

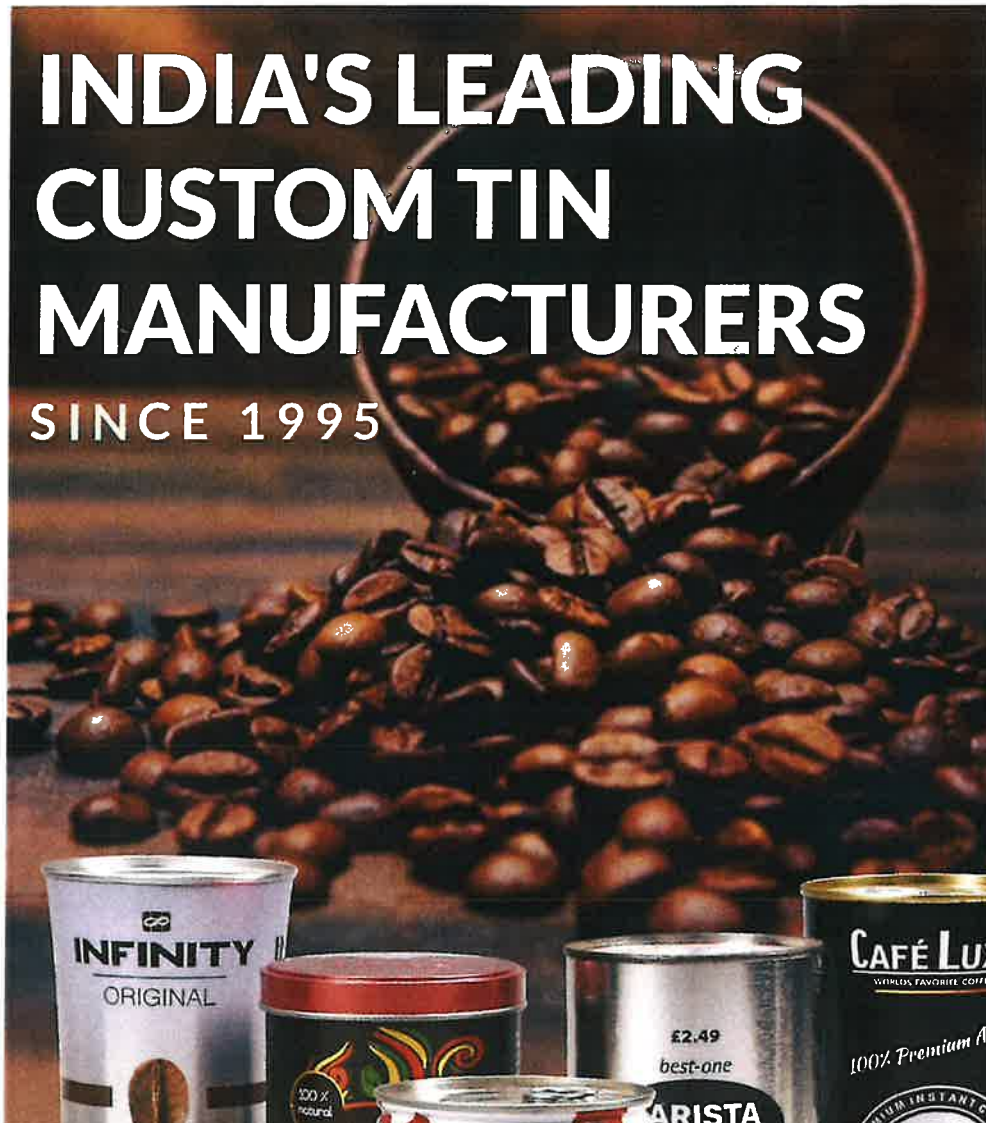


AJ PACKAGING LIMITED

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SINCE 1995

28th ANNUAL REPORT 2022-23



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A J PACKAGING LIMITED

BOARD OF DIRECTORS

Shri Ajay Agarwal
Shri Nitin Agarwal
Shri Theegala Venkateswar Rao
Shri Chennaiah Athota (w.e.f. 01.04.2023)

STATUTORY AUDITORS

M/s Humayun & Co.,
Chartered Accountants
1-10-11/1,402 Gokul Apts,
St. No.4, Ashok Nagar,
Hyderabad - 500020, Telangana

COST AUDITORS

M/s Jithendra Kumar & Co.,
Cost Accountants
Hyderabad, Telangana

BANKERS

DBS BANK INDIA LIMITED
Rajbhavan Road, Hyderabad

STANDARD CHARTERED BANK
Rajbhavan Road, Hyderabad

ICICI BANK LIMITED
Gachibowli, Hyderabad

YES Bank LIMITED
Begumpet, Secunderabad

REGISTERED OFFICE

Plot No.120,
CIE, Gandhinagar, Hyderabad.
040 - 2308 6604, 2317 6031
mail@ajpack.net , accounts@ajpack.net
Website: <http://www.ajpack.net>

CITY OFFICE

Plot No.341 / A,
Road No.23 / A, Jubilee Hills,
Hyderabad.



NOTICE TO SHAREHOLDERS



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AJ Packaging Limited

Regd. Office: Plot No. 120, CIE, Gandhi Nagar, Balanagar, Hyderabad - 500037, Telangana.

CIN: U74999TG1995PLC020965

NOTICE

Notice is hereby given that the 28th Annual General Meeting of the members of A J Packaging Limited (CIN: U74999TG1995PLC020965), will be held on Saturday, the 30th day of September, 2023 at 11:00 AM at the Registered Office of the Company situated at Plot No. 120, CIE, Gandhinagar, Balanagar, Hyderabad-500037, Telangana to transact the following business:

ORDINARY BUSINESS:

1. To Receive, Consider and Adopt the Audited Balance Sheet as on 31 March, 2023, the Statement of Profit and Loss for the year ended 31 March, 2023 along with the Cash Flow Statement including the consolidated financial statements and notes forming part of accounts together with the Reports of Auditors' and Directors' thereon.
2. To declare dividend @ ₹ 0.50 per share on Equity shares for the year ended 31st March 2023.
3. To appoint a director in place of Shri. Nitin Agarwal, who retires by rotation and being eligible, offers himself for re-appointment.
4. **Appointment of Statutory Auditors:**

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

"RESOLVED THAT pursuant to sections 139 and all other applicable provisions, if any, of the Companies Act, 2013 (the "Act") and the rules made thereunder, the company hereby appoint M/s. Chowdary & Rao. Chartered Accountants, Firm Regn.No.000656S, Hyderabad, be and hereby appointed as statutory auditors of the company for a period of 5 years and shall hold the office from the conclusion of this Annual General Meeting till conclusion of Annual General Meeting to be held in FY 2027-28 at a remuneration as may be decided by the board plus applicable taxes in addition to reimbursement of all out-of-pocket expenses."

SPECIAL BUSINESS:

5. Appointment of Mr. Chennaiah Athota (DIN 08577409) as an Independent Director of the Company

To consider, if thought fit pass the following resolution with or without modification as Ordinary resolution:

"RESOLVED THAT pursuant to the provisions of Sections 149, 152 and other applicable provisions, if any, of the Companies Act, 2013 ("Act") and the rules framed thereunder, read with Schedule IV to the Act as amended from time to time, Mr. Chennaiah Athota (DIN 08577409) who has been appointed as an Additional Director of the Company w.e.f. 01/04/2023 by the Board of Directors in terms of section 161 of the Act and who holds office till the date of this Annual General Meeting, be and is hereby appointed as an Independent Director of the Company, not liable to retire by rotation, to hold office for a term of 5 (five) consecutive years i.e., upto to the 33rd Annual General Meeting of the Company to be held in the calendar year 2028."

FURTHER RESOLVED THAT Directors of the Company be and are hereby severally authorized to file necessary forms with the Registrar of Companies, Telangana and to do all such acts, deeds and things to give effect to the aforesaid resolution".



6. Appointment

of Mr. Theegala Venkateswara Rao (DIN 00008136) as an Independent Director of the Company

To consider, if thought fit pass the following resolution with or without modification as Ordinary resolution:

RESOLVED THAT pursuant to the provisions of Sections 149, 152 and other applicable provisions, if any, of the Companies Act, 2013 ("Act") and the rules framed thereunder, read with Schedule IV to the Act as amended from time to time, Mr. Theegala Venkateswara Rao (DIN 00008136) who has been associated with the Company as a Director, be and is hereby appointed as an Independent Director of the Company, not liable to retire by rotation, to hold office upto to the 30th Annual General Meeting of the Company to be held in the calendar year 2025."

FURTHER RESOLVED THAT Directors of the Company be and are hereby severally authorized to file necessary forms with the Registrar of Companies, Telangana and to do all such acts, deeds and things to give effect to the aforesaid resolution.

7. Approval for Related Party Transactions

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 188 of the Companies Act, 2013 ("Act") and other applicable provisions, if any, read with Rule 15 of the Companies (Meetings of Board and its Powers) Rules, 2014, as amended till date, approval of Shareholders be and is hereby accorded to the Board of Directors of the Company to enter into contract(s)/ arrangement(s)/ transaction(s) with A J Cans Private Limited, a related party within the meaning of Section 2(76) of the Act, with respect to sale, purchase or supply of goods or materials, leasing of property of any kind, availing or rendering of any services or any other transactions of whatever nature, notwithstanding that such transactions may exceed 10% of the consolidated turnover of the Company in any financial year or such other threshold limits as may be specified from time to time, up to a maximum aggregate value of Rs.75 crores each for the financial years 2022-23 and 2023-24, on such terms and conditions as the Board of Directors may deem fit, in the normal course of business and on arm's length basis.

FURTHER RESOLVED THAT Directors of the Company be and are hereby severally authorized to file necessary forms with the Registrar of Companies, Telangana and to do all such acts, deeds and things to give effect to the aforesaid resolution.

BY THE ORDER OF THE BOARD

A J Packaging Limited

Place: Hyderabad
Date: 14.08.2023


Ajay Agarwal
Director
DIN: 01030320




Nitin Agarwal
Managing Director
DIN: 06381755

Notes:

1. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself/herself and the proxy need not be a member of the company.
2. The instrument of proxy in order to be affective must be deposited at the registered office of the company not less than 48 hours before the meeting.
3. Explanatory Statement pursuant to Section 102 of the Companies Act 2013 which sets out details relating to Special business at the meeting is annexed hereto.



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

Item No. 5

Mr. Chennaiah Athota was appointed as Additional Director of the Company by the Board of Directors w.e.f 01/04/2023. In terms of Section 161(1) of the Companies Act, 2013, they hold office upto the date of next Annual General Meeting.

As per section 149(10) of the Act, an Independent Director shall hold office for a term upto five years on the Board of a Company. The Board of Directors propose his appointment as Independent Director of the Company to hold office for another 5 (five) i.e., upto to the conclusion of the 33rd Annual General Meeting of the Company to be held in the calendar year 2028. The Company has received declaration from him to the effect that he meets the criteria of independence as provided in Section 149(6) of the Act and Rules framed there under

A brief justification for his appointment as Independent Director on the Board of the Company is as under

Mr. Chennaiah Athota, aged about 62 years and is a Chartered Accountant by profession. Mr. Chennaiah Athota has an expertise in the field of Finance, Auditing, Taxation and Valuation and he has got around two decades of experience in the said fields. He does not hold any shares in the Company. He holds directorships as Director in the two other companies viz. i.) Brahmani Infratech Private Limited (U40109TG1999PTC032289), ii.) Nava Bharat Projects Limited (U70102TG2007PLC052362).

The terms and conditions of approval for appointment of his directorship shall be open for inspection by the Members at the Registered Office of the Company during normal business hours on any working day.

The Board considers that his appointment would be of benefit to the Company and it is desirable to avail his services as Independent Director. Accordingly, the Board recommends the resolution in relation to his appointment as Independent Director, for the approval by the shareholders.

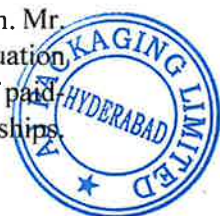
Except Mr. Chennaiah Athota, being appointee, none of the other Directors or Key Managerial Personnel of the Company or their relatives is in any way, concerned or interested, financially or otherwise, in this resolution.

Item No. 6

Mr. Theegala Venkateswar Rao was associated as the Director of the Company since 1995. He was appointed as Independent Director of the company in 2020. As per section 149(10) of the Act, an Independent Director shall hold office for a term upto five years on the Board a Company. The Board of Directors propose his continuation as Independent Director of the Company to hold office for next 3 (Three) years i.e., upto to the conclusion of the 30th Annual General Meeting of the Company to be held in the calendar year 2025. The Company has received declaration from him to the effect that he meets the criteria of independence as provided in Section 149(6) of the Act and Rules framed there under.

A brief justification for his appointment as Independent Director on the Board of the Company is as under:

Mr. Theegala Venkateswar Rao, aged about 63 years and is a Chartered Accountant by profession. Mr. Theegala Venkateswar Rao has an expertise in the field of Finance, Auditing, Taxation and Valuation and he has got around 25 years of experience in the said fields. He holds 39,000 shares (0.81% of paid up share capital of the company) of face value of Rs. 10/- each. He does not hold any other directorships.



The terms & conditions of approval for appointment of his directorship shall be open for inspection by the Members at the Registered Office of the Company during normal business hours on any working day.

The Board considers that his association would be of benefit to the Company and it is desirable to avail his services as Independent Director. Accordingly, the Board recommends the resolution relation to his appointment as Independent Director, for the approval by the shareholders.

Except Mr. Theegala Venkateswar Rao, being appointee, none of the other Directors ey Managerial Personnel of the Company or their relatives is in any way, concerned or interested, financially or otherwise, in this resolution.

Item No. 7

Pursuant to the provisions of Section 188 of the Companies Act, 2013 read with the Companies (Meeting of Board and its Powers) Rules, 2014, the Related Party Transactions ("RPTs") as mentioned in clause (a) to (g) of the said section require a Company to obtain approval of the Board of Directors and subsequently the Shareholders of the Company by way of an ordinary resolution in case the value of the Related Party Transactions exceeds the stipulated thresholds prescribed in Rule 15 of the said Rules and transactions other than in ordinary course of business and on arm's length basis.

Accordingly, the related party transactions as recommended by the Audit Committee and approved by the Board of Directors are hereby placed before the shareholders for their approval by way of Ordinary Resolution to enable the Company to enter into the Related Party Transactions in one or more tranches, during financial year 2022-23 and 2023-24 and the period from the date of this Annual General Meeting to till the date of next Annual General Meeting, which shall not be more than fifteen months. The approval by the shareholders' is without prejudice to the need for the Audit Committee to approve, authorize and review transactions on a financial year basis. The transactions under consideration, are proposed to be entered into by the Company with A J Cans Private Limited is in the ordinary course of business and at arms' length basis.

Hence, approval of the shareholders is being sought for the said Related Party Transaction(s). Pursuant to Rule 15 of Companies (Meetings of Board and its Powers) Rules, 2014, the particulars of transactions to be entered into by the Company with related parties are as under:

S.No	Particulars	Remarks
1	Name of the Related Party	AJ Cans Private Limited
2	Name of the Director or KMP who is related	Mr. Ajay Agarwal Mr. Nitin Agarwal
3	Nature of Relationship	Entity forming part of the same Group and having common control
4	Nature, material terms, monetary value and particulars of the contract or arrangement	Contract for purchase / sale of tin plate sheets / cans. Monetary value of proposed transaction(s) during financial year is expected to be Rs. 75 crores
5	Any other information relevant or important for the members to take a decision on the proposed resolution	Raw material/finished products available with related party in-house and of desired quality at market price



Except Mr. Ajay Agarwal and Mr. Nitin Agarwal, and their respective relatives, none of the other Directors, Key Managerial Personnel or their respective relatives in any way, financially or otherwise, concerned or interested in the said resolution.

BY THE ORDER OF THE BOARD

A J Packaging Limited

**Place: Hyderabad
Date: 14.08.2023**


Ajay Agarwal
Director
DIN: 01030320




Nitin Agarwal
Managing Director
DIN: 06381755



AJ Packaging Limited

Regd. Office: Plot No. 120, CIE, Gandhi Nagar, Balanagar, Hyderabad - 500037, Telangana.

CIN: U74999TG1995PLC020965

CORRIGENDUM TO NOTICE OF 28TH ANNUAL GENERAL MEETING

This Corrigendum is being issued in continuation of Notice dated 14th August, 2023 convening the 28th Annual General Meeting of A J PACKAGING LIMITED to be held on Saturday, 30th day of September, 2023 at 11 A.M. at the Registered Office of the Company at PLOT NO. 120, CIE, Gandhinagar, Balanagar, Hyderabad- 500037.

Members are requested to note the Item No. 8 along with explanatory statement attached thereto as under and a Corrigendum to Notice of 28th Annual General Meeting shall be sent to all the shareholders to whom the notice of 28th Annual General Meeting has been sent. All the content/ information mentioned in the AGM Notice shall remain unchanged except Item No.8. The AGM Notice should be read in continuation of and in conjunction with this corrigendum.

ITEM NO. 08 To ratify the Remuneration of the Cost Auditors for the Financial Year Ending March 31, 2023 & March 31, 2024

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

“RESOLVED THAT pursuant to the provisions of Section 148 and all other applicable provisions of the Companies Act, 2014 and the Companies (Audit and Auditors) Rules, 2015 (including any statutory modification(s) or re-enactment thereof, for the time being in force), M/s Jithendra Kumar & Co., Cost Accountants (FRN. 103347) appointed by the Board of Directors of the Company, to conduct the audit of the cost records of the Company for the financial year ending March 31, 2023 & March 31, 2024 at a remuneration of Rs. 1,00,000/- (Rupees One Lakh only) for each financial year plus GST as applicable be and is hereby ratified.

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

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

Item No. 8

The Board has approved the appointment of M/s Jithendra Kumar & Co., Cost Accountants (FRN. 103347) as the Cost Auditors to conduct the audit of the Cost records of the Company for the financial year ending 31st March 2023 & 31st March 2024 at a remuneration as mentioned out in the resolution In accordance with the provisions of section 148 of the Act read with the Companies (Audit and Auditors) Rules 2014, the remuneration payable to the Cost Auditors has to be ratified by the shareholders of the Company.

Accordingly, the consent of the members is sought for passing an Ordinary Resolution as set out at Item no.8 of the Notice for ratification of the remuneration payable to the Cost Auditors.

The Board commends the Ordinary Resolution set out at Item No. 8 of the Notice for approval by the shareholders.

None of the Directors or Key Managerial Personnel of the Company or their relatives is concerned or interested in the Resolution.

BY THE ORDER OF THE BOARD

For A J Packaging Limited

Nitin Agarwal

Managing Director

DIN: 06381755



Place: Hyderabad

Date: 14.08.2023

Works: Plot No. 120 & 129, CIE, Gandhi Nagar, Balanagar, Hyderabad - 500037.

Phone No. 040-23176031, 23086604, Mobile: +91 79937 62123, Email: mail@ajpack.net, accounts@ajpack.net



DIRECTOR'S REPORT



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DIRECTORS' REPORT

To
The Shareholders of
A J Packaging Limited

Your Directors have the pleasure in presenting the 28th Annual Report on the business and operations of the Company together with Audited Financial Statements for the period ended 31st March, 2023.

FINANCIAL RESULTS

The performance during the year has been as under:

Particulars	(₹ in Lakhs)			
	Year ended 31.03.2023 (Standalone)	Year ended 31.03.2022 (Standalone)	Year ended 31.03.2023 (Consolidated)	Year ended 31.03.2022 (Consolidated)
Net Revenue from Operations	18,258.85	15,454.99	18,258.85	15,454.99
Profit before Depreciation, Interest and Tax	1,468.44	1,252.72	1,465.07	1,249.01
Depreciation	364.22	298.76	364.22	298.76
Interest	778.33	641.95	778.33	641.95
Profit/ (Loss) before Tax	325.89	312.01	322.52	308.30
Tax Expense for Current year	55.00	50.00	55.00	50.00
Deferred Tax	10.00	10.00	10.00	10.00
Profit after Tax	260.89	252.01	257.52	248.30
Profit/ (Loss) from Associate Company	-	-	11.89	7.35
Profit/ (Loss) for the Year	260.89	252.01	269.41	255.65

NATURE OF BUSINESS

A J Packaging limited is one of the leading manufacturers of high-quality metal tins which finds application as packaging material for the user industries viz. oral care products, cosmetics, tooth powder, confectionery and biscuits, coconut oil and paint companies.

OPERATIONS

Standalone:

During the year your company earned a Gross Total Revenue from Operations of Rs. 21,545.44 Lakhs against previous year of Rs. 18,236.89 Lakhs.

The Net Revenue from Operations for the year is Rs. 18,258.85 Lakhs as compared to the previous year of Rs. 15,454.99 Lakhs achieving an increase by 18.14%. The company earned a Net Profit of Rs. 260.89 Lakhs as against previous year of Rs. 252.01 Lakhs.



Consolidation:

Total Income on a Consolidated Basis amounted to Rs. 18,309.29 Lakhs against the previous year of Rs. 15,481.24 Lakhs. Your company earned a Net Profit of Rs. 269.41 Lakhs as against previous year of Rs. 255.65 Lakhs.

Dividend

Your directors are pleased to recommend a dividend of Rs. 0.50 per share on Equity Capital of the company as on 31-03-2023, subject to the approval of shareholders at the ensuing Annual General Meeting. The Dividend if approved, will involve an outflow of Rs. 24.18 Lakhs.

Capital Expenditure

During the year under review, your Company has incurred Capital Expenditure of Rs. 1,180.25 Lakhs. This amount has primarily been used for acquisition of Plant & Machinery to support the requirement for manufacture of various sizes and shapes of Cans to cater the requirements of various industries viz, Confectionery, Coffee, Biscuits, Ghee, Paints and Oils.

Business Prospects and Future Outlook

Metal packaging caters to a wide range of food, beverage and non-food products in India, where the integrity, durability, shelf life and visual appeal, take priority over others. Metal Packaging divided into tin plate and aluminum packaging. The tinplate packaging industry offers packaging solutions to the OTS cans general life cans, food cans, non-foods cans and battery jackets.

The Metal packaging market is expected record a CAGR over 4% over the forecast period 2019-2024. Metals have the highest recycling rate in comparison to other competitive packaging solutions such as Plastic and other flexible packaging. In addition, growth in demand for food, owing to increase in population and rise in beverage consumption has accelerated the demand for metal cans in food and beverage industry.

Transfer to Reserves

During the period under review, your Company has transferred an amount of Net Profit of Rs.260.89 Lakhs to the Surplus in Profit & Loss account of Reserves & Surplus.

Deposits

The Company has not invited/ accepted any deposits from the public, during the year under review.

Board of Directors

In terms of the provisions of Section 152 of the Companies Act, 2013, Mr. Nitin Agarwal would retire at the ensuing Annual General Meeting. He, being eligible offers himself for re-appointment. Your Board of Directors recommends his re-appointment.

There was no change in the composition of Board of Directors. Shri. Nitin Agarwal, Shri. Theegala Venkateswar Rao and Shri. Ajay Agarwal continues to be the Directors of the Company during the year under review.



Mr. Chennaiah Athota was appointed as an Additional Director of the Company w.e.f. 01/04/2023 by the Board of Directors in terms of section 161 of the Act and who holds office till the date of this Annual General Meeting. Your Board of Directors recommends his appointment as Independent Director for your approval.

The Board confirms that none of the Directors of the Company is disqualified from being appointed as Director in terms of sub-section (2) of Section 164 of the Companies Act, 2013 and necessary declarations have been obtained from all the Directors in this regard.

Number of Board Meetings

During the year under review, a total number of Fourteen (14) Board Meeting were held on 20.04.2022, 23.05.2022, 09.06.2022, 20.06.2022, 19.07.2022, 05.08.2022, 09.08.2022, 19.08.2022, 29.08.2022, 16.11.2022, 11.01.2023, 10.02.2023, 03.03.2023 and 24.03.2023. In respect of each meeting proper notices were given, the proceedings were properly recorded and signed in minute's book maintained for the purpose. The maximum time gap between any two Board meetings did not exceed 120 days.

The details of attendance of the Directors are as under:

Name	No. of Board Meetings during the year 2022-23		Whether attended last AGM held on 30 th September, 2022
	Held	Attended	
Shri. Ajay Agarwal	14	14	Yes
Shri. Nitin Agarwal	14	14	Yes
Shri. T. Venkateswar Rao	14	14	Yes

Director's Responsibility Statement

In accordance with clause (c) of sub-section 3 of section 134 of the Companies Act, 2013, the directors of the company state:

- a) That in the preparation of the accounts for the financial year ended 31st March, 2023 the applicable Accounting Standards have been followed along with proper explanation relating to material departures.
- b) That the Directors have selected such accounting policies and applied them consistently and made judgments and estimate that were reasonable and prudent so as to give true and fair view of the state of affairs of the company at the end of the financial year and the profit of the company for the year under review.
- c) That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d) That the Directors have prepared the accounts for the financial year ended 31st March, 2023 on a going concern basis.



e) That the Directors have devised proper systems to ensure Compliance with the provisions of all applicable laws, and that such systems were adequate and operating effectively.

Auditors

M/s. HUMAYUN & Co, Chartered Accountants, Firm Regn. No. 023315S, Hyderabad, were appointed as statutory auditors of the Company in 27th AGM held on 30/09/2022 to hold office upto AGM to be held for FY 2026-27. Consequent to triggering of section 139(2) of the Companies Act, 2013 and rules made thereunder (i.e., having public borrowings from financial institutions or banks of rupees fifty crores or more), and pursuant to the said provisions M/s. HUMAYUN & Co cannot continue as auditors of the Company.

Hence, the Board recommends for appointment of M/s. CHOWDARY & RAO, Chartered Accountants, Firm Regn. No. 000656S, Hyderabad, as statutory auditors of the Company to hold office from the conclusion of the ensuing Annual General meeting till conclusion of Annual General Meeting held in 2027-28.

Audit Observations

The Auditors' Report to the shareholders for the year under review does not contain any qualifications.

Particulars of Employees

No employee in the organization was in receipt of remuneration which requires disclosure under section 197 of the Companies Act, 2013 read with Rule 5 of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

Conservation of Energy, Technology Absorption

Particulars pursuant to the provisions of section 134 of Companies Act, 2013 read with Rule 8 of Companies (Accounts) Rules, 2014 are given in the **Annexure - A** to this Report.

Foreign Exchange Earnings and Outgo

The details foreign exchange earnings and outgo is as follows:

Particulars	2022-23 (₹)	2021-22 (₹)
Foreign Exchange Earnings	NIL	NIL
Foreign Exchange outgo		
Capital Goods	1,93,49,512	2,79,80,786
Raw Material	45,57,987	5,66,35,232
Foreign Travel	73,24,513	10,31,919

Risk Management Policy

As the Board is of the view that the risks to the Company are very minimal, the Company has not framed Risk Management Policy.



Extract of Annual Return

An Extract of Annual Return prepared in accordance with section 92(3) of the Companies Act, 2013 in Form MGT-9 is annexed as **Annexure - B** to this Report.

Change in Share Capital

During the period under review, there was no change in the Authorized Share Capital and Paid-up share capital of the Company.

Information about Subsidiary / Joint Ventures / Associate Companies

The Company does not have Subsidiary / Joint Venture Companies. The Company is having one Associate Company i.e., A J Cans Private Limited.

Composition of Audit Committee

The Audit Committee of the Company was constituted in line with the provisions of Section 177 of the Companies Act, 2013.

The Audit Committee is comprising of Mr. Theegala Venkateswar Rao, Independent Director as the Chairman, Shri. Ajay Agarwal, Director and Shri. Nitin Agarwal, Managing Director as the members of the committee. During the year 2022-23 the Audit Committee met Two (2) times on 20.04.2022 and 05.08.2022. All the members were present at the meetings.

The Audit Committee is reconstituted on 01/04/2023 comprising of Mr. Theegala Venkateswar Rao, Independent Director as the Chairman, Shri. Ajay Agarwal, Director Shri. Chennaiah Athota, Independent Director as the members of the committee.

Related Party Transactions

All Related Party Transactions are entered on "Arm's Length Basis" in the ordinary course of business and are in Compliance of the Companies Act, 2013. Transactions with related parties entered by the Company in the normal course of business are periodically placed before the Board and the particulars of contracts entered during the year as per Form AOC - 2 are enclosed as **Annexure -C**.

There are no materially significant Related Party Transactions made by the Company with Promoters, Directors or Key Managerial Personnel etc. which may have potential conflict with the interest of the Company at large.

Loans/ Guarantees/ Investments under section 186 of the Companies Act, 2013

No Loans/ Guarantees/ under section 186 of the Companies Act, 2013 have been made during the year. Our Company had Investments in the Equity Shares of A J Cans Private Limited. Details of the same are given in Notes to accounts.

Statutory Compliance

The Company has complied with the concerned provisions related to statutory compliance with regard to the affairs of the Company in all respects.



Significant and Material orders passed by the Regulators or Courts or Tribunals impacting the going concern status And Company's operations in future

No significant and material orders were passed by the Courts, Tribunals or Regulators which would affect the going concern status or the future operation of the Company during the year.

Whistle Blower Policy

The Company has in place a Whistle Blower Policy for Vigil Mechanism for Directors and Employees to report to the Management about unethical behavior, fraud, and violation of Company's Code of Conduct. None of the personnel has been denied access to the Audit Committee.

Nomination and Remuneration Policy

The Company follows a policy on remuneration of Directors and Senior Management Employees. The policy is approved by the Nomination and Remuneration Committee and the Board. The Company while deciding the remuneration package of the management takes into consideration the employment scenario, remuneration package of the industry, financial performance of the Company and talents of the appointee. The Executive Directors and Non-Independent Directors of the Company are not entitled to sitting fees.

Details of remuneration paid to the Executive Directors:

Name	Designation	Salary & Commission (₹)	Perquisites (Contribution to P.F) (₹)	Total (₹)
Shri. Nitin Agarwal	Managing Director	36,00,000	0	36,00,000

Payment of sitting fee:

During the year under review, our company has not paid any amount of sitting fee to its directors for attending the Board Meetings.

Disclosure under the Sexual Harassment of women at workplace (Prevention, Prohibition and Redressal) Act, 2013

The Company has in place an Anti-Sexual Harassment Policy in line with the requirements of the Sexual Harassment of Women at workplace (Prevention, Prohibition and Redressal) Act, 2013. All employees (permanent, contractual, temporary and trainee) are covered under the Policy. The following is a summary of sexual harassment complaints received and disposed off during each year:

No. of Complaints Received	NIL
No. of Complaints Disposed off	NIL



Events subsequent to the date of Financial Statements

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this Financial Statements relate and the date of this Report.

Corporate Social Responsibility

During the year under review, the provisions of Sec 135 of Companies Act, 2013 are not applicable to our company.

Internal controls and systems

The company has an internal control system, commensurate with size, scale and complexity of its operations.

Cost Audit

As per the requirement of the Central Government and pursuant to the provisions of Section 148 of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Rules, 2014 as amended from time to time, Cost Audit is applicable to our company from the financial year 2021-22. The Board of Directors, has appointed M/s Jithendra Kumar & Co., Cost Auditors to audit the cost accounts of the Company for the financial year 2022-23.

Transfer of unclaimed dividend to investor education and protection fund

Pursuant to the provisions of Section 124(6) of the Companies Act, 2013 read with IEPF Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 which came into force from September 7, 2016, all equity shares in respect of which dividend has not been paid or claimed by the Member(s) for seven consecutive years or more are required to be transferred to the IEPF Authority, a Fund constituted by the Government of India under Section 125 of the Companies Act, 2013. As per the provisions of section 125(2) of the Companies Act, 2013, there was no unclaimed dividend for a period of more than Seven years to be transferred to IEPF Authority.

Details of application made or proceeding pending under Insolvency and Bankruptcy Code, 2016:

During the year under review, there were no applications made or proceeding pending in the name of Company under IBC, 2016.

Details of difference between valuation amount on valuation and one-time settlement (OTS) while availing loan from Banks or Financial Institutions

During the year under review, there were no one time settlement of loans availed from Banks or Financial Institutions.

Human Resource

Your Company considers its Human Resource as the key to achieve its objectives. Keeping this in view, your Company takes utmost care to attract and retain quality employees. The employees are sufficiently empowered and such work environment propels them to achieve higher levels of performance. The unflinching commitment of employees is the driving force behind the Company's vision. Your Company appreciates the spirit of its dedicated employees.



Acknowledgements

Your Directors wish to express their appreciation for the co-operation and continued support received from the Industrial Development Bank of India and the Company's Bankers. Our Directors also take this opportunity to place on record their appreciation for the dedicated service rendered by the executives, managers, officers, employees and workers for the dedication and sense of commitment shown by the employees at all levels and their contribution towards the performance of the company.

For and on behalf of the Board of Directors

Place: Hyderabad
Date: 14.08.2023


Ajay Agarwal
Director
DIN: 01030320


Nitin Agarwal
Managing Director
DIN: 06381755



ANNEXURE - A

Conservation of energy, technology absorption, foreign exchange earnings and outgo
(Pursuant to section 134(3) of the companies Act, 2013)

A. Conservation of Energy:

LED Lights have been replaced with ordinary tube lights, Turbo wind ventilators have been installed in place of exhausts fans which reduces heat, smoke, fumes, humidity in working area and also saves energy consumption

B. TECHNOLOGY ABSORPTION

The company has state-of-the art printing machines and welding machines for producing high quality products.

C. RESEARCH AND DEVELOPMENTS the Company has carried out R & D activates for better quality, productivity improvements, reduced wastage. The company has developed various classic and innovative shaped cans. Which gives more value additions as against to additional round and rectangular shapes.

D. Foreign Exchange Earnings and Outgo:	Amount in Rs.	Amount Rs (Rs in lakhs)
	2022-23	2021-22
Earnings	NIL	NIL
Outgo	3,12,32,012	8,56,47,937

For and on behalf of the Board of Directors

**Place: Hyderabad
Date: 14.08.2023**


**Ajay Agarwal
Director
DIN: 01030320**


**Nitin Agarwal
Managing Director
DIN: 06381755**



FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN
As on financial year ended on 31-03-2022
Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company
(Management & Administration) Rules, 2014

I. REGISTRATION & OTHER DETAILS:

1.	CIN	U74999TG1995PLC020965
2.	Registration Date	06/07/1995
3.	Name of the Company	A J PACKAGING LIMITED
4.	Category/Sub-category of the Company	Company Having Share Capital Non-Government Company
5.	Address of the Registered office & contact details	Plot No.120 CIE, Gandhinagar, Balanagar, Hyderabad - 500037, Telangana. Ph No.: 040 - 23086604; Email: accounts@ajpack.net
6.	Whether Listed Company	NO
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	NA

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the Company
1	Sale of metal tins for packaging requirements	7310	100

III. PARTICULARS OF HOLDING, SUBSIDIARY & ASSOCIATE COMPANIES:

Sl. No.	Name & Address of the Company	CIN/ GLN	Holding/ Subsidiary/ Associate company	% of Shares	Applicable Section
	A J Cans Pvt Limited Plot No. 129, C.I.E, Gandhinagar, Balanagar, Hyderabad - 500037, Telangana	U28129TG1998PTC029774	Associate	39.62	2(6)



IV. SHAREHOLDING PATTERN (Equity Share Capital Breakup as Percentage of Total Equity)

i. Category-wise Shareholding

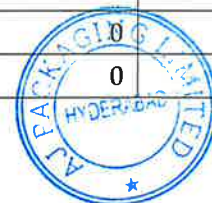
Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters and Promoter Group									
(1) Indian									
a) Individual/HUF	0	2698630	2698630	55.79	1620388	1078242	2698630	55.79	-
Central Govt.	0	0	0	0	0	0	0	0	-
State Govt. (s)	0	0	0	0	0	0	0	0	-
Bodies Corp.	0	1848000	1848000	38.21	0	1848000	1848000	38.21	-
Banks / FI	0	0	0	0	0	0	0	0	-
Any Other.... (PAC)	0	0	0	0	0	0	0	0	-
Sub-total (A) (1) :-	0	4546630	4546630	94.00	1620388	2926242	4546630	94.00	0.00
(2) Foreign									
a) NRIs - Individuals	0	0	0	0	0	0	0	0	-
b) Other - Individuals	0	0	0	0	0	0	0	0	-
c) Bodies Corp.	0	0	0	0	0	0	0	0	-
d) Banks / FI	0	0	0	0	0	0	0	0	-
e) Any Other....	0	0	0	0	0	0	0	0	-
Sub-total (A) (2):-	0	0	0	0	0	0	0	0	-
Total shareholding of Promoter (A) = (A)(1) + (A)(2)	0	4546630	4546630	94.00	1620388	2926242	4546630	94.00	0.00
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	0	0	0	0	0	0	0	0	-
b) Banks / FI	0	0	0	0	0	0	0	0	-
c) Central Govt.	0	0	0	0	0	0	0	0	-
d) State Govt.(s)	0	0	0	0	0	0	0	0	-
e) Venture Capital Funds	0	0	0	0	0	0	0	0	-
f) Insurance Companies	0	0	0	0	0	0	0	0	-
g) FIIs	0	0	0	0	0	0	0	0	-
h) Foreign Venture Capital Fund	0	0	0	0	0	0	0	0	-



i) Others (specify)	0	0	0	0	0	0	0	0	-
Sub-total (B) (1):-	0	0	0	0	0	0	0	0	-
2. Non-Institutions									
a) Bodies Corp.	0	250000	250000	5.17	0	250000	250000	5.17	-
b) Individuals	0	40200	40200	0.83	0	40200	40200	0.83	-
i) Individual shareholders holding nominal share capital up to Rs. 1 lakh	0	0	0	0	0	0	0	0	-
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	0	0	0	0	0	0	0	0	-
c) Others (specify)									
1. NRI	0	0	0	0	0	0	0	0	-
2. Clearing-Members	0	0	0	0	0	0	0	0	-
Sub-total (B)(2):-	0	290200	290200	6.00	0	290200	290200	6.00	-
Total Public Shareholding (B)=(B)(1)+(B)(2)	0	290200	290200	6.00	0	290200	290200	6.00	0.00
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	0.00
Grand Total (A+B+C)	0	4836830	4836830	100.00	0	4836830	4836830	100.00	0.00

Shareholding of Promoters/ Promoters Group

Sl. No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares,	% of total Shares of the company	% of Shares Pledged/encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged/encumbered to total shares	
1	A J Cans Pvt Ltd	18,48,000	38.21	0	18,48,000	38.21	0	-
2	Nitin Agarwal	16,20,388	33.50	0	16,20,388	33.50	0	-
3	Ranjani Agarwal	8,89,052	18.38	0	8,89,052	18.38	0	-
4	Asian Colour Cartons	1,50,000	3.10	0	1,50,000	3.10	0	-
5	Ajay Agarwal	39,190	0.81	0	39,190	0.81	0	-
	TOTAL	45,46,630	94.00	0	45,46,630	94.00	0	-



ii. Change in Promoters' Shareholding (Please specify If there is No Change)

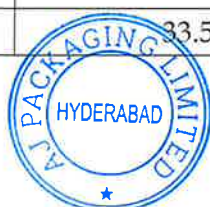
Sl. No.	Shareholder's Name	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of Shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year				
	Date wise Increase /Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g allotment / transfer /bonus/sweat equity etc):	5 shareholders who were subscribers to the MoA were reclassified from Promoter category to Public category on their request			
	At the End of the year				

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

Sl. No.	Name of Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Venkateswar Rao Theegala	39,000	0.81	39,000	0.81
2	Swarna Narayan	300	0.01	300	0.01
3	Dr. Bajranglal	300	0.01	300	0.01
4	Ratanlal Gupta	300	0.01	300	0.01
5	Ravindra Kumar Agarwal	300	0.01	300	0.01
6	Pelican International Pl	216665	4.48	216665	4.48
7	Apex Ispat Limited	33335	0.69	33335	0.69

iv. Shareholding of Directors and Key Managerial Personnel:

Sl. No.	For Each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	NITIN AGARWAL				
	At the beginning of the year	1620388	33.50	1620388	33.50
	Date wise Increase / Decrease in Promoters Share Holding during the year Specifying the reasons for increase / decrease (e.g., allotment / transfer / bonus/sweat equity etc...): NIL	-	-	-	-
	At the End of the year	1620388	33.50	1620388	33.50



2	AJAY AGARWAL				
	At the beginning of the year	39190	0.81	39190	0.81
	Date wise Increase / Decrease in Promoters Share Holding during the year Specifying the reasons for increase / decrease (e.g., allotment / transfer / bonus/sweat equity etc...): NIL	-	-	-	-
	At the End of the year	39190	0.81	39190	0.81
3	VENKATESWAR RAO THEEGALA				
	At the beginning of the year	39000	0.81	39190	0.81
	Date wise Increase / Decrease in Promoters Share Holding during the year Specifying the reasons for increase / decrease (e.g., allotment / transfer / bonus/sweat equity etc...): NIL	-	-	-	-
	At the End of the year	39000	0.81	39190	0.81

V. INDEBTEDNESS

(Indebtedness of the company including Interest outstanding/ accrued but not due for payment):
(₹. in lakhs)

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	3,767.21	777.81	-	4,545.02
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	3,767.21	777.81	-	4,545.02
Change in Indebtedness during the financial year				
Net Change	1,021.42	54.34	-	1,075.76
Indebtedness at the end of the financial year				
i) Principal Amount	4,788.63	832.15	-	5,620.78
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i + ii + iii)	4,788.63	832.15	-	5,620.78



VI. REMUNERATION TO DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director

SL No.	Particulars of Remuneration	Name of MD/ WTD/ Manager		Total Amount (₹)
		Nitin Agarwal		
1	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	36,00,000		36,00,000
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-		-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-		-
2	Stock Option	-		-
3	Sweat Equity	-		-
4	Commission - as % of profit - others, specify...	-		-
5	Others - (Consultancy)	-		-
	Total (A)	36,00,000		36,00,000
	Ceiling as per the Act	60,00,000		60,00,000

B. Remuneration to Other Directors: NIL

Sl. No.	Particulars of Remuneration	Name of Director		Total Amount (₹)
		Ajay Agarwal		
1	Independent Directors			
	Fee for attending board committee meetings	-		-
	Commission	-		-
	Others, please specify - (Consultancy)	-		-
	Total (1)	-		-
2	Other Non-Executive Directors			
	Fee for attending board committee meetings	-		-
	Commission	-		-
	Others, please specify - (Consultancy)	6,00,000		-
	Total (2)	6,00,000		6,00,000
	Total (B) = (1+2)	6,00,000		6,00,000
	Total Managerial Remuneration	-		-
	Overall Ceiling as per the Act			Not applicable

C. Remuneration To Key Managerial Personnel other than MD/ Manager/WTD: NIL

Sl. No.	Particulars of Remuneration	Key Managerial Personnel		Total Amount (₹)
		CS	CFO	
1	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	-



	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-
2	Stock Option	-	-	-
3	Sweat Equity	-	-	-
4	Commission - as % of profit others, specify	-	-	-
5	Others, please specify	-	-	-
	TOTAL	-	-	-

VII. PENALTIES/ PUNISHMENTS/ COMPOUNDING OF OFFENSES: NIL

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

For and on behalf of the Board of Directors

Place: Hyderabad
Date: 14.08.2023


Ajay Agarwal
Director
DIN: 01030320


Nitin Agarwal
Managing Director
DIN: 06381755



A J PACKAGING LIMITED
CIN: U74999TG1995PLC020965

1. List of Shareholders as on 31-03-2023

SL. NO.	NAME OF SHARE HOLDER	NO. OF SHARES HELD	% OF HOLDING
1	A J CANS PVT LTD	1848000	38.21
2	NITIN AGARWAL	1620388	33.50
3	RANJANI AGARWAL	889052	18.38
4	ASIAN COLOUR CARTONS	150000	3.10
5	AJAY AGARWAL	39190	0.81
6	VENKATESWAR RAO THEEGALA	39000	0.81
7	SWARNA NARAYAN	300	0.01
8	DR. BAJRANGLAL	300	0.01
9	RATANLAL GUPTA	300	0.01
10	RAVINDRA KUMAR AGARWAL	300	0.01
11	PELICAN INTERNATIONAL PL	216665	4.48
12	APEX ISPAT LIMITED	33335	0.69
	TOTAL	4836830	100.00

For and on behalf of the Board of Directors

Place: Hyderabad
Date: 14.08.2023


Ajay Agarwal
Director
DIN: 01030320


Nitin Agarwal
Managing Director
DIN: 06381755



Form AOC- 1

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries or associate companies or Joint ventures

Part A Subsidiaries

NA

Part B Associates and Joint Ventures

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

Name of Associates	AJ CANS PRIVATE LIMITED
Latest audited Balance Sheet Date	31.03.2023
Date on which the Associate was associated	-
Shares of Associate held by the company on the year end	202500
Amount of Investment in Associates	20,25,000
Extent of Holding (in percentage)	39.62%
Description of how there is significant influence	Shareholding

- 1. Names of associates which are yet to commence operations- NA**
- 2. Names of associates or joint ventures which have been liquidated or sold during the year- NA**

**By order of the Board
For A J PACKAGING LIMITED**

**Place: Hyderabad
Date: 14/08/2023**

**Ajay Agarwal
Director
DIN: 01030320**



**Nitin Agarwal
Director
DIN: 06381755**

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 (Accounts) Rules, 2014)

Form for 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 Companies Act, 2013 including certain arm's length transactions under third proviso thereto

S. No.	Particulars	
1.	Details of contracts or arrangements or transactions not at arm's length basis:	NIL
	(a) Name(s) of the related party and nature of relationship:	
	(b) Nature of contracts/arrangements/transactions:	
	(c) Duration of the contracts / arrangements/transactions:	
	(d) Salient terms of the contracts or arrangements or transactions including the value, if any:	
	(e) Justification for entering into such contracts or arrangements or transactions	
	(f) Date(s) of approval by the Board:	
	(g) Amount paid as advances, if any:	
	(h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188:	
2.	Details of material contracts or arrangement or transactions at arm's length basis:	Details is annexed in Annexure-I
	(a) Name(s) of the related party and nature of relationship:	
	(b) Nature of contracts/arrangements/transactions:	
	(c) Duration of the contracts / arrangements/transactions:	
	(d) Salient terms of the contracts or arrangements or transactions including the value, if any:	
	(e) Date(s) of approval by the Board, if any:	
	(f) Amount paid as advances, if any:	

For and on behalf of the Board of Directors

Place: Hyderabad
Date: 14.08.2023


Ajay Agarwal
Director
DIN: 01030320


Nitin Agarwal
Managing Director
DIN: 06381755



Annexure - I

(a) Name(s) of the related party and nature of relationship:	(b) Nature of contracts/ arrangements/ transactions:	© Duration of the contracts / arrangements / transactions:	(d) Salient terms of the contracts or arrangements or transactions including the value, if any:	(e) Date(s) of approval by the Board, if any:	(f) Amount paid as advances, if any:
Mrs. Ridhi Agarwal	Office of place of profit	1 year	-	20.04.2022	-
Mrs. Ranjani Agarwal	Office of place of profit	1 year	-	20.04.2022	-
Mrs. Ranjani Agarwal	Rent	1 year	-	20.04.2022	-
M/s. Asian Colour Cartons	Rent	1 year	-	20.04.2022	-
M/s. Harso Steels Pvt. Ltd.	Rent	1 year	-	20.04.2022	-
AJ Cans Pvt. Ltd.	Sales	1 year	-	20.04.2022	-
AJ Cans Pvt. Ltd.	Purchases	1 year	-	20.04.2022	-
AJ Cans Pvt. Ltd.	Rental Income	1 year	-	20.04.2022	-

For and on behalf of the Board of Directors

Place: Hyderabad
Date: 14.08.2023


Ajay Agarwal
 Director
 DIN: 01030320


Nitin Agarwal
 Managing Director
 DIN: 06381755





INDEPENDENT AUDITOR'S REPORT



AJ PACKAGING LIMITED

NEW GENERATION CANS WITH PEELABLE TOPS



LIGHT | STURDY | SAFE | EASY TO USE |
EYE-CATCHING DESIGNS & SHAPES



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HUMAYUN & CO., CHARTERED ACCOUNTANTS

1-10-11/1, 402 Gokul Apts., St. #4, Ashoknagar, Hyderabad-500 020. T.S. 98669 14579 cahumayun@gmail.com

Independent Auditor's Report

To the members of AJ PACKAGING LIMITED

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of **AJ PACKAGING LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2023, and the Statement of Profit and Loss and Statement of Cash Flows, for the year ended on that date and a summary of significant accounting policies and other explanatory information (hereinafter referred to as the "standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023 and its Financial performance and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing ("SA"s) 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 Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. Reporting of Key Audit matters as per SA 701-Key Audit Matters are not applicable to the Company as it is an unlisted company.

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

The Company's Management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's Annual Report, but does not include, standalone financial statements and our auditor's report thereon.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider





whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

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

Management's Responsibilities for the Standalone Financial Statements

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

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

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

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

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

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act,





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we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

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

Report on Other Legal and Regulatory Requirements

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

a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

c) The Balance Sheet, the Statement of Profit and Loss and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.





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d) In our opinion, the aforesaid standalone financial statements comply with the AS specified under Section 133 of the Act.

e) On the basis of the written representations received from the directors as on March 31, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023 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 disclosed the impact of pending litigations on its financial position in its standalone financial statements.

ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.

iii. The Company is not required to be transferred any amount to the Investor Education and Protection Fund.

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;





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(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.

2. As required by the Companies (Auditor's Report) Order, 2020 (the "Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order

For HUMAYUN & CO.,
Chartered Accountants
Firm Regn.No. 023315S

(CA HUMAYUN SHAIK)



Proprietor
Mem No. 217227

ICAI UDIN: 23217227BGVUWY9701

Date: 14-08-2023
Place: Hyderabad



HUMAYUN & CO., CHARTERED ACCOUNTANTS

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Annexure "A" to the Independent Auditor's Report

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of AJ PACKAGING LIMITED 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 AJ PACKAGING LIMITED (the "Company") as of March 31, 2023 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Management of the Company 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") issued by the ICAI and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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





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Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, 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, 2023, 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 ICAI.

For HUMAYUN & CO.,
Chartered Accountants
Firm Regn.No. 023315S

(CA HUMAYUN SHAIK)

Proprietor
Mem No. 217227



ICAI UDIN: **23217227BGVUWY9701**

Date: 14-08-2023

Place: Hyderabad



HUMAYUN & CO., CHARTERED ACCOUNTANTS

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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 to the Members of AJ PACKAGING LIMITED of even date)

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

- i. In respect of 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 and relevant details of right-of-use assets.

(B) The Company has maintained proper records showing full particulars of intangible assets.
 - (b) The Company has a program of physical verification of Property, Plant and Equipment and right-of-use assets so to cover all the assets once every three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
 - (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties which are freehold and included in property, 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) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2023 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii.
 - (a) The management has conducted physical verification of inventory at reasonable intervals during the year. In our opinion, the coverage and procedure of such verification by the management is appropriate. As informed to us any discrepancies of 10% or more in the aggregate for each class of inventory were not noticed on such verification.
 - (b) The Company has been sanctioned working capital limits in excess of ₹ 5 crores (Refer Note No.4) in aggregate, at any point of time during the year, from banks or financial institutions on the basis of security of current assets of the Company. There were no material discrepancies in Inventories were observed in books of accounts and amounts reported in the periodical financial statement submitted by the Company to Banks.





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- iii. The Company has not made investments in, companies, firms, Limited Liability Partnerships, and granted unsecured loans to other parties, during the year. Hence, we have not commented on this clause.

The Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause 3(iii)(f) is not applicable.

The Company has not provided any guarantee or security or granted any advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties.

- iv. The Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of loans granted, investments made and guarantees and securities provided, as applicable.

- v. The Company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the Order is not applicable.

- vi. The maintenance of cost records has been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 for the business activities carried out by the Company and accordingly the Company has maintained the relevant cost records.

- vii. In respect of statutory dues:

- (a) In our opinion, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities.

There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues in arrears as at March 31, 2023 for a period of more than six months from the date they became payable.

- viii. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

- ix. (a) In our opinion, the company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year;

- (b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

- (c) According to the information and explanation given to us, term loans were applied for the purpose for which the loans were obtained;





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- (d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
- (e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.
- (f) According to the information and explanation given to us, the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies;
- 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) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.
- xi. (a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- (c) We have taken into consideration the whistle blower complaints received by the Company during the year (and upto the date of this report), while determining the nature, timing and extent of our audit procedures.
- xii. The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
- xiii. In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- xiv. In our opinion the Company is not required to implement internal audit system commensurate with the size and the nature of its business.
- xv. In our opinion during the year the Company has not entered into any non-cash transactions with its directors or persons connected with its directors. and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- 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.





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- (b) In our opinion, 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 losses during the financial year covered by our audit and the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors of the Company during the year.
- xix. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx. The provisions of Section 135 towards corporate social responsibility are not applicable on the company. Accordingly, the provisions of clause 3(xx) of the Order is not applicable.
- xxi. The reporting under clause (xxi) is not applicable in respect of audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.

For HUMAYUN & CO.,
Chartered Accountants
Firm Regn.No. 023315S

(CA HUMAYUN SHAIK)

Proprietor
Mem No. 217227



ICAI UDIN: **23217227BGVUWY9701**

Date: 14-08-2023
Place: Hyderabad



FINANCIAL STATEMENTS



AJ PACKAGING LIMITED

**TOP QUALITY FOOD CANS
THAT ARE 100% SAFE**



**LIGHT | STURDY | SAFE | EASY TO USE |
EYE-CATCHING DESIGNS & SHAPES**



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A J PACKAGING LIMITED

CIN: U74999TG1995PLC020965

Balance Sheet as at 31st March, 2023

Particulars	Note No.	As at 31.03.2023		As at 31.03.2022	
		Rs. In Lakhs		Rs. In Lakhs	
I. EQUITY AND LIABILITES					
1. Share Holders Funds					
a) Share Capital	1	483.68		483.68	
b) Reserves & Surplus	2	2,057.63	2,541.31	1,820.92	2,304.60
2. Non Current Liabilities					
a) Long Term Borrowings	3	1,977.10		1,407.41	
b) Deferred Tax Liability		124.91		114.91	
c) Other LongTerm Liability		628.39	2,730.40	600.46	2,122.78
4. Current Liabilites					
a) Short Term Borrowings	4	3,643.68		3,137.61	
b) Trade Payables	5	2,046.27		1,736.93	
c) Other Current Liabilities	6	1,081.19		1,013.11	
d) Short Term Provisions	7	79.18	6,850.32	74.18	5,961.83
Total			12,122.03		10,389.21
II. ASSETS					
1. Non Current Assets					
a) Fixed Assets					
(i) Tangible Assets	8	4,612.91		3,815.83	
(ii) Capital work-in-progress		29.93		29.93	
b) Non Current Investment	9	20.25		20.25	
b) Long term Loans and advances		140.48	4,803.57	153.84	4,019.85
2. Current Assets					
a) Inventories	10	5,548.87		4,595.29	
b) Trade Receivables	11	1,009.61		1,178.44	
c) Cash & Cash Equivalents	12	286.67		223.13	
d) Short Term Loans & Advances	13	473.31	7,318.46	372.51	6,369.36
Total			12,122.03		10,389.21

Significant accounting policies 21

Notes on Accounts 22

The Notes referred to above, forms an integral part of These Financial Statements

As per our Report of even date
for HUMAYUN & CO
Chartered Accountants
FRN: 023315S
HUMAYUN S.
Proprietor
Membership no.217227



For and Behalf of the Board

Ajay Agarwal
Director
DIN: 01030320

Nitin Agarwal
Managing Director
DIN: 06381755




Place : Hyderabad
Date : 14.08.2023
UDIN : 23217227BGVUWY9701

A J PACKAGING LTD
CIN: U74999TG1995PLC020965

Statement of Profit and Loss for the period ended 31.03.2023

PARTICUALRS	Note No.	Year ended 31.03.2023 Rs. In Lakhs	Year ended 31.03.2022 Rs. In Lakhs
INCOME			
Revenue from Operations		18,258.85	15,454.99
Other Income	14	46.38	25.90
	Total	18,305.23	15,480.89
EXPENDITURE			
Raw Material Consumed	15	13,954.57	11,154.55
Changes in Inventories of :			
Finished Goods & Work in Process	16	(502.93)	(128.72)
Manufacturing Expenses	17	1,317.75	1,261.21
Salaries & Benefits to Employees	18	1,360.10	1,339.63
Administration and Selling Expenses	19	707.30	601.50
Financial Expenses	20	778.33	641.95
Depreciation	8	364.22	298.76
		17,979.34	15,168.88
Profit for the year		325.89	312.01
Less: Provision for Taxation Current Year		55.00	50.00
Net Profit		270.89	262.01
Less: Deferred Tax asset / liability		10.00	10.00
Net Profit after Deferred Tax		260.89	252.01
Significant accounting policies	21		
Notes on Accounts	22		
COMPUTATION OF EARNING PER SHARE			
a) Net Profit for the year		260.89	252.01
b) Number of Shares outstanding during the year		48,36,830	48,36,830
c) Earning per Share	(Rs)	5.39	5.21
d) Nominal Value of Share	(Rs)	10.00	10.00

The Notes referred to above, forms an integral part of These Financial Statements

As per our Report of even date
For **HUMAYUN & CO**
Chartered Accountants
FRN 023315S

HUMAYUN S.
Proprietor
Membership no.217227



For and Behalf of the Board

Ajay Agarwal
Director
DIN: 01030320


Ntin Agarwal
Managing Director
DIN: 06381755

Place : Hyderabad
Date : 14.08.2023
UDIN : 23217227BGVUWY9701

A J PACKAGING LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2023

A	Cash Flow from Operating Activities		31.03.2023	31.03.2022
			Amount Rs. In Lakhs	Amount Rs. In Lakhs
	Net Profit Before Tax		325.89	312.01
	Adjustments for			
	Depreciation		364.22	298.76
	Interest		778.33	641.95
	Profit on Sale of Fixed Assets		(11.90)	-
	Direct Taxes		(65.00)	(60.00)
	Operating Profit before Working Capital Changes	a	1,391.54	1,192.72
	Adjustments for			
	Inventories		(953.59)	(1,060.35)
	Receivables		168.83	(181.32)
	Short Term Loans & Advances		(100.80)	30.64
	Long Term Loans & Advances		13.38	(153.84)
	Current Liabilities (Other than Bank Borrowing)		382.42	437.39
		b	(489.76)	(927.48)
	Cash Flow From operating Activities (A)	a + b	901.78	265.24
B	Cash Flow from Investment Activities			
	Purchase of Fixed Assets		(1,180.25)	(817.86)
	Proceeds from Sales of Fixed Assets		30.86	-
		(B)	(1,149.39)	(817.86)
C	Cash Flow from Financing Activities			
	Inflows			
	Increase in Bank Borrowings		506.07	937.62
	Changes in Long Term Borrowing		607.62	317.03
			1,113.69	1,254.65
	Outflows			
	Interest		(778.33)	(641.95)
	Dividend		(24.18)	(24.18)
			(802.51)	(666.13)
		C)	311.18	588.52
	Net increase in cash and cash equivalents	(A+B+C)	63.56	35.90
	Cash and cash equivalents (Opening Balance)		223.12	187.22
	Cash and cash equivalents (Closing Balance)		286.67	223.12

As per our Report of even date

for HUMAYUN & CO
Chartered Accountants
FRN 023315S

HUMAYUN S.
Proprietor
Membership no.217227

Place : Hyderabad

Date :

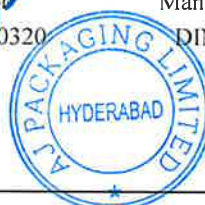
UDIN : 23217227BGVUWY9701



For and Behalf of the Board

Ajay Agarwal
Director
DIN: 01070320

Nitin Agarwal
Managing Director
DIN: 06381755



Note - 3

Long Term Borrowings

PARTICULARS	As at 31.03.2023 Rs. In Lakhs		As at 31.03.2022 Rs. In Lakhs	
	Current	Non - Current	Current	Non - Current
Secured				
ICICI BANK LTD - Term Loan - 1 (Sanctioned Rs.250.00 Lakhs)	37.50	-	50.00	37.50
ICICI BANK LTD - Term Loan - 2 (Sanctioned Rs.300.00 Lakhs)	64.29	187.50	30.00	258.21
DBS Bank India Ltd (Sanctioned Rs.240.00 Lakhs)	50.54	92.66	53.33	140.42
Standard Chartered Bank (Sanctioned Rs.900 Lakhs)	111.33	419.17	-	-
Vehicle Loans under Hire Purchase	44.19	148.01	13.98	24.83
ECGLS Loans				
DBS BANK INDIA LTD (Sanctioned Rs. 182.00 Lakhs)	60.67	30.33	60.67	85.35
DBS BANK INDIA LTD (Sanctioned Rs. 180.00 Lakhs)	-	180.00	-	-
YES BANK (Previous year SCB Sanctioned Rs. 60.00 Lakhs)	20.04	11.93	20.00	30.00
ICICI Bank Ltd (Sanctioned Rs.190.70 Lakhs)	63.57	26.48	63.57	81.67
ICICI Bank Ltd (Sanctioned Rs. 95.30 Lakhs)	-	95.30	-	-
HDFC BANK	20.00	19.24	-	60.00
Un Secured				
From Banks				
LAP LOAN -1 - HDFC BANK	53.18	346.82	88.38	400.00
LAP LOAN -2 - HDFC BANK	12.50	187.50	-	-
From Body Corporates		232.15	-	289.43
	537.80	1,977.10	379.93	1,407.41

3.1. The Above Term Loans from DBS Bank, SCB, ICICI Bank, are secured by way of first charge on Fixed Assets and current assets of the company and first pari passu charge on Land and Buildings of the Asian Colour Cartons, and Personal guarantee of two of the Directors of the company and also by way of Corporate Guarantee

3.2. Terms of Sanction of DBS BANK INDIA LTD

TERM LOAN

Sanctioned letter no & date.

BSU/IBG4/1337/2020 DT

Sanctioned Amount

Rs.240 Lakhs

Tenor

6 years - Maturity Date 31.03.2027

Repayment profile	Year	Amount Rs.in lakhs
	2021-2022	26.66
	2022-2023	53.33
	2023-2024	53.33
	2024-2025	53.33
	2025-2026	53.35

3.3. Terms of Sanction of ICICI BANK LTD

TERM LOAN

Sanctioned letter no & date.

CAL590571356464 / Dated

Sanctioned Amount

Rs.250 Lakhs

Tenor

5 years - Maturity Date 31.10.2023

Repayment profile	Year	Amount Rs.in lakhs
	2018-19	25.00
	2019-20	50.00
	2020-21	50.00
	2021-22	50.00
	2022-23	50.00
	2023-24	25.00



3.4. Terms of Sanction of ICICI BANK LTD

Sanctioned letter no & date.

Sanctioned Amount

Tenor

TERM LOAN

CAL59965861011 / Dated

Rs.300 Lakhs

5 years - Maturity Date 30.09.2027

Repayment profile	Year	Amount Rs.in lakhs
	2022-23	30.00
2023-24	60.00	
2024-25	60.00	
2025-26	60.00	
2026-27	60.00	
2027-28	30.00	

3.5. Terms of Sanction of STANDARD Chartered**Bank**

Sanctioned letter no & date.

Sanctioned Amount

Tenor

TERM LOAN

COM/AJP/10894906 / 26.12.2022

Rs.900 Lakhs

5 years -

3.6. ECLGS LOANS -1**SANCTION LETTERS**

SANCTION TENOR

REPAYMENT

SCB, ICICI, DBS Bank, HDFC

3 YEARS FROM 01.10.2021

36 MONTHLY INSTALMENTS

BANK NAME	Rs. In Lakhs
DBS BANK INDIA LTD	182.00
STANARD CHARTERED BANK	60.00
ICICI BANK LTD	190.70
HDFC BANK LTD	60.00

The above loans are funded by Banks and guaranteed by Govt of India (National Credit Guarantee Trustee Company - NCGTC)

3.6. ECLGS LOANS -2**SANCTION LETTERS**

SANCTION TENOR

REPAYMENT

ICICI, DBS

3 YEARS FROM 01.10.2024

36 MONTHLY INSTALMENTS

BANK NAME	Rs. In Lakhs
DBS BANK INDIA LTD	180.00
ICICI BANK LTD	95.30

The above loans are funded by Banks and guaranteed by Govt of India (National Credit Guarantee Trustee Company - NCGTC)

3.7. The vehicle loans availed under hirepurchase is secured by way of hypothecation of vehicle and also personal guarantee of one of the Directors of the company

3.8. LAP Loans are not secured against any property of the company. However these loans are secured against collector's security provided by one of the Director's Spouse

Note-4**Short Term Borrowings**

PARTICULARS	As at	As at
	31.03.2023 Rs. In Lakhs	31.03.2022 Rs. In Lakhs
Working Capital Loans from		
DBS BANK INDIA LTD	945.22	903.24
Standard Chartered Bank	212.27	949.43
ICICI BANK LTD	1,449.82	905.01
Yes Bank Ltd	498.57	-
Current Maturities of Long Term liabilities	537.80	379.93
	3,643.68	3,137.61

All Working Capital Loans are secured by hypothecation of Current assets and Fixed assets of Guarantee. Further all the working capital loans are secured by first pari passu charges on Land and Building of of the company on First pari passu charge basis and further guaranteed by two Directors of the company and Corporate M/s. Asian Colour Cartons



Note-5**Trade Payables**

PARTICULARS	As at	As at
	31.03.2023 Rs. In Lakhs	31.03.2022 Rs. In Lakhs
Sundry Creditors		
Micro and Small Enterprises	-	-
Others	2,046.27	1,736.93
	2,046.27	1,736.93

Particulars	Outstanding for following periods from due date of payment				Total
	less than 1 year	1 - 2 years	2 - 3 years	more than 3 years	
(i) MSME					-
(ii) Others	2,046.27				2,046.27
(iii) Disputed dues – MSME					-
(iv) Disputed dues – Others					-
	2,046.27	-	-	-	2,046.27

Note-6**Other Current liabilities**

PARTICULARS	As at	As at
	31.03.2023 Rs. In Lakhs	31.03.2022 Rs. In Lakhs
Other Liabilities	612.95	539.62
Sundry Creditors for Stores & Expenses	426.29	408.69
Micro and Small Enterprises	41.95	34.39
Sundry Creditors for Capital Goods	-	30.42
	1,081.19	1,013.11

Particulars	Outstanding for following periods from due date of payment				Total
	less than 1 year	1 - 2 years	2 - 3 years	more than 3 years	
(i) MSME	41.95				41.95
(ii) Others	426.29				426.29
(iii) Disputed dues – MSME					-
(iv) Disputed dues – Others					-
	468.24	-	-	-	468.24

Note-7**Short Term Provisions**

PARTICULARS	As at	As at
	31.03.2023 Rs. In Lakhs	31.03.2022 Rs. In Lakhs
Provision for Taxation	55.00	50.00
Provision for Dividend	24.18	24.18
	79.18	74.18

Note-9**Non-Current Investments**

PARTICULARS	As at	As at
	31.03.2023 Rs. In Lakhs	31.03.2022 Rs. In Lakhs



**SCHEDULE - 8
FIXED ASSETS & DEPRECIATION**

Particulars	Gross Block				Total Cost at 31.03.2023	Balance as at 01.04.2022	Depreciation		Net Block	
	Balance as at 01.04.2022	Deductions During the year	Additions During the year	Total Cost at 31.03.2023			Deductions for the year	Balance as at 31.03.2023	As at 31.03.2023	As at 31.03.2022
Land	67.57	-	-	67.57	-	-	-	67.57	67.57	
Factory Buildings	423.93	-	46.86	470.79	118.28	9.44	127.72	343.07	305.65	
Plant & Machinery	4,632.55	21.17	877.10	5,488.48	1,432.36	2.79	1,721.14	3,767.34	3,200.19	
Electrical Installations	228.64	-	38.45	267.08	114.04	-	131.46	135.63	114.59	
Workshop Equipment	4.47	-	4.62	9.10	3.78	-	4.04	5.05	0.70	
Office Equipment	128.33	-	20.16	148.49	100.54	-	121.04	27.46	27.79	
Furniture & Fixtures	53.93	-	3.03	56.96	36.86	-	40.10	16.86	17.07	
Vehicles	269.61	3.18	190.03	456.46	187.34	2.61	206.52	249.95	82.28	
Total	5,809.03	24.36	1,180.25	6,964.93	1,993.20	5.40	2,352.01	4,612.92	3,815.83	
Grand Total	5,838.96	24.36	1,180.25	6,994.86	1,993.20	5.40	2,352.01	4,642.85	3,845.76	

PARTICULARS	Less Than 1 Year	Less Than 1-2 Year	2-3 Years	More than 3 years	Total
	Projects in Progress	-	-	-	29.93
Projects Temporarily Suspended	-	-	-	-	-
	-	-	-	29.93	29.93

For Humayun & Co.
Chartered Accountants
FRN: 023315S



HUMAYUN S.
Proprietor
Membership No. 217227
Place : Hyderabad
Date : 14.08.2023

For and behalf of the Board

AMAY AGARWAL
Director

NITIN AGARWAL
Managing Director



UDIN:

At cost - Un Quoted 202500 equity shares of Rs.10/- each fully paid up in A J Cans Pvt Ltd	20.25	20.25
	20.25	20.25

Note-10

INVENTORIES

PARTICULARS	As at 31.03.2023	As at 31.03.2022
	Rs. In Lakhs	Rs. In Lakhs
(Valued at cost or net realisable value whichever is lower and certified by the management)		
Raw Materials	3,052.13	2,819.23
Work-in-Progress	1,911.67	1,518.13
Finished Goods	232.49	131.12
Stores	126.08	124.47
Scrap	10.37	2.34
Stock in Transit	216.13	-
	5,548.87	4,595.29

Note-11

Trade Receivables

(Unsecured, and Considered good)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
	Rs. In Lakhs	Rs. In Lakhs
Due over six months	19.49	-
Others	990.12	1,178.44
	1,009.61	1,178.44

Particulars	Outstanding				
	less than 6 m	6 m to 1 year	1 - 2 years	2 - 3 years	more than 3 years
(i) Undisputed Trade Receivables - Considered Good	990.12	19.49	-	-	-
(ii) Undisputed Trade Receivables - Considered Doubtful	-	-	-	-	-
(iii) Disputed Trade Receivables - Considered Good	-	-	-	-	-
(iv) Disputed Trade Receivables - Considered Doubtful	-	-	-	-	-
	990.12	19.49	-	-	-

Note-12

CASH AND CASH EQUIVALENTS

PARTICULARS	As at 31.03.2023	As at 31.03.2022
	Rs. In Lakhs	Rs. In Lakhs
Cash in Hand	32.09	28.45
Current Accounts	1.64	1.51
Margin Deposits	252.94	193.17
	286.67	223.13

Note-13

Short Term Loans and Advances

(Unsecured considered good, recoverable in cash or in kind or for value to be received)

PARTICULARS	As at 31.03.2022	As at 31.03.2021
	Rs. In Lakhs	Rs. In Lakhs
a. Other Current Assets	194.32	81.45
b. Advances - Employees	20.92	35.56
c. Advances - Government Departments	258.07	255.50
d. Advances - Capital Goods	-	-
	473.31	372.51

AJ PACKAGING LTD

Notes forming part of the financial statements

Note - 14

Revenue from Operations

PARTICULARS	Year Ended 31.03.2023	Year Ended 31.03.2022
	Rs. In Lakhs	Rs. In Lakhs
Sales of Products	18,258.85	15,454.99



Total Net Sales	18,258.85	15,454.99
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Note - 15

Other Income

PARTICULARS	Year Ended 31.03.2023	Year Ended 31.03.2022
	Rs. In Lakhs	Rs. In Lakhs
Other income	25.87	18.90
Interest Received	8.61	7.00
Profit on Sale of Fixed Assets	11.90	
	46.38	25.90

Note-16

RAW MATERIAL CONSUMED

PARTICULARS	Year Ended 31.03.2023	Year Ended 31.03.2022
	Rs. In Lakhs	Rs. In Lakhs
Opening Stock	2,819.23	1,795.64
Add:		
Purchases	14,158.09	12,178.14
Less:		
Closing stock	3,022.75	2,819.23
Total Consumption	13,954.57	11,154.55
Details of Raw Material Consumed		
Tinplate	11,804.96	9,590.49
Printing Inks	826.15	633.44
Alluminium Foils	232.43	247.44
Others	1,091.03	683.19
Total Consumption	13,954.57	11,154.56

Percentage of Imported and Indigeneous Raw Materials Consumed:

	Year Ended 2023		Year Ended 2022	
Imported (including Cusoms duty)	0.33%	45.58	5.12%	570.78
Indigeneous	99.67%	13,909	94.88%	10,583.78
	100%	13,954.57	100%	11,154.56

Note-17

Changes in Inventories

PARTICULARS	Year Ended 31.03.2023		Year Ended 31.03.2022	
	Rs. In Lakhs		Rs. In Lakhs	
OPENING STOCKS				
Work-in-progress	1,518.14		1,481.06	
Finished Goods	131.12		39.00	
Scrap	2.34		2.81	
		1,651.60		1,522.87
Closing Stocks				
Work-in-progress	1,911.67		1,518.13	
Finished Goods	232.49		131.12	
Scrap	10.37		2.34	
Total		2,154.53		1,651.59
(Increase) / Decrease in stocks		(502.93)		(128.72)

Note-18

MANUFACTURING EXPENSES

PARTICULARS	Year Ended 31.03.2023	Year Ended 31.03.2022
	Rs. In Lakhs	Rs. In Lakhs
Power & Fuel	561.52	391.51
Repairs to Machinery	80.49	84.48
Packing Material Consumed	289.83	364.64
Stores Consumed	175.68	233.96
Insurance	21.36	13.73
Other Manufacturing expenses	4.81	6.38
Security charges	45.74	37.54
Factory Rent	138.32	128.97
Total	1,317.75	1,261.21



Note-19**Salaries & Benefits to Employees**

PARTICULARS	Year Ended 31.03.2023	Year Ended 31.03.2022
	Rs. In Lakhs	Rs. In Lakhs
Salaries & Wages	1,309.74	1,286.60
Staff Welfare	27.63	31.13
Contributions to Funds	17.73	16.90
Gratuity	5.00	5.00
Total	1,360.10	1,339.63

Note-20**ADMINISTRATIVE & SELLING EXPENSES**

PARTICULARS	Year Ended 31.03.2023	Year Ended 31.03.2022
	Rs. In Lakhs	Rs. In Lakhs
Office Rent	6.00	6.00
Rates & Taxes	9.60	23.50
Printing & Stationery	9.13	7.15
Telephones	3.83	2.64
Travelling & Conveyance	98.18	109.78
Vehicle Maintenance	22.89	15.19
Legal & Professional	26.88	21.92
Key man insurance	2.00	-
Directors Remuneration	36.00	32.50
Auditors' Remuneration	-	-
a. Audit fees	5.00	3.00
b. Tax Audit fees	1.00	1.00
c. Certification	-	0.25
Other Expenses	9.68	2.94
Office Expenses	23.38	17.75
Freight Outwards	382.24	323.97
Selling Expenses	71.01	26.09
Bad Debts written-off	0.48	7.82
Total	707.30	601.50

Note-21**FINANCE EXPENSES**

PARTICULARS	Year Ended 31.03.2023	Year Ended 31.03.2022
	Rs. In Lakhs	Rs. In Lakhs
Interest on Term Loan	167.04	155.81
Interest on Working Capital Loans and Other Finance Costs	611.29	486.14
Total	778.33	641.95

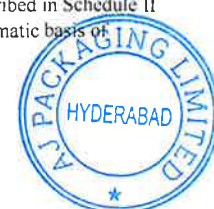
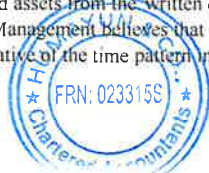


A J PACKAGING LTD

NOTES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2023.

22 Significant accounting policies.

- A NATURE OF OPERATIONS**
Company is engaged in the business of manufacturing Decorative metal tins finds application as packaging material. In the User Industries VIZ., Cosmetics, Oral care, Biscuits, Coffee powder, Coconut oil, Food & Beverages, Paints etc...
- B BASIS OF PREPARATION OF FINANCIAL STATEMENTS**
The Financial statements are prepared under the historical cost convention and to comply in all material aspects with the applicable accounting principles in India and Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified) and other accounting principles generally accepted in India, to the extent applicable.
- C USE OF ESTIMATES**
The preparation of the financial statements in conformity with India GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognized in the periods in which the results are known / materialized.
- D FIXED ASSETS**
Tangible Fixed Assets are stated at cost net of accumulated depreciation. Expenditure during construction period including interest on borrowings for new major capital expenditure are capitalized till the erection and commencement of machinery production.
- E Depreciation**
Depreciation is provided on straight line method in accordance with the useful life prescribed under schedule II of the Companies Act 2013.
- F Borrowing Cost**
Borrowing costs includes interest cost and all ancillary costs incurred in connection with the arrangement of borrowings. Borrowing cost is considered as expenditure in the period and charge off to profit and loss account. Funds borrowed for acquisition of qualifying fixed assets are capitalized till the date of commissioning and thereafter charged to Profit and Loss Account.
- G Inventories**
1. Raw material are valued at landed cost
2. Work-in Progress is valued at estimated cost.
3. Finished goods are valued at Cost or Market value whichever is lower.
4. Stores and Service Spares are valued at lower of Cost or Realizable value.
5. Scrap is valued at net realisable value.
- H Trade Receivable:**
Receivables are stated after making adequate provision for doubtful debts as on 31.03.2022.
- I Loans and Advances:**
Loans and advances are stated after making adequate provision for doubtful Advances.
- J Investments**
Investments are stated at cost.
- K Sales**
Gross Sales includes the amount receivable for Goods sold, including GST which are recognised on accrual basis. Net sales means Gross Sales less GST.
- L Contingent liabilities**
Liability in respect of contingent nature are mentioned by way of notes to accounts and will be paid/ provided on crystallization/ due dates.
- M Earning per Share**
The basic and diluted Earnings Per Share is calculated by dividing the profit/ (loss) after tax by the weighted average number of equity shares
- N Employee benefits**
Contribution to defined schemes such as Provident Fund, ESI are charged as incurred on accrual basis.
- O Foreign Exchange Transactions.**
Foreign currency transactions are recorded at the rates prevailing on the date of transaction. The monetary assets and liabilities, if any, in foreign currencies are translated at the rates of exchange ruling on the Balance Sheet date or at the rates of exchange fixed under contractual arrangements.
- P Taxes on income**
Provision for taxation for the year is based on tax liability computed in accordance with the relevant tax rates and tax laws as at the Balance Sheet date. Provision for deferred tax is made for all timing differences arising between taxable income and accounting income at the rates that have been enacted.
- Q Change in Accounting Policies**
To fulfill statutory provisions of Companies Act 2013, Effective 01st April 2014, the Company has with retrospective effect changed its method of providing depreciation on fixed assets from the 'written down value' method to the 'straight line' method, as per the useful lives prescribed in Schedule II to the Companies Act, 2013. Management believes that this change will result in more appropriate presentation and will give a systematic basis of depreciation charge, representative of the time pattern in which the economic benefits will be derived from the use of these assets.



A J PACKAGING LTD

NOTES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2023.

23 Notes to Accounts	31/03/2023 (Rs)	31/03/2022 (Rs)
1 Estimated amount of contracts remaining to be executed on capital account and not provided	5,00,00,000	3,00,00,000
2 Contingent Liabilities:		
Against Letter of Credit established	4,64,56,485	3,01,61,945
Against Bank Guarantees executed Hyderabad	7,50,000	7,50,000
3 Expenditure in Foreign currency on account of:	31/03/2023	31/03/2022
a. Capital Goods	1,93,49,512	2,79,80,786
b. Raw Materials	45,57,987	5,66,35,232
c. Travel & Others	73,24,513	10,31,919
4 Value of Raw materials & Stores consumed:		
a. Raw Material		
Imported	45,57,987	5,66,35,232
Indigenous	1390899000	1058820376
b. Stores,		
Imported		
Indigenous	1,75,68,000	2,33,95,573
5 Earnings in Foreign exchange:		
Export of goods on FOB basis	NIL	NIL

6 The Company has been granted **STAR EXPORT HOUSE STATUS** from DGFT. The Company has availed the following Advance Licences for import of RAW MATERIALS, against the Export Obligation for the supplies made to EOU Coffee companies.

Sl No.	Advance License No.	Status	Date	FOB Value
1	No. 0910065701	The Company has fulfilled the Export Obligation, obtained Banker's Certificate and submitted application to DGFT for redemption and the same is under process with DGFT.	28/11/2017	246227374
2	No. 0910067679	The Company has fulfilled the Export Obligation, obtained Banker's Certificate and submitted application to DGFT for redemption and the same is under process with DGFT.	19/06/2019	138881822
3	No. 0910069261	Export obligation fulfilled and redumption formalities are under process	28/09/2020	163457398
4	No. 0911003193	UNDER PROCESS.	17/06/2022	22352941

7 Provision is made for regular Income Tax as per provisions of Income Tax Act, 1961 and is adjusted against Income Tax paid.

a. Deferred tax (liability) for the current year is recognised for Rs. 10.00 lacs and debited to profit & loss A/c in the current year.

b. The breakup of the deferred tax liability as on 31.03.2022 is as under:

Deferred Tax Liability upto 31.03.2022	Rs.	1,14,90,657
Add: Deferred Tax Asset for 2022-23	Rs.	10,00,000
Total Liability as on 31.03.2023	Rs.	<u>1,24,90,657</u>

8 Balances of Payables / Debtors and Loans & Advances as on 31.03.2023 are subject to confirmation.

9 Segment wise results as per AS-17 are not applicable to the Company as the Company is having only one accounting segment.



A J PACKAGING LTD

NOTES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2023.

10 Related party disclosures.

Related party disclosure as required by AS-18 are given under

A) Transactions during the year

In Rs.

Name of the party	Relationship	Nature of Transaction	31.03.2023	31.03.2022
A J CANS PRIVATE LIMITED	Ajay Agarwal & Nitin Agarwal are Interested as Directors.	Purchase (net)	33,82,30,757	165945092
		Sales (net)	25,81,10,730	118558230
		Rental Income	18,00,000	1500000
AJAY AGARWAL Director	KEY MANAGEMENT	Consultancy	6,00,000	600000
NITIN AGARWAL Managing Director	KEY MANAGEMENT	Remuneration	36,00,000	3250000
Relatives				
Mrs. Ridhi Agarwal	W/o Nitin Agarwal	Salary	6,00,000	600000
Mrs. Ranjani Agarwal	W/o. Ajay Agarwal	Salary	6,00,000	600000
		Rent	6,00,000	600000
M/s. Asian Colour Colour Cartons	Ajay Agarwal's and Nitin Agarwal's relatives are interest as partners	rent	36,00,000	3600000
HARSO STEELS PVT LTD	Nitin Agarwal's relatives are interested	rent	32,68,130	3112500

B) Payable as at 31.03.2023

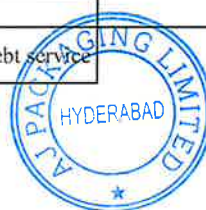
In Rs.

Name of the party	Relationship	Nature of Transaction	31.03.2023	31.03.2022
AJAY AGARWAL Director	KEY MANAGEMENT	Consultancy	2,77,744	1,30,133
NITIN AGARWAL Managing Director	KEY MANAGEMENT	Remuneration	39,56,047	60,08,055
Relatives				
Mrs. Ridhi Agarwal	W/o Nitin Agarwal	Salary	4,32,034	4,29,451
Mrs. Ranjani Agarwal	W/o. Ajay Agarwal	Salary, Rent	34,37,901	20,30,850

11 Ratio analysis

The following are the ratio analysis for the year ended 31st March 2022 and 31st March 2021


Particulars	Numerator / Denominator	31.03.2023	31.03.2022	Variance
Current Ratio	Current Assets	1.07	1.07	0.00%
	Current Liabilities			
Debt-Equity Ratio	Long Term Debt	0.78	0.61	27.39%
	Total Equity			
Debt Service Coverage Ratio	Earnings available for Debt service	1.22	1.49	-18.35%



	Interest + Prinicpal Repayments			
Return on Equity Ratio	Net profit after Tax	10.66%	11.37%	-6.24%
	Total Equity			
Inventory Turnover Ratio	Cost of Materials consumed	2.75	2.74	0%
	Average Inventory			
Trade Receivables to Turnover Ratio	Revenue from Operations	16.69	14.21	17.47%
	Average Trade Receivables			
Trade Payables to Turnover Ratio	Purchases	7.48	7.95	-5.79%
	Average Trade Payable			
Net Capital Turover Ratio	Revenue from Operations	39.00	37.92	2.85%
	Net Working Capital			
Net profit Ratio	Net profit after Tax	1.43%	1.63%	-12.37%
	Revenue from Operations			
Return on Capital employed	Net profit after Tax	5.07%	5.84%	-13.26%
	Capital employed			
Return on Investment	Income generated from Investments	0.10	0.10	
	Total Investments			


Signatures to Schedules 1 to 22

As per our Report attached
For HUMAYUN & CO.
Chartered Accountants
FRN 023315S


Humayun S.
Partner
Membership No.217227



For and on behalf of the Board


Ajay Agarwal
Director
DIN: 01030320


Nitin Agarwal
Director
DIN: 06381755

Place: Hyderabad
Date: 14-08-2023

