

A J PACKAGING LIMITED

26th

ANNUAL REPORT

2020-2021

A J PACKAGING LTD

BOARD OF DIRECTORS

- . Sri Ajay Agarwal
- . Sri Nitin Agarwal
- . Sri Theegala Venkateswar Rao

AUDITORS

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

BANKERS

D B S BANK INDIA LTD
Rajbhavan Road,
Hyderabad

STANDARD CHARTERED BANK
Rajbhavan Road,
Hyderabad,

ICICI BANK LTD
Hyderabad

REGISTERED OFFICE

Plot No.120,
CIE, Gandhinagar, Hyderabad.
040 - 2308 6604, 2317 6031
mail@ajpack.net , accounts@ajpack.net

CORPORATE OFFICE

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

NOTICE

Notice is hereby given that the **26th Annual General Meeting** of the members of A J Packaging limited (CIN: U74999TG1995PLC020965), will be held on Wednesday, the 30th day of November, 2021 at 11:00 A.M at the Registered Office of the Company situated 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 31st March, 2021, the Statement of Profit and Loss for the year ended 31st March, 2021 along with the Cash Flow Statement and notes forming part of accounts together with the Reports of Auditors' and Directors' thereon.
2. To appoint a Director in place of Shri. Nitin Agarwal, who retires by rotation and being eligible, offers himself for re-appointment.
3. To declare dividend @ Rs.0.50 per share on Equity shares for the year ended 31st March, 2021.
4. Re-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. HUMAYUN & Co, Chartered Accountants, Firm Regn.No.023315S, Hyderabad, be and hereby appointed as statutory auditors of the company for the year 2021-22 and shall hold the office from conclusion of this Annual General Meeting to till conclusion of next Annual General Meeting at a remuneration of Rs. 4,00,000/- per annum plus applicable taxes in addition to reimbursement of all out of pocket expenses.”

BY THE ORDER OF THE BOARD

Place: Hyderabad

Date: 10.11.2021


Ajay Agarwal
Director
1030320
Hyderabad
Director
DIN:06

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.

DIRECTORS' REPORT

To
The Shareholders of
A J Packaging Limited

Your Directors have the pleasure in presenting the 26th Annual Report on the business and operations of the Company together with Audited Financial Statements for the period ended 31st March, 2021.

Financial Results

The performance during the year has been as under:

(Rupees in Lakhs)

Particulars	Year ended 31.03.2021 (Standalone)	Year ended 31.03.2020 (Standalone)	Year ended 31.03.2021 (Consolidated)	Year ended 31.03.2020 (Consolidated)
Total Revenue	10,005.43	7,445.61	10,005.43	7,445.61
Profit before Depreciation, Interest and Tax	976.31	736.09	976.08	736.44
Depreciation	227.65	212.37	227.65	212.37
Interest	468.25	403.48	468.25	403.48
Profit/(Loss) before Tax	280.41	120.22	280.18	120.59
Tax Expense for Current year	40.00	20.00	40.00	20.00
Deferred Tax	10.00	10.00	10.00	10.00
Profit after Tax	230.41	90.22	230.18	90.59
Profit/(Loss) from Associate Company	-	-	1.45	-
Profit/ (Loss) for the Year	230.41	90.22	231.63	90.59

Nature of Business

A J Packaging limited is one of the leading manufacturers of high-quality metal tins find 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 total income of Rs. 10,005.43 Lakhs against previous year Rs. 7,445.61 Lakhs. Your company earned a Net Profit of Rs. 230.41 Lakhs as against previous year of Rs. 90.22 Lakhs.

Consolidation:

Total Income on a Consolidated Basis amounted to Rs. 10,005.43 Lakhs against the previous year of Rs. 7,445.61 Lakhs. Your company earned a Net Profit of Rs. 231.63 Lakhs as against previous year of Rs. 90.59 Lakhs.

Dividend

Your Directors are pleased to recommend a dividend of Rs. 0.50 per share on Equity Capital of the company as on 31-03-2021, subject to the approval of shareholders at the ensuing Annual General Meeting. considered it prudent to conserve the resources of the Company to The Dividend if approves, will involve an outflow of Rs. 24.18 Lakhs.

Capital Expenditure

During the year under review, your Company has incurred Capital Expenditure of Rs. 770.97 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.

COVID - 19

Due to outbreak of COVID-19 globally and in India, the Company's management has made initial assessment of likely adverse impact on business and financial risks on account of COVID-19. The Company's management currently believes that the impact is likely to be short term in nature. Given the severity of impact, this financial year and some part of next financial year 2021-22 are likely to get affected, but also given the measures from Government and inherent resilience in Indian Economy, next year onwards are expected to show normal growth scenarios. Accordingly, at present the management does not see any medium to long term risks in the Company's ability to continue as a going concern and meeting its liabilities as and when they fall due, and compliance with the debt covenants, as applicable.

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 tinfoil 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. 230.41 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, Shri. 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 change in the composition of Board of Directors. Dr. P. Ravinder Reddy has resigned from the Board with effect from 1st July, 2020 and the board placed on record the services rendered by Dr. P. Ravinder Reddy. Shri. Nitin Agarwal, Shri. T. Venkateswar Rao and Shri. Ajay Agarwal continues to be the Directors of the Company during the year under review.

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 Seventeen (17) Board Meeting were held on 02.04.2020, 06.05.2020, 04.08.2020, 25.08.2020, 17.09.2020, 25.09.2020, 05.10.2020, 09.10.2020, 05.11.2020, 08.12.2020, 10.12.2020, 16.12.2020, 18.12.2021, 02.02.2021, 02.03.2021, 15.03.2021 and 24.03.2021. 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.

During the year, One EGM held on 26.02.2021. The details of attendance of the Directors are as under:

Name	No. of Board Meetings during the year 2020-21		Whether attended last AGM held on 30 th November, 2021
	Held	Attended	
Shri. Ajay Agarwal	17	17	Yes
Shri. Nitin Agarwal	17	17	Yes
Shri. T. Venkateswar Rao	17	17	Yes
Shri. Dr. P. Ravinder Reddy	17	0	No

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, 2021 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, 2021 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, statutory auditors of the Company retire at the conclusion of the ensuing Annual General Meeting and are eligible for re-appointment pursuant to section 139 (1) of the Companies Act 213. The board recommends the appointment of M/s. HUMAYUN & Co, Chartered Accountants, Firm Regn. No. 023315S, Hyderabad, as statutory auditors of the Company to hold office from the conclusion of the ensuing Annual General meeting till the conclusion of next annual general meeting to be held in 2022.

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	2020-21 (Rs.)	2019-20 (Rs.)
Foreign Exchange Earnings	NIL	NIL
Foreign Exchange outgo		
Capital Goods	2,10,71,004	76,51,994
Raw Material	3,55,99,691	7,21,00,335
Foreign Travel	--	51,79,759

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

Composition of Audit Committee is not applicable to the Company.

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

During the period under review, the provisions of Whistle Blower Policy are not applicable to the Company.

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.

Maintenance of Cost records

Company is not required to maintenance of cost records as specified under section 148(1) of the Act.

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.

Transfer of unclaimed dividend to investor education and protection fund

The provisions of section 125(2) of the Companies Act, 2013 do not apply as there was no dividend declared and paid last year.

Appointment and remuneration including other matters provided under section 178(3) of the Companies Act, 2013

Pursuant to requirement under section 134(3)(e) and section 178(3) of the Companies Act, 2013, the policy on appointment of Board members including criteria for determining qualification, positive attributes, independence of a director and the policy on remuneration of directors, KMP and other employees are taken care by the board of directors as constitution of nomination and remuneration committee is not applicable to our company.

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.

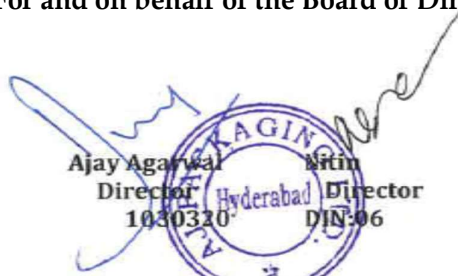
Acknowledgements

Our 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: 04.09.2021


Ajay Agarwal Nitin
Director Director
1030320 DIN:06

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
	2020-21	2019-20 (Rs in lakhs)
Earnings	NIL	NIL
Outgo	566.71	849.32

For and on behalf of the Board of Directors

Place: Hyderabad

Date: 04.09.2021


Ajay Agarwal
Director
1030320
Hyderabad
Director
DIN-06

ANNEXURE -B

FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN
As on financial year ended on 31-03-2021
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.	N.A

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)

Capital Funds									
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									
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	250000	250000	5.17	0	250000	250000	5.17	-
Total Public Shareholding (B)=(B)(1)+(B)(2)	0	250000	250000	5.17	0	250000	250000	5.17	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	-
6	T.V. Prasad	39,000	0.81	0	39,000	0.81	0	-
7	Swarna Narayan	300	0.01	0	300	0.01	0	-
8	Dr. Bajranglal	300	0.01	0	300	0.01	0	-
9	Ratanlal Gupta	300	0.01	0	300	0.01	0	-
10	Ravindra Kumar Agarwal	300	0.01	0	300	0.01	0	-
	TOTAL	45,86,830	94.83	0	45,86,830	94.83	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):	NO CHANGE DURING THE YEAR UNDER REVIEW			
	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	Pelican International Pl	216665	4.48	216665	4.48
2	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	39000	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	39000	0.81
4	RAVINDRAREDDY PULI				
	At the beginning of the year	-	-	-	-
	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	-	-	-	-

V. INDEBTEDNESS

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

(Rs. in lakhs)

	Secured Loans excluding deposits (₹)	Unsecured Loans (₹)	Deposits (₹)	Total Indebtedness (₹)
Indebtedness at the beginning of the financial year				
i) Principal Amount	2282.30	1105.24	-	3387.54
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	2282.30	1105.24	-	3387.54
Change in Indebtedness during the financial year				
Net Change	482.21	31.08	-	513.29
Indebtedness at the end of the financial year				
i) Principal Amount	2764.51	1136.32	-	3900.83
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i + ii + iii)	2764.51	1136.32	-	3900.83

VI. REMUNERATION TO DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director

SL No.	Particulars of Remuneration	Name of MD/ WTD/ Manager Nitin Agarwal	Total Amount (₹)
1	Gross salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	30,00,000	30,00,000
	(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)	30,00,000	30,00,000
	Ceiling as per the Act		

B. Remuneration to Other Directors: NIL

Sl. No.	Particulars of Remuneration	Name of Directors		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	6,00,000
	Total (B)=(1+2)	6,00,000	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	-	-	-	-	-

Place: Hyderabad

Date: 04.09.2021

For and on behalf of the Board of Directors

Ajay Agarwal Nitin
 Director Hyderabad Director
 1030320 DIN:06



A J PACKAGING LIMITED
CIN: U74999TG1995PLC020965

1. List of Shareholders as on 31-03-2021

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	T.V. PRASAD	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: 04.09.2021


A circular blue stamp of A J Packaging Limited, Hyderabad. The stamp contains the text: "AJAY AGARWAL", "Director", "Hyderabad", "1030320", "NITIN AGARWAL", "Director", "DIN-06".

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:	
	(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: 04.09.2021


 Ajay Agarwal
 Director
 1030330
 Hyderabad
 Director
 DIN:06

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	-	02.04.2020	-
Mrs. Ranjani Agarwal	Office of place of profit	1 year	-	02.04.2020	-
Mrs. Ranjani Agarwal	Rent	1 year	-	02.04.2020	-
M/s. Asian Colour Cartons	Rent	1 year	-	02.04.2020	-
M/s. Harso Steels Pvt. Ltd.	Rent	1 year	-	02.04.2020	-
AJ Cans Pvt. Ltd.	Sales	1 year	-	02.04.2020	-
AJ Cans Pvt. Ltd.	Purchases	1 year	-	02.04.2020	-

For and on behalf of the Board of Directors

Place: Hyderabad

Date: 04.09.2021


 Ajay Agarwal
 Director
 1030320
 Hyderabad
 Director
 DIN:06



HUMAYUN & CO., CHARTERED ACCOUNTANTS

1-10-11/1, 402 Gokul Apts., St. No.4, Ashoknagar, Hyderabad- 500 020, T.S. 9866914579 cahumayun@gmail.com

Independent Auditors' Report

To the Members of
AJ Packaging Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of AJ Packaging Limited ("the Company"), which comprise the standalone balance sheet as at 31 March 2021, and the standalone statement of profit and loss and standalone statement of cash flows for the year then ended, and notes to the standalone financial statements, including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("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 31 March 2021, and profit and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those SAs 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 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 thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the standalone financial statements.

Key Audit Matters

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

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.





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Other Information

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 the standalone financial statements and our auditors' 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 in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Managements' and Board of Directors' Responsibility for the Standalone Financial Statements

The Company's Management and Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the state of affairs, profit/loss and cash flows of the Company in accordance with the accounting principles generally accepted in India specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring 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 and Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors 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 are also responsible for overseeing the Company's financial reporting process.

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

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





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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 skepticism throughout the audit. We also:

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

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 auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.





Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditors' Report) Order, 2016 ("the Order") issued by the Central Government in terms of section 143 (11) of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. (A) As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c) The standalone balance sheet, the standalone statement of profit and loss (including other comprehensive income), the standalone statement of changes in equity and the standalone statement of cash flows dealt with by this Report are in agreement with the books of account;
 - d) In our opinion, the aforesaid standalone financial statements comply with the AS specified under section 133 of the Act;
 - e) On the basis of the written representations received from the directors as on 31 March 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2021 from being appointed as a director in terms of Section 164(2) of the Act; and
 - f) With respect to the adequacy of the internal financial controls with reference to standalone financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B"
- (B) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations as at 31 March 2021 on its financial position in its standalone financial statements - Refer Note 42 to the standalone financial statements;
 - ii. The Company did not have any long term Contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. The Company does not required to be transferred to the Investor Education and Protection Fund.
 - iv. The disclosures in the standalone financial statements regarding holdings as well as dealings in specified bank notes during the period from 8 November 2016 to 30 December 2016 have not been made in these standalone financial statements since they do not pertain to the financial year ended 31 March 2021.





HUMAYUN & CO., CHARTERED ACCOUNTANTS

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- (C) With respect to the matter to be included in the Auditors' Report under section 197(16) of the Act:

In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) of the Act which are required to be commented upon by us.

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

(CA Humayun Shaik)
Proprietor
Mem No. 217227
ICAI UDIN: 21217227AAAADT4443



Date: 04.09.2021
Place: Hyderabad



HUMAYUN & CO., CHARTERED ACCOUNTANTS

1-10-11/1, 402 Gokul Apts., St. No.4, Ashoknagar, Hyderabad- 500 020, T.S. 9866914579 cahumayun@gmail.com

Annexure A to the Independent Auditors' Report on standalone financial statements

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

- i.
 - a. The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - b. The Company has a regular programme of physical verification of its fixed assets by which all fixed assets are verified in a phased manner over a period of three years. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the programme, certain fixed assets were physically verified by the Management during the year. In our opinion, and according to the information and explanations given to us, no material discrepancies were noticed on such verification.
 - c. In our opinion and according to the information and explanations given to us and on the basis of our examination of the records of the Company, we report that the title deeds, comprising all the immovable properties of land & buildings which are freehold are held in the name of the company as the balance sheet date.
- ii. The inventory has been physically verified by the management at reasonable intervals during the year. In our opinion, the frequency of such verification is reasonable. The discrepancies noticed on verification between the physical stocks and the book records have been properly dealt with in the books of account.
- iii. In our opinion and according to the information and explanations given to us, the Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Act. Accordingly, paragraph 3(iii) of the Order is not applicable to the Company.
- iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Act, with respect to the loans given, investments made, guarantees given and security provided.
- v. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public during the year in terms of the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under. Accordingly, paragraph 3(v) of the Order is not applicable to the Company.
- vi. We have broadly reviewed the books of account maintained by the Company as specified under Section 148(1) of the Act, for maintenance of cost records in respect of contracts of the Company, and are of the opinion that prima facie, the Central Government has not prescribed the maintenance of cost records.
- vii. (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Goods and Services Tax, Duty of Customs, Cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities.





HUMAYUN & CO.,

CHARTERED ACCOUNTANTS

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According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income-tax, Goods and Services Tax, Duty of Customs, Cess and other material statutory dues were in arrears as at 31 March 2021 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there were no dues of Income-tax, Sales-tax, Service tax, Duty of Customs, Duty of Excise and Value added tax which have not been deposited as at 31 March 2021 on account of disputes.
- viii. According to the information and explanations given to us, and based on the records of the Company, the Company has not defaulted in the repayment of loans or borrowings to financial institutions and banks.
- ix. In our opinion and according to the information and explanations given to us, the Company did not raise any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, paragraph 3(ix) of the Order is not applicable to the Company.
- x. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- xi. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable to the Company.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with Sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- xiv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, paragraph 3(xiv) of the Order is not applicable to the Company.





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- xv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with them. Accordingly, paragraph 3(xv) of the Order is not applicable to the Company.
- xvi. According to the information and explanations given to us, the Company is not required to be registered under Section 45 - IA of the Reserve Bank of India Act, 1934. Accordingly, paragraph 3(xvi) of the Order is not applicable to the Company.

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


(CA Humayun Shaik)
Proprietor

Mem No. 217227
ICAI UDIN: 21217227AAAADT4443



Date: 04.09.2021
Place: Hyderabad



HUMAYUN & CO., CHARTERED ACCOUNTANTS

1-10-11/1, 402 Gokul Apts., St. No.4, Ashoknagar, Hyderabad- 500 020, T.S. 9866914579 cahumayun@gmail.com

Annexure B to the Independent Auditors' report on the standalone financial statements of AJ Packaging Limited for the year ended 31 March 2021.

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

Report on the internal financial controls with reference to the aforesaid standalone financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013

Opinion

We have audited the internal financial controls with reference to standalone financial statements of AJ Packaging Limited ("the Company") as of 31 March 2021 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to standalone financial statements and such internal financial controls were operating effectively as at 31 March 2021, based on the internal financial controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note").

Management's Responsibility for Internal Financial Controls

The Company's management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the internal financial controls with reference to standalone financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013 (hereinafter referred to as "the Act").

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to standalone financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to standalone financial statements. 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 with reference to standalone financial statements were established and maintained and whether such controls operated effectively in all material respects.

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





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assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error.

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


Meaning of Internal Financial controls with Reference to standalone Financial Statements

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

Inherent Limitations of Internal Financial controls with Reference to standalone Financial Statements

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

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


(CA Humayun Shaik)
Proprietor
Mem No. 217227



ICAI UDIN: 21217227AAAADT4443

Date: 04.09.2021
Place: Hyderabad

A J PACKAGING LTD
Balance Sheet as at 31st March, 2021

Particulars	Note No.		As at 31.03.2021 Rs. In Lakhs	As at 31.03.2020 Rs. In Lakhs
I. EQUITY AND LIABILITIES				
1. Share Holders Funds				
a) Share Capital	1	483.68		483.68
b) Reserves & Surplus	2	1,593.11	2,076.79	1,386.88
2. Non Current Liabilities				
a) Long Term Borrowings	3	1,789.22		1,233.17
b) Deferred Tax Liability		104.91	1,894.13	94.91
4. Current Liabilities				
a) Short Term Borrowings	4	1,948.86		2,090.20
b) Trade Payables	5	1,328.68		645.06
c) Other Current Liabilities	6	1,156.73		588.78
d) Short Term Provisions	7	64.18	4,498.44	44.18
Total			8,469.36	6,566.86
II. ASSETS				
1. Non Current Assets				
a) Fixed Assets	8			2,753.43
(i) Tangible Assets		3,280.80		29.93
(ii) Capital work-in-progress		45.87		20.25
b) Non Current Investment	9	20.25	3,346.92	
2. Current Assets				
a) Inventories	10	3,534.94		2,716.21
b) Trade Receivables	11	997.12		585.63
c) Cash & Cash Equivalents	12	187.22		201.63
d) Short Term Loans & Advances	13	403.15	5,122.44	259.78
Total			8,469.36	6,566.86

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



NITIN AGARWAL
Managing Director

Place : Hyderabad

Date : 04/09/2021

UDIN 21217227 AAAA DT 4443

A J PACKAGING LTD
Statement of Profit and Loss for the period ended 31.03.2021

PARTICULARS	Note No.	Year ended 31.03.2021 Rs. In Lakhs	Year ended 31.03.2020 Rs In Lakhs
INCOME			
Revenue from Operations		10,005.43	7,445.61
Other Income	14	12.02	11.45
	Total	10,017.44	7,457.06
EXPENDITURE			
Raw Material Consumed	15	6,627.93	4,547.79
Changes in Inventories of Finished Goods & Work in Process	16	(148.71)	9.40
Manufacturing Expenses	17	973.22	918.60
Salaries & Benefits to Employees	18	1,223.04	832.42
Administration and Selling Expenses	19	365.67	412.78
Financial Expenses	20	468.25	403.48
Depreciation	8	227.65	212.37
		9,737.03	7,336.84
Profit for the year		280.41	120.22
Less: Provision for Taxation Current Year		40.00	20.00
Net Profit		240.41	100.22
Less: Deferred Tax asset / liability		10.00	10.00
Net Profit after Deferred Tax		230.41	90.22
Significant accounting policies	21		
Notes on Accounts	22		
COMPUTATION OF EARNING PER SHARE			
a) Net Profit for the year		230.41	90.22
b) Number of Shares outstanding during the year		48,36,830	48,36,830
c) Earning per Share (Rs)		4.76	1.87
d) Nominal Value of Share (Rs)		10.00	10.00

The Notes referred to above form an integral part of Profit & Loss Account

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



NITIN AGARWAL
Managing Director

Place : Hyderabad

Date : 04/09/2021

UDIN 21217227 AAAA DT 4443

A J PACKAGING LTD

CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2021

A	Cash Flow from Operating Activities	31.03.2021		31.03.2020	
		Amount Rs. In Lakhs		Amount Rs. In Lakhs	
	Net Profit Before Tax	280.41		120.22	
	Adjustments for				
	Depreciation	227.65		212.37	
	Interest	468.25		403.48	
	Profit on Sale of Fixed Assets	-		-	
	Direct Taxes	(50.00)		(30.00)	
	Operating Profit before Working Capital Changes	926.32	a)	706.09	
	Adjustments for				
	Inventories	(818.73)		(138.36)	
	Receivables	(411.50)		83.37	
	Short Term Loans & Advances	(143.37)		(21.43)	
	Long Term Loans & Advances	-		(5.88)	
	Current Liabilities (Other than Bank Borrowing)	1,271.57		(21.83)	
		(102.03)	b)	(104.14)	
	Cash Flow From operating Activities (A)		a+b	824.29	601.95
B	Cash Flow from Investment Activities				
	Purchase of Fixed Assets	(770.97)		(635.63)	
	Proceeds from Sales of Fixed Assets	-		-	
			(B)	(770.97)	(635.63)
C	Cash Flow from Financing Activities				
	Inflows				
	Increase in Bank Borrowings	(141.34)		172.02	
	Changes in long term borrowing	566.05		282.82	
		424.70		454.84	
	Outflows				
	Interest	(468.25)		(403.48)	
	Dividend	(24.18)		(24.18)	
		(492.44)	C)	(67.73)	27.17
	Net increase in cash and cash equivalents		(A+B+C)	(14.41)	(6.50)
	Cash and cash equivalents (Opening Balance)	201.63		208.13	
	Cash and cash equivalents (Closing Balance)	187.21		201.63	

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



MITIN AGARWAL
Managing Director

Place : Hyderabad

Date : 04-09-2021

UDIN 21217227 AAAA DT 4443

AJ PACKAGING LTD

Notes forming part of the Financial Statements

Note-1**SHARE CAPITAL**

Particulars	As at 31.03.2021		As at 31.03.2020	
	Numbers	Rs. In Lakhs	Numbers	Rs. In Lakhs
Authorised				
Equity Shares of Rs 10/- Each	5000000	50000000	5000000	50000000
Issued Subscribed and Paid-up				
Equity Shares of Rs 10/- Each	4836830	483.68	4836830	483.68
		483.68		483.68

1.2. Details of Share holders holding more than 5% share in the company

Particulars	as at 31.03.2021		as at 31.03.2020	
	Numbers of Shares	%	Numbers of Shares	%
1. A J CANS PVT LTD	1848000	38.21%	1848000	38.21%
2. NITIN AGARWAL	1620388	33.50%	1620388	33.50%
3. RANJANI AGARWAL	839052	17.35%	839052	17.35%

1.3. Reconciliation of the numbers of Shares	31.03.2021		31.03.2020	
	Numbers		Numbers	
Number of Shares at the beginning of the year	48,36,830		48,36,830	
Add: issued during the year	-		-	
Number of shares at the end of the year	48,36,830		48,36,830	

1.4. The company has only one class of shares i.e., Equity Shares

Note: 2 Reserves & Surplus

PARTICULARS	As at 31.03.2021		As at 31.03.2020	
		Rs. In Lakhs		Rs. In Lakhs
State investement subsidy		20.00		20.00
Share Premium a/c.		369.84		369.84
General Reserve				
Opening Balance	103.84		103.84	
Additions during the year	-		-	
Closing Balance	103.84	103.84	103.84	103.84
Surplus in profit & loss account				
Opening Balance	893.20		827.14	
Add: Profit for the current year	230.41		90.24	
	1,123.61		917.38	
Less: Provision for dividends	24.18		24.18	
	1,099.43	1,099.43	893.20	893.20
		1,593.11		1,386.88



Note - 3

Long Term Borrowings

PARTICULARS	As at 31 03 2021 Rs. In Lakhs		As at 31 03 2020 Rs. In Lakhs	
	Current	Non - Current	Current	Non - Current
	Secured			
The HSBC LTD - Term Loan	-	-	4.12	-
ICICI BANK LTD - Term Loan	50.00	87.50	50.00	125.00
SCB - Term Loan	-	-	8.33	-
DBS Bank India Ltd	26.66	166.07	-	-
Vehicle Loans under Hire Purchase	13.98	38.73	1.73	2.93
ECGLS Loans				
DBS BANK INDIA LTD	30.33	151.67	-	-
Standard Chartered Bank	10.00	50.00	-	-
ICICI Bank Ltd	31.78	158.92	-	-
Un Secured				
Loans from Body Corporates		649.01		873.98
Other Long Term Liabilities		487.31		231.26
	162.75	1,789.22	64.18	1,233.17

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 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 24.09.2020
 Sanctioned Amount Rs.240 Lakhs
 Tenor 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
		240.00

3.3. Terms of Sanction of ICICI BANK LTD

Term Loan

Sanctioned letter no & date. CAL590571356464 / Dated 17.08.2017
 Sanctioned Amount Rs.250 Lakhs
 Tenor 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. ECLGS LOANS

SANCTION LETTERS

SCB, ICICI, DBS Bank

SANCTION TENOR 3 YEARS FROM 01.10.2021
 REPAYMENT 36 MONTHLY INSTALMENTS Starting from 01.10.2021
 Sanctioned amounts

SL.NO.	BANK NAME	AMOUNT RS.
1	DBS BANK INDIA LTD	18200000
2	STANARD CHARTERED BANK	6000000
3	ICICI BANK LTD	19070000



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

3.5. 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 copmany



Note-4
Short Term Borrowings

PARTICULARS	As at	
	31.03.2021 Rs. In Lakhs	31.03.2020 Rs. In Lakhs
Secured		
working capital Loans From		
DBS BANK INDIA LTD	828.26	-
HSBC	-	910.09
Standard Chartered Bank	325.21	343.76
ICICI BANK LTD	795.39	836.35
	1,948.86	2,090.20

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

Note-5
Trade Payables

PARTICULARS	As at	
	31.03.2021 Rs. In Lakhs	31.03.2020 Rs. In Lakhs
Sundry Creditors for Raw Materials		
Micro and Small Enterprises	-	-
Others	1,328.68	645.06
	1,328.68	645.06

In the absence of necessary information with the company relating to information to the registration status of suppliers under the Micro, Small and Medium Enterprises development Act, 2006, the information required under the said Act could not be compiled and disclosed. The company has not received information from vendors regarding their status under the Micro, Small and Medium Enterprises

Note-6
Other Current liabilities

PARTICULARS	As at	
	31.03.2021 Rs. In Lakhs	31.03.2020 Rs. In Lakhs
Current maturity of Longterm Debt (Ref Note No.3)	162.75	64.18
Other Liabilities	493.59	156.61
Sundry Creditors Stores & Expenses		
Micro and Small Enterprises	78.64	95.02
Others	421.76	272.97
	1,156.73	588.78

Note-7
Short Term Borrowings

PARTICULARS	As at	
	31.03.2021 Rs. In Lakhs	31.03.2020 Rs. In Lakhs
Provision for Taxation	40.00	20.00
Provision for Dividend	24.18	24.18
	64.18	44.18



Note-9**Non Current Investment**

PARTICULARS	As at 31.03.2021 Rs. In Lakhs	As at 31.03.2020 Rs. In Lakhs
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 31.03.2021 Rs. In Lakhs	As at 31.03.2020 Rs. In Lakhs
(Valued at cost or net realisable value whichever is lower and certified by the management)		
Raw Materials	1,795.64	1,167.09
Work-in-Progress	1,481.06	1,357.86
Finished Goods	39.00	12.96
Stores	216.43	174.96
Scrap	2.81	3.34
	3,534.94	2,716.21

Note-11**Trade Receivables**

(Unsecured, and Considered good)

PARTICULARS	As at 31.03.2021 Rs. In Lakhs	As at 31.03.2020 Rs. In Lakhs
Due over six months	12.79	6.51
Others	984.33	579.12
	997.12	585.63

Note-12**CASH AND CASH EQUIVALENTS**

PARTICULARS	As at 31.03.2021 Rs. In Lakhs	As at 31.03.2020 Rs. In Lakhs
Cash in Hand	22.84	27.98
With scheduled Banks in:		
Current Accounts	12.65	37.20
Margin Deposits	151.73	136.45
	187.22	201.63

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 31.03.2021 Rs. In Lakhs	As at 31.03.2020 Rs. In Lakhs
a. Advances - Others	153.14	84.46
b. Advances - Employees	33.12	17.07
c. Advances - Government Departments	216.90	158.25
	403.15	259.78



AJ PACKAGING LTD

Notes forming part of the financial statements

Note - 14 Other Income

PARTICULARS	Year Ended 31.03.2021 Rs. In Lakhs	Year Ended 31.03.2020 Rs. In Lakhs
Other income -	4.77	2.56
Interest Received	7.25	8.89
	12.02	11.45

Note-15 RAW MATERIAL CONSUMED

PARTICULARS	Year Ended 31.03.2021 Rs. In Lakhs	Year Ended 31.03.2020 Rs. In Lakhs
Opening Stock	1,167.09	985.86
Add:		
Purchases	7,256.47	4,729.02
Less:	8,423.56	5,714.88
Closing stock	1,795.64	1,167.09
Total Consumption	6,627.93	4,547.79
Percentage of Imported and Indigeneous Raw Materials Consumed:		
	Year Ended 2021	Year Ended 2020
Imported (including Cusoms duty)	6.27% 415.31	16.22% 737.71
Indigeneous	93.73% 6,212.62	83.78% 3,810.08
	100% 6,627.93	100% 4,547.79

Note-16

Changes in Inventories

		Year Ended 31.03.2021 Rs. In Lakhs		Year Ended 31.03.2020 Rs. In Lakhs
OPENING STOCKS				
Work-in-progress	1,357.86		1,370.24	
Finished Goods	12.96		10.43	
Scrap	3.34		2.89	
		1,374.16	1,383.56	1,383.56
Closing Stocks				
Work-in-progress	1,481.06		1,357.86	
Finished Goods	39.00		12.96	
Scrap	2.81		3.34	
Total		1,522.87	1,374.16	1,374.16
(Increase) / Decrease in stocks		(148.71)		9.40



Note-17**MANUFACTURING EXPENSES**

PARTICULARS	Year Ended	Year Ended
	31.03.2021	31.03.2020
	Rs. In Lakhs	Rs. In Lakhs
Power & Fuel	309.00	286.04
Repairs to Machinery	55.22	62.47
Packing Material Consumed	282.67	323.41
Stores Consumed	149.77	134.31
Insurance	12.29	13.76
Other Manufacturing expenses	15.88	11.36
Security charges	34.04	27.25
Factory Rent	114.35	60.00
Total	973.22	918.60

Note-18**Salaries & Benefits to Employees**

PARTICULARS	Year Ended	Year Ended
	31.03.2021	31.03.2020
	Rs. In Lakhs	Rs. In Lakhs
Salaries & Wages	1,155.89	793.62
Staff Welfare	47.96	19.55
Contributions to Funds	15.19	15.25
Gratuity	4.00	4.00
Total	1,223.04	832.42

Note-19**ADMINISTRATIVE & SELLING EXPENSES**

PARTICULARS	Year Ended	Year Ended
	31.03.2021	31.03.2020
	Rs. In Lakhs	Rs. In Lakhs
Rent	6.00	6.00
Rates & Taxes	18.59	6.90
Printing & Stationery	9.27	5.75
Telephones	4.13	5.25
Travelling & Conveyance	20.91	104.00
Vehicle Maintenance	14.45	15.79
Legal & Professional	18.33	21.66
Directors Remuneration	30.00	30.00
Auditors' Remuneration		
a. Audit fees	3.00	1.50
b. Tax Audit fees	1.00	0.50
c. certification	0.10	-
Other Expenses	2.79	5.57
Loss on Chit bidding	0.04	-
Office Expenses	13.77	11.55
Freight Outwards	220.94	175.69
Selling Expenses	2.35	22.62
Total	365.67	412.78

Note-20**FINANCE EXPENSES**

PARTICULARS	Year Ended	Year Ended
	31.03.2021	31.03.2020
	Rs. In Lakhs	Rs. In Lakhs
Interest on Term Loan	29.48	35.83
Interest on Working Capital Loans	359.57	311.76
Other Financial Charges	79.20	55.89
Total	468.25	403.48



Note-8

FIXED ASSETS

Particulars	Gross Block:				Depreciation:			Net Block:	
	Balance as at 01.04.2020	Deductions During the year	Additions During the year	Total Cost at 31.03.2021	Balance as at 01.04.2020	Deductions For the year	Balance as at 31.03.2021	As at 31.03.2021	As at 31.03.2020
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Land	67.57	-	-	67.57	-	-	-	67.57	67.57
Factory Buildings	311.91	-	62.71	374.63	99.65	9.31	108.97	265.66	212.26
Plant & Machinery	3,303.08	-	592.30	3,895.39	1,009.85	184.93	1,194.78	2,700.60	2,293.24
Electrical Installations	187.43	-	7.52	194.95	84.03	14.94	98.98	95.98	103.40
Workshop Equipment	4.47	-	-	4.47	3.69	0.05	3.73	0.74	0.79
Office Equipment	97.28	-	17.54	114.82	78.14	5.38	83.53	31.29	19.14
Furniture & Fixtures	53.25	-	0.54	53.79	30.75	3.07	33.82	19.97	22.51
Vehicles	197.09	2.90	75.43	269.61	162.55	9.96	170.63	98.98	34.53
Total	4,222.09	2.90	756.04	4,975.23	1,468.66	227.65	1,694.43	3,280.80	2,753.43
Capital work-in-progress	29.93	29.93	45.87	45.87	-	-	-	45.87	29.93
Grand Totals	4,252.02	32.83	801.91	5,021.10	1,468.66	227.65	1,694.43	3,326.67	2,783.36



A J PACKAGING LTD

NOTES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2021

21. Significant accounting policies.

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.

A 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

B 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 / materialize.

C 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.

D Depreciation

Depreciation is provided on straight line method in accordance with the useful life prescribed under schedule II of the Companies Act 2013.

E 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 of to profit and loss account. Fund borrowed for acquisition of qualifying fixed assets are capitalized till the date of commissioning and thereafter charged to Profit and Loss Account.



F 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.

G Trade Receivable:

Receivables are stated after making adequate provision for doubtful debts as on 31.03.2021

H Loans and Advances:

Loans and advances are stated after making adequate provision for doubtful Advances

I Investments

Investments are stated at cost.

J 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

K Contingent liabilities

Liability in respect of contingent nature are mentioned by way of notes to accounts and will be paid / provided on cristalization / due dates.

I 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 outstanding.

M Employee benefits:

Contribution to defined schemes such as Provident Fund, ESI are charged as incurred on accrual basis.

N 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 transalted at the rates of exchange ruling on the Balance Sheet date or at the rates of exchange fixed under contractual arrangements.

O Taxes on income

Provision for taxation for the year is based on tax liability computed in accordance with 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.



P **Change in Accounting Policy**

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.

22 Notes to Accounts	31/03/2021 (Rs)	31/03/2020 (Rs)
1 Estimated amount of contracts remaining to be executed on capital account and not provided	Nil	Nil
2 Contingent Liabilities:		
Against Letter of Credit	6,05,93,617	4,14,87,121
3 Expenditure in foreign currency on account of:		
a. Capital Goods	2,10,71,004	76,51,994
b. Raw Materials	3,55,99,691	7,21,00,335
c. Travel & Others		51,79,759
4 Value of raw materials & stores consumed:		
a. Raw Material		
Imported	3,55,99,691	7,21,00,335
Indigenous	62,71,92,843	38,26,78,362
b. Stores,		
Imported	-	-
Indigenous	1,49,76,659	1,34,30,799
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 export obligation for the supplies made to EOU Coffee companies The details are given below

Sl.No.	Advance License No.	Date	Value Rs.	Status
1	NO. 0910065701	28/11/2017	246227374	The company had fulfilled export obligation, obtained banker's Certificates and submitted application to DGFT for redemption and the same is under process with DGFT
2	No.0910067679	19/06/2019	138881822	The company had fulfilled export obligation, obtained banker's Certificates and is in the process of submitting application to DGFT for redemption.
3	NO.0910069261	28/09/2020	163457398	UNDER PROCESS

6.1 The company had imported Machinery vide EPCG Authorization NO. 0930012577 Dated 30.11.2016 against which the company has to fulfill export obligation for FOB Value Rs.3229290/- with in a period of 6 years The company had already fulfilled export obligation, obtained banker's Certificates and is in the process of filing application to DGFT for redemption.



- 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 31.03.2021 is as under

Deferred Tax Liability upto 31.03.2020	Rs.	9490657
add: Deferred Tax Asset for 2020-2021	Rs.	1000000
Total Liability as on 31.03.2021 Rs.	Rs.	<u>10490657</u>

8 Balances of Payables / Debtors and Loans & Advances as on 31.03.2021 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.

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

a) Transactions during the year

Name of the party	Relationship	Nature of Transacti	31.03.2021	31.03.2020
AJAY AGARWAL	KEY MANAGEMENT	REMUNARATION		
Director		Consultancy	600000	600000
NITIN AGARWAL	KEY MANAGEMENT	REMUNARATION	3000000	3000000
Managing director				
Relatives				
Mrs. Ridhi Agarwal	W/o Nitin Agarwal	Salary	600000	600000
Mrs. Ranjani Agarwal	W/o. Ajay agarwal	Salary	600000	600000
		Rent	600000	600000
M/s. Asian Colour Cartons	Ajay Agarwal & Nitin Agarwal	Rent	3600000	3600000
	relatives are interested as partners			
Harso Steels Pvt Ltd	Enterprise in which Nitin Agarwal relatives are interested	Rent	2850000	2400000
A J CANS PVT LTD	Ajay Agarwal			
	Nitin Agarwal are	Purchase (Net)	26449473	37112476
	Interested as Directors	Sales (Net)	18122810	29183017



B) Payable as at 31.03.2021

Name of the party	Relationship	Nature of Transanc	31.03.2021	31.03.2020
AJAY AGARWAL	F/o Nitin Agarwal	Consultancy	43229	3027
Director				
NITIN AGARWAL	KEY MANAGEMENT	Remuneration	6961716	9635316
Managing director				
Relatives				
Mrs. Ridhi Agarwal	W/o Nitin Agarwal	Salary	402055	116862
Mrs. Ranjani Agarwal	W/o. Ajay agarwal	Salary , Rent	667928	46247

Signatures to schedules 1 to 24

for HUMAYUN & CO
Chartered Accountants
FRN 023315S
HUMAYUN S.
Proprietor
Membership no.217227



Ajay Agarwal
Director

for and on behalf of the Board



Nitin Agarwal
Managing Director

Place : Hyderabad
Date : 04/09/2021

UDIN 27217227 AAAA DT 4443



Independent Auditor's Report

To,

The Members
AJ Packaging Limited

Report on the Audit of the Consolidated Financial Statements (Indian GAAP)

Opinion

We have audited the accompanying Consolidated financial statements of AJ Packaging Limited ("the Company"), which comprise the Consolidated Balance Sheet as at March 31, 2021, and the Consolidated Statement of Profit and Loss and Consolidated statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (Herein after refer the Consolidated Financial Statements).

In our opinion and to the best of our information and according to the explanations given to us, based on the consideration of reports of other auditors on separate financial statements and on the other financial information of the subsidiaries, associates and joint ventures, the aforesaid Consolidated financial statements give the information required by the Companies Act, 2013 ('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 consolidated state of affairs of the Group, its associates and joint ventures as at March 31, 2021 their consolidated , their consolidated cash flows and the Statement of Shareholding of the Group for the year ended on that date

Basis for opinion

We conducted our audit in accordance with the standards on auditing specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

The company has reporting consolidated financials statements from the financial year 2020-2021. The Investment has been accounted under Equity Method for the consolidation with reference to accounting standard AS 23-**Accounting for Investments in Associates in Consolidated Financial Statements**. The Accounting standard has adopted first time and the





company has recognised profit and loss of the associate companies in reserves and surplus for the financials year 2018-2019 and 2019-2020. The company has prepared the consolidated financial statements for the financial year 2020-2021 to comply Subsection 3 and Section 129 of the companies Act 2013.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the Consolidated financial statements as a whole, 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.

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the Consolidated financial statements and our auditor's report thereon.

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

If, based on the work we have performed, we conclude that there is no material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's responsibility for the financial statements

The Holding Company's board of directors are responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these Consolidated financial statements that give a true and fair view of the Consolidated financial position, Consolidated financial performance and Consolidated cash flows of the Group Company and its associates and joint ventures in accordance with the accounting principles generally accepted in India, including the accounting standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.





In preparing the Consolidated financial statements, The respective board of Directors of companies included in the Group and of its Subsidiaries , Associates and Joint Venture management are responsible for assessing the Group and Its Subsidiaries, associates and Joint Venture 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 Group or to cease operations, or has no realistic alternative but to do so.

The respective board of directors and those charged with governance are also responsible for overseeing the Group's and of its subsidiaries, associates and Joint Ventures' Consolidated financial reporting process.

Auditor's responsibilities for the audit of the Consolidated financial statements

Our objectives are to obtain reasonable assurance about whether the Consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

Identify and assess the risks of material misstatement of the Consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and Its subsidiaries, associates and Joint Ventures 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 consolidated 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 Group and its subsidiaries, associates, joint ventures to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the Consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group and its associates and joint ventures of which we are the independent auditors, to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial statements of which we are the independent auditors 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 Consolidated financial statements for the financial Year ended march 31, 2021. and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements

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

- A. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- B. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- C. The Consolidated Balance Sheet, the Consolidated statement of profit and loss, and the Consolidated cash flow statement dealt with by this report are in agreement with the books of account;





HUMAYUN & CO., CHARTERED ACCOUNTANTS

1-10-11/1, 402 Gokul Apts., St. No.4, Ashoknagar, Hyderabad- 500 020, T.S. 9866914579 cahumayun@gmail.com

- D. In our opinion, the aforesaid Consolidated financial statements comply with the accounting standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014;
- E. On the basis of the written representations received from the directors of the holding company as on March 31, 2021 taken on record by the board of directors of the holding company, and the reports of the statutory Auditors of its Subsidiary companies, none of the directors is disqualified as on March 31, 2021 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 Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us;
- The Company does not have any pending litigations which would impact its financial position;
 - The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
 - There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company, its subsidiaries, associates and joint ventures, incorporated in India during the year ended March 31, 2021.

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


**(CA Humayun Shaik)
Proprietor**

**Mem Number 217227
UDIN 21217227AAAADT4443
Place: Hyderabad
Date: 04.09.2021**





Annexure “A” to the Independent Auditor’s Report

(Referred to in paragraph 2 (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 A J Packaging Limited (Hereinafter referred to as “the Holding Company”) and its Subsidiaries (Zero) as at March 31, 2021, in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management’s responsibility for internal financial controls

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

Auditors’ responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the holding Company and its Subsidiaries 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 Institute of Chartered Accountants of India 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 judgement, including the assessment of the risks of material misstatement in 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 Holding Company’s and Its Subsidiaries and associate companies internal financial control system over financial reporting.





Meaning of internal financial controls over financial reporting

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

- i. Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- ii. 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
- iii. 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.

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 of 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 and according to the information and explanations given to us, the Company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

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


(CA Humayun Shaik)
Proprietor

Mem Number 217227
UDIN 21217227AAAADT4443
Place: Hyderabad
Date: 04.09.2021



A J PACKAGING LTD
Consolidated Balance Sheet as at 31st March, 2021

Particulars	Note No.	As at 31.03.2021	As at 31.03.2020	As at 31.03.2019
I. EQUITY AND LIABILITIES				
1. Share Holders Funds				
a) Share Capital	1	4,83,68,300	4,83,68,300	4,83,68,300
b) Reserves & Surplus	2	16,00,21,745	13,86,74,869	13,20,33,662
c) Money received against Share Warrants		-	-	
2. Share Application Money				
3. Non Current Liabilities				
a) Long-Term Borrowings	3	17,89,21,894	12,33,17,108	9,60,34,100
b) Deferred Tax Liability (Net)		1,04,90,657	94,90,657	84,90,657
c) Other Long-Term Liabilities		-	-	-
d) Long-Term Provisions		-	-	-
4. Current Liabilities				
a) Short Term Borrowings	4	19,48,86,021	20,90,20,449	19,18,19,000
b) Trade Payables	5	13,28,67,610	6,45,05,563	4,26,09,000
c) Other Current Liabilities	6	11,56,72,540	5,88,78,185	8,29,62,000
d) Short-Term Provisions	7	64,18,415	44,18,415	44,18,415
TOTAL		84,76,47,182	65,66,73,546	60,67,35,134
II. ASSETS				
1. Non Current Assets				
a) Fixed Assets				
(i) Tangible Assets	8	32,80,79,838	27,53,42,909	22,70,44,000
(ii) Intangible Assets		-	-	-
(iii) Capital Work-in-Progress		45,86,698	29,92,855	89,67,000
(iv) Intangible Assets under Development		-	-	-
b) Non Current Investment	9	27,72,209	20,25,000	20,25,000
c) Deferred tax Asset (Net)		-	-	-
d) Long-Term Loans & Advances		-	-	-
e) Other Non-Current Assets		-	-	-
2. Current Assets				
a) Inventories	10	35,34,94,011	27,16,21,191	25,77,85,800
b) Trade Receivables	11	9,96,76,946	5,85,50,948	6,68,52,934
c) Cash & Cash Equivalents	12	1,87,22,068	2,01,62,409	2,08,13,100
d) Short-Term Loans & Advances	13	4,03,15,411	2,59,78,234	2,32,47,300
e) Other Current Assets				
TOTAL		84,76,47,182	65,66,73,546	60,67,35,134

Significant accounting policies

Notes on Accounts

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

Place : Hyderabad

Date :

UDIN:




Ajay Agarwal
Director

For and on behalf of the Board




Nitin Agarwal
Managing Director

A J PACKAGING LTD
Statement of Profit and Loss for the period ended 31.03.2021

PARTICUALRS	Note No.	Year ended 31.03.2021 Rs.	Year ended 31.03.2020 Rs.	Year ended 31.03.2019 Rs.
INCOME				
1. Revenue from Operations	14	1,00,05,42,603	74,45,61,769	68,04,71,600
2. Other Income	15	12,14,360	11,92,860	12,88,800
Total Revenue		1,00,17,56,962	74,57,54,630	68,17,60,400
EXPENDITURE				
1. Cost of Raw Material Consumed	16	66,27,92,533	45,47,78,697	41,67,16,323
2. Changes in Inventories of				
a) Finished Goods & Work in Process	17	(1,48,70,175)	9,39,707	(52,38,647)
3. Manufacturing Expenses	18	9,73,21,641	9,18,60,381	8,64,28,200
4. Salaries & Benefits to Employees	19	12,23,04,561	8,32,41,057	7,02,56,600
5. Administration and Selling Expenses	20	3,65,65,810	4,12,77,621	4,51,29,780
6. Finance Costs	21	4,68,25,166	4,03,48,034	3,63,87,330
7. Depreciation & Amortization Expense		2,27,64,633	2,12,36,977	1,90,90,400
8. Other Expenses	22	34,710	12,535	48,337
Total Expenses		97,37,38,880	73,36,95,008	66,88,18,323
PROFIT BEFORE TAX		2,80,18,082	1,20,59,622	1,29,42,077
Less: Tax Expense				
i) Current Year		40,00,000	20,00,000	20,00,000
ii) Deferred Tax Asset / Liability		10,00,000	10,00,000	10,00,000
Profit/ Loss for the period before share of Associate		2,30,18,082	90,59,622	99,42,077
Share of Profit from Associate		1,45,133	-	-
Net Profit/ Loss after Taxes and Associate Share of Profit/ Loss		2,31,63,216	90,59,622	99,42,077
Significant accounting policies	23			
Notes on Accounts	24			
COMPUTATION OF EARNING PER SHARE				
a) Net Profit for the year		2,31,63,216	90,59,622	99,42,077
b) Number of Shares outstanding during the year		48,36,830	48,36,830	48,36,830
c) Number of Shares after Elimination of Cross Holding		41,04,534		
d) Earning per Share - (a/c)	(Rs)	5.64	1.87	2.06
e) Nominal Value of Share	(Rs)	10.00	10.00	10.00

The Notes referred to above form an integral part of Profit & Loss Account

As per our Report of even date

For HUMAYUN & CO
Chartered Accountants
FRN 023315S

HUMAYUN S.
Proprietor
Membership No.: 217227



For and on behalf of the Board

Ajay Agarwal
Director



Nitin Agarwal
Managing Director

Place : Hyderabad

Date :

UDIN:

A J PACKAGING LTD
CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2021

PARTICULARS		31.03.2021		31.03.2020		31.03.2019	
		Amount in Rs.		Amount in Rs.		Amount in Rs.	
A Cash Flow from Operating Activities							
Net Profit Before Tax		2,80,18,082		1,20,59,622		1,29,42,077	
Adjustments for							
Depreciation		2,27,64,633		2,12,36,977		1,90,90,400	
Interest		4,68,25,166		4,03,48,034		3,63,87,330	
Profit on Sale of Fixed Assets		-		-		(1,74,000)	
Direct Taxes		(50,00,000)		(30,00,000)		(30,00,000)	
Operating Profit before Working Capital Changes	I	9,26,07,882		7,06,44,632		6,52,45,807	
Adjustments for							
Inventories		(8,18,72,820)		(1,38,35,391)		(98,77,856)	
Receivables		(4,11,25,999)		83,01,986		60,97,959	
Short Term Loans & Advances		(1,43,37,178)		(27,30,934)		86,34,707	
Current Liabilities (Other than Bank Borrowings)		12,71,56,401		(21,87,251)		(65,37,600)	
	II	(1,01,79,596)		(1,04,51,591)		(16,82,790)	
Cash Flow From Operating Activities	I + II	8,24,28,286		6,01,93,042		6,35,63,017	
B Cash Flow from Investment Activities							
Purchase of Fixed Assets		(7,70,95,404)		(6,35,61,741)		(4,23,03,375)	
Proceeds from Sales of Fixed Assets		-		-		6,25,335	
Cash Flow from Investment Activities		(7,70,95,404)		(6,35,61,741)		(4,16,78,040)	
C Cash Flow from Financing Activities							
Inflows							
Increase in Bank Borrowings		(1,41,34,427)		1,72,01,449		1,84,77,579	
Changes in Long-Term Borrowings		5,66,04,786		2,82,83,008		5,01,810	
	I	4,24,70,359		4,54,84,457		1,89,79,389	
Outflows							
Interest		(4,68,25,166)		(4,03,48,034)		(3,63,87,330)	
Dividend		(24,18,415)		(24,18,415)		(24,18,415)	
	II	(4,92,43,581)		(4,27,66,449)		(3,88,05,745)	
Cash Flow from Financing Activities	I + II	(67,73,222)		27,18,008		(1,98,26,356)	
Net increase in cash and cash equivalents	A+B+C	(14,40,340)		(6,50,691)		20,58,621	
Cash and cash equivalents (Opening Balance)		2,01,62,409		2,08,13,100		1,87,54,479	
Cash and cash equivalents (Closing Balance)		1,87,22,068		2,01,62,409		2,08,13,100	

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



NITIN AGARWAL
Managing Director

Place : Hyderabad

Date :

UDIN:

CONSOLIDATED GROUP FINANCIALS
Schedules forming part of the Accounts

Schedule - 1

SHARE CAPITAL

Particulars	As at	As at	As at
	31.03.2021	31.03.2020	31.03.2019
	Rs.	Rs.	Rs.
Authorised: 50,00,000 Equity Shares of Rs/ 10/- each	5,00,00,000	5,00,00,000	5,00,00,000
Issued*: 48,36,830 Equity Shares of Rs. 10/- each	4,83,68,300	4,83,68,300	4,83,68,300
Subscribed and Paid-up*: 48,36,830 Equity Shares of Rs. 10/- each	4,83,68,300	4,83,68,300	4,83,68,300
Share Application Money	-	-	-
	4,83,68,300	4,83,68,300	4,83,68,300

Schedule - 2

RESERVES & SURPLUS

PARTICULARS		As at		As at		As at
		31.03.2021		31.03.2020		31.03.2019
		Rs. In Lakhs		Rs. In Lakhs		Rs. In Lakhs
RESERVES:						
General Reserve		1,03,84,000		1,03,84,000		1,03,84,000
Opening Balance	1,03,84,000		1,03,84,000		1,03,84,000	
Additions during the year	-		-		-	
Closing Balance	1,03,84,000		1,03,84,000		1,03,84,000	
State Investment Subsidy		20,00,000		20,00,000		20,00,000
Share Premium a/c.		3,69,84,000		3,69,84,000		3,69,84,000
SURPLUS		11,06,53,745		8,93,06,869		8,26,65,662
Profit & Loss a/c - Opening Balance	8,93,06,869		8,26,65,662		7,51,42,000	
Add: Consolidated Profit for 2019 and 2018.	6,02,076					
Add: Profit for the Current year	2,31,63,216		90,59,622		99,42,077	
	11,30,72,160		9,17,25,284		8,50,84,077	
Less: Provision for Dividend	24,18,415		24,18,415		24,18,415	
	11,06,53,745		8,93,06,869		8,26,65,662	
		16,00,21,745		13,86,74,869		13,20,33,662

Schedule - 3

LONG TERM BORROWINGS

PARTICULARS	As at		As at		As at	
	31.03.2021		31.03.2020		31.03.2019	
	Rs.		Rs.		Rs.	
	Current	Non - Current	Current	Non - Current	Current	Non - Current
Secured						
The HSBC LTD - Term Loan	-	-	4,11,900	-	22,84,000	4,11,900
ICICI BANK LTD - Term Loan	50,00,000	87,50,000	50,00,000	1,25,00,000	50,00,000	1,75,00,000
SCB - Term Loan	-	-	8,33,385	-	36,62,000	5,55,000
DBS Bank India Ltd	26,66,000	1,66,07,000	-	-	-	-
Vehicle Loans under Hire Purchase	13,98,000	38,73,267	1,73,000	2,92,889	4,82,000	-
ECGLS Loans						
DBS BANK INDIA LTD	30,33,000	1,51,67,000	-	-	-	-
Standard Chartered Bank	10,00,000	50,00,000	-	-	-	-
ICICI Bank Ltd	31,78,000	1,58,92,000	-	-	-	-
Un Secured						
Loans from Body Corporates	-	6,49,01,414	-	8,73,98,155	-	6,45,50,000
Other Long Term Liabilities	-	4,87,31,213	-	2,31,26,064	-	1,30,17,200
	1,62,75,000	17,89,21,894	64,18,285	12,33,17,108	1,14,28,000	9,60,34,100



CONSOLIDATED GROUP FINANCIALS

Schedules forming part of the Accounts

Schedule - 4

SHORT-TERM BORROWINGS

Particulars	As at	As at	As at
	31.03.2021	31.03.2020	31.03.2019
	Rs.	Rs.	Rs.
Secured			
Working Capital Loans from			
DBS Bank India Limited	8,28,26,176	-	-
HSBC	-	9,10,09,215	9,23,31,000
Standard Chartered Bank	3,25,20,784	3,43,76,041	2,83,65,000
ICICI Bank Limited	7,95,39,060	8,36,35,192	7,11,23,000
	19,48,86,021	20,90,20,449	19,18,19,000

Schedule - 5

TRADE PAYABLE

Particulars	As at	As at	As at
	31.03.2021	31.03.2020	31.03.2019
	Rs.	Rs.	Rs.
Sundry Creditors - Raw Material	-	-	-
Sundry Creditors - Others	13,28,67,610	6,45,05,563	4,26,09,000
	13,28,67,610	6,45,05,563	4,26,09,000

Schedule - 6

OTHER CURRENT LIABILITIES

PARTICULARS	As at	As at	As at
	31.03.2021	31.03.2020	31.03.2019
	Rs.	Rs.	Rs.
Current maturity of Long-Term Debt (Ref Note No.3)	1,62,75,000	64,18,285	1,14,28,000
Other Liabilities	4,93,58,110	1,56,61,173	2,08,26,000
Sundry Creditors - Stores & Expenses	-	-	-
Micro and Small Enterprises	78,63,332	95,02,000	92,25,000
Others	4,21,76,098	2,72,96,727	4,14,83,000
	11,56,72,540	5,88,78,185	8,29,62,000

Schedule - 7

Short Term Provisions

PARTICULARS	As at	As at	As at
	31.03.2021	31.03.2020	31.03.2019
	Rs. In Lakhs	Rs. In Lakhs	Rs. In Lakhs
Provision for Taxation	40,00,000	20,00,000	20,00,000
Provision for Dividend	24,18,415	24,18,415	24,18,415
	64,18,415.00	44,18,415.00	44,18,415.00

Schedule - 8

FIXED ASSETS

Particulars	Gross Block:				
	Balance as at	Deductions	Additions	Total Cost	Balance as at
	01.04.2020	during the year	during the year	at 31.03.2021	01.04.2019
	Rs.	Rs.	Rs.	Rs.	Rs.
Land	67,56,800	-	-	67,56,800	67,56,800
Factory Buildings	3,11,91,397	-	62,71,266	3,74,62,663	2,93,79,000
Plant & Machinery	33,03,08,352	-	5,92,30,194	38,95,38,546	26,76,73,000
Electrical Installations	1,87,43,343	-	7,51,747	1,94,95,090	1,59,99,343
Workshop Equipment	4,47,456	-	-	4,47,456	4,02,000
Office Equipment	97,27,909	-	17,54,074	1,14,81,983	88,61,000
Furniture & Fixtures	53,25,418	-	53,755	53,79,173	53,25,418
Vehicles	1,97,08,511	2,90,091	75,42,871	2,69,61,291	1,82,76,511
Total	42,22,09,186	2,90,091	7,56,03,907	49,75,23,002	35,26,73,072
Capital work-in-progress	29,92,855	29,92,855	45,86,698	45,86,698	89,67,000
Grand Totals	42,52,02,041	32,82,946	8,01,90,605	50,21,09,700	36,16,40,072



**SCHEDULE - 8
FIXED ASSETS & DEPRECIATION**

Particulars	Gross Block				Depreciation				Net Block	
	Balance as at 01.04.2020	Deductions During the year	Additions During the year	Total Cost at 31.03.2021	Balance as at 01.04.2020	Deductions for the year	For the year	Balance as at 31.03.2021	As at 31.03.2021	As at 31.03.2020
	Land	67,56,800	-	-	67,56,800	-	-	-	-	67,56,800
Factory Buildings	3,11,91,397	-	62,71,266	3,74,62,663	99,65,330	-	9,31,312	1,08,96,642	2,65,66,021	2,12,26,067
Plant & Machinery	33,03,08,352	-	5,92,30,194	38,95,38,546	10,09,84,767	-	1,84,93,402	11,94,78,169	27,00,60,377	22,93,23,585
Electrical Installations	1,87,43,343	-	7,51,747	1,94,95,090	84,03,110	-	14,94,431	98,97,541	95,97,549	1,03,40,233
Workshop Equipment	4,47,456	-	-	4,47,456	3,68,549	-	4,535	3,73,084	74,372	78,907
Office Equipment	97,27,909	-	17,54,074	1,14,81,983	78,14,404	-	5,38,161	83,52,565	31,29,418	19,13,505
Furniture & Fixtures	53,25,418	-	53,755	53,79,173	30,74,822	-	3,07,215	33,82,037	19,97,136	22,50,596
Vehicles	1,97,08,511	2,90,091	75,42,871	2,69,61,291	1,62,55,294	1,88,446	9,96,277	1,70,63,125	98,98,166	34,53,217
Total	42,22,09,186	2,90,091	7,56,03,907	49,75,23,002	14,68,66,276	1,88,446	2,27,65,333	16,94,43,163	32,80,79,839	27,53,42,910
Capital Work-in-Progress	29,92,855	29,92,855	45,86,698	45,86,698	-	-	-	-	45,86,698	29,92,855
Grand Total	42,52,02,041	32,82,946	8,01,90,605	50,21,09,700	14,68,66,276	1,88,446	2,27,65,333	16,94,43,163	33,26,66,537	27,83,35,765

For Humayun & Co.
Chartered Accountants
FRN 0233155

HUMAYUN S.
Proprietor

Membership No. 217227
Place : Hyderabad
Date :



For and behalf of the Board

AJAY AGARWAL
Director

NITIN AGARWAL
Managing Director



CONSOLIDATED GROUP FINANCIALS
Schedules forming part of the Accounts

Schedule - 9

NON-CURRENT INVESTMENTS

Particulars	As at	As at	As at
	31.03.2021	31.03.2020	31.03.2019
	Rs.	Rs.	Rs.
Investment in Associate	20,25,000	20,25,000	20,25,000
2,02,500 Equity shares of Rs.10/- each of AJ Cans Pvt Ltd (Incl. 1,22,000 Bonus Shares of Rs.10/- each)			
Add: Share of Profit from Associate	7,47,209	-	-
	27,72,209	20,25,000	20,25,000

Schedule - 10

INVENTORIES

(Valued at cost or net realisable value which ever is lower - certified by the management)

Particulars	As at	As at	As at
	31.03.2021	31.03.2020	31.03.2019
	Rs.	Rs.	Rs.
Raw Materials	17,95,63,691	11,67,09,055	9,85,86,200
Work-in-Progress	14,81,06,144	13,57,86,375	13,70,24,000
Finished Goods	39,00,441	12,96,179	10,43,000
Stores	2,16,43,215	1,74,95,206	2,08,43,400
Scrap	2,80,520	3,34,376	2,89,200
	35,34,94,011	27,16,21,191	25,77,85,800

Schedule - 11

SUNDRY DEBTORS

(Unsecured, Considered good)

Particulars	As at		As at	As at
	31.03.2021		31.03.2020	31.03.2019
	Rs.	Rs.	Rs.	Rs.
Due over six months		12,79,054	6,51,021	1,52,000
Others		9,83,97,892	5,78,99,927	6,67,00,934
		9,96,76,946	5,85,50,948	6,68,52,934

Schedule - 12

CASH AND BANK BALANCES

Particulars	As at		As at	As at
	31.03.2021		31.03.2020	31.03.2019
	Rs.	Rs.	Rs.	Rs.
Cash in Hand		22,84,112	27,97,626	27,07,620
Bank Balances with Scheduled Banks in:				
Current Accounts		12,64,873	37,20,278	56,87,400
Margin Deposits		1,51,73,083	1,36,44,504	1,24,18,080
		1,87,22,068	2,01,62,409	2,08,13,100

Schedule - 13

SHORT-TERM LOANS & ADVANCES

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

Particulars	Year ended		Year ended	Year ended
	31.03.2021		31.03.2020	31.03.2019
	Rs.	Rs.	Rs.	Rs.
a. Advances - Employees		33,11,865	17,06,883	12,51,700
b. Advances - Government Departments		2,16,89,968	1,58,25,288	1,27,15,600
c. Advances - Suppliers & Others		1,53,13,579	84,46,063	92,80,000
		4,03,15,412	2,59,78,234	2,32,47,300

Schedule - 14

REVENUE FROM OPERATIONS

Particulars	Year ended	Year ended	Year ended
	31.03.2021	31.03.2020	31.03.2019
Sales and Operational income	1,18,06,40,271	87,85,82,888	80,29,56,488
Less : GST Collected	18,00,97,668	13,40,21,118	12,24,84,888
Net Revenue from Operations	1,00,05,42,603	74,45,61,769	68,04,71,600



CONSOLIDATED GROUP FINANCIALS

Schedules forming part of the Accounts

Schedule - 15

OTHER INCOME

Particulars	Year ended	Year ended	Year ended
	31.03.2021	31.03.2020	31.03.2019
	Rs.	Rs.	Rs.
Interest Received	7,25,305	8,88,143	7,69,000
Others	4,89,055	3,04,717	3,45,800
Profit on Sale of assets			1,74,000
Total	12,14,360	11,92,860	12,88,800

Schedule - 16

RAW MATERIALS CONSUMED

Particulars	Year ended	Year ended	Year ended
	31.03.2021	31.03.2020	31.03.2019
Opening Stock	11,67,09,055	9,85,85,677	10,00,29,000
Add: Purchases	72,56,47,169	47,29,02,075	41,52,73,000
	84,23,56,224	57,14,87,752	51,53,02,000
Less: Closing Stock	17,95,63,691	11,67,09,055	9,85,85,677
Total Raw Material Consumption	66,27,92,533	45,47,78,697	41,67,16,323
Details of Raw Material Consumed:			
Tinplate	52,66,92,446	30,56,78,920	
Printing Inks	4,91,49,493	3,33,96,319	
Alluminium Foils	2,40,29,680	99,98,618	
Copper Wire	5,93,44,617		
Flip top Caps	35,76,297	79,81,860	
Total Consumption	66,27,92,533	35,70,55,717	

Percentage of Imported and Indigeneous Raw Materials Consumed:

Imported (including Cusoms duty)	Year Ended 2021		Year Ended 2020		Year Ended 2019	
	6.27%	4,15,31,000	16.22%	7,37,71,000	18.80%	7,83,55,000
Indigeneous	93.73%	62,12,61,533	83.78%	38,10,07,697	81.20%	33,83,61,000
	100%	66,27,92,533	100%	45,47,78,697		45,47,78,697

Schedule - 17

CHANGES IN INVENTORY

PARTICULARS	Year Ended	Year Ended	Year Ended
	31.03.2021	31.03.2020	31.03.2019
	Rs.	Rs.	Rs.
OPENING INVENTORY			
Work-in-Progress	13,57,86,375	13,70,24,394	13,17,18,000
Finished Goods	12,96,179	10,42,964	10,66,000
Scrap	3,34,386	2,89,289	3,34,000
Total	13,74,16,940	13,83,56,647	13,31,18,000
CLOSING INVENTORY			
Work-in-Progress	14,81,06,144	13,57,86,375	13,70,24,394
Finished Goods	39,00,441	12,96,179	10,42,964
Scrap	2,80,530	3,34,386	2,89,289
Total	15,22,87,115	13,74,16,940	13,83,56,647
(Increase) / Decrease in stocks	(1,48,70,175)	9,39,707	(52,38,647)

Schedule - 18

MANUFACTURING EXPENSES

Particulars	Year ended	Year ended	Year ended
	31.03.2021	31.03.2020	31.03.2019
Power & Fuel	3,09,00,049	2,86,03,830	2,59,97,400
Repairs to Machinery	55,22,367	62,47,447	94,18,600
Packing Material Consumed	2,82,66,621	3,23,40,856	2,87,15,200
Stores Consumed	1,49,76,659	1,34,30,799	64,86,000
Insurance	12,29,479	13,76,193	11,59,000
Other Manufacturing expenses	15,87,523	11,35,840	53,11,000
Security charges	34,03,557	27,25,416	24,87,000
Factory Rent	1,14,35,385	60,00,000	68,54,000
Total	9,73,21,641	9,18,60,381	8,64,28,200



CONSOLIDATED GROUP FINANCIALS
Schedules forming part of the Accounts

Schedule - 19

Salaries & Benefits to Employees

Particulars	Year ended	Year ended	Year ended
	31.03.2021	31.03.2020	31.03.2019
Salaries & Wages	11,55,89,465	7,93,61,920	6,62,46,200
Staff Welfare	47,96,401	19,54,587	19,25,000
Contribution to Funds	15,18,695	15,24,550	16,85,400
Gratuity	4,00,000	4,00,000	4,00,000
Total	12,23,04,561	8,32,41,057	7,02,56,600

Schedule - 20

ADMINISTRATIVE & SELLING EXPENSES

Particulars	Year ended	Year ended	Year ended
	31.03.2021	31.03.2020	31.03.2019
Rent	6,00,000	6,00,000	6,00,000
Rates & Taxes	18,58,844	6,90,241	37,58,000
Printing & Stationery	9,26,575	5,74,572	6,34,000
Telephone Expenses	4,13,375	5,25,300	3,90,000
Travelling & Conveyance	20,91,040	1,04,00,100	1,11,11,000
Vehicle Maintenance	14,45,099	15,79,493	13,57,000
Legal & Professional Charges	18,32,500	21,65,500	22,63,000
Director's Remuneration	30,00,000	30,00,000	30,00,000
Auditors' Remuneration			
a. Audit fees	3,00,000	1,50,000	1,50,000
b. Tax Audit fees	1,00,000	50,000	75,000
b. Certification fees	10,000	-	-
Other Expenses	2,79,274	5,56,960	4,05,120
Loss on Chit Bidding	3,501	-	5,33,000
Office Expenses	13,76,960	11,54,510	9,79,110
Freight Outwards	2,20,93,642	1,75,69,356	1,69,43,450
Selling Expenses	2,35,000	22,61,589	29,31,100
Total	3,65,65,810	4,12,77,621	4,51,29,780

Schedule - 21

FINANCE COSTS

Particulars	Year ended	Year ended	Year ended
	31.03.2021	31.03.2020	31.03.2019
Interest on Term Loan	29,48,336	35,83,084	44,97,800
Interest on Working Capital Loan	3,59,57,252	3,11,76,034	2,69,21,730
Other Financial Charges	79,19,578	55,88,916	49,67,800
Total	4,68,25,166	4,03,48,034	3,63,87,330

Schedule - 22

OTHER EXPENSES

Particulars	Year ended	Year ended	Year ended
	31.03.2021	31.03.2020	31.03.2019
Unrealised Profit/ (Loss) from Sale to Associate	34,710	12,535	48,337
Total	34,710	12,535	48,337



NOTES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31st MARCH 2021.

SIGNIFICANT ACCOUNTING POLICIES.

1. General Operations

A J Packaging Limited (“The Group”) is an Unlisted company incorporated in India. The A J Packaging Limited is being parent company has invested in AJ Cans Private Limited and holding 39.62% of Equity of AJ Cans Private limited. The AJ cans Private limited is being operated by a team of professionals who are independent of the A J packaging Limited hence treated as “Associate company”. The holding 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 etc.

2. Basis of Preparation of Consolidated Financial Statements

The Consolidated 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. The Group company has been prepared the consolidated financial statements and accounted the Associate investment under Equity Method. The Group company has adopted the accounting standard **AS 23- Accounting for Investments in Associates in Consolidated Financial Statements** from the financials year 2020-2021 and the Investment has been valued Under Equity method form the financial year 2018-19 to comply the amendments made under Sub-section 3 section 129 of the companies Act 2013. (Reference Notification No S.O..1833 E dated 7th May 2018.)

3. Use of Estimates:

The preparation of the Consolidated 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 Consolidated 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 / materialize. We have considered the group company share of profit which has made adjustment in the Group company investment and Equity and Profit loss account for the Account years 2018-2019, 2019-2020 and 2020-2021 respectively.

4. Property, Plant and Equipment's:

Recognition and initial measurement Property, plant and equipment are stated at their cost of acquisition. The cost comprises purchase price, borrowing cost if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discount and rebates are deducted in arriving at the purchase price. Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company. All other repair and maintenance costs are recognized in statement of profit or loss as incurred.

Depreciation methods, estimated useful lives and residual value

Depreciation on Property, Plant and Equipment is provided on a Straight-Line Method, over the estimated useful lives of assets and complied with Prescribed schedule under the Companies Act 2013.



The Company depreciates its property, plant and equipment over the useful life in the manner prescribed in Schedule II to the Act, and management believe that useful life of asset's is same as those prescribed in Schedule II to the Act except wherever disclosed separately.

A) Intangible assets

Intangible assets are stated at acquisition cost, net of accumulated amortization and accumulated impairment losses, if any. Intangible assets are amortised on a straight-line basis over their estimated useful lives. Gains or losses arising from the retirement or disposal proceeds and the carrying amount of the asset and recognised as income or expense in the Statement of Profit & Loss. The Group company is not having the Intangible assets.

5. 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 of to profit and loss account. Fund borrowed for acquisition of qualifying fixed assets are capitalized till the date of commissioning and thereafter charged to Profit and Loss Account.

6. Inventories

The Group Company is valuing the inventory as below

- a. Raw materials are valued at landed cost
- b. Work-in Progress is valued at estimated cost.
- c. Finished goods are valued at Cost or Market value whichever is lower.
- d. Stores and Service Spares are valued at lower of Cost or Realizable value. And
- e. Scrap is valued at net realisable value.

7. Trade Receivables

Receivables are stated after making adequate provision for doubtful debts as on 31.03.2021.

8. Loans and Advances

Loans and advances are stated after making adequate provision for doubtful Advances.

9. Investment In Associate Companies.

The Group Company has made investment in AJ Cans Private Limited by having the 39.62% of the Equity of the Associates Company. The Investment is being valued by adopting the Equity Method as per The AS – 23 Accounting for Investments in Associates in Consolidated Financial Statements. We have provided the value in Schedule No 9 – Non-current Investment. he Group Company and Associate Company has adopted the similar accounting policies for the financial preparation and reporting. The group company has eliminated the intercompany unrealised profit or loss while considering the Associate profit the investment Valuation.

10. Revenue Reconciliation

Revenue is the gross inflow of cash, receivables or other consideration arising in the course of the ordinary activities of an enterprise from the sale of goods, from the rendering of services, and from the use by others of enterprise resources yielding interest, royalties and dividends. Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured, regardless of when the payment is being made.



A) Sale of Goods

The Group company is recognised revenue from sales by fulfilling following conditions

- a) The seller of goods has transferred to the buyer the property in the goods for a price or all significant risks and rewards of ownership have been transferred to the buyer and the seller retains no effective control of the goods transferred to a degree usually associated with ownership; and
- b) No significant uncertainty exists regarding the amount of the consideration that will be derived from the sale of the goods

B) Other Source of Income recognised as below

S. No	Income	Recognition
1	Interest	on a time, proportion basis taking into account the amount outstanding and the rate applicable.
2	Royalties	on an accrual basis in accordance with the terms of the relevant agreement.
3	Dividend from Investment in Shares	when the owner's right to receive payment investments in is established.

11. Contingent liabilities

Liabilities in respect of contingent nature are mentioned by way of notes to accounts and will be paid/ provided on crystallization/ due dates.

12. Earnings per Share

The Group company has 39.62 % Equity holding in associate company and the associate company the investment in group company 38.12% of the Equity of the Group Company hence the effective holding their own share is 15.14 %. We have eliminated the effective holding and calculated the EPS of the Group company for the consolidated financials.

13. Employee benefits

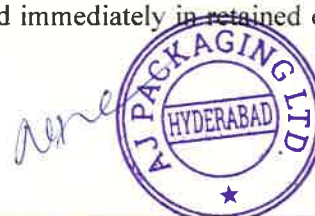
A liability is recognised for benefits accruing to employees in respect of wages and salaries, annual leave and sick leave in the period the related service is rendered at the undiscounted amount of the benefits expected to be paid in in exchange for that service.

Liabilities recognised in respect of short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in exchange for the related service. Liabilities recognised in respect of other long-term employee benefits are measured at the present value of the estimated future cash outflows expected to be made by the Company in respect of services provided by employees upto the reporting date.

Retirement benefit costs and termination benefits

Payments to defined contribution retirement benefit plans are recognised as an expense when employees have rendered service entitling them to the contributions.

For defined benefit retirement benefit plans, the cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period. Re measurement comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return assets (excluding net interest), is reflected immediately in the balance sheet with a charge or credit recognised in their comprehensive income in the period in which they occur. Re measurement recognised in other comprehensive income reflected immediately in retained earnings and



will not be reclassified to profit or loss Past service chat s profit or loss in the period of a plan amendment. Net interest is calculated by applying the discount FROM at the ping of the period to the net defined benefit liability or asset.

14. 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.

15. Taxes on income

Provision for taxation for the year is based on tax liability computed in accordance with 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.

16. Change in Accounting Policy

To fulfil 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.

17. Contracts

Estimated number of contracts remaining to be executed on capital account and not provided are nil for the current financial year and Previous Accounting year.

18. Contingent Liabilities

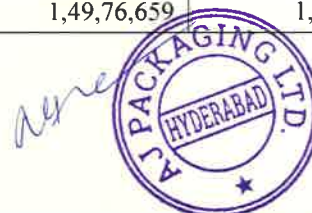
S. No	Details	31.03.2021 Amount in Rs	31.03.2020 Amount in Rs
a	Against Letter of Credit	6,05,93,617	4,14,87,121

19. Expenditure in foreign currency on account of

S. No	Details	31.03.2021 Amount in Rs	31.03.2020 Amount in Rs
a	Capital Goods	2,10,71,004	76,51,994
b	Raw Materials	3,55,99,691	7,21,00,335
c	Travel and Others	-	51,79,759

20. Value of raw materials & stores consumed:

S. No	Details	31.03.2021 Amount In Rs	31.03.2020 Amount In Rs
a.	Raw Material		
	Imported	3,55,99,691	7,21,00,335
	Indigenous	62,71,92,843	38,26,78,362
b.	Stores,		
	Imported	-	-
	Indigenous	1,49,76,659	1,34,30,799



21. Earnings in foreign exchange

We have not Exported goods at FOB for the current Financial Year and Previous Financial Year.

22. Export Obligations

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.

S. No	Advance License No.	Status	Date	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	24,62,27,374
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	13,88,81,822
3	No. 0910069261	UNDER PROCESS.	28-09-2020	16,34,57,398

The Company had imported vide EPCG Authorization No.: 0930012577, dated 30.11.2016 against which company has to fulfil the Export Obligation for FOB Value of INR 32,29,290 /- within a period of 6 years. The Company had already fulfilled Export Obligation, obtained Banker's Certificate and is in the process of filing application for redemption to DGFT.

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

- I. 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.
- II. The breakup of the deferred tax liability as on 31.03.2021 is as under:

S. No	Details	Amount In Rs
a	Deferred Tax Liability up to 31.03.2020	94,90,657
b	<u>Add:</u> Deferred Tax Asset for 2020-21	10,00,000
c	Total Liability as on 31.03.2021	1,04,90,657

24. Trade Payables and Receivables

Balances of Payables / Debtors and Loans & Advances as on 31.03.2021 are subject to confirmation.

25. Segment Reporting

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

26. Related Party Disclosures

We have provided the related party transaction during the current financial year and Previous Financial Year As below.



A) Related Party Transaction during the year


Name of the party	Relationship	Nature of Transaction	31.03.2021 Amount In Rs	31.03.2020 Amount In Rs
AJAY AGARWAL - Director	KMP	Consultancy	6,00,000	6,00,000
NITIN AGARWAL - Managing Director	KMP	Remuneration	30,00,000	30,00,000
Relatives				
Mrs. Ridhi Agarwal	W/o Nitin Agarwal	Salary	6,00,000	6,00,000
Mrs. Ranjani Agarwal	W/o. Ajay Agarwal	Salary	6,00,000	6,00,000
		Rent	6,00,000	6,00,000
M/s. Asian Colour Cartons	Ajay Agarwal's & Nitin Agarwal's relatives are interested as Partners.	Rent	36,00,000	36,00,000
HARSO STEELS PRIVATE LIMITED	Nitin Agarwal's relatives are interested.	Rent	2,85,00,000	24,00,000
		Sales		-
A J CANS PRIVATE LIMITED	Ajay Agarwal & Nitin Agarwal are Interested as Directors.	Job work	25,72,218	50,46,596
		Purchases	1,84,53,096	-
		Sales	1,92,29,435	-

KMP: Key Management Personnel

B) Related Party's Payables as on 31st March 2021.

Name of the party	Relationship	Nature of Transaction	31.03.2021	31.03.2020
AJAY AGARWAL – Director	KMP	Consultancy	43,229	3,027
NITIN AGARWAL - Managing Director	KMP	Remuneration	69,61,716	96,35,316
Relatives				
Mrs. Ridhi Agarwal	W/o Nitin Agarwal	Salary	4,02,055	1,16,862
Mrs. Ranjani Agarwal	W/o. Ajay Agarwal	Salary, Rent	6,67,928	46,247

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




Nitin Agarwal
Managing Director

Place: Hyderabad
Date:
UDIN: