of Chartered Accountants of India. The Management of Mohit Paper Mills Limited accepts the integrity and objectivity of these financial statements as well as the various estimates and judgments used therein. The Statement has been made on prudent basis and reflects in a true and fair manner. Details of financials of the company for the financial year 2021-22:

Details of financials as per IND AS:

(₹ In Lakhs)

Particulars	Current Financial Year (2022)	Previous Financial Year (2021)
Revenue from Operations	14079.85	8139.78
Other Income	185.79	207.29
Total Income of the company	14265.64	8,347.07
Profit before Depreciation, Finance Costs, Exceptional items and Tax Expense	1002.04	400.2
Less: Depreciation/ Amortisation/ Impairment	548.45	502.50
Profit before Finance Costs, Exceptional items and Tax Expense	453.59	(102.3)
Less: Finance Costs	325.83	294.77
Profit before Exceptional items and Tax Expense	127.76	(397.07)
Add/(less): Exceptional items	0.00	0.00
Profit before Tax Expense	137.76	(397.07)
Less: Tax Expense (Current & Deferred)	(68.38)	(53.48)
Profit for the year (1)	196.14	(343.59)
Other Comprehensive Income (2)	2.62	0.26
Total Comprehensive Income (1+2)	198.76	(343.33)
No. of Equity Share Capital of ₹ 10/- each	140	140
Paid-Up Equity Share Capital of ₹ 10/- each	1400	1400
Earning Per Equity Share		
1. Basic EPS	1.40	(2.45)
2. Diluted EPS	1.40	(2.45)

After two years of COVID-19 still market facing many issues and the Company has been periodically reviewing the impact of COVID-19 on its liquidity and operations. Second wave of COVID impact hardly on financial position of the Company but our policies and management decisions gives relief to the company and the Company sign positive indications for future.

The Company has not transferred any amount to the reserves during the current year except the surplus in the statement of Profit & Loss for the year ended on 31st March, 2022.

Corporate/Operational Review:

Your Company's management is committed to aegis of the Company in every situation and also committed to achieving its objectives and goals. Presently the Company engaged in single segment i.e. manufacturing of paper, the management of the Company always keeps keen eyes on every transitions of the Company. The company is moving fast to maximization the wealth of shareholders and stakeholders of the Company.

In paper industry The Company is regularly exploring and critically appraising its domestic market, the company saw downfall in respect of revenue and other aspect in the last year due to stiff competition in the market. The Company has maintained good standards in its products and always be trying to give sharpness to the Company's marketing strategies.

On the part of financial performance of the Company during the financial year 2021-2022, the financial and non-financial performance gives good indicators for golden future of the Company. The Company has recorded immense growth during the year under review. The Company has turnover (Net) of ₹ 14,079.85/- (In lakhs) as against previous figure of ₹ 8139.78/- (In lakhs), the Company recorded increase in sale 72.97% (approx) further the Company recorded other Income in the respective year of ₹ 185.79/- (In lakhs) as against previous figure of ₹ 207.29/- (In lakhs), the Company recorded decrease in other income (10.37)% (approx),

During the year under review PBDNET (Profit before Depreciation, Finance, Exceptional Item and Tax) was ₹ 1002.04/- (In lakhs) as compared to previous year figure of ₹ 400.2/- (In lakhs), posting a increase by 150.38% (approx) and PBFET (Profit before Finance, Exceptional Item and Tax) was ₹ 453.59/- (In lakhs) as compared to previous year figure of ₹ (102.3/-) (In lakhs), posting a increase by 543.39% (approx) and PBET (Profit before Exceptional Item and Tax) was ₹ 127.76/- (In lakhs) as compared to previous year figure of ₹ (397.07/-) (In lakhs), posting a increase by 132.17% (approx).

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Human Resources/Industrial Relations

Human resource is the best resource of all the resources because it is the one which can properly take advantage of the other resources. It is the Companies belief that Human Resources is the driving force towards progress and success of the company. The Company seek to motivate and retain its professionals by offering reasonable compensation and opportunity to grow in the organization. The total permanent employees strength of the company was 175 as on 31st March, 2022. Industrial relations remain cordial during the year.

Cautionary Statement

Statements in the management discussion and analysis describing the Companies objectives, projections, estimates, expectations may be forward looking statements within the meaning of applicable securities laws and regulations. Actual results may differ from those expressed and implied. Important matters that effects the company's performance is the economic conditions of demand and supply and price conditions in the domestic and overseas market in which the Company operates, changes in the government regulations, tax laws and other statutes and other incidental factors.

For Board of Directors
Mohit Paper Mills Limited

Sd/-
SANDEEP JAIN
Managing Director cum Chairman
DIN-00458048

Place: New Delhi
Dated- September 05, 2022

Annexure- J

SECRETARIAL AUDIT REPORT**FOR THE FINANCIAL YEAR ENDED 31st MARCH, 2022****{Pursuant to Section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014}**

To,
The Members,
Mohit Paper Mills Limited

We have conducted the Secretarial Audit of the Compliance of Applicable Statutory Provisions and the adherence to Good Corporate Practices by **Mohit Paper Mills Limited** (hereinafter called MPML/the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conduct/statutory compliances and expressing our opinion thereon.

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

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

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (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) Regulation, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; **(Not applicable to the Company during the Audit Period)**
 - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; **(Not applicable to the Company during the Audit Period)**
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **(Not applicable to the Company during the 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 to the Company during the Audit Period)**
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; **(Not applicable to the Company during the Audit Period)**

- (vi) The other laws, as informed and certified by the management of the Company which are specifically applicable to the Company based on their sectors/ industry are:
- (a) Factories Act, 1948 and Rules made there under;
 - (b) Air (Prevention & Control of Pollution) Act, 1981;
 - (c) Water (Prevention & Control of Pollution) Act, 1974;
 - (d) Forest (Conservation) Act, 1980
 - (e) Indian Boilers Act, 1923

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 SEBI (Listing Obligation & Disclosure Requirements) Regulation, 2015.

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

We further report that the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors, Independent Directors, and Women Director. There were no changes in the composition of the Board of Directors during the period under review.

Generally, 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, if any, 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 all applicable laws, regulations and guidelines.

We further report that during the audit period, there were no specific events/actions having a major bearing on the affairs of the Company in pursuance of the above referred Laws/ Rules & Regulations.

For **Agarwal S. & Associates,**
Company Secretaries,
ICSI Unique Code: P2003DE049100
Peer Review Cert. No.: 626/2019

Sd/-
CS Garima Grover
Partner
ACS No.: 27100
CP No.: 23626

Date: 09.08.2022
Place: New Delhi
UDIN: A027100D000768379

NOTE: 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.

To,
The Members,
Mohit Paper Mills Limited

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

1. Maintenance of secretarial records is the responsibility of the management of the Company. Our Responsibility is to express an opinion on these secretarial records, based on our inspection of records produced before us for Audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company and our report is not covering observations/comments/ weaknesses already pointed out by the other Auditors.
4. Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulation and happening of events etc.
5. The Compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis and to give our opinion whether Company has proper Board-processes and Compliance-mechanism in place or not.
6. The Secretarial Audit Report is neither an assurance as to future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For Agarwal S. & Associates,
Company Secretaries,
ICSI Unique Code: P2003DE049100
Peer Review Cert. No.: 626/2019

Sd/-
CS Garima Grover
Partner
ACS No.: 27100
CP No.: 23626

Date: 09.08.2022
Place: New Delhi

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF MOHIT PAPER MILL LIMITED

Report on the Audit of the Ind AS Financial Statements Opinion

We have audited the accompanying Ind AS financial statements of **MOHIT PAPER MILLS LIMITED** (the "Company"), which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date and summary of significant accounting policies and other explanatory information (hereinafter referred to as the "financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS 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 ("Ind AS") prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022 and its profit, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the 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 Ind AS Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the 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 Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS financial statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the 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.

Sr. No.	Key Audit Matter	Auditor's Response
1	<p>Procurement and physical verification of raw materials :</p> <p>The Company incurs significant costs on procurement of raw material in bulk from various aggregators. Sound procurement processes involving critical attributes of raw materials are required to mitigate risk.</p> <p>The Company follows volume-based method for physical verification of raw material which involves a wide range of attributes such as the height of stockpiles, area of spread, etc. making the measurement of raw material inventory complex and sensitive to the attributes.</p> <p>In view of the above, we have identified the confirmation of physical inventories of raw material as a key audit matter.</p>	<p>Our procedures included and were not limited to the following:</p> <p>We evaluated the design and implementation of key internal controls relating to acceptance of goods. We also tested the operating effectiveness of such controls through a combination of procedures involving observation, re-performance and inspection of evidence of samples selected.</p> <p>We performed substantive testing by selecting samples (using statistical sampling) of purchase transactions recorded during the year by examining the underlying documents such as supplier invoices, goods receipt notes, e-way bills etc.</p> <p>Observed physical verification of raw materials selected using statistical sampling. We also assessed the appropriateness of the Company's standard operating procedures for conducting, recording and reconciling physical verification of raw materials. On a sample basis, we verified reconciliation of raw material as per physical verification with the corresponding book records.</p>

Other Information

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

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

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

Responsibilities of management and those charged with governance for the 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 Ind AS 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 Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial

controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Ind AS financial statements, Management and Board of Directors are 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 and Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Ind AS Financial Statements

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

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

- Identify and assess the risks of material misstatement of the Ind AS 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 Ind AS 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 Ind AS financial statements, including the disclosures, and whether the Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Ind AS 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 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 were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, 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 financial statements comply with the Ind AS specified under Section 133 of the Act.
 - e) On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164(2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
 - h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has no pending litigations which has any impact on its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts; for which there were any material foreseeable losses.
 - iii. There were no amount which were required to be transferred to the Investor Education and Protection Fund by the Company.

- iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v. The company has neither declared dividend 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 in terms of Section 143(11) of the Act, and on the basis of such checks of the books and records of the company as we considered appropriate and according to the information and explanations given to us, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

For **ANIL SOOD & ASSOCIATES**
Chartered Accountants
(Firm's Registration No. 004985N)

Sd/-
ANIL SOOD
Partner
(Membership No. 83939)
UDIN:2083939AJXEGZ5384

Place: New Delhi
Date: May 30, 2022

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph I(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

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

We have audited the internal financial controls over financial reporting of **MOHIT PAPER MILL LIMITED** (the "Company") as of March 31, 2022 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting with reference to these 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting with reference to these financial statements

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

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

Inherent Limitations of Internal Financial Controls over Financial Reporting with reference to these financial statements

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

Opinion

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

For **ANIL SOOD & ASSOCIATES**
Chartered Accountants
(Firm's Registration No. 004985N)

Sd/-
ANIL SOOD
Partner
(Membership No. 83939)
UDIN:2083939AJXEGZ5384

Place: New Delhi
Date: May 30, 2022

ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

- i. In respect of the Company's Property, Plant and Equipment and Intangible Assets :
 - (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment
 - (B) The Company has maintained proper records showing full particulars of intangible assets.
 - (b) The Property, Plant and Equipment 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. Pursuant to the program, a portion of the fixed assets has been physically verified by the management during the year and no material discrepancies were noticed on such verification.
 - (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of the immovable property included in Property, Plant and Equipment are held in the name of the Company
 - (d) The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) and intangible assets during the year.
 - (e) Based on audit procedures performed and the representation obtained from the management, no proceedings have been initiated during the year or are pending against the Company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii.
 - (a) As explained to us physical verification has been conducted by the management at reasonable intervals. In our opinion, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business. We are explained that no material discrepancies have been noticed on physical verification.
 - (b) The Company has a working capital limit in excess of ₹ 5 crore sanctioned by banks and financial institutions based on the security of current assets during the year. The quarterly returns/statements, in respect of the working capital limits have been filed by the Company with such banks and financial institutions and such returns/statements are in agreement with the books of account of the Company for the respective periods, which are subject to audit/review.
- iii. The Company, during the year, has not made investment, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties. Therefore, the provisions of clause 3(iii)(a) to 3(iii)(f) of the Order are not applicable.
- iv. Based on audit procedures performed and the representation obtained from the management, the company has not granted any loans or provided any guarantees, or given any security or made any investments requiring compliance with provisions of section 185 and 186 of the Companies Act. Accordingly, provisions of clause 3(iv) are not applicable to the Company.
- v. The Company has not accepted any deposit or amounts which are deemed to be deposits from the public within the meaning of Sections 73 to 76 of the Act and the Rules framed there under to the extent notified.
- vi. We have broadly reviewed the books of account maintained by the company in respect of product covered where, pursuant to the Rule made by the Central Government, the maintenance of cost records has been prescribed under section 148(1) of the Act, in respect of products covered and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. We have not, however made a detailed examination of the same.

- vii. (a) As per information and explanations given to us and on the basis of our examination of records the company is generally regular in depositing undisputed statutory dues, including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of custom, duty of excise, value added tax, goods and service tax, cess and other material statutory dues with the appropriate authorities. As informed to us there are no outstanding statutory dues in arrears as at the last day of the financial year concerned 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 dues of income tax, GST, duty of custom, duty of excise, value added tax, sales tax and service tax which have not been deposited with the appropriate authorities on account of any dispute.
- viii. According to the information and explanations given to us, no transactions were surrendered or disclosed as income during the year in the tax assessment under the Income Tax Act, 1961 (43 of 1961) which have not been recorded in the books of accounts..
- ix. a. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not defaulted in repayment of its loans or borrowings or in the payment of interest thereon to any lender.
- b. According to the information and explanations given to us including confirmations received from banks and other lenders and representation received from the management of the Company, and on the basis of our audit procedures, we report that the Company has not been declared willful defaulter by any bank or other lender.
- c. According to the information and explanations given to us, the term loan taken by the Company have been applied for the purpose for which they were raised.
- 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. The Company does not have any subsidiaries, joint ventures or associates companies and therefore the clause 3(ix)(e) is not applicable.
- f. The Company does not have any subsidiaries, joint ventures or associates companies and therefore the clause 3(ix)(f) is not applicable.
- x. a. The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
- b. According to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or (fully or partly or optionally) convertible debentures during the year. Accordingly, reporting under clause 3(x)(b) of the Order is not applicable to the company.
- xi. a. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or on the Company has been noticed or reported during the period covered by our audit.
- 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. According to the information and explanations given to us including the representation made to us by the management of the Company, there are no whistle-blower complaints received by the Company during the year.
- xii. The Company is not a Nidhi Company and hence reporting under clause 3(xii) of the Order related to such companies is not applicable to the Company.

- xiii. In our opinion and according to the information and explanation given to us, all transactions entered into by the Company with the related parties are in compliance with Section 177 and 188 of the Act, where applicable. Further, the details of such related party transactions have been disclosed in the financial statements as required by the applicable Accounting Standard (Ind AS) 24 "Related Party Disclosures" specified under Section 133 of the Act.
- xiv (a) In our opinion and according to the information and explanations given to us, the Company has an internal audit system as required under section 138 of the Act which is 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 According to the information and explanations given to us by the management, the company has not entered into any non-cash transactions with any of its directors or persons connected with its directors during the year. Therefore clause 3(xv) of the Order is not applicable.
- xvi (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable .
- (b) In our opinion and as per the information and explanations provided to us, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.
- xvii . The Company has not incurred cash loss in the current as well as the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors of the Company during the year. Accordingly, reporting under clause 3(xviii) of the Order is not applicable to the Company.
- xix. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the plans of the Board of Directors and Management, we are of the opinion that no material uncertainty exists as on the date of the audit report that Company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. 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 reporting under clause 3(xx)(a) and clause 3(xx)(b) of the Order are not applicable in respect of Audit of Ind AS Financial Statements as the provisions of section 135(1) of Companies Act, 2013 are not applicable in view of the threshold limit specified therein. Accordingly, no comment is respect of the said clause has been included in this report.
- xxi. The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of Ind AS Financial Statements. Accordingly, no comment is respect of the said clause has been included in this report.

For **ANIL SOOD & ASSOCIATES**
Chartered Accountants
(Firm's Registration No. 004985N)

Sd/-
ANIL SOOD
Partner
(Membership No. 83939)
UDIN:2083939AJXEGZ5384

Place: New Delhi
Date: May 30, 2022

BALANCE SHEET AS AT 31st MARCH, 2022

₹ in Lakhs

	PARTICULARS	Note No.	As at 31 st March, 2022	As at 31 st March, 2021
ASSETS				
(1)	Non-current assets			
	(a) Property, plant and equipment	3	5,906.76	4,952.26
	(b) Capital work-in-progress	3A	-	1,189.21
	(c) Other intangible assets	3B	0.11	0.29
	(d) Financial assets			
	(i) Investments	4	110.79	110.79
	(ii) Other financial assets	5	70.82	70.82
	(iii) Income Tax Assets (Net)	6	16.41	19.31
	(e) Other non-current assets	7	159.45	137.79
	Total non-current assets		6,264.34	6,480.47
(2)	Current assets			
	(a) Inventories	8	2,336.22	1,881.28
	(b) Financial assets			
	(i) Trade receivables	9	1,115.09	1,151.65
	(ii) Cash and cash equivalents	10	87.15	76.96
	(iii) Other bank balance	11	130.50	135.60
	(c) Other current assets	12	1,280.62	1,117.33
	Total Current Assets		4,949.58	4,362.82
	Total Assets		11,213.92	10,843.29
EQUITY AND LIABILITIES				
(1)	EQUITY			
	(a) Equity share capital	13	1,400.00	1,400.00
	(b) Other equity		1,915.44	1,716.68
	Total equity		3,315.44	3,116.68
(2)	Non-current liabilities			
	(a) Financial Liabilities			
	(i) Borrowings	14	775.36	1,177.75
	(b) Provisions	15	0.44	0.19
	(c) Deferred tax liabilities (net)	16	442.86	510.31
	(d) Other non-current liabilities	17	1,839.05	250.63
	Total non-current liabilities		3,057.71	1,938.88
(3)	Current Liabilities			
	(a) Financial liabilities			
	(i) Borrowings	18	2,899.34	2,118.84
	(ii) Trade payables	19		
(A)	Total outstanding dues of micro enterprises and small enterprises		-	-
(B)	Total outstanding dues of creditors other than micro enterprises and small enterprises		385.96	385.96
	(b) Other current liabilities	20	1,555.47	2,885.60
	Total current liabilities		4,840.77	5,787.73
	Total Equity and Liabilities		11,213.92	10,843.29

The accompanying notes 1 to 30 are an integral part of the Ind AS Financial Statements.

As per our report of even date attached

 For **Anil Sood & Associates**

Chartered Accountants

Registration No.: 004985N

Sd/-

Anil Sood

(Partner)

Membership No.: 083939

Sd/-

Sandeep Jain

(Managing Director)

For and on behalf of the Board of Directors

Sd/-

Anju Jain

(Director)

Sd/-

Shivam Sharma

(Company Secretary)

Sd/-

A.K.Dixit

(Chief Financial Officer)

Place : New Delhi

 Date : 30th May, 2022

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

₹ in Lakhs

	PARTICULARS	Note No.	For the Year ended 31 st March, 2022	For the Year ended 31 st March, 2021
	Income			
I	Revenue from operations	21	14,079.85	8,139.78
II	Other income	22	185.79	207.28
III	Total Income		14,265.64	8,347.07
IV	Expenses			
	Cost of materials consumed	23	4,594.50	2,843.97
	Changes in inventories of finished goods, stock-in-trade and work-in-progress	24	(96.87)	(33.19)
	Employee benefits expense	25	589.18	413.94
	Finance costs	26	325.83	294.77
	Depreciation and amortization expense	27	548.45	502.50
	Other expenses	28	8,176.78	4,722.15
	Total Expenses (IV)		14,137.88	8,744.14
V	Profit before exceptional items and tax (III - IV)		127.76	(397.07)
VI	Exceptional items		-	-
VII	Profit/(loss) before tax (V - VI)		127.76	(397.07)
VIII	Tax Expense:			
	(1) Current tax	21.66	-	-
	(2) Less : MAT credit available	21.66	-	-
	(3) Deferred tax		(68.37)	(53.48)
			(68.37)	(53.48)
IX	Profit for the year (VII - VIII)		196.13	(343.59)
	Other Comprehensive Income			
	Items that will not be reclassified to Profit or Loss:			
X	Remeasurement of defined benefit liability/(assets)		3.55	0.35
XI	Income tax relating to items that will not be reclassified to Profit or Loss		(0.92)	(0.09)
XII	Other Comprehensive Income for the period (X - XI)		2.63	0.26
XIII	Total Comprehensive Income/(expense) for the period (IX+XII)		198.76	(343.33)
XIV	Earning per Equity Share	29		
	(i) Basic		1.40	(2.45)
	(ii) Diluted		1.40	(2.45)

The accompanying notes 1 to 30 are an integral part of the Ind AS Financial Statements.

As per our report of even date attached

For **Anil Sood & Associates**
Chartered Accountants
Registration No.: 004985N

For and on behalf of the Board of Directors

Sd/-
Anil Sood
(Partner)
Membership No.: 083939

Sd/-
Sandeep Jain
(Managing Director)

Sd/-
Anju Jain
(Director)

Sd/-
Shivam Sharma
(Company Secretary)

Sd/-
A.K.Dixit
(Chief Financial Officer)

Place : New Delhi
Date : 30th May, 2022

CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2022

₹ in Lakhs

	PARTICULARS	For the Year ended 31 st March, 2022		For the Year ended 31 st March, 2021	
A.	Cash Flow from Operating Activities				
	PROFIT BEFORE TAX		127.76		(397.07)
	ADJUSTMENT FOR:				
	-Depreciation & Amortization Expense	548.45		502.50	
	-Finance Costs	325.83		294.77	
	-Interest Income	(12.99)		(11.01)	
	-Loss on sale of property, plant and equipment	1.26		-	
	-Tax adjustment	68.37		53.48	
	-Others	3.55	934.47	0.35	840.09
	OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES		1,062.23		443.02
	ADJUSTMENTS FOR:				
	- (Increase)/Decrease Trade Receivables, loans, advances & other assets	(140.39)		(132.09)	
	- (Increase)/Decrease Inventories	(454.94)		(212.69)	
	- Increase/(Decrease) Trade Payables, other liabilities and provisions	(1,727.46)		761.49	
		(2,322.79)		416.71	
	CASH GENERATED FROM OPERATIONS	(1,260.56)		859.73	
	Income tax paid	-		-	
	NET CASH FLOW FROM OPERATING ACTIVITIES		(1,260.56)		859.73
B.	Cash Flow From Investing Activities				
	- Purchase of property, plant & equipment, Intangibles etc.	(1,523.53)		(143.91)	
	- Sale of property, plant and equipment	19.50		-	
	- (Increase)/Decrease in capital work in progress	1,189.21		(425.97)	
	NET CASH AVAILABLE / (USED) IN INVESTING ACTIVITIES		(314.82)		(569.87)

₹ in Lakhs

PARTICULARS	For the Year ended 31 st March, 2022		For the Year ended 31 st March, 2021	
C. Cash Flow from Financing Activities				
- Receipts/(Repayment) from Long Term Borrowings	1,186.28		(63.61)	
- Adjustment of Deffered Tax	(68.37)		(53.48)	
	1,117.91		(117.08)	
- Receipts/(Repayment) of Short Term Borrowings	780.49		146.23	
- Interest Paid	(325.83)		(294.77)	
- Interest Received	12.99		11.01	
NET CASH AVAILABLE / (USED) IN FINANCING ACTIVITIES		1,585.56		(254.62)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS		10.19		35.23
OPENING IN CASH AND CASH EQUIVALENTS		76.96		41.73
CLOSING CASH AND CASH EQUIVALENTS		87.15		76.96

Notes:

- The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in Ind AS-7 "Statement of Cash Flows"
- Cash and Cash Equivalents:**
Cash and cash equivalents as above
Cash and cash equivalents (Note 10) 87.15 76.96

As per our report of even date attached

For **Anil Sood & Associates**

Chartered Accountants

Registration No.: 004985N

Sd/-

Anil Sood

(Partner)

Membership No.: 083939

Place : New Delhi

Date : 30th May, 2022

For and on behalf of the Board of Directors

Sd/-

Sandeep Jain

(Managing Director)

Sd/-

Anju Jain

(Director)

Sd/-

Shivam Sharma

(Company Secretary)

Sd/-

A.K.Dixit

(Chief Financial Officer)

STATEMENT OF CHANGES IN EQUITY

A. Equity Share Capital

Current reporting period

₹ in Lakhs

Particulars	Amount
Balance at the beginning of the current reporting period i.e. 01st April.2021	1,400.00
Changes in Equity Share Capital due to prior period errors	-
Restated balance at the beginning of the current reporting period	-
Changes in equity share capital current reporting period	-
Balance at the end of the current reporting period i.e 31st March 2022	1,400.00

Previous reporting period

₹ in Lakhs

Particulars	Amount
Balance at the beginning of the current reporting period i.e. 01st April.2020	1,400.00
Changes in Equity Share Capital due to prior period errors	-
Restated balance at the beginning of the current reporting period	-
Changes in equity share capital current reporting period	-
Balance at the end of the current reporting period i.e 31st March 2021	1,400.00

B. Other Equity

1 Current reporting period

Particulars	Balance at the beginning of the current reporting period i.e. 01st April 2021	Changes in accounting policy or prior period errors	Restated balance at the beginning of the current reporting period	Total Comprehensive Income for the current year	Dividends	Transfer to retained earnings	Any other change	Balance at the end of the current reporting period i.e. 31.03.2022
Share application money pending allotment	-	-	-	-	-	-	-	-
Equity component of compound financial instruments	-	-	-	-	-	-	-	-
Reserve and Surplus								
Capital Reserve	135.17	-	-	-	-	-	-	135.17
Securities Premium	-	-	-	-	-	-	-	-
Other Reserves	-	-	-	-	-	-	-	-
Retained Earnings	1,581.51	-	-	2.63	-	196.13	-	1,780.27
Debts instruments through Other Comprehensive Income	-	-	-	-	-	-	-	-
Equity instruments through Other Comprehensive Income	-	-	-	-	-	-	-	-
Effective portion of Cash Flow Hedges	-	-	-	-	-	-	-	-
Revaluation Surplus	-	-	-	-	-	-	-	-
Exchange differences on translating the financial statements of a foreign operation	-	-	-	-	-	-	-	-
Other items of Other Comprehensive Income	-	-	-	-	-	-	-	-
money received against share warrents	-	-	-	-	-	-	-	-
Total	1,716.68	-	-	2.63	-	196.13	-	1,915.44

2 Previous reporting period

Particulars	Balance at the beginning of the current reporting period i.e. 01st April.2020	Changes in accounting policy or prior period errors	Restated balance at the beginning of the current reporting period	Total Comprehensive Income for the current year	Dividends	Transfer to retained earnings	Any other change (MAT Credit Entitlement)	Balance at the end of the current reporting period i.e. 31.03.2021
Share application money pending allotment	-	-	-	-	-	-	-	-
Equity component of compound financial instruments	-	-	-	-	-	-	-	-
Reserve and Surplus								
Capital Reserve	135.17	-	-	-	-	-	-	135.17
Securities Premium	-	-	-	-	-	-	-	-
Other Reserves	-	-	-	-	-	-	-	-
Retained Earnings	1,787.05	-	-	0.26	-	(343.59)	137.79	1,581.51
Debts instruments through Other Comprehensive Income	-	-	-	-	-	-	-	-
Equity instruments through Other Comprehensive Income	-	-	-	-	-	-	-	-
Effective portion of Cash Flow Hedges	-	-	-	-	-	-	-	-
Revaluation Surplus	-	-	-	-	-	-	-	-
Exchange differences on translating the financial statements of a foreign operation	-	-	-	-	-	-	-	-
Other items of Other Comprehensive Income	-	-	-	-	-	-	-	-
money received against share warrents	-	-	-	-	-	-	-	-
Total	1,922.22	-	-	0.26	-	(343.59)	137.79	1,716.68

Capital Reserve: This Reserve was created on 31.03.1996 upon revaluation of land & building and plant & machinery by crediting to capital reserve the resultant surplus arising therefrom. The carrying value of these assets, measured as per the previous GAAP, as recognised in the financial statements as at the date of transition to Ind AS are continued to be used as the deemed cost as at the date of transition.

Retained Earnings: This Reserve represents the cumulative profits of the Company. This Reserve can be utilized in accordance with the provisions of the Companies Act, 2013.

The accompanying notes 1 to 30 are an integral part of the Ind AS Financial Statements.

As per our report of even date attached

For **Anil Sood & Associates**
Chartered Accountants
Registration No.: 004985N

Sd/-
Anil Sood
(Partner)
Membership No.: 083939

Place : New Delhi
Date : 30th May, 2022

For and on behalf of the Board of Directors

Sd/-
Sandeep Jain
(Managing Director)

Sd/-
Anju Jain
(Director)

Sd/-
Shivam Sharma
(Company Secretary)

Sd/-
A.K.Dixit
(Chief Financial Officer)

Notes to the Financial Statements for the Year Ended 31st March, 2022

Notes to the Financial Statements for the Year Ended 31st March, 2022

1. Corporate Information:

Mohit Paper Mills Limited (the 'Company' or 'MPML') is a public company incorporated under the provisions of the Companies Act 1956 with a CIN : L21093DL1992PLC116600, domiciled in India, with its registered office situated at 15A/13, Upper Ground Floor, East Patel Nagar, New Delhi – 110008, India. The equity shares are listed on the Bombay Stock Exchange ('BSE') in India.

The company's business primarily consist of manufacturing Writing & Printing Paper and Tissue Paper mainly in the domestic market. Soda Ash is recovered as by-product. The manufacturing facilities are situated in Bijnor, Uttar Pradesh.

2. Significant accounting policies

a. Basis of preparation of Financial Statements

(i) Statement of compliance

These financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) prescribed under the Section 133 of the Companies Act, 2013 read with rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and presentation requirements of Division II of Schedule III of the Companies Act, 2013 (Ind AS Compliant Schedule III), as applicable to the financial statement.

Accordingly, the Company has prepared these Standalone Financial Statements which comprise the Balance Sheet as at 31 March 2022, the Statement of Profit and Loss, the Statement of Cash Flows and the Statement of Changes in Equity for the year ended as on that date, and accounting policies and other explanatory information (together hereinafter referred to as "Standalone Financial Statements" or "financial statements").

(ii) Basis of measurement:

The financial statements have been prepared on a historical cost basis, except for certain financial instruments which are measured at fair values or amortised cost depending upon classification. Historical cost is generally based on the fair value of the consideration given in exchange of goods or services.

(iii) Functional and presentation currency

The functional currency of the Company is the Indian Rupee ('INR'). These financial statements are presented in Indian rupees. All amounts have been rounded-off to the nearest lakhs, upto two places of decimal, unless otherwise indicated.

(iv) Use of estimates and judgements

The preparation of financial statements in conformity with Generally Accepted Accounting Principles (GAAP) requires management to make judgments, estimates and assumptions that impact the application of accounting policies and the reported amounts of assets, liabilities, income and expenses and the disclosure of contingent liabilities on the date of the financial statements. Actual results could differ from those estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Any revision to accounting estimates is recognised prospectively in current and future periods.

Notes to the Financial Statements for the Year Ended 31st March, 2022

In particular, information about significant areas of estimation uncertainty & critical judgements in applying accounting policies that have the most significant effects on the amounts recognised in the financial statements is included in the following areas:

- Useful life of Property, plant and equipment - refer Note No. 2 c
- Valuation of Inventory - refer Note No. 2 f
- Estimation of Defined benefit obligation - refer Note No. 2 h
- Estimation of current tax expenses - refer Note No. 2 i
- Accounting for government grants - refer Note No. 2 o
- Provisions and Accruals - refer Note No. 2 r
- Contingencies - refer Note No. 2 r

(v) Measurement of Fair value

The Company measures financial instruments at fair value as per Ind AS 113 at each balance sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the Company. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest. The fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs. All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

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

Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).

Level 3 - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

For assets and liabilities that are recognized in the financial statement on a recurring basis, the company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

b. Recent accounting pronouncements

The Ministry of Corporate Affairs has vide notification dated 23 March 2022 notified Companies (Indian

Notes to the Financial Statements for the Year Ended 31st March, 2022

Accounting Standard) Amendment Rules, 2022 which amends certain accounting standards, and are effective 1 April 2022. These amendments are not expected to have a material impact on the Company in the current or future reporting periods and on foreseeable future transactions.

Schedule III Amendment applicable from April 1, 2021: On March 24, 2021, the Ministry of Corporate Affairs ("MCA") through a notification amended Schedule III of the Companies Act, 2013. The Company has prepared the financial statements in accordance with the said schedule.

c. **Property, plant and equipment ('PPE')**

i. **Recognition and measurement**

Items of property, plant and equipment are measured at cost, which includes capitalized borrowing costs, less accumulated depreciation and accumulated impairment losses, if any.

Cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located.

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

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

ii. **Subsequent Expenditure**

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.

iii. **Depreciation**

Depreciation is calculated on carrying value recognized as per previous GAAP of items of property, plant and equipment and Intangible less their estimated residual values over their estimated useful lives using the written-down method and is generally recognized in the statement of profit and loss. Freehold land is not depreciated.

Depreciation method, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate. Based on technical evaluation and consequent advice, the management believes that its estimates of useful lives best represent the period over which management expects to use these assets. Depreciation has been provided on written down value method over their estimated useful lives.

Depreciation on additions/(disposals) is provided on a pro-rata basis i.e. from/(upto) the date on which asset is ready for use (disposed off) if any.

iv. **Derecognition**

A property, plant and equipment is derecognised on disposal or when no future economic benefits are expected from its use and disposal. Losses arising from retirement and gains or losses arising from disposal of a tangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit and Loss.

d. **Intangible assets**

Intangible assets are initially measured at cost. These items of other intangible assets are subsequently

Notes to the Financial Statements for the Year Ended 31st March, 2022

measured at cost less accumulated amortization and accumulated impairment losses, if any. Cost of an item of Intangible asset comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use.

Subsequent expenditure

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure is recognised in Statement of Profit and Loss as incurred.

Amortisation

Amortisation is calculated to write off the cost of intangible assets over their estimated useful lives using the straight-line method, and is included in depreciation and amortisation expense in Statement of Profit and Loss. The estimated useful life of Computer software is 3 years. Amortisation method, useful life and residual values are reviewed at the end of each financial year and adjusted if appropriate.

Derecognition

Intangible assets is derecognised on disposal or when no future economic benefits are expected from its use and disposal.

e. Reclassification to investment property

When the use of a property changes from owner-occupied to investment property, the property is reclassified as investment property or vice versa at its carrying amount on the date of reclassification, if any. The company does not have any investment property as on the date of reporting.

f. Inventories

All inventories are initially recorded at cost. Cost represents all cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Cost for the purpose of valuation is determined by using the weighted average cost, net of taxes and duties eligible for credit and discounts.

Raw materials, stores, consumables and spare parts

Raw materials, stores, consumables and spare parts held for use in the production of finished products are not written down below cost except in cases where material prices have declined and it is estimated that the cost of the finished products will exceed their net realizable value.

Work-in-process

All work-in-process are valued at cost which includes cost of inputs, net of taxes and duties eligible for credit and overheads up to the stage of completion.

Finished goods

Finished goods are measured at lower of cost which includes cost of inputs (net of taxes and duties eligible for credits) & overheads and the net realizable value.

By-Products

By Products are measured at lower of cost which includes cost of inputs (net of taxes and duties eligible for credits) & overheads and the net realizable value.

Notes to the Financial Statements for the Year Ended 31st March, 2022

g. Impairment

i. Impairment of non-financial assets

The carrying amounts of the Company's non-financial assets, other than inventories and deferred tax assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. The recoverable amount of an asset or cash-generating unit is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or the cash-generating unit.

For the purpose of impairment testing, assets are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or groups of assets (the "cash-generating unit").

An impairment loss is recognised in the statement of profit and loss if the estimated recoverable amount of an asset or its cash-generating unit is lower than it is carrying amount. Impairment losses, other than those recognized on goodwill, that have been recognised in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

ii. Impairment of financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial Assets

Initial Recognition and Measurement

All financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through profit and loss, transaction costs that are attributable to the acquisition of the financial assets. Financial assets are classified, at initial recognition, as financial assets measured at fair value or as financial assets measured at amortized cost.

Subsequent Measurement

For purpose of subsequent measurement financial assets are classified in two broad categories:

- Financial Assets at fair value
- Financial assets at amortized cost

Where assets that measured at fair value, gains and losses are either recognized entirely in the statement of profit and loss or recognized in other comprehensive income.

A financial asset that meets the following two conditions is measured at amortized cost:

- Business Model Test: The objective of the company's business model is to hold the financial asset to collect the contractual cash flows.
- Cash flow characteristics test: The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payment of principal and interest on the principal amount outstanding.

Notes to the Financial Statements for the Year Ended 31st March, 2022

A financial asset that meets the following two conditions is measured at fair value through OCI:

- Business Model Test: The financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets.
- Cash flow characteristics test: The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payment of principal and interest on the principal amount outstanding.

All other financial asset is measured at fair value through profit and loss.

All equity investments are measured at fair value in the balance sheet, with value changes recognized in the statement of profit and loss, except for those equity investments for which the entity has elected irrevocable option to present value changes in OCI.

Derecognition of financial assets

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognized (i.e., removed from the Company's balance sheet) when:

- The rights to receive cash flows from the asset have expired, or
- The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Company has transferred its rights to receive cash flows from an asset or has entered into a pass through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognise the transferred asset to the extent of the Company's continuing involvement. In that case, the Company also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

Impairment of financial assets

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the trade receivables or any contractual right to receive cash or another financial asset that result from transactions that are within the scope of Ind AS 115.

For this purpose, the Company follows 'simplified approach' for recognition of impairment loss allowance on the trade receivable balances. The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognizes impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

As a practical expedient, the Company uses a provision matrix to determine impairment loss allowance on portfolio of its trade receivables. The provision matrix is based on its historically observed default rates over the expected life of the trade receivables and is adjusted for forward-looking estimates. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analysed.

Financial Liabilities:

All financial liabilities are initially recognized at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

Notes to the Financial Statements for the Year Ended 31st March, 2022

Financial liabilities are classified as measured at amortized cost or FVPL. A financial liability is classified as FVPL if it is classified as held for trading, or it is derivative or is designated as such on initial recognition. Financial liabilities at FVPL are measured at fair value and net gain or losses, including any interest expense, are recognized in statement of profit and 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 statement of profit and loss.

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts and derivative financial instruments.

Offsetting of financial instruments

Financial assets and financial liabilities are offset, and the net amount is reported in the financial statements if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

Measurement of expected credit losses

Expected credit losses are a probability-weighted estimate of credit losses. Credit losses are measured as the present value of all cash short falls (i.e. the difference between the cash flows due to the Company in accordance with the contract and the cash flows that the company expects to receive).

Presentation of allowance for expected credit losses in the balance sheet and loss allowances for financial assets measured at amortized cost are deducted from the gross carrying amount of the assets.

Write-off

The gross carrying amount of a financial asset is written off (either partially or in full) to the extent that there is no realistic prospect of recovery. This is generally the case when the Company determines that the debtor does not have assets or sources of income that could generate sufficient cash flows to repay the amounts subject to the write-off. However, financial assets that are written off could still be subject to enforcement activities in order to comply with the Company's procedures for recovery of amounts due.

h. Employee benefits

i. Short-term employee benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognized for the amount expected to be paid e.g. under short-term cash bonus / Ex-gratia, if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee, and the amount of obligation can be estimated reliably.

ii. Defined contribution plan

A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts. Obligations for contributions to defined contribution plans are recognized as an employee benefit expense in profit or loss in the periods during which the related services are rendered by employees and payments due from the company.

Notes to the Financial Statements for the Year Ended 31st March, 2022

iii. Defined benefit plan

The Company pays specified monthly contribution to provident fund (PF) and employee's state insurance (ESI). Contributions to these scheme's are expensed in the Statement of Profit & Loss. These contributions are made to the fund administered and managed by the Government of India. The Company has no further obligations under these plans beyond its monthly contributions.

Gratuity

Liabilities in respect of defined benefit plan in the form of Gratuity and Long-term compensated absences are determined based on projected unit credit method as at the balance sheet date and are unfunded.

Group Gratuity cum Life Assurance Scheme with the Life Insurance Corporation of India has been taken in such a way that the gratuity benefits will be payable under an irrevocable trust. The trustees appointed for the purpose of administering the Scheme ensure gratuity benefits is with the LIC. The company shall pay on demand by and to the LIC such contributions as are required to secure Gratuity benefits to the employees.

The employees gratuity fund scheme is managed by the Life Insurance Corporation of India is a defined benefit plan. The present value of obligation is determined based on Projected Unit Credit Method, which recognises each period of services as giving rise to additional unit if there is employee benefit entitlement and measures each unit separately to build up the final obligation in terms of the demand raised by them.

Re-measurements of the net defined benefit liability if any, is recognized in OCI.

i. Taxes on Income

Income tax comprises current and deferred tax. It is recognized in the statement of profit or loss except to the extent that it relates to an item recognized directly in equity or in other comprehensive income.

i) Current tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any, related to income taxes. It is measured using tax rates (and tax laws) enacted or substantively enacted by the reporting date.

Current tax assets and current tax liabilities including MAT are offset only if there is a legally enforceable right to set off the recognized amounts, and it is intended to realize the asset and settle the liability on a net basis simultaneously.

ii) Deferred tax

Deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes. Deferred tax is also recognized in respect of carried forward tax losses and tax credits.

Deferred tax assets are recognized to the extent that it is probable that future taxable profits will be available against which they can be used. An existence of unused tax losses is strong evidence that future taxable profit may not be available. Therefore, in case of a history of recent losses, the Company shall recognize deferred tax asset only to the extent that it has sufficient taxable temporary differences or there is convincing other evidence that sufficient taxable profit will be available against which such deferred tax asset can be realized.

Notes to the Financial Statements for the Year Ended 31st March, 2022

Deferred tax assets – unrecognized or recognized, are reviewed at each reporting date and are recognized / reduced to the extent that it is probable / no longer probable respectively that the related tax benefit will be realized.

Deferred tax is measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled, based on the laws that have been enacted or substantively enacted by the reporting date.

The measurement of deferred tax reflects the tax consequences that would flow from the manner in which the Group expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are taken into account if there is a legally enforceable right to offset total deferred tax liabilities and deferred tax assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities if allowable, but they intend to settle deferred tax liabilities and assets and are correspondingly reflected as deferred tax assets and liabilities which will/may be realized simultaneously.

iii) Minimum Alternative tax ('MAT')

Minimum Alternative tax ('MAT') under the provisions of Income-tax Act, 1961 is recognised as current tax in profit or loss. The credit available under the Act in respect of MAT paid is adjusted from deferred tax liability only when and to the extent there is convincing evidence that the company will pay normal income tax during the period for which the MAT credit can be carried forward for set-off against the normal tax liability. MAT credit recognised adjusted from deferred tax liability is reviewed at each balance sheet date and written down to the extent the aforesaid convincing evidence no longer exists.

j. Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value. For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

Cash flow statement

Cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

k. Earnings per share

Basic earnings/ (loss) per share are calculated by dividing the net profit/ (loss) for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the period is adjusted for events of bonus issue and share split. For the purpose of calculating diluted earnings/ (loss) per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

Notes to the Financial Statements for the Year Ended 31st March, 2022

I. Foreign currency transactions

i) Initial recognition

Transactions in foreign currencies are translated into the functional currency of the Company at the exchange rates at the dates of the transactions.

ii) Measurement at the reporting date

Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the exchange rate at the reporting date. Non-monetary assets and liabilities that are measured at fair value in a foreign currency are translated into the functional currency at the exchange rate when the fair value was determined. Non-monetary assets and liabilities that are measured based on historical cost in a foreign currency are translated at the exchange rate at the date of the transaction. Exchange differences on restatement/settlement of all monetary items are recognised in profit or loss.

m. Financial instruments

Financial assets and financial liabilities are recognized when the Company becomes a party to the contractual provisions of the relevant instrument and are initially measured at initial cost and for investments held for trading or held for sale at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities measured at fair value through profit or loss) are added to or deducted from the fair value on initial recognition of financial assets or financial liabilities if required. Purchase or sale of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date when the Company commits to purchase or sell the asset.

Financial Assets

Recognition and Measurement: All Financial assets include Investments, Trade Receivables, Advances, Security Deposits, Cash and Cash equivalents. Such assets are initially recognized at transaction price when the Company becomes party to contractual obligations. The transaction price includes transaction costs unless the asset is being fair valued through the Statement of Profit and Loss.

Classification: Management determines the classification of an asset at initial recognition depending on the purpose for which the assets were acquired. The subsequent measurement of financial assets depends on such classification.

Financial assets are classified as those measured at:

- (i) amortised cost, where the financial assets are held solely for collection of cash flows arising from payments of principal and / or interest.
- (ii) At cost price where the investments are to be held for long term with no immediate intention for sale and continue to be recognized at cost.
- (iii) fair value through other comprehensive income (FVTOCI), where the financial assets are held not only for collection of cash flows arising from payments of principal and interest but also from the sale of such assets or are held for trading or for sale. Company does not have any assets for sale. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in other comprehensive income.

Notes to the Financial Statements for the Year Ended 31st March, 2022

- (iv) fair value through profit or loss (FVPL), where the assets are managed in accordance with an approved investment strategy that triggers purchase and sale decisions based on the fair value of such assets. Company does not have any assets which are managed as investment strategy. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in the Statement of Profit and Loss in the period in which they arise.

Trade Receivables, Advances, Security Deposits, Cash and Cash equivalents etc. are classified for measurement at amortised cost. In respect of particular investments in equity instruments that would otherwise be measured at fair value through profit or loss, an irrevocable election at initial recognition is made to present subsequent changes in fair value through other comprehensive income.

Impairment:

The Company assesses at each reporting date whether a financial asset (or a group of financial assets) such as investments, trade receivables, advances and security deposits held at amortised cost and financial assets that are measured at fair value through other comprehensive income are tested for impairment based on evidence or information that is available without undue cost or effort. Expected credit losses are assessed and loss allowances recognised if the credit quality of the financial asset has deteriorated significantly since initial recognition.

Reclassification:

When and only when the business model is changed, the Company shall reclassify all affected financial assets prospectively from the reclassification date as subsequently measured at amortised cost, fair value through other comprehensive income, fair value through profit or loss without restating the previously recognised gains, losses or interest and in terms of the reclassification principles laid down in the Ind AS relating to Financial Instruments.

De-recognition:

Financial assets are derecognised when the right to receive cash flows from the assets has expired, or has been transferred, and the Company has transferred substantially all of the risks and rewards of ownership. Concomitantly, if the asset is one that is measured at:

- (a) amortised cost, the gain or loss is recognised in the Statement of Profit and Loss;
- (b) fair value through other comprehensive income, the cumulative fair value adjustments previously taken to reserves are reclassified to the Statement of Profit and Loss unless the asset represents an equity investment which is taken at initial cost and continues to be so taken and for other investments in which case the cumulative fair value adjustments previously taken to reserves is reclassified within equity.

n. Revenue

Revenue is measured at the fair value of the consideration received or receivable after netting trade discounts, taxes volume discounts and sales returns. Revenue from sale of goods is recognized when significant risks and rewards have been transferred to buyer.

Liquidated damages and penalties recovered from suppliers / contractors, in relation to property, plant and equipment are credited to statement of profit and loss unless the delay has resulted in extra cost of assets, in which case the same are adjusted towards the carrying cost of the respective asset.

Notes to the Financial Statements for the Year Ended 31st March, 2022

Interest income

Interest income primarily comprises of interest from term deposits. Interest income is accrued on time basis, by reference to the principal outstanding and at the effective interest rate applicable (provided that it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably).

Other Income

Other income is recognised when no significant uncertainty as to its determination or realisation exists.

o. Government grants

Government grants are recognized initially at fair value when there is reasonable assurance that they will be received and the Company will comply with the conditions associated with grant. They are then recognized in profit or loss as other income on a systematic basis over the periods in which the company recognises as expenses the related costs for which the grant is intended to compensate. Government grants related to depreciable capital assets is recognised in profit or loss over the useful life of the asset and in the proportions in which depreciation expense on those assets is recognized.

p. Borrowing cost

Borrowing costs are interest and other costs incurred in connection with the borrowing of fund. Borrowing costs directly attributable to acquisition or construction of an asset which necessarily take a substantial period of time to get ready for their intended use are capitalized as part of the cost of that asset. Other borrowing costs are recognized as an expense in the period in which they are incurred.

q. Operating segments

An operating segment is a component of the Company that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Company's other components, and for which discrete financial information is available. All operating segments' operating results are reviewed regularly by the Company's Chief Operating Decision Maker (CODM) to make decisions about resources to be allocated to the segments and assess their performance.

The Company is primarily engaged in the business of manufacture and sales of paper, mainly in the domestic market.

The Board of directors of the Company, who have been identified as being the chief operating decision maker (CODM), evaluated the company's performance and allocated resources based on the analysis of various performance indicators of the Company as a single unit. Accordingly, there is no reportable segment or any entity wide disclosure which are applicable to the company.

r. Provisions, Contingent Liabilities and Contingent Assets

A provision is recognised if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Notes to the Financial Statements for the Year Ended 31st March, 2022

Contingent Liabilities

A contingent liability exists when there is a possible obligation, or a present obligation that may, but probably will not require an outflow of resources, or a present obligation whose amount cannot be estimated reliably. Contingent liabilities do not warrant provisions, but are disclosed unless the possibility of outflow of resources is remote.

Contingent assets usually arise from unplanned or other unexpected events that give rise to the possibility of an Inflow of economic benefits to the entity. Contingent assets are recognized when the realisation of income is virtually certain, then the related asset is not a contingent asset and its recognition is appropriate.

A contingent asset is disclosed where an inflow of economic benefits is probable.

s. Commitments

Commitments include the amount of purchase order (net of advances) issued to parties for completion of assets. Provisions, contingent liabilities, contingent assets and commitments are reviewed at each reporting date.

t. Ind AS 116 – Leases

The Company does not have any finance leases. There are no instances in which the company is a lessor. Hence there is no impact on adoption of Ind AS 116.

Notes to the Financial Statements for the Year Ended 31st March, 2022

3. Property, Plant & Equipment

Assets	Gross Block			Depreciation and Amortisation		Net Block			
	As at 31.03.2021	Additions during the year	Deduction During the year	Total Cost as at 31.03.2022	upto 31.03.2021	For the Adjustment period	Total Upto 31.03.2022	As At 31.03.2022	As At 31.03.2021
LAND	88.57	-	-	89	-	-	-	89	88.57
BUILDING	722.55	18.13	-	741	498.41	19.93	518	222	224.15
FURNITURE & FIXTURES	35.90	17.18	-	53	29.09	1.84	31	22	6.81
PLANT & MACHINERY	10,655.33	1,411.85	-	12,067	6,078.08	502.28	6,580	5,487	4,577.25
MOTOR VEHICLE	116.82	69.76	66.61	120	62.27	20.77	37	83	54.55
OFFICE EQUIPMENT	71.32	6.60	-	78	70.38	3.44	74	4	0.94
TOTAL	11,690.50	1,523.53	66.61	13,147.42	6,738.24	548.26	7,240.65	5,906.76	4,952.26
PREVIOUS YEAR TOTAL	11,546.90	143.60	-	11,690.50	6,235.75	502.49	6,738.24	4,952.26	5,311.15

3A. Capital Work-In-Progress

Particulars	Gross Block			Total	
	As at 31.03.2021	Additions during the year	Deduction During the year	Total Cost as at 31.03.2022	Total Cost as at 31.03.22
Building, Plant & Machineries	1,189.21	-	-	1,189.21	-
TOTAL	1,189.21	-	-	1,189.21	-

3B. Other Intangible Asset

Assets	Gross Block			Depreciation and Amortisation		Net Block			
	As at 31.03.2021	Additions during the year	Deduction During the year	Total Cost as at 31.03.2022	upto 31.03.2021	For the Adjustment period	Total Upto 31.03.2022	As At 31.03.2022	As At 31.03.2021
COMPUTER SOFTWARE	0.31	-	-	0.31	0.02	0.18	0.20	0.11	0.29
TOTAL	0.31	-	-	0.31	0.02	0.18	0.20	0.11	0.29
PREVIOUS YEAR TOTAL	-	0.31	-	0.31	-	0.02	0.02	0.29	-

Notes to the Financial Statements for the Year Ended 31st March, 2022
4 NON-CURRENT INVESTMENTS

₹ in Lakhs

PARTICULARS	As At 31st March, 2022	As At 31st March, 2021
Investments in Equity Instruments:	110.79	110.79
Mohit Petrochemicals (P) Ltd. (Unquoted Shares) 1107880 Equity Shares of ₹ 10/- each fully paid-up		
TOTAL	110.79	110.79

5 OTHER FINANCIAL ASSETS

₹ in Lakhs

PARTICULARS	As At 31st March, 2022	As At 31st March, 2021
Non-Current		
Security Deposit with Non Government Authorities	23.39	23.39
Balance with Government Authorities	21.33	21.33
Bank deposits with more than 12 months maturity*	26.10	26.10
TOTAL	70.82	70.82

*Bank deposits with original maturity of more than 12 months from the Balance Sheet date. These deposits include restricted bank deposits pledged as security for bank guarantees amounting to ₹ 26.10 Lakhs and previous year ₹ 26.10 Lakhs

6 NON-CURRENT TAX ASSET (NET)

₹ in Lakhs

PARTICULARS	As At 31st March, 2022	As At 31st March, 2021
Tax deducted at source and Tax collected at source (net of current tax provision if any)	16.41	19.31
TOTAL	16.41	19.31

7 OTHER NON-CURRENT ASSETS

₹ in Lakhs

PARTICULARS	As At 31st March, 2022	As At 31st March, 2021
MAT credit available	159.45	137.79
TOTAL	159.45	137.79

Refer to note 2(i)(iii)

Notes to the Financial Statements for the Year Ended 31st March, 2022

8 INVENTORIES

(At lower of cost and net realisable value)

₹ in Lakhs

PARTICULARS	As At 31 st March, 2022	As At 31 st March, 2021
Raw Materials & Chemicals	1,015.40	990.10
Finished Goods	185.08	262.93
Stores & Fuel	719.39	395.59
Packing Materials & Others	36.10	27.13
Unfinished Goods	263.23	109.48
Work-in-Process	117.02	96.05
TOTAL	2,336.22	1,881.28

9 TRADE RECEIVABLES

₹ in Lakhs

PARTICULARS	As At 31 st March, 2022	As At 31 st March, 2021
Secured, considered good	-	-
Unsecured, considered good	1,115.09	1,151.65
TOTAL	1,115.09	1,151.65

Trade receivable ageing schedule

As at March 31, 2022

Particulars	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	Total
i Undisputed Trade Receivables - Considered good	847.61	172.69	61.26	-	-	1,081.56
ii Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
iii Undisputed Trade Receivables - credit impaired	-	-	-	-	-	-
iv Disputed Trade Receivables - Considered good	-	-	33.53	-	-	33.53
v Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
iv Disputed Trade Receivables - credit impaired	-	-	-	-	-	-

Notes to the Financial Statements for the Year Ended 31st March, 2022
As at March 31, 2021

Particulars	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
i Undisputed Trade Receivables - Considered good	908.89	209.23	-	-	-	1,118.12
ii Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
iii Undisputed Trade Receivables - credit impaired	-	-	-	-	-	-
iv Disputed Trade Receivables - Considered good	-	33.53	-	-	-	33.53
v Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
iv Disputed Trade Receivables - credit impaired	-	-	-	-	-	-

Where due date of payment is not available date of transaction has been considered.

10 CASH AND CASH EQUIVALENTS

₹ in Lakhs

PARTICULARS	As At 31 st March, 2022	As At 31 st March, 2021
Balance with Banks		
Current Accounts*	57.31	63.26
Cash on hand*	27.84	11.70
Term Deposits with Bank**	2.00	2.00
TOTAL	87.15	76.96

*Cash and cash equivalents include cash on hand, cash at bank.

**Term deposits with original maturity of 3 months or less which is restricted bank deposits pledged as security for bank guarantees amounting to ₹ 2 Lakhs and previous year ₹ 2 Lakhs.

11 OTHER BANK BALANCE

₹ in Lakhs

PARTICULARS	As At 31 st March, 2022	As At 31 st March, 2021
Term Deposits (maturity of more than three months but less than twelve months*)	130.50	135.60
	130.50	135.60

*Term deposits with original maturity of more than 3 months having remaining maturity of less than 12 months from the Balance Sheet date. These deposits include restricted bank deposits pledged as security for bank guarantees amounting to ₹ 130.50 Lakhs and previous year ₹ 135.60 Lakhs

Notes to the Financial Statements for the Year Ended 31st March, 2022

12 OTHERS

₹ in Lakhs

PARTICULARS	As At 31 st March, 2022	As At 31 st March, 2021
Advance to suppliers	1,116.96	969.77
Prepaid Expenses	14.61	10.65
Other Current Assets*	116.78	113.88
Interest accrued on deposits	32.27	23.03
TOTAL	1,280.62	1,117.33

*Other Current Assets includes imprest with staff and advance to others.

13 EQUITY SHARE CAPITAL

₹ in Lakhs

PARTICULARS	As At 31 st March, 2022	As At 31 st March, 2021
AUTHORISED :	1,750.00	1,750.00
1,75,00,000 (Previous year 1,75,00,000)		
Equity shares of ₹ 10/- each.		
ISSUED, SUBSCRIBED AND PAID UP	1,400.00	1,400.00
1,40,00,000 (Previous year 1,40,00,000)		
Equity Shares of ₹ 10/- each fully paid up.		
TOTAL	1,400.00	1,400.00

A. Shares held by promoters at the end of the year

₹ in Lakhs except for share data

S. No.	Promoter name	Number of Shares	% of total shares	% Change during the year
1.	Mr. Sandeep Jain	27,64,900	19.75%	No Change
2.	Mrs. Anju Jain	30,77,589	21.98%	No Change
3.	Mr. Mohit Jain	17,30,818	12.36%	0.75% increased
4.	Mrs. Shubhi Jain	10,45,000	7.46%	No Change
5	Mr.Sanjeev Gupta	11,100	0.08%	No Change

Neither any bonus shares have been issued nor any shares have been bought back. Further, no shares have been issued for consideration other than cash.

Notes to the Financial Statements for the Year Ended 31st March, 2022
B. Reconciliation of number of Shares outstanding at the beginning and at the end of the reporting period:

Particulars	As at 31.03.2022		As at 31.03.2021	
	No. of Shares	₹ in Lakhs	No. of Shares	₹ in Lakhs
Equity Shares outstanding at the beginning of the year	1,40,00,000	1,400.00	1,40,00,000	1,400.00
Add : Equity Shares issued during the year	-	-	-	-
Less : Equity Shares bought back/ redeemed during the year	-	-	-	-
Equity Shares outstanding at the end of the year	1,40,00,000	1,400.00	1,40,00,000	1,400.00

14 NON-CURRENT BORROWINGS

₹ in Lakhs

PARTICULARS	As At 31 st March, 2022	As At 31 st March, 2021
Secured:		
Loan from Bank		
- Term Loan	333.02	672.41
- Vehicle Loan	36.00	17.15
	369.02	689.56
Unsecured:		
- Loans from Directors	6.09	89.90
- Intercompany Loans	400.26	398.29
	406.35	488.19
TOTAL	775.36	1,177.75

Nature of Security for Secured Borrowings are given below :

The Term Loan from Union Bank of India of ₹ 333.02 Lakhs (Previous Year of ₹ 672.41 Lakhs) is secured by way of First charge over immovable assets of the Company and equitable mortgage of factory land & building situated at Village Aaspur Ka and Abdulpur Munna, Nagina Road, Bijnor and property at East Patel Nagar, New Delhi.

The loan is further secured by way of second charge on the current assets of the Company and personal guarantee of promoters/directors of the company.

Vehicle Loan of ₹ 36.00 Lakhs (Previous Year of ₹ 17.15 Lakhs) is secured against personal guarantee of Directors.

Unsecured Loans from Directors and Intercompany loans extent to ₹ 406.35 Lakhs are long term and interest free (Previous Year of ₹ 488.19 Lakhs)

Notes to the Financial Statements for the Year Ended 31st March, 2022

15 PROVISIONS

₹ in Lakhs

PARTICULARS	As At 31 st March, 2022	As At 31 st March, 2021
Provision for employee benefit (refer note 30D)	0.44	0.19
	0.44	0.19

16 DEFERRED TAX LIABILITIES (NET)

₹ in Lakhs

PARTICULARS	As At 31 st March, 2022	As At 31 st March, 2021
At the beginning of the year	510.31	563.70
Charge / Credit to Statement of Profit and Loss	(68.37)	(53.48)
	441.94	510
Provision for employee benefits	0.92	0.09
At the end of the year	442.86	510.31

17 OTHER NON-CURRENT LIABILITIES

₹ in Lakhs

PARTICULARS	As At 31 st March, 2022	As At 31 st March, 2021
Creditors for capital goods and retention for performance security [including unamortised government grant of ₹ 124.64 Lakhs (Previous Year: Nil)]	1,839.05	250.63
TOTAL	1,839.05	250.63

18 CURRENT BORROWINGS

₹ in Lakhs

PARTICULARS	As At 31 st March, 2022	As At 31 st March, 2021
Secured:		
Loans from Banks		
Cash credit facilities	2,899.34	2,118.84
TOTAL	2,899.34	2,118.84

Cash credit facilities from Union Bank of India are secured against Hypothecation of Stock and Book Debts of the Company and Collateral Security of factory land and building and entire fixed assets of the company and personal guarantee of the directors/promoters of the company.

Notes to the Financial Statements for the Year Ended 31st March, 2022
19 TRADE PAYABLES

₹ in Lakhs

PARTICULARS	As At 31st March, 2022	As At 31st March, 2021
Dues of Micro Enterprises and Small Enterprises	-	-
Other trade payables	385.96	783.29
TOTAL	385.96	783.29

Note : The company identify suppliers belonging to Micro and Small category under MSMED Act, 2006 on the basis of declarations to the effect made as mandated for them under the statute. Considering absence of such declarations from any vendors, such dues have been deemed as Nil.

Trade payable ageing schedule
As at March 31, 2022

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
i MSME	-	-	-	-	-
ii Others	384.53	0.48	0.95	-	385.96
iii Disputed dues - MSME	-	-	-	-	-
iv Disputed dues - Others	-	-	-	-	-

As at March 31, 2021

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
i MSME	-	-	-	-	-
ii Others	782.34	0.95	-	-	783.29
iii Disputed dues - MSME	-	-	-	-	-
iv Disputed dues - Others	-	-	-	-	-

Where due date of payment is not available date of transaction has been considered.

20 OTHER CURRENT LIABILITIES

₹ in Lakhs

PARTICULARS	As At 31st March, 2022	As At 31st March, 2021
Advance from distributors & others	110.37	340.13
Statutory liabilities	39.02	79.85
Other payables*	1,041.67	1,861.35
Dealers Security	5.00	5.00
Current maturities of Long-term debts**	359.42	599.27
TOTAL	1,555.47	2,885.60

*Others payables includes expenses payable, creditors for expenditure payable to suppliers.

Notes to the Financial Statements for the Year Ended 31st March, 2022

The Term Loan from Union Bank of India of ₹ 342.39 Lakhs (Previous Year of ₹ 594.75 Lakhs) is secured by way of First charge over immovable assets of the Company and equitable mortgage of factory land & building situated at Village Aaspur Ka and Abdulpur Munna, Nagina Road, Bijnor and property at East Patel Nagar, New Delhi.

The loan is further secured by way of second charge on the current assets of the Company and personal guarantee of promoters/directors of the company.

Vehicle Loan of ₹ 16.63 Lakhs (Previous Year of ₹ 4.52 Lakhs) is secured against personal guarantee of Directors.

21 REVENUE FROM OPERATIONS

₹ in Lakhs

PARTICULARS	For the Year ended 31 st March, 2022	For the Year ended 31 st March, 2021
Sale of Products		
Paper	13,885.04	8,082.37
Soda Ash	194.81	57.41
TOTAL	14,079.85	8,139.78

Revenue disaggregation by geography is as follows :

Geography

India	13,711.19	8,096.16
Outside India	368.66	43.62

In presenting the geographical information, sale of product revenue has been based on the geographic location of the customers.

Information about major customers:

One customer represents 16% or more of the Company's total revenue during the year ended 31 March 2022 (31 March 2021 : 11%)

Reconciliation of revenue recognized with the contracted price is as follows :

PARTICULARS	For the Year ended 31 st March, 2022	For the Year ended 31 st March, 2021
Contracted price	14,093.37	8,222.70
Reduction towards variable consideration components	13.52	82.92
Revenue recognised	14,079.85	8,139.78

The reduction towards variable consideration comprises cash discount, trade discount and rebates etc.

Notes to the Financial Statements for the Year Ended 31st March, 2022
22 OTHER INCOME

₹ in Lakhs

PARTICULARS	For the Year ended 31st March, 2022	For the Year ended 31st March, 2021
Interest Income	12.99	11.01
Sale of Electricity	151.08	171.96
Exchange Rate Fluctuation	9.30	14.54
Transit Insurance and freight received	11.35	9.06
Others, including Government Grants*	1.08	0.72
TOTAL	185.79	207.28

*During the year the Company has been sanctioned government grant for putting up Biomass (Non-Bagasse) cogeneration power plant. The grant is subject to compliance of conditions associated with it. Total amount received as on date is ₹ 1.25 Crore (31 March 2021 : Nil) and is recognised in profit or loss to the extent of compliance of conditions associated with the grant, on a systematic basis over the useful life of the asset and in the proportions in which depreciation expense on those assets is recognised.

23 COST OF MATERIAL CONSUMED

₹ in Lakhs

PARTICULARS	For the Year ended 31st March, 2022		For the Year ended 31st March, 2021	
Bagasse		3,141.88		1,933.67
Waste Paper :				
- Imported	795.63		522.80	
- Indigenous	20.27	815.90	73.42	596.23
Other Material		636.72		314.07
TOTAL		4,594.50		2,843.97

24 CHANGES IN INVENTORIES

₹ in Lakhs

PARTICULARS	For the Year ended 31st March, 2022		For the Year ended 31st March, 2021	
Opening Stock :				
Finished Goods	262.93		406.99	
Semi - Finished Goods	109.48		28.28	
Work in process	96.05	468.46	0.00	435.27
Closing Stock :				
Finished Goods	185.08		262.93	
Semi - Finished Goods	263.23		109.48	
Work in process	117.02	565.33	96.05	468.46
		(96.87)		(33.19)
TOTAL		(96.87)		(33.19)

Notes to the Financial Statements for the Year Ended 31st March, 2022

25 EMPLOYEE BENEFITS EXPENSE

₹ in Lakhs

PARTICULARS	For the Year ended 31 st March, 2022	For the Year ended 31 st March, 2021
Salaries, Wages & Bonus	551.87	383.28
Contribution to Provident and Other Funds	24.29	26.58
Staff Welfare Expenses	13.01	4.08
TOTAL	589.18	413.94

26 FINANCE COSTS

₹ in Lakhs

PARTICULARS	For the Year ended 31 st March, 2022	For the Year ended 31 st March, 2021
Interest & Charges on Bank borrowing for working capital	227.96	213.87
Interest on Term Loans	97.87	80.90
TOTAL	325.83	294.77

27 DEPRECIATION AND AMORTISATION EXPENSE

₹ in Lakhs

PARTICULARS	For the Year ended 31 st March, 2022	For the Year ended 31 st March, 2021
Depreciation on property, plant and equipment	548.26	502.49
Amortization of Intangible asset	0.18	0.02
TOTAL	548.45	502.50

28 OTHER EXPENSES

₹ in Lakhs

PARTICULARS	For the Year ended 31 st March, 2022		For the Year ended 31 st March, 2021	
Manufacturing Expenses				
Chemicals Consumed	2,872.47		1,505.01	
Stores & Spares	547.29		361.88	
Power & Fuel	4,306.99		2,567.95	
Repair & Maintenance	43.48		27.96	
Raw Material, Mixing, Loading & Sorting	102.71		58.99	
Laboratory Expenses	3.59		2.17	
Boiler Feeding Expenses	63.25	7,939.79	45.10	4,569.06
Selling & Distribution Expenses				
Commission & other Selling Exp.	115.79		59.52	

Notes to the Financial Statements for the Year Ended 31st March, 2022

₹ in Lakhs

PARTICULARS	For the Year ended 31st March, 2022		For the Year ended 31st March, 2021	
Trade Tax	9.53	125.32	-	59.52
Establishment Expenses				
Advertisement & Publicity	0.77		0.66	
Office & General Exp.	17.64		13.76	
Fees, Rate & Taxes	29.97		11.57	
Insurance Charges	27.39		37.00	
Legal and Professional Charges	26.58		18.76	
Printing & Stationery	2.03		1.77	
Communication Charges	3.45		3.81	
Travelling & Conveyance	0.35		0.17	
Vehicle Running & Maintenance Expenses	2.49		5.08	
Auditors Remuneration*	1.00	111.67	1.00	93.57
TOTAL		8,176.78		4,722.15
*Payment to Auditor				
Audit Fees		1.00		1.00
Add : GST		0.18		0.18
		1.18		1.18

29 EARNINGS PER SHARE (EPS)

₹ in Lakhs

PARTICULARS	For the Year ended 31st March, 2022	For the Year ended 31st March, 2021
i) Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders	196.13	(343.59)
ii) Number of equity shares used as denominator for calculating EPS	1,40,00,000	1,40,00,000
iii) Number of Diluted Equity Share	1,40,00,000	1,40,00,000
iv) Basic Earning per share	1.40	(2.45)
v) Diluted Earning per share	1.40	(2.45)
vi) Face value per equity share	10	10

Notes to the Financial Statements for the Year Ended 31st March, 2022

30. Financial instruments- Fair values and risk management

A. Accounting classification and fair values

The following table shows the carrying amounts and fair value of financial assets and financial liabilities including their level in the fair value hierarchy:

(₹ in Lakhs)

	As at 31.03.2022						As at 31.03.2021			
	Note	Level of hierarchy	FVTPL	FVTOCI	Amortised Cost	Total Carrying Value	FVTPL	FVTOCI	Amortised Cost	Total Carrying Value
Financial assets										
Non-current										
Investment in equity instruments	d	3	-	-	110.79	110.79	-	-	110.79	110.79
Other financial assets	b	3	-	-	70.82	70.82	-	-	70.82	70.82
Current										
Trade Receivable	a	3	-	-	1115.09	1115.09	-	-	1151.65	1151.65
Cash and cash equivalents	a	3	-	-	87.15	87.15	-	-	76.96	76.96
Bank balances other than above	a	3	-	-	130.50	130.50	-	-	135.60	135.60
Others	a	3	-	-	32.27	32.27	-	-	23.03	23.03
Total financial assets	-	-	-	-	1546.62	1546.62	-	-	1568.85	1568.85
Financial liabilities										
Non-Current										
Borrowings	c	3	-	-	775.36	775.36	-	-	1177.75	1177.75
Current Liability										
Borrowings	a	3	-	-	2899.34	2899.34	-	-	2118.84	2118.84

Notes to the Financial Statements for the Year Ended 31st March, 2022

(₹ in Lakhs)

	As at 31.03.2022						As at 31.03.2021			
	Note	Level of hierarchy	FVTPL	FVTOCI	Amortised Cost	Total Carrying Value	FVTPL	FVTOCI	Amortised Cost	Total Carrying Value
Trade payables	a	3	-	-	385.96	385.96	-	-	783.29	783.29
Advance received from distributors and others	a	3	-	-	110.37	110.37	-	-	340.13	340.13
Other Payables	a	3	-	-	1041.67	1041.67	-	-	1861.35	1861.35
Dealers Security	a	3	-	-	5.00	5.00	-	-	5.00	5.00
Capital Creditors	a	3	-	-	1839.05	1839.05	-	-	250.63	250.63
Current maturities of long-term debt	c	3	-	-	359.42	359.42	-	-	599.27	599.27
Total financial liabilities	-	-	-	-	7416.17	7416.17	-	-	7136.26	7136.26

B. Fair value hierarchy

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

Level 2: Input other than quoted prices included in Level 1 that are observable for the assets or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices)

Level 3: Input for the assets or liability that are not based on observable market data (unobservable input)

Notes:

- Fair valuation of financial assets and liabilities with short term maturities is considered as approximate to respective carrying amount due to the short term maturities of these instruments.
- Fair value of non-current financial assets has not been disclosed as there is no significant differences between carrying value and fair value.
- The Fair value of borrowings have been disclosed at carrying value which is considered to approximate to fair value.
- Carrying value of unquoted equity instrument has been considered as an appropriate estimate of fair value because carrying value is considered as approximate to fair value and carrying value represents the best estimate of fair value within that range.

Notes to the Financial Statements for the Year Ended 31st March, 2022

Reconciliation of the value

(₹ in Lakhs)

Unlisted equity instruments	
As at 01 April 2020	110.79
Acquisition	-
Gains/(losses) recognized	-
- in other comprehensive income	-
As at 31 March 2021	110.79
Acquisition	-
Gains/(losses) recognized	-
- in other comprehensive income	-
As at 31 March 2022	110.79

There are no such transfers between Level 1, Level 2 and Level 3 during the year.

C. Financial risk management

The Company's activities expose it to market risk, liquidity risk and credit risk. The Company's primary risk management focus is to minimize potential adverse effects of market risk on its financial performance. The Company's risk management assessment and policies and processes are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls, and to monitor such risks and compliance with the same. Risk assessment and management policies and processes are reviewed regularly to reflect changes in market conditions and the Company's activities. The Board of Directors and the Audit Committee is responsible for overseeing the Company's risk assessment and management policies and processes.

This note explains the sources of risk which the entity is exposed to and how the entity manages the risk in the financial statements: -

Risk	Exposure arising from	Measurement	Management
Credit risk	Cash and cash equivalents, trade receivables and financial assets measured at amortised cost	Aging analysis	Diversification of bank deposits and credit limits
Liquidity risk	Business commitment and other liabilities	Credit rating	Availability of committed credit lines and borrowing facilities

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. Any rise in market rate of interest effecting valuation of financial instruments, financial assets and financial liabilities have been regularly analysed for mitigational measure.

Notes to the Financial Statements for the Year Ended 31st March, 2022
Exposure to interest rate risk

The interest rate profile of the company's interest-bearing financial instruments as reported to the management is as follows :

(₹ in Lakhs)

Particulars	Nominal Amount	
	31 st March, 2022	31 st March, 2021
Financial Assets/Liabilities		
Variable-rate instruments		
Long term borrowings	775.36	1177.75
Short Term Borrowings	3258.76	2718.11

(Profit) or loss

(₹ in Lakhs)

Particulars	50 bp increase	50 bp decrease
31st March 2022		
Variable-rate instruments	20.88	(20.88)
31st March 2021		
Variable-rate instruments	19.47	(19.47)

Fair value sensitivity analysis for fixed-rate instruments

The Company does not have any fixed-rate financial assets or financial liabilities at fair value through profit or loss. Therefore, a change in interest rates at the reporting date would not affect profit or loss.

i) Risk management framework

The Company's board of directors has overall responsibility for the establishment and oversight of the company's risk management framework. The Company's risk management policies are established to identify and analyze the risks faced by the company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the company's activities.

The Company's audit committee oversees how management monitors compliance with the company's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the company. The audit committee is assisted in its oversight role by internal audit. Internal audit undertakes both regular and adhoc reviews of risk management controls and procedures, the results of which are reported to the audit committee.

ii) Credit Risk

Credit risk is the risk of financial loss to the company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the company's receivables from customers and loans. The carrying amounts of financial assets represent the maximum credit risk exposure.

Notes to the Financial Statements for the Year Ended 31st March, 2022

iii) Trade receivables

The Company has established a credit policy under which each new customer is analysed individually for creditworthiness before the payment and delivery terms and conditions are offered. The Company's review includes external ratings, if they are available, financial statements, credit agency information, industry information and business intelligence. The Company evaluates the customer credentials carefully from trade sources before appointment of any distributor and only financially sound parties are appointed as distributors. The Company secures adequate deposits from its distributor and hence risk of bad debt is limited. The credit outstanding is sought to be limited to the sum of advances/deposits and credit limit determined by the company.

The following table gives details in respect of percentage of revenues generated from top customer and top five customers:

Particulars	Year ended 31.03.2022	Year ended 31.03.2021
Revenue from top Customer	16%	11%
Revenue from top five Customer	32%	45%

The Company based on internal assessment which is driven by the historical experience/ current facts available in relation to default and delays in collection thereof, the credit risk for trade receivables is considered low. The Company estimates its allowance for trade receivable using lifetime expected credit loss. Individual receivables which are known to be uncollectible are written off by reducing the carrying amount of trade receivable and the amount of the loss is recognised in the Statement of Profit and Loss within other expenses.

Concentration of significant credit risk

The ageing of outstanding balance of receivables having more than 10% concentration of credit is within 30 days, and the transactions with them are at arm's length. There is no risk of credit concentration as far as transactions with them are concerned.

The following table provides information about the exposure to credit risk and expected credit loss for trade receivables :

Particulars	Gross Carrying amount	Loss allowance	Carrying amount
31.03.2022			
Less than 6 months	847.61	-	847.61
More than 6 months	267.48	-	267.48
	1115.09	-	1115.09
31.03.2021			
Less than 6 months	908.89	-	908.89
More than 6 months	242.76	-	242.76
	1151.65	-	1151.65

Notes to the Financial Statements for the Year Ended 31st March, 2022
iv) Cash and cash equivalents

The company holds cash and cash equivalents of ₹ 87.15 lakhs at 31 March 2022 (31 March 2021 : ₹ 76.96 lakhs). The cash and cash equivalents are held with bank and cash on hand.

v) Liquidity Risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial assets. The Company's approach to manage liquidity is to have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed circumstances, without incurring losses or risking damage to the Company's reputation.

Management manages the liquidity risk by monitoring cash flow forecasts on a periodic basis and maturity profiles of financial assets and liabilities. This monitoring takes into account the accessibility of cash and cash equivalents and additional undrawn financing facilities.

The following table provides details regarding the contractual maturities of significant financial liabilities:

Particulars	Less than 1 year	1 to 5 years	More than 5 years	Total
31.03.2022				
Borrowings (including current maturities)	3258.76	775.36	-	4034.12
Trade Payables	384.54	1.42	-	385.96
Other Financial Liabilities	1157.04	1839.05	-	2996.09
	4800.34	2615.83	-	7416.17
31.03.2021				
Borrowings (including current maturities)	689.56	599.27	2607.03	3895.86
Trade Payables	782.34	0.95	-	783.29
Other Financial Liabilities	2216.67	240.44	-	2457.11
	3688.57	840.66	2607.03	7136.26

vi) Market Risk

Market risk is the risk that changes in market prices – such as foreign exchange rates and interest rates – will affect the company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing their return.

vii) Foreign Currency Risk

The company's policy is to ensure that the time gap between executing the transaction for import / export and the date for making payment / receiving payment is restricted to less than a week so that foreign exchange currency risk is mitigated. The carrying amounts of the company's foreign exchange monetary items as at the end of reporting period is nil and previous year was also nil

Notes to the Financial Statements for the Year Ended 31st March, 2022

D. Employee Benefits

a. Assets and liabilities relating to employee benefits

	As at 31 March 2022	As at 31 March 2021
Non-current		
Liability for compensated absences	-	-
Current		
Liability for compensated absences	0.44	0.19
	0.44	0.19
Current		
Gratuity (asset)	5.93	5.52

For details about the related employee benefit expenses, refer to note no. 25.

b. Defined contribution plan

The Company's provident fund scheme and employee's state insurance (ESI) fund scheme are defined contribution plans. The Company has recorded expenses of ₹ 16.86 lakhs (31.03.2021 : ₹ 15.58 lakhs) under provident fund scheme and ₹ 7.42 lakhs (31.03.2021: ₹ 6.32 lakhs) under ESI scheme. These have been included in note 25 employees benefits expenses, in the Statement of Profit and Loss.

c. Defined plan

Gratuity (funded)

The employees' gratuity fund scheme managed by Life Insurance Corporation of India is a defined benefit plan. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The Company made annual contributions to the LIC of India.

The above defined benefit plan exposes the Company to following risks:

Interest rate risk:

The defined benefit obligation calculated uses a discount rate based on government bonds. If bond yields fall, the defined benefit obligation will tend to increase.

Salary inflation risk:

Higher than expected increase in salary will increase the defined benefit obligation.

Demographic risk:

This is the risk of variability of results due to unsystematic nature of decrements that include mortality, withdrawal, disability and retirement. The effect of these decrements on the defined benefit obligation is not straight forward and depends upon the combination of salary increase, discount rate and vesting criteria. It is important not to overstate withdrawals because in the financial analysis the retirement benefit of a short career employee typically costs less per year as compared to a long service employee.

Notes to the Financial Statements for the Year Ended 31st March, 2022

The Company actively monitors how the duration and the expected yield of the investments are matching the expected cash outflows arising from the employee benefit obligations. The Company has not changed the processes used to manage its risks from previous periods. The funds are managed by specialized team of Life Insurance Corporation of India.

Funding

Gratuity is a funded benefit plan for qualifying employees. 35% of the plan assets are managed by LIC and balance managed by the management. The assets managed are highly liquid in nature and the Company does not expect any significant liquidity risks.

The following table sets out the status of the defined benefit plan as required under Ind-AS 19 - Employee Benefits:

Reconciliation of present value of defined benefit obligation

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
Present value of obligation at the beginning of the year	15.71	8.13
Benefits paid Current	-	-
Service cost	7.86	7.36
Interest cost	1.06	0.55
Actuarial losses/(gains)	(3.51)	(0.33)
Present value of obligation at the end of the year	21.13	15.71

Reconciliation of the present value of plan assets

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
Fair value of plan assets at the beginning of the year	5.52	5.16
Contributions	-	-
Interest Income	0.37	0.35
Benefits paid	-	-
Actuarial Gain/(Losses)	0.03	0.02
Fair value of plan assets at the end of the year	5.93	5.53

Expenses recognized in the Statement of Profit and Loss

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
Current service cost	7.86	7.36
Interest cost	1.06	0.55
Interest income	(0.37)	(0.35)
Expenses recognized in profit and loss account	8.55	7.56

Notes to the Financial Statements for the Year Ended 31st March, 2022

Remeasurements recognised in other comprehensive income

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
Actuarial gain/loss on the defined benefit obligation	3.51	0.33
Return on plan assets excluding interest income	0.03	0.02
Amount recognized in other comprehensive income	3.54	0.35

Plan assets

Plan assets of the Company are held as bank balance and under LIC of India.

Actuarial assumptions

Particulars	As at 31 March 2022 (Per Annum)	As at 31 March 2021 (Per Annum)
Economic assumptions	6.00%	6.00%
Discount rate	7.15%	6.80%

Assumptions regarding future mortality are based on Indian Assured Lives Mortality (IALM) (2012-14) rates.

Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below.

PARTICULARS	As at 31 March 2022		As at 31 March 2021	
	Increase	Decrease	Increase	Decrease
Discount rate (0.50% movement)	(4.42)	4.77	(5.31)	5.75
Future salary growth rate (0.50% movement)	4.45	(4.29)	5.64	(5.27)

The above sensitivity analysis are based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same methods (present value of defined benefit obligation calculated with the projected unit credit method at the end of the reporting period) has been applied as when calculating the defined benefit liability recognised in the balance sheet.

The methods and types of assumptions used in preparing the sensitivity analysis did not change compared to the prior period.

Notes to the Financial Statements for the Year Ended 31st March, 2022
Expected benefit payments

Undiscounted amount of expected benefit payments for next 10 years:

Particulars	As at 31 March 2022	As at 31 March 2021
Year 1	0.87	0.11
Year 2	1.72	0.11
Year 3	2.01	0.45
Year 4	2.09	1.53
Year 5	1.84	1.69
Year 6 to 10	9.03	7.29

E. RELATED PARTIES DISCLOSURES
As per Ind AS 24, the disclosure of transactions with the Related Parties are given below :

Related Parties Disclosures:

Holding Company	:	NIL
Subsidiary Company	:	NIL
Key Managerial Personnel	:	Mr. Sandeep Jain (Chairman) Mr. Pradeep Kumar Rajput (Executive Director) Mrs. Shubhi Jain (Non-Executive Director) Mrs. Anju Jain (Non-Executive Director) Mr. Arvind Dixit (CFO) Mr. Shivam Sharma (CS)
Relatives of KMP	:	Mr. Mohit Jain Mrs. Neelam Dixit
Corporate Entities	:	M/s Centurion Industries Private Limited M/s Centurion Rubber M/s Centurion Paper & Board

Managerial Remuneration

 Remuneration paid to Managing Director/Whole Time Director & KMP or their relatives for the year ended 31st March 2022

₹ in Lakhs

Name	Designation	Remuneration
Sandeep Jain	Managing Director	60.00
Mohit Jain	GM-Marketing (Son of Mr. Sandeep Jain)	28.80
Pradeep Kumar Rajput	Whole Time Director	4.81
Shivam Sharma	CS	2.41
Arvind Kumar Dixit	CFO	4.32

Notes to the Financial Statements for the Year Ended 31st March, 2022

Directors Sitting Fees

₹ in Lakhs

Name	Designation	Sitting Fees
Anju Jain	Non-Executive Director	0.24
Shubhi Jain	Non-Executive Director	0.24
Sushil Kumar Tyagi	Independent Director	0.69
Rachit Jain	Independent Director	0.39
Sanjeev Kumar Jain	Independent Director	0.69
Sourabh Mathur	Independent Director	0.39

Unsecured Loans Balance for the year ended 31.03.2022

₹ in Lakhs

Name	Designation	Loan received	Loan Paid	Balance for the year ended 31.03.2022
Sandeep Jain	Managing Director	19.00	101.75	5.65
Anju Jain	Non-Executive Director	32.50	32.86	0.04
Shubhi Jain	Non-Executive Director	11.00	11.50	0.40

Other Related Party Transaction for the year ended 31.03.2022

₹ in Lakhs

S. No.	Name of Related Party	Nature of contract/ arrangement	Value of Transaction	Balance due/ (Recoverable) as on 31.03.2022
1.	Neelam Dixit	Supplier of waste paper (indigenous) Repayment of outstanding balance	79.92	Nil
2.	Centurion Industries Private Limited	Sale of Electricity	79.34	(53.67)
3.	Centurion Rubber	Sale of Electricity	71.73	(10.42)
4.	Anju Jain	Rent Paid	18.00	(1.40)

F. Additional disclosure/regulatory Information as required by notification no. GSR 207(E) dated 24.03.2021 which are not covered in any of the notes above :

(i) Loan or advances granted to the promoters, directors and KMPs and the related parties:

No loan or advances in the nature of loans have been granted to the promoters, directors, key managerial persons and the related parties (as defined under the Companies Act, 2013), either severally or jointly with any other person that are:

- repayable on demand or
- without specifying any terms or period of repayment

(ii) No proceedings have been initiated or pending against the company for holding any benami property under benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder.

Notes to the Financial Statements for the Year Ended 31st March, 2022
(iii) Reconciliation of quarterly statement of current assets filed with banks or financial statements

The quarterly statement of current assets filed, during the year, with banks are in agreement with books of accounts.

(iv) Willful Defaulter

No bank has declared the company as “willful defaulter”.

(v) Relationship with Struck off Companies:

There are no transaction with the companies whose name is struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956 during the year ended 31 March 2022 and the year ended 31 March 2021.

(vi) Registration of charges or satisfaction with Registrar of Companies:

All applicable cases where registration of charges or satisfaction is required with Registrar of Companies have been done.

No registration or satisfaction is pending at end of financial year 2021-2022.

(vii) Compliance with number of layers of companies

No layers of companies has been established beyond the limit prescribed as per above said section/ rules.

(viii) Compliance with approved Scheme(s) of Arrangements

No scheme of arrangements has been approved by the competent authority in terms of Section 230 to 237 of the Companies Act, 2013.

(ix) Utilisation of Borrowed funds and share premium:

Particulars	Description
No funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;	No such transaction has taken place during the year
No funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.	No such transaction has taken place during the year

Notes to the Financial Statements for the Year Ended 31st March, 2022

(x) Undisclosed income

There is no such income which has not been disclosed in the books of accounts. No such income is surrendered or disclosed as income during the year in the tax assessments under Income Tax Act, 1961.

(xi) Details of Crypto Currency or Virtual Currency

Particulars	31 March 2022	31 March 2021
Profit or loss on transactions involving Crypto currency or Virtual Currency	No Such Transaction during the year	No Such Transaction during the year
Amount of currency held as at the reporting date	No Such Transaction during the year	No Such Transaction during the year
Deposits or advances from any person for the purpose of trading or investing in Crypto Currency / virtual currency	No Such Transaction during the year	No Such Transaction during the year

(xii) Utilization of Borrowings

The company has utilized the borrowings from banks and financial institutions for the purpose for which they were taken.

xiii) Key Financial Ratios

Ratios	Numerator	Denominator	FY 2021-22	FY 2020-21	%age Change	Reason for Change
Current Ratio (in times)	Current Assets	Current Liabilities	1.02	0.75	35.64	Current assets have increased pursuant to increase in turnover but current liability have not increased
Debt Equity Ratio (in times)	Total Debt	Shareholder's Equity	1.22	1.25	-2.66	Loss in previous year
Debt service coverage ratio (in times)	Earnings for debt service = Net profit after taxes + Non-cash operating exp. + Finance Cost	Debt service = Interest & Lease Payments + Principal Repayments	0.53	-0.08	-761.59	Loss in previous year
Return on Net Worth (%age)	Net Profits after taxes – Preference Dividend	Average Shareholder's Equity	6.10	-5.34	-214.20	Loss in previous year
Inventory Turnover (in times)	Cost of goods sold	Average Inventory	6.43	4.49	43.22	Increase due to faster churning of inventory
Debtors Turnover (in times)	Net credit sales = Gross credit sales - sales return	Average Trade Receivable	12.42	6.99	77.76	Improvement in sales
Trade payables Turnover (in times)	Net credit purchases = Gross credit purchases - purchase return	Average Trade Payables	24.15	10.64	126.97	Rationalisation of trade payables for better purchase efficiency

Notes to the Financial Statements for the Year Ended 31st March, 2022

Ratios	Numerator	Denominator	FY 2021-22	FY 2020-21	%age Change	Reason for Change
Net capital turnover (in times)	Net sales = Total sales - sales return	Working capital = Current assets – Current liabilities	129.40	-5.71	-2366.17	Improvement in sales and current ratio
Net Profit Margin (%age)	Net Profit	Net sales = Total sales - sales return	1.39	-23.69	-105.88	Loss in previous year
Return on capital employed (%age)	Earnings before interest and taxes	Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability	4.37	-1.19	-467.08	Loss in previous year
Return on Investment	Net return on investment	Cost of investment	N/A	N/A	N/A	-

- G.** The outbreak of Coronavirus (Covid-19) globally and in India has impacted business and economic activities in general. The Company's sale during the year ended March 2021 was impacted significantly by the pandemic and consequently capacity utilization of the plant was lower and is gradually moving towards normal capacity. As regards the recoverability of assets, the Company expects to fully recover the carrying amounts of the assets. The Company is closely monitoring any material changes to future economic conditions.
- H.** The previous year figures are regrouped / reclassified wherever required to make them comparable to current year figures.

As per our report of even date attached

For **Anil Sood & Associates**
Chartered Accountants
Registration No.: 004985N

Sd/-
Anil Sood
(Partner)
Membership No.: 083939

Place : New Delhi
Date : 30th May, 2022

For and on behalf of the Board of Directors

Sd/-
Sandeep Jain
(Managing Director)

Sd/-
Anju Jain
(Director)

Sd/-
Shivam Sharma
(Company Secretary)

Sd/-
A.K.Dixit
(Chief Financial Officer)