

05th September, 2022

To,
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai - 400 001

Script Code: 526161

Sub: 35th Annual Report of Spenta International Limited for the FY 2021-22

Dear Sir/Madam,

Pursuant to provisions of Regulation 34 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith the Annual Report of Spenta International Limited for FY 2021-22 for the 35th Annual General Meeting to be held on Wednesday, 28th September, 2022 at 11:30 A.M. (IST) through Video Conferencing / Other Audio Visual Means ('VC/OAVM').

The Notice of the AGM along with the Annual Report for FY 2021-22 is being dispatched to all members in electronic mode, whose email ID's are registered with the Company or Link Intime India Private Limited, Registrar and Share Transfer Agent of the Company or their respective Depository Participants as on cut-off date of Friday, 26th September, 2022.

The Notice of 35th AGM and Annual Report for the FY 2021-22 is also available on the Company's website at www.spentasocks.com.

Kindly take on record and acknowledge the same.

Thanking you,

Yours Faithfully,

For **Spenta International Limited**



Prasad R. Chavan
Company Secretary & Compliance Officer



Encl: As above.

Spenta International Limited
35th Annual Report
2021-2022



SPENTA INTERNATIONAL LIMITED

**35th ANNUAL REPORT
2021-2022**

REGD. OFFICE: PLOT # 13-16, DEWAN INDUSTRIAL ESTATE,
VILLAGE NAVALI, PALGHAR (WEST) - 401404
CIN: L28129MH1986PLC040482
Web site: www.spentasocks.com
Email ID: cs@spentasocks.com

CORPORATE INFORMATION**BOARD OF DIRECTORS:**

Mr. Sanjay Gadodia (DIN - 00203433)	: Chairman, Whole Time Director cum Chief Executive Officer
Mr. Danny Hansotia (DIN - 00203497)	: Managing Director cum Chief Financial Officer
Mrs. Anita Koti (DIN - 08069112)	: Independent Non-Executive Director
Mrs. Sunita Misri (DIN - 06926975)	: Independent Non-Executive Director – till 30 th September 2021
Mr. Sashikant Newatia (DIN - 08793440)	: Independent Non-Executive Director
Mr. Dilip Pawar (DIN – 09279715)	: Independent Non-Executive Director – w.e.f. 13 th August 2021

COMPANY SECRETARY:

Mr. Prasad Rajendra Chavan	: Company Secretary and Compliance Officer - w.e.f. 15 th June 2022
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STATUTORY AUDITORS:**A K Kocchar & Associates
Chartered Accountants**

No. 601, Vishveshwar Nagar Rd,
Malad, Reserve Bank of India Staff Quarters,
Raheja Twp, Goregaon, Mumbai - 400063

SECRETARIAL AUDITORS:**HSPN & Associates LLP**

206. 2nd Floor, Tantia Jogani Industrial Estate,
J. R. Boricha Marg, Opp. Lodha Excelus,
Lower Parel East, Mumbai – 400011

BANKERS:

DCB Bank Limited
ICICI Bank Limited
Kotak Mahindra Bank Limited

REGISTERED OFFICE & FACTORY:

Plot No.13 to 16, Dewan Industrial Estate,
Village Navali, District, Palghar (West) – 401404
Tel No: 7666625388/7666025388
Email: cs@spentasocks.com
Website: www.spentasocks.com
CIN: L28129MH1986PLC040482

REGISTRAR & SHARE TRANSFER AGENT:**Link Intime India Private Limited,**

C-101, 247 Park, L.B.S. Marg,
Vikhroli (W), Mumbai – 400083
Tel: - 022-49186270 Fax: - 022-49186060
Email id: rnt.helpdesk@linkintime.co.in
Website: www.linkintime.co.in

LISTING OF EQUITY SHARES:**BSE Limited**

Phiroze Jeejeebhoy Towers, Dalal Street,
Mumbai – 400 001
ISIN: INE175C01018

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SPENTA INTERNATIONAL LIMITED

Registered Office: Plot No.13-16, Dewan Industrial Estate, Village Navali,
District - Palghar, Maharashtra - 401404

CIN: L28129MH1986PLC040482 **ISIN:** INE175C01018

Website: www.spentasocks.com **Email ID:** cs@spentasocks.com

NOTICE

Notice is hereby given that the **35th Annual General Meeting** (the "meeting") of **Spenta International Limited** ("the company") will be held on **Wednesday, 28th September, 2022 at 11.30 A.M. (IST)**, through video conferencing / other audio-visual means (VC/OAVM) in accordance with the relevant circulars issued by the Ministry of Corporate Affairs and Securities and Exchange Board of India in this regard, to transact the following business:

ORDINARY BUSINESS:**1. Adoption of Financial Statements**

To receive, consider and adopt the Audited Financial Statements of the Company for the Financial Year ended 31st March, 2022 including Audited Balance Sheet as at 31st March, 2022 and the Statement of Profit & Loss for the year ended on that date and the Report of the Board of Directors and Auditors thereon.

2. To declare Final dividend on Equity Shares for the Financial Year 2021-2022.

SPECIAL BUSINESS:**3. Re-appointment of Mrs. Anita Koti (DIN: 08069112) as an Independent Director of the Company for a second term of 5 (five) years**

To consider, and if thought fit, to pass with or without any modification, the following resolution as Special Resolution;

"RESOLVED THAT that pursuant to the provisions of Sections 149, 150, 152 read with Schedule IV and any other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualifications of Directors) Rules, 2014 and applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force), and pursuant to the recommendation of the Nomination and Remuneration Committee and approval of the Board of Directors for re-appointment, Mrs. Anita Koti (DIN: 08069112), Independent Director of the Company, whose present term to hold office as an "Independent Director" of the Company will expire on 15 February, 2023, and who has submitted a declaration that she meets the criteria of independence prescribed under Section 149(6) of the Companies Act, 2013 and Regulation 16(1)(b) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and who is eligible for re-appointment for a second term under the provisions of the Companies Act, 2013 and the Rules framed thereunder and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, be and is hereby re-appointed as an "Independent Director" of the Company for a second term of 5 (five) years with effect from 16 February, 2023 upto 15 February, 2028, not liable to retirement by rotation."

"RESOLVED FURTHER THAT any one of the Directors or the Company Secretary of the Company, be and are hereby severally authorized to do all such acts, deeds, matters and things as may be considered necessary or expedient to give effect to this resolution."

By order of the Board of Directors
For Spenta International Limited

Prasad R. Chavan
Company Secretary
ACS-49921

Place: Palghar
Date: 12th August, 2022

NOTES:

1. In view of the massive outbreak of Covid-19 pandemic, social distancing is the norm to be followed and pursuant to the Ministry of Corporate Affairs ("MCA") vide its Circular No. 14/2020 dated April 08, 2020 read with and Circular No. 17/2020 dated April 13, 2020, Circular No. 20/2020 dated May 05, 2020, Circular No. 02/2021 dated January 13, 2021, Circular No. 21/2021 dated December 14, 2021 and Circular No. 2/2022 dated May 05, 2022 and all other relevant circulars issued from time to time (collectively referred to as "MCA Circulars") and Securities and Exchange Board of India ("SEBI") vide circular number SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020 and Circular number SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated January 15, 2021 and SEBI/HO/CFD/CMD2/CIR/P/2022/62 dated May 13, 2022 (collectively referred to as "SEBI Circulars") permitted the holding of the Annual General Meeting ("the Meeting") through VC / OAVM, without the physical presence of the Members at a common venue. In compliance with the provisions of the Companies Act, 2013 ("Act"), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), MCA Circulars and SEBI Circulars, the Meeting of the Company is being held through VC / OAVM.

For this purpose, necessary arrangements have been made by the Company with Link Intime India Private Limited ("LI IPL") and instructions for the process to be followed for attending and participating in the ensuing AGM through VC / OAVM is forming part of this Notice.

2. The statement pursuant to section 102(1) of the Act ("Explanatory Statement") relating to the Item No. 3 (special business) to be transacted at the meeting is annexed hereto.
3. Pursuant to MCA Circulars and SEBI Circulars, the AGM will be held through VC/OAVM and a Member entitled to attend and vote at the Meeting through Electronic Mode, the physical attendance of Members in any case has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Attendance Slip and Proxy Form are not annexed to this Notice.
4. Pursuant to Section 113 of the Act representatives of Corporate Members may be appointed for the purpose of voting through remote e-voting or for participation and voting in the Meeting to be conducted through VC/OAVM.
5. Corporate Members intending to attend the Meeting through their authorised representatives are requested to send a Certified True Copy of the Board Resolution and Power of Attorney, (PDF/JPG Format) if any, authorizing its representative to attend and vote on their behalf at the Meeting. The said Resolution/Authorisation shall be sent to the Company by email through its registered email address, to cs@spentasocks.com.
6. In compliance with the aforesaid MCA Circulars and SEBI Circular, Notice of the Meeting along with the Annual Report for financial year 2021-22 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/ Depositories. Members may note that the Notice and Annual Report for financial year 2021-22 will also be available on website of the Company, i.e. <http://www.spentasocks.com>, website of the Stock Exchange i.e. BSE Limited and at www.bseindia.com
7. The business set out in the Notice will be transacted through electronic voting system and the Company is providing facility for voting by electronic means. Instructions and other information relating to e-voting are given in this Notice under Note No. 31.
8. Members attending the Meeting through VC / OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.
9. Relevant documents referred to in the accompanying Notice and the Explanatory Statement, Registers and all other documents will be available for inspection in electronic mode. Members can inspect the same by sending an email to the Company at cs@spentasocks.com.
10. Notice is also given under Section 91 of the Act read with Regulation 42 of the Listing Regulations, that the Register of Members and the Share Transfer Book of the Company will remain closed from Thursday, 22nd September, 2022 to Wednesday, 28th September, 2022 (both days inclusive).

11. Members are requested to intimate changes, if any, pertaining to their name, postal address, telephone/mobile numbers, Permanent Account Number (PAN), mandates, nominations, power of attorney, to their Depository Participants ("DPs") in case the shares are held by them in dematerialized form and to the Registrar and Share Transfer Agents of the Company i.e. Link Intime India Private Limited, in case the shares are held by them in physical form.
12. The Company has designated an exclusive email id called cs@spentasocks.com to redress Members' complaints/ grievances. In case you have any queries/complaints or grievances, then please write to us at cs@spentasocks.com.
13. Members holding equity shares of the Company as on cut-off date i.e. Wednesday, 21st September, 2022 and who would like to express their views or ask questions/queries during the AGM with regard to the Financial Statements or any other agenda item to be placed at the AGM, need to register themselves as a Speaker Shareholder by sending written request from their registered e-mail address mentioning their name, DP ID and Client ID number/ folio number and mobile number, to the Company's email id at cs@spentasocks.com at least 5 days before the AGM i.e. by Friday, 23rd September, 2022 3:30 p.m. (IST). Only those Members who have registered themselves as a Speaker will be allowed to speak/ express their views or ask questions/queries during the AGM. The Company reserves the right to restrict the number of speakers and time allotted to speak, as appropriate depending on the availability of time at the AGM for smooth conduct thereof.
14. **Transfer of Unclaimed/Unpaid amounts to the Investor Education and Protection Fund (IEPF):**

Members are requested to note that dividends not encashed or remaining unclaimed for a period of 7 (seven) consecutive years from the date of transfer to the Company's Unpaid Dividend Account, shall be transferred to the Investor Education and Protection Fund ("IEPF") established by the Central Government. Further, pursuant to the provisions of Section 124 of the Act read with the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 ("IEPF Rules") as amended to date, all shares on which dividend has not been paid or claimed for seven consecutive years or more shall be transferred to IEPF Authority as notified by the Ministry of Corporate Affairs.

It is in the Members' interest to claim any un-encashed dividends and for future, opt for Electronic Clearing Service, so that dividends paid by the Company are credited to the Members' account on time.

Members who have not yet encashed the dividend warrants, from the Financial Year ended 31st March, 2016 onwards are requested to forward their claims to the Company's Registrar and Share Transfer Agents. Members are requested to contact the Company's Registrar and Share Transfer Agent at the following address, to claim the unclaimed/ unpaid dividends:

Link Intime India Private Limited - (Share Transfer Agent)

C 101, 247 Park, L B S Marg, Vikhroli West, Mumbai - 400083

Tel: +91 22 49186000

Fax: +91 22 49186060

Email: rnt.helpdesk@linkintime.co.in

Website: <https://www.linkintime.co.in>

15. In case of joint holders, the Member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote at the Meeting.
16. Members are requested to intimate changes, if any, pertaining to their name, postal address, email address, telephone/ mobile numbers, Permanent Account Number (PAN), mandates, nominations power of attorney, bank details such as, name of the bank and branch details, bank account number, MICR code, IFSC code, etc., to their Depository Participant in case the shares are held in electronic form and to M/s. Link Intime India Private Limited, in case the shares are held in physical form.
17. Share transfer documents and all correspondence relating thereto, should be addressed to the Link Intime India Private Limited, at C 101, 247 Park, LBS Rd, Surya Nagar, Gandhi Nagar, Vikhroli West, Mumbai, Maharashtra - 400083 or at their designated email id i.e. rnt.helpdesk@linkintime.co.in.

18. The Company, consequent upon introduction of the Depository System ("DS"), entered into agreements with National Securities Depository Limited ("NSDL") and CDSL. The Members, therefore, have the option of holding and dealing in the shares of the Company in dematerialised form through NSDL or CDSL.
19. The DS envisages elimination of several problems involved in the scrip-based system such as bad deliveries, fraudulent transfers, mutilation of share certificates etc. Simultaneously, DS offers several advantages like exemption from stamp duty on transfer of shares, elimination of concept of market lot, elimination of bad deliveries, reduction in transaction costs, improved liquidity, etc.
20. To prevent fraudulent transactions, Members are advised to exercise due diligence and notify the company of any change in address or demise of any member as soon as possible. Members are also advised not to leave their demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned DP and holdings should be verified.
21. SEBI has mandated the submission of PAN by every participant of the securities market. Members holding shares in dematerialised form are, therefore, requested to submit their PAN to their DPs with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company Link Intime India Private Limited.
22. Members may please note that SEBI vide its Circular No. SEBI/HO/MIRSD/MIRSDRTAMB/P/CIR/2022/8 dated January 25, 2022, has mandated the listed companies to issue securities in dematerialized form only while processing service requests viz. Issue of duplicate securities certificate; claim from unclaimed suspense account; renewal/exchange of securities certificate; endorsement; sub-division/splitting of securities certificate; consolidation of securities certificates/folios; transmission and transposition. Accordingly, Members are requested to make service requests by submitting a duly filled and signed Form ISR - 4, the format of which is available on the Company's website at www.spentasocks.com. It may be noted that any service request can be processed only after the folio is KYC Compliant.
23. SEBI vide its notification dated January 24, 2022 has mandated that all requests for transfer of securities including transmission and transposition requests shall be processed only in dematerialized form. In view of the same and to eliminate all risks associated with physical shares and avail various benefits of dematerialization, Members are advised to dematerialize the shares held by them in physical form. Members can contact the Company or Link Intime India Private Limited, for assistance in this regard.
24. Members may note that the Board of Directors in their meeting held on Monday 30th May, 2022 has recommended a final dividend of Rs. 1.50/-per equity share of Rs. 10/-. The record date for the purpose of final dividend for the fiscal 2022 will be Wednesday 21st September, 2022. The final dividend once approved by the Members in the ensuing AGM will be paid on or after 03rd October, 2022, electronically through various online transfer modes to those members who have updated their bank details. For Members who have not updated their bank account details, dividend warrants / demand drafts / cheques will be sent out to their registered address. To avoid any delay in receiving the dividend, members are requested to update their KYC with their depositories (where shares are held in dematerialized mode) and with the Company's Registrar and Transfer Agent (RTA) (where shares are held in physical mode) to receive the dividend directly into their bank account on the payout date.
25. Pursuant to Finance Act 2020, dividend income is taxable in the hands of shareholders w.e.f. April 1, 2020 and the Company is required to deduct tax at source from dividend paid to shareholders at the prescribed rates. For the prescribed rates for various categories, please refer to the Finance Act, 2020 and the amendments thereof. The shareholders are requested to update their PAN with the DP (if shares held in electronic form) and Company/Link Intime (if shares held in physical form). Shareholders are requested to note that in case their PAN is not registered, or having invalid PAN or Specified Person as defined under section 206AB of the Income-tax Act ("the Act"), the tax will be deducted at a higher rate prescribed under section 206AA or 206AB of the Act, as applicable.
26. An annual Listing fee for the year 2022-2023 has been paid to stock exchange wherein shares of the Company are listed.

27. Pursuant to Section 72 of the Act, Members are entitled to make a nomination in respect of shares held by them. Members desirous of making a nomination, pursuant to the Rule 19(1) of the Companies (Share Capital and Debentures) Rules, 2014 are requested to send their requests in Form No. SH-13, to Link Intime India Private Limited. Further, Members desirous of cancelling/varying nomination pursuant to the Rule 19(9) of the Companies (Share Capital and Debentures) Rules, 2014, are requested to send their requests in Form No. SH-14, to Link Intime India Private Limited. These forms will be made available on request, alternatively, member can also get in touch with Link Intime India Private Limited through their email id - rnt.helpdesk@linkintime.co.in.
28. Since the Meeting will be held through VC/ OAVM, the Route Map and Attendance Slip are not annexed to this Notice.
29. The facility for voting through E-voting on the Resolutions shall be made available during the course of AGM for those who have not voted previously
30. All documents referred to in the accompanying Notice and the Explanatory Statement shall be open for inspection at the request of shareholders through E-mail at cs@spentasocks.com.

31. Update KYC Details:

In order to ensure that all communications and monetary benefits are received promptly by all Shareholders holding shares in physical form, the Company advises such shareholders to notify to the Company, any change in their address/ bank details/ email id etc. under the signatures of sole/ first named joint holder along with relevant supporting documents by using the KYC Forms.

Members are requested to kindly note that as per SEBI circular bearing no SEBI/HO/MIRSSD_RTAMB/PCIR/2021/655 dated 3rd November, 2021, it is mandatory for Members holding shares in physical form to register their PAN, KYC details, Bank Particulars and Nomination against their folio no. PAN is also required to be linked to Aadhar No. by the Members to be considered as valid PAN.

Members are requested to provide Form ISR1, ISR2, Nomination Form duly filled and signed along with the hard copy of the following self-attested documents to Link Intime for registration against their respective folio(s):

- Identity Proof: Copy of PAN Card/ Aadhar Card
- Address Proof: Copy of Aadhar Card/ Passport/ Client Master List/ Utility Bill not over 3 months old
- Bank Details: Copy of the cancelled cheque stating the name of the Member as account holder
- Contact Details: Mobile no., email ID
- Nomination: Please provide Form SH13 duly filled and signed to Link Intime.

In the absence of any of the above information registered against your folio no., your folio no. will be frozen for any updation / dividend payment as per the direction under the aforesaid Circular. The Form ISR1, ISR2, Nomination forms are available on the website of the Company i.e., www.spentasocks.com or and on the website of Link Intime India Private Limited.

32. Update E-mails for receiving notice/ documents in e-mode:

The shareholders who have not registered their email addresses are requested to kindly register their e-mail addresses so as to enable the Company to better service shareholder correspondence through e-mode.

In case of shares held in Physical mode: The shareholder may send a request quoting its Folio No. to RTA by email at rnt.helpdesk@linkintime.co.in

In case of shares held in Demat mode: The shareholder may please contact the Depository Participant ("DP") and register the email address and bank account details in the demat account as per the process followed and advised by the DP.

In line with the General Circular No. 14/2020 dated April 08, 2020 read with and Circular No. 17/2020 dated April 13, 2020, Circular No. 20/2020 dated May 05, 2020, Circular No. 02/2021 dated January 13, 2021, Circular No. 21/2021 dated December 14, 2021 and Circular No. 2/2022 dated May 05, 2022 issued by the Ministry of Corporate Affairs, your Company is sending the Notice calling the AGM along with the Annual Report to the shareholders in electronic mode at their email addresses.

33. Encash Past Dividend Promptly:

The shareholders are advised to encash their dividend declared in prior years which remains not encashed promptly and revalidate the same before losing right to claim dividend owing to transfer of unclaimed dividends beyond seven years to the Investor Education and Protection Fund.

34. Information and other instructions relating to e-voting and joining the AGM are as under:

- a) In compliance with the provisions of section 108 of the Act read with the Rule 20 of the Companies (Management and Administration) Rules, 2014 Regulation 44 of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015, members are provided with the facility to cast their votes electronically. The Company has made necessary arrangement with Link Intime India Private Limited, to facilitate the members to cast their votes electronically.
- b) The Members, whose names appear in the Register of Members / Beneficial Owners as on the cut-off date i.e. Wednesday, 21st September, 2022, may cast their vote electronically. The e-voting period will commence from Sunday, 25th September, 2022 at 09:00 a.m. (IST) and will end at 05:00 p.m. (IST) on Tuesday, 27th September, 2022. The voting right of shareholders shall be in proportion to their share in the Paid up equity share capital of the Company as on the cutoff date, being Wednesday, 21st September, 2022.
- c) Voting rights shall be reckoned on the paid-up value of shares registered in the name of the Member/ beneficial owner (in case of electronic shareholding) as on the cut-off date, i.e., Wednesday, 21st September, 2022. A person who is not a Member as on the cut-off date should treat this Notice for information purposes only.
- d) A person, whose name is recorded in the Register of Members or in the register of beneficial owners maintained by the depositories as on the cut-off date, i.e. Wednesday, 21st September, 2022, only shall be entitled to avail the facility of e-voting.
- e) Once the vote on a resolution is cast by the member, he/she shall not be allowed to change it subsequently or cast the vote again.
- f) Members who are holding shares in physical form or who have not registered their email address with the Company/Depository or any person who acquires shares of the Company and becomes a Member of the Company after the Notice has been sent electronically by the Company, and holds shares as of the cut-off date, i.e. Wednesday, 21st September, 2022; such Member may obtain the User ID and password by sending a request at rnt.helpdesk@linkintime.co.in However, if a member is already registered with CDSL for e-voting then existing User ID and password can be used for casting vote.
- g) The Board of Directors of the Company has appointed Mr. Hemant Shetye, Designated Partner of M/s. HSPN & Associates LLP (membership no. 2827, COP: 1483) of Mumbai as Scrutinizer to scrutinize the e-voting process in a fair and transparent manner.
- h) The Scrutinizer shall, immediately after the conclusion of voting at the AGM, first count the votes cast during the AGM, thereafter unblock the votes cast through remote e voting and make, not later than 2 working days of conclusion of the AGM prepare a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing.

The Scrutinizer will submit his report to the Chairman. The result of the voting on the Resolutions shall be announced by the Chairman or any other person authorized by him immediately after the results are declared.

Subject to receipt of requisite number of votes, the resolutions shall be deemed to be passed on the date of the Meeting, i.e. 28th September, 2022.

The results declared along with the Scrutinizer's Report, will be placed on the website of the Company www.spentasocks.com. The Result will also be communicated to the Stock Exchange i.e., BSE Limited.

A. MEMBERS ARE REQUESTED TO FOLLOW THE INSTRUCTIONS BELOW TO CAST THEIR VOTE THROUGH REMOTE E-VOTING:

Remote e-Voting Instructions for shareholders post change in the Login mechanism for Individual shareholders holding securities in demat mode, pursuant to SEBI circular dated December 9, 2020:

Pursuant to SEBI circular dated December 9, 2020, individual shareholders holding securities in demat mode can register directly with the depository or will have the option of accessing various ESP portals directly from their demat accounts.

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

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

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL	<ul style="list-style-type: none"> • If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. • After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. • If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS" "Portal" or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReq.jsp • Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
Individual Shareholders holding securities in demat mode with CDSL	<ul style="list-style-type: none"> • Existing user of who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or www.cdslindia.com and click on New System Myeasi. • After successful login of Easi / Easiest the user will be also able to

	<p>see the E Voting Menu. The Menu will have links of e-Voting service provider i.e. NSDL, KARVY, LINKINTIME, CDSL. Click on e-Voting service provider name to cast your vote.</p> <ul style="list-style-type: none"> • If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi./Registration/EasiRegistration • Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP where the E Voting is in progress.
<p>Individual Shareholders (holding securities in demat mode) & login through their depository participants</p>	<ul style="list-style-type: none"> • You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. • Once login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
<p>Individual Shareholders holding securities in Physical mode & evoting service Provider is LINKINTIME.</p>	<p>1. Open the internet browser and launch the URL: https://instavote.linkintime.co.in</p> <p>▶ Click on “Sign Up” under ‘SHARE HOLDER’ tab and register with your following details: -</p> <ul style="list-style-type: none"> A. User ID: Shareholders/ members holding shares in physical form shall provide Event No + Folio Number registered with the Company. B. PAN: Enter your 10-digit Permanent Account Number (PAN) (Members who have not updated their PAN with the Depository Participant (DP)/ Company shall use the sequence number provided to you, if applicable. C. DOB/DOI: Enter the Date of Birth (DOB) / Date of Incorporation (DOI) (As recorded with your DP / Company - in DD/MM/YYYY format) D. Bank Account Number: Enter your Bank Account Number (last four digits), as recorded with your DP/Company. <ul style="list-style-type: none"> • Shareholders/ members holding shares in physical form but have not recorded ‘C’ and ‘D’, shall provide their Folio number in ‘D’ above <p>▶ Set the password of your choice (The password should contain minimum 8 characters, at least one special Character (@!#\$%&*), at least one numeral, at least one alphabet and at least one capital letter).</p> <p>▶ Click “confirm” (Your password is now generated).</p>

	<ol style="list-style-type: none">2. Click on 'Login' under 'SHARE HOLDER' tab.3. Enter your User ID, Password and Image Verification (CAPTCHA) Code and click on 'Submit'.4. After successful login, you will be able to see the notification for e-voting. Select 'View' icon.5. E-voting page will appear.6. Refer the Resolution description and cast your vote by selecting your desired option 'Favour / Against' (If you wish to view the entire Resolution details, click on the 'View Resolution' file link).7. After selecting the desired option i.e. Favour / Against, click on 'Submit'. A confirmation box will be displayed. If you wish to confirm your vote, click on 'Yes', else to change your vote, click on 'No' and accordingly modify your vote.
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Institutional shareholders:

Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on the e-voting system of LIPL at <https://instavote.linkintime.co.in> and register themselves as '**Custodian / Mutual Fund / Corporate Body**'. They are also required to upload a scanned certified true copy of the board resolution /authority letter/power of attorney etc. together with attested specimen signature of the duly authorised representative(s) in PDF format in the '**Custodian / Mutual Fund / Corporate Body**' login for the Scrutinizer to verify the same.

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

If an Individual Shareholders holding securities in Physical mode has forgotten the USER ID [Login ID] or Password or both then the shareholder can use the "Forgot Password" option available on the e-Voting website of Link Intime: <https://instavote.linkintime.co.in>

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

User ID for Shareholders holding shares in Physical Form (i.e. Share Certificate): Your User ID is Event No + Folio Number registered with the Company

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

Shareholders/ members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned depository/ depository participants website.

- It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- For shareholders/ members holding shares in physical form, the details can be used only for voting on the resolutions contained in this Notice.
- During the voting period, shareholders/ members can login any number of time till they have voted on the resolution(s) for a particular "Event".

Helpdesk for Individual Shareholders holding securities in demat mode:

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

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

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

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

B. PROCESS, MANNER AND INSTRUCTIONS FOR SHAREHOLDERS FOR ATTENDING THE ANNUAL GENERAL MEETING THROUGH VC/OAVM (INSTAMEET) ARE AS UNDER:

Instructions for Shareholders/Members to attend the Annual General Meeting through InstaMeet (VC/OAVM) are as under:

- Shareholders/Members are entitled to attend the Annual General Meeting through VC/OAVM provided by Link Intime by following the below mentioned process. Facility for joining the Annual General Meeting through VC/OAVM shall open 15 minutes before the time scheduled for the Annual General Meeting and will be available to the Members on first come first serve basis.

Shareholders/ Members will be provided with InstaMeet facility wherein Shareholders/ Member shall register their details and attend the Annual General Meeting as under:

1. Open the internet browser and launch the URL: <https://instameet.linkintime.co.in>

► Select the "Company" and 'Event Date' and register with your following details: -

A. Demat Account No. or Folio No: Enter your 16 digit Demat Account No. or Folio No

- Shareholders/ members holding shares in **CDSL demat account shall provide 16 Digit Beneficiary ID**
- Shareholders/ members holding shares in **NSDL demat account shall provide 8 Character DP ID followed by 8 Digit Client ID**
- Shareholders/ members holding shares in **physical form shall provide Folio Number** registered with the Company

B. PAN: Enter your 10-digit Permanent Account Number (PAN) (Members who have not updated their PAN with the Depository Participant (DP)/ Company shall use the sequence number provided to you, if applicable.

C. Mobile No.: Enter your mobile number.

D. Email ID: Enter your email id, as recorded with your DP/Company.

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

Please refer the instructions (annexure) for the software requirements and kindly ensure to install the same on the device which would be used to attend the meeting. Please read the instructions carefully

and participate in the meeting. You may also call upon the InstaMeet Support Desk for any support on the dedicated number provided to you in the instruction/ InstaMEET website.

2. Instructions for Shareholders/ Members to Speak during the Annual General Meeting through InstaMeet:

- (i) Shareholders who would like to speak during the meeting must register their request 5 days in advance with the company on cs@spentasocks.com
- (ii) Shareholders will get confirmation on first cum first basis depending upon the provision made by the client.
- (iii) Shareholders will receive "speaking serial number" once they mark attendance for the meeting.
- (iv) Other shareholder may ask questions to the panelist, via active chat-board during the meeting.
- (v) Please remember speaking serial number and start your conversation with panelist by switching on video mode and audio of your device.

Shareholders are requested to speak only when moderator of the meeting/ management will announce the name and serial number for speaking.

3. Instructions for Shareholders/Members to vote during the Annual General Meeting through Instameet:

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

- (i) On the Shareholders VC page, click on the link for e-Voting "Cast your vote"
- (ii) Enter your 16 digit Demat Account No. / Folio No. and OTP (received on the registered mobile number/ registered email Id) received during registration for InstaMEET and click on 'Submit'.
- (iii) After successful login, you will see "Resolution Description" and against the same the option "Favour/Against" for voting.
- (iv) Cast your vote by selecting appropriate option i.e. "Favour/Against" as desired. Enter the number of shares (which represents no. of votes) as on the cut-off date under 'Favour/Against'.
- (v) After selecting the appropriate option i.e. Favour/Against as desired and you have decided to vote, click on "Save". A confirmation box will be displayed. If you wish to confirm your vote, click on "Confirm", else to change your vote, click on "Back" and accordingly modify your vote.
- (vi) Once you confirm your vote on the resolution, you will not be allowed to modify or change your vote subsequently.

Note: Shareholders/Members, who will be present in the Annual General Meeting through InstaMeet facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting facility during the meeting. Shareholders/Members who have voted through Remote e-Voting prior to the Annual General Meeting will be eligible to attend/participate in the Annual General Meeting through InstaMeet. However, they will not be eligible to vote again during the meeting.

Shareholders/Members are encouraged to join the Meeting through Tablets/ Laptops connected through broadband for better experience.

Shareholders/Members are required to use Internet with a good speed (preferably 2 MBPS download stream) to avoid any disturbance during the meeting.

Please note that Shareholders/Members connecting from Mobile Devices or Tablets or through Laptops connecting via Mobile Hotspot may experience Audio/Visual loss due to fluctuation in their network. It is therefore recommended to use stable Wi-Fi or LAN connection to mitigate any kind of aforesaid glitches.

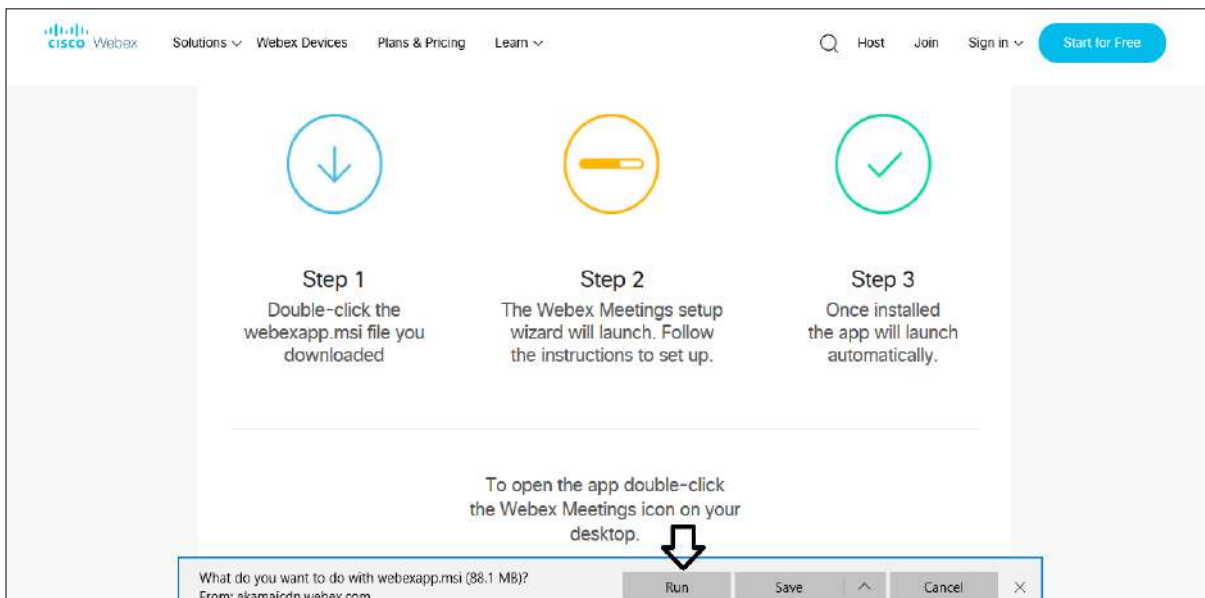
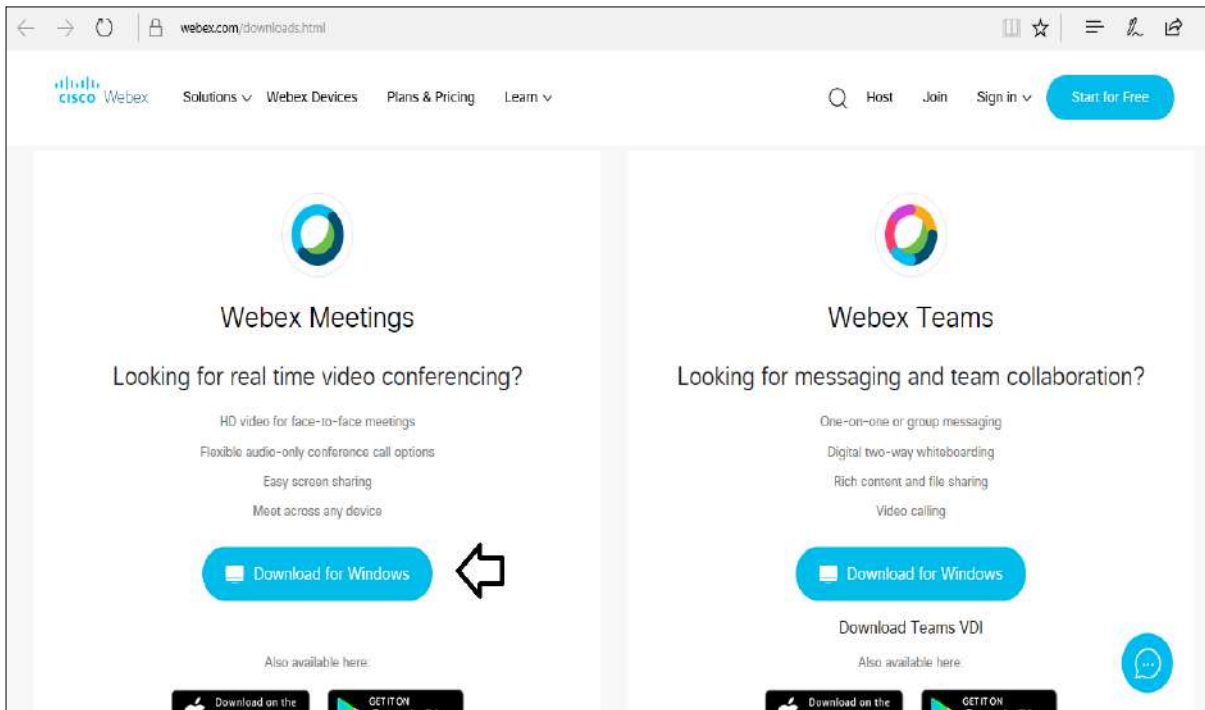
In case Shareholders/Members have any queries regarding login/ e-voting, they may send an email to instameet@linkintime.co.in or contact on: - Tel: 022-49186175.

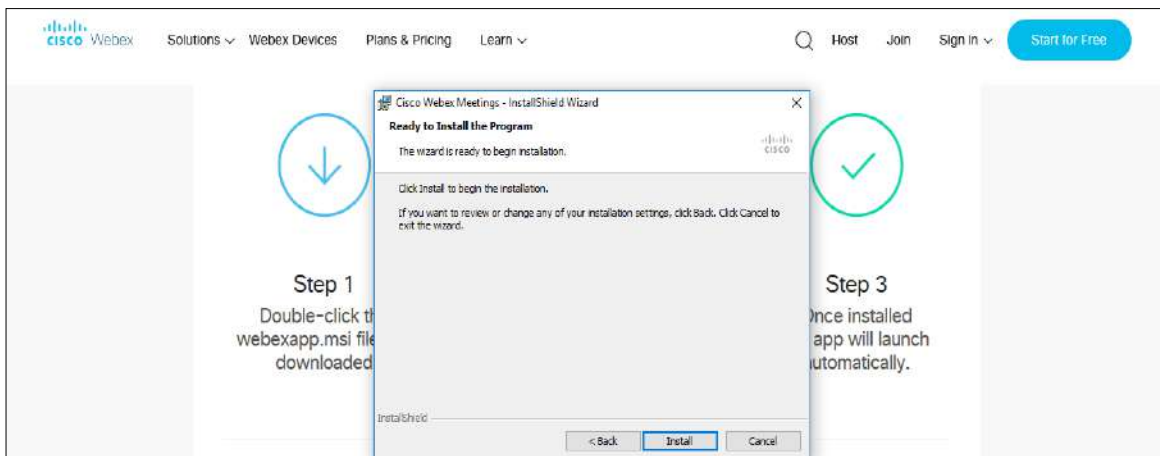
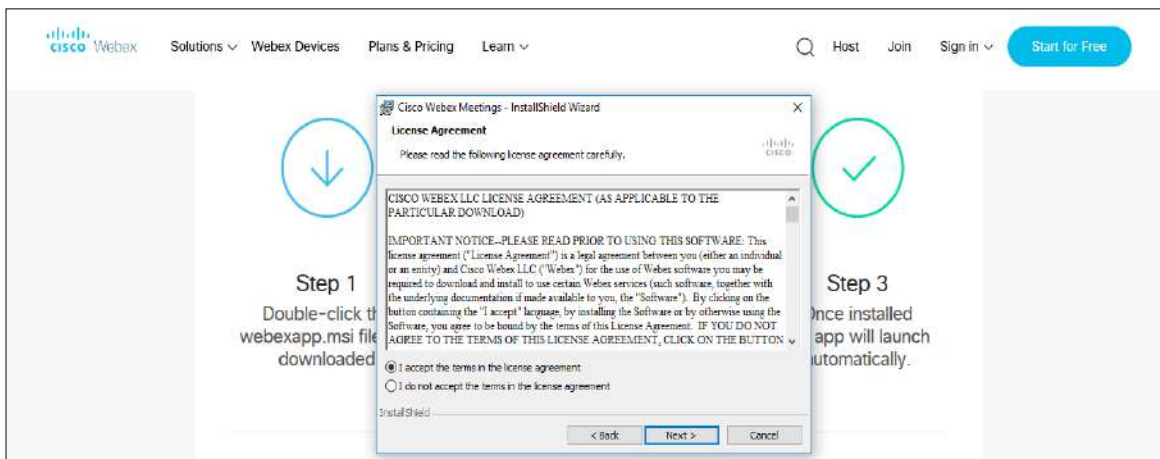
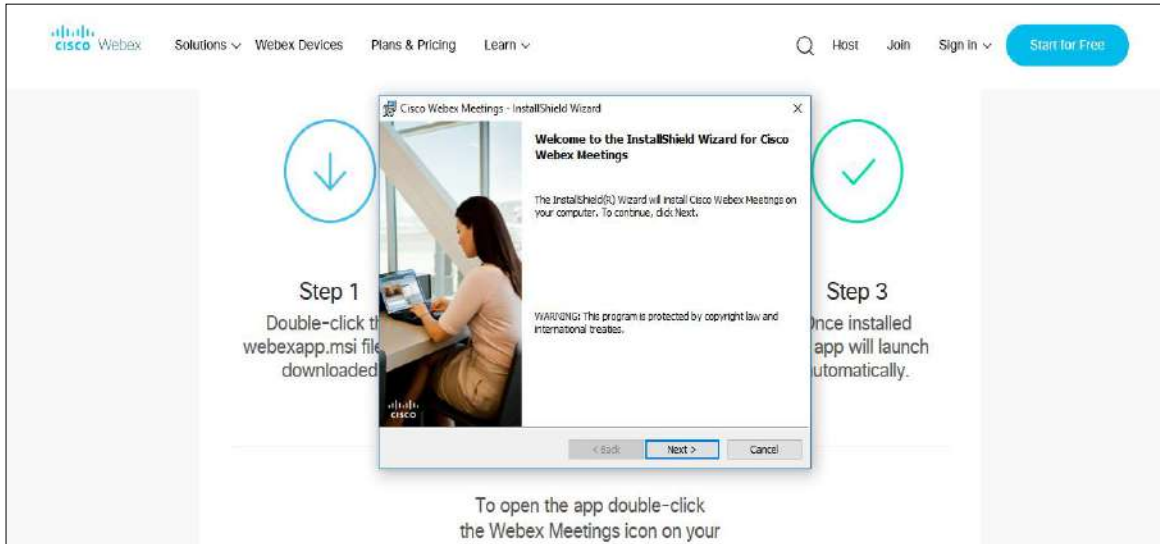
ANNEXURE

Guidelines to attend the AGM proceedings of Link Intime India Pvt. Ltd.: InstaMEET

For a smooth experience of viewing the AGM proceedings of Link Intime India Private Limited InstaMEET, Shareholders/Members who are registered as speakers for the event are requested to download and install the Webex application in advance by following the instructions as under:

- a) Please download and install the Webex application by clicking on the link <https://www.webex.com/downloads.html/>

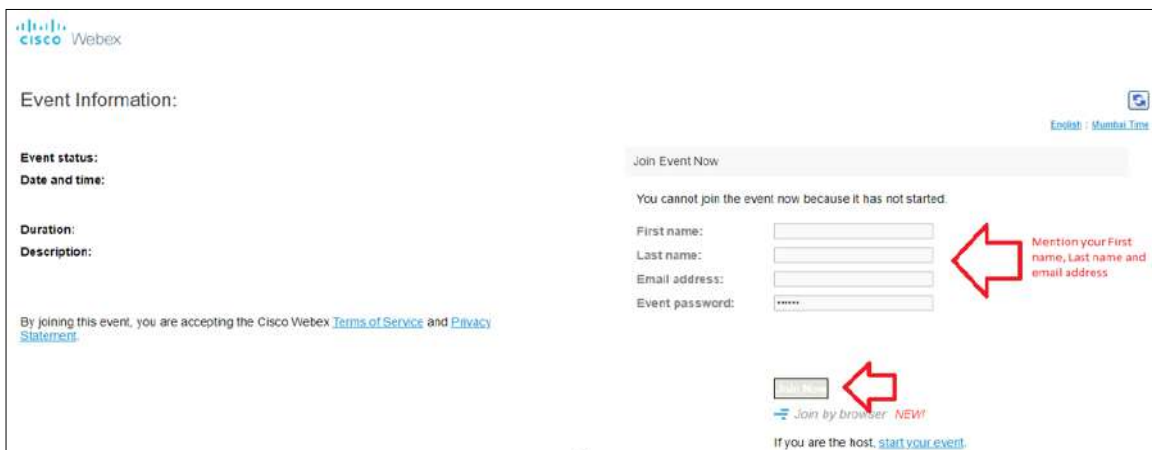




or

b) If you do not want to download and install the Webex application, you may join the meeting by following the process mentioned as under:

Step 1	Enter your First Name, Last Name and Email ID and click on Join Now.
1 (A)	If you have already installed the Webex application on your device, join the meeting by clicking on Join Now
1 (B)	If Webex application is not installed, a new page will appear giving you an option to either Add Webex to chrome or Run a temporary application . Click on Run a temporary application , an exe file will be downloaded. Click on this exe file to run the application and join the meeting by clicking on Join Now



By order of the Board of Directors
For Spenta International Limited

Registered Office:

Plot No. 13 to 16,
Dewan Industrial Estate,
Village Navali,
Palghar (West) - 401 404
Email: cs@spentasocks.com
Website: www.spentasocks.com

Prasad R. Chavan
Company Secretary
ACS-49921

Place: Palghar
Date: 12th August, 2022

EXPLANATORY STATEMENT**(Pursuant to Section 102 of the Companies Act, 2013)****Item No. 3**

Mrs. Anita Koti was appointed as "Independent Director" of the Company pursuant to Section 149 and other applicable provisions of the Companies Act, 2013 and the Rules framed thereunder, vide resolution passed by the Members at their Thirty-First Annual General Meeting held on 27 September, 2018. In terms of the said resolution, the term of appointment of Mrs. Anita Koti is for a period of 5 (five) years with effect from 16th February, 2018, i.e., upto 15th February, 2023.

Pursuant to the recommendation of the Nomination and Remuneration Committee made at its Meeting held on 12th August, 2022, the Board of Directors of the Company, at its Meeting held on the same day, i.e., on 12th August, 2022, has approved re-appointment of Mrs. Anita Koti as "Independent Director" of the Company for a second term of 5 (five) years, i.e., with effect from 16th February, 2023 upto 15th February, 2028, based on her skills, experience, knowledge and positive outcome of performance evaluation during the current term, subject to approval of the Shareholders. The Company has received a notice in writing pursuant to Section 160 of the Act, from a Member signifying his intention to propose the candidature of Mrs. Anita Koti (DIN: 08069112) as an Independent Director, to be re-appointed under the provisions of Section 149(10) of the Act. The Company has received requisite consent/declarations for appointment of Mrs. Anita Koti as an Independent Director as required under the Act and rules made thereunder. In the opinion of the Board and based on the Board's evaluation, Mrs. Anita Koti fulfils the conditions specified in the SEBI Listing Regulations, the Act and the Rules framed thereunder for his re-appointment as an Independent Director from the Company and he is independent of the Management.

Mrs. Anita Koti is 47 Years of age and is a Dentist from Mumbai University, Nair Hospital Dental College, practicing since 1998 at Palghar. Considering her adequate experience in various fields, the Board recommends confirmation of the Appointment.

In conformity with the Company's Nomination and Remuneration Policy, Mrs. Anita Koti will be entitled to receive of sitting fees for attending the Meetings of the Board of Directors and Committees thereof of which membership is held, as may be approved by the Board of Directors. The details of sitting fees paid to Independent Director shall be disclosed as a part of the Annual Report.

Pursuant to the provisions of Section 149 and other applicable provisions of the Companies Act, 2013, an Independent Director shall hold office for a term upto 5 (five) consecutive years on the Board of a Company and shall be eligible for re-appointment on passing of a special resolution by the Company and disclosure of such appointment in Board's report. A copy of the draft letter for the re-appointment of Mrs. Anita Koti as an Independent Director setting out the terms and conditions would be available for inspection without any fee by the Members at the Registered Office of the Company during normal business hours on all working days except Saturdays and Sundays up to the date of ensuing AGM.

Except sitting fees, being the appointee, none of the Directors and Key Managerial Personnel of the Company or their relatives are concerned or interested financially or otherwise, in the Resolutions set out at Item No 3.

The Board considers that his continued association would be of immense benefit to the Company and it is desirable to continue to avail the services of Mrs. Anita Koti as an Independent Director, the Board recommends the resolution set forth in Item No. 3 relating to the re-appointment of Mrs. Anita Koti as an Independent Director of the Company, who shall be not liable to retire by rotation, by way of Special Resolution.

By order of the Board of Directors
For Spenta International Limited

Registered Office:

Plot No. 13 to 16,
Dewan Industrial Estate,
Village Navali,
Palghar (West) - 401 404
Email: cs@spentasocks.com
Website: www.spentasocks.com

Prasad R. Chavan
Company Secretary
ACS-49921

Place: Palghar
Date: 12th August, 2022

Annexure to the Explanatory Statement

Details of Directors appointment/re-appointment/retiring by rotation, as required to be provided pursuant to the provisions of (i) Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and (ii) Secretarial Standard on General Meetings ("SS-2"), issued by the Institute of Company Secretaries of India and approved by the Central Government are provided herein below:

I. INFORMATION ABOUT THE APPOINTEE

Name of the Director	Mrs. Anita Prashant Koti
Designation	Independent Director
DIN No.	08069112
Date of Birth (Age)	16 August 1975 (47 years)
Date of first appointment	16 th February 2018
Qualification	Dentist from Mumbai University, Nair Hospital Dental College.
Expertise in specific area	Dentist from Mumbai University, Nair Hospital Dental College, practicing since 1998 at Palghar.
Terms and conditions of appointment/re-appointment	As per the resolution No. 3, Mrs. Anita Koti is proposed to be re-appointed as an Independent Director for a second term of 5 (five) years, not liable to retire by rotation.
Director in other Listed Companies	No
Chairman / Member of Committee of the Board of other Listed Companies	Nil
Relationship with other Director and Key Managerial Personnel of the Company	Not related to any Director/ Key Managerial Personnel's.
Shares held in the Company as on date of Notice	Nil
Number of meeting of the Board attended during the F.Y. 2021-22	7 Meetings

Registered Office:

Plot No. 13 to 16,
Dewan Industrial Estate,
Village Navali,
Palghar (West) - 401 404
Email: cs@spentasocks.com
Website: www.spentasocks.com

By order of the Board of Directors
For Spenta International Limited

Prasad R. Chavan
Company Secretary
ACS-49921

Place: Palghar
Date: 12th August, 2022

DIRECTOR'S REPORT

To,
The Members,
Spenta International Limited

Your Directors have great pleasure in presenting 35th Annual Report along with the Audited Balance Sheet and Profit and Loss Account, for the year ended 31st March, 2022.

1. Financial Results

The Company's performance during the year ended 31st March, 2022 as compared to the previous financial year, is summarized below:

Particulars	(Rs. in Lacs)	
	FY 2021-2022	FY 2020-2021
Total Income	5216.94	2285.73
Gross Profit (before Interest, Depreciation and tax)	583.87	108.01
Less: Interest	162.45	158.02
Less: Depreciation	109.45	109.46
Profit before Tax	265.49	159.47
Less: Current Tax	40.00	-
Less: Deferred Tax	6.49	(0.20)
Net Profit after tax	265.48	(159.27)
Less: Other Comprehensive Income	6.85	(2.05)
Total Comprehensive Income	225.84	(161.32)

2. Dividend and Transfer to Reserves

The Board has recommended a final Dividend of Rs. 1.50/- per equity share for the financial year ended 31st March, 2022. If the above recommendation is accepted by the Members of the Company at the ensuing Annual General Meeting, the total outflow on this account will be Rs. 41.46 Lacs.

Your Directors do not propose to transfer any amounts to the general reserves of the Company, instead have recommended retaining the entire profits for the financial year ended 31st March, 2022 in the profit and loss account.

3. Future Prospects

Company is in the process of optimising production on all the existing machines by manufacturing optimal product mix. Using better quality yarns and doing product innovation by using different finishes, which will enhance the overall quality and help to improve our margins.

4. The Change in the Nature of Business, if any

There was no change in the nature of business of the Company, during the year under review.

5. Material changes and commitments affecting the Financial position of the Company:

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

6. Directors and Key Managerial Personnel

During period under review, following changes took place in the Board Composition.

Mrs. Sunita Misri ceased to be the Non-Executive Independent Director pursuant to her resignation with effect from close of business hours on 30th September, 2021.

The Members of your Company at the 34th Annual General Meeting approved the following:

1. Appointment of Mr. Dilip Pawar as a Non-Executive Independent Director for a period of 5 (five) years with effect from 13th August, 2021 upto 12th August, 2026.
2. Re-appointment of Mr. Dannay F. Hansotia as a Managing Director of the Company for a period of 3 (three) years with effect from 01st December, 2020 to 30th November, 2023.
3. Re-appointment of Mr. Sanjay Gadodia as a Whole Time Director for a period of 3 (three) years w.e.f. 01st July, 2021 to 30th June, 2024.

Mrs. Iram Fatima Shaikh (ACS 58968) has resigned as a Company Secretary & Compliance Officer of the Company w.e.f. 07th April, 2022.

Mr. Sunil Mahyavanshi (ACS No. 68238) has appointed as a Company Secretary & Compliance Officer of the Company w.e.f. 08th April, 2022 and subsequently resigned w.e.f. 14th June, 2022.

Mr. Prasad Rajendra Chavan (ACS 49921) has been appointed as a Company Secretary & Compliance Officer w.e.f. 15th June, 2022

7. Cash Flow and Consolidated Financial Statements

As required under Regulation 34 of the Listing Regulations, a Cash Flow Statement and Standalone Financial Statements is part of the Annual Report.

8. Transfer of Unclaimed Dividend to Investor Education and Protection Fund

There was no transfer during the year to the Investor Education and Protection Fund in terms of Section 125 of the Companies Act, 2013.

9. Number of Board Meetings

During the financial year under review, the Board had met Seven times on 28th May, 2021, 25th June, 2021, 13th August, 2021, 30th September, 2021, 12th November, 2021, 11th February, 2022 and 28th March, 2022.

The intervening gap between the meetings was within the period prescribed under the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

10. Attributes, Qualifications & Independence of Directors, their appointment and remuneration

The Nomination & Remuneration Committee of Directors have approved a Policy for Selection, Appointment and Remuneration of Directors which inter-alia requires that composition and remuneration is reasonable and sufficient to attract, retain and motivate Directors, KMP and senior management employees and the Directors appointed shall be of high integrity with relevant expertise and experience so as to have diverse Board and the Policy also lays down the positive attributes/criteria while recommending the candidature for the appointment as Director.

The NRC has formulated the criteria for determining qualifications, positive attributes and independence of Directors in terms of provisions of Section 178(3) of the Act and the SEBI Listing Regulations. The relevant information has been given in **Annexure D** which forms part of this Report. The policy on Company's Remuneration and Nomination is posted on Company's website at www.spentasocks.com and also annexed hereto as **Annexure E**.

During the year under review, Mrs. Sunita Misri had resigned from the position from Non-Executive Independent Director with effect from close of business hours on 30th September, 2021 and Mr. Dilip Pawar was appointed as a Non-Executive Independent Director for a period of 5 (five) years with effect from 13th August, 2021.

11. Declaration of Independent Directors

The Independent Directors have submitted their disclosures to the Board that they fulfill all the requirements as stipulated in Section 149(7) of the Companies Act, 2013 and Regulation 25(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 so as to qualify themselves to be appointed as Independent Directors under the provisions of the Companies Act, 2013 and the relevant rules.

12. Meeting of Independent Directors

The Independent Directors met once during the year on 11th February, 2022 to review the working of the Company, its Board and Committees. The meeting decided on the process of evaluation of the Board and Audit Committee. It designed the questionnaire on limited parameters and completed the evaluation of the Board by Non-Executive Directors and of the Audit committee by other members of the Board. The same was compiled by Independent authority and informed to the members.

13. Familiarization Programme for Independent Directors

The familiarization program aims to provide Independent Directors with the industry scenario, the socio-economic environment in which the Company operates, the business model, the operational and financial performance of the Company, significant developments so as to enable them to take well informed decisions in a timely manner. The familiarization program also seeks to update the Directors on the roles, responsibilities, rights and duties under the Act and other statutes. The policy on Company's familiarization program for Independent Directors is posted on Company's website at <http://www.spentasocks.com>.

14. Internal Control System

The Company's internal controls system has been established on values of integrity and operational excellence and it supports the vision of the Company "To be the most sustainable and competitive Company in our industry". The Company's internal control systems are commensurate with the nature of its business and the size and complexity of its operations. These are routinely tested and certified by Statutory as well as Internal Auditors and their significant audit observations and follow up actions thereon are reported to the Audit Committee on a quarterly basis, specifying the nature, value and terms and conditions of the transactions.

15. Directors Responsibility Statement

The Board of Directors hereby confirms:

- i) That in the preparation of the annual accounts, the applicable accounting standard had been followed along with proper explanation relating to material departures.
- ii) That the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the Loss of the Company for that period.
- iii) That the Directors have taken proper and sufficient care for the maintenances of adequate accounting records in accordance with the provision of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv) That the Directors have prepared the Annual accounts on a going concern basis.
- v) That the Directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- vi) That the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating.

16. Subsidiaries and Associate Companies

The Company does not have any subsidiaries and associate companies as on 31st March, 2022.

17. Deposits

Your Company did not accept any deposits from the public during the year. There are no deposits which have not been claimed by depositors or paid by the Company after the date on which the deposit became due for repayment or renewal, as the case may be, according to the contract with the depositors & there are no total amounts due to the depositors & remaining unclaimed or unpaid.

18. Auditors**a) Internal Auditors**

As per section 138 of the Companies Act, 2013, the Company has appointed M/s. B. G. Dolar & Co., Internal Auditors for the year 2021-2022 to conduct the internal audit and to ensure adequacy of the Internal controls, adherence to Company's policies and ensure statutory and other compliance through, periodical checks and internal audit.

b) Statutory Auditors

The Company at its 32nd Annual General Meeting held on 30th September, 2019 appointed **M/s. A K Kocchar & Associates**, Chartered Accountants (FRN: 120410W) appointed as Statutory Auditors of the Company for a period of five consecutive years and who shall hold such office from the conclusion of 32nd Annual General Meeting till the conclusion of 37th Annual General Meeting at such remuneration as may be mutually decided by the auditors and the Board of Directors thereof. Further the ratification of their appointment pursuant to Section 139 of the Companies Act, 2013 is not required in terms of notification no. SO 1833(E) dated 7th May, 2018 issued by the Ministry of Corporate Affairs, and accordingly the item has not been included in the Ordinary Course of Business of this AGM Notice Further, they have confirmed that they are not disqualified as auditors of the Company under the Companies Act, 2013, the Chartered Accountants Act, 1949 and the rules or regulations made thereunder.

Auditors' report is self-explanatory and therefore does not require further comments and explanation.

c) Secretarial Auditors

The Board has appointed M/s. HSPN & Associates LLP as the Secretarial Auditor of the Company for the financial year 2021-2022 with effect from 10th December, 2021 to 31st March, 2022 consequent to the conversion from Partnership Firm (i.e M/s. HS & Associates, Company Secretaries) to Limited Liability Partnership (i.e M/s. HSPN & Associates LLP).

The secretarial Audit report (MR-3) of M/s. HSPN & Associates LLP for the period 2021-2022 is annexed herewith as **Annexure-F**.

d) Cost Auditors

As per Section 148 read with Companies (Audit & Auditors) Rules, applicable to cost auditors, the company was not liable to appoint Cost auditors for the financial year 2021-22.

19. Comments of the Board on Auditors' Report**a) Observations of Statutory Auditors on Accounts for the year ended 31st March, 2022:**

There are no qualifications, reservations or adverse remarks or disclaimer made by the Statutory Auditors in respect of financial statements as on and for the year ended 31st March, 2022.

b) Observations of Secretarial Audit Report for the year ended 31st March, 2022:

Provisions of Section 204 read with Section 134(3) of the Companies Act, 2013, mandates to obtain Secretarial Audit Report from a Practicing Company Secretary. M/s. HSPN & Associates LLP were appointed to conduct Secretarial Audit and issue Report for the financial year 2021-22.

Secretarial Audit Report issued by M/s. HSPN & Associates LLP in Form MR-3 for the financial year 2021-22 forms part of this report. The Secretarial Audit Report is annexed herewith as **Annexure - F**.

In respect of the observations made in the Secretarial Audit Report, following are the explanations and comments offered by the Board.

- a) The Financials Statement for the year ended 31st March, 2021 are not signed by the Company Secretary of the Company pursuant to Section 134(1) of the Companies Act, 2013.
 - **Boards Reply:** Due to the Second wave of covid-19 pandemic which started in April, 2021, the office premises remained closed as per restrictions imposed by State Government and the Company adopted work from home facility. Around the same period the Company Secretary faced personal health issues and was not in a position to sign the financials.
- b) The Company has not filed Environmental Audit Report in form V under the Environmental Protection Act 1986 with Maharashtra Pollution Control Board for the year ended 31st March, 2021
 - **Boards Reply:** The Company is in process of filing the Environmental Audit Report.

20. Whistle Blower Policy/Vigil Mechanism Policy for the Directors and Employees

The Board of Directors of the Company has, pursuant to the provisions of Section 177(9) of the Companies Act, 2013 read with Rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014, framed " Whistle Blower Policy" for Directors and employees of the Company to provide a mechanism which ensures adequate safeguards to employees and Directors from any victimization on raising of concerns of any violations of legal or regulatory requirements, incorrect or misrepresentation of any financial statements and reports, etc.

The employees of the Company have the right/option to report their concern/grievance to the Chairman of the Audit Committee.

During the year under review, the Board of Directors of the Company revised the Whistle Blower Policy. The said Policy is available on the website of the Company at <http://www.spentasocks.com>.

The Company is committed to adhere to the highest standards of ethical, moral and legal conduct of business operations.

21. Reporting of Fraud by Auditors

During the year under review, the Statutory Auditors, and Secretarial Auditor have not reported any instances of frauds committed in the Company by its Officers or Employees to the Audit Committee under section 143(12) of the Act, details of which needs to be mentioned in this Report.

22. Annual Return

Pursuant to provisions of Section 134 read with Section 92(3) of the Companies Act, 2013, as amended, the Annual Return of the Company e-form MGT-7 for the Financial Year 2021-22 is uploaded on the website of the Company at <http://www.spentasocks.com>.

23. Particulars of Contracts or Arrangements made with Related Parties

The particulars of the contracts or arrangements with related parties referred to in Section 188(1) in the format specified as Form AOC-2 forms part of this Report as **Annexure-B**. Further details of related party transaction are provided in Notes to Financial Statements.

All the Related Party Transactions entered by your Company with the Related Parties are in the ordinary course of business and are carried out at arm's length pricing.

All Related Party Transactions are carried out at arm's length pricing and are presented to the Audit Committee and the Board. Omnibus approval is obtained for the transactions which are foreseen and repetitive in nature.

The Related Party Transactions Policy as approved by the Board is uploaded on the Company's website at www.spentasocks.com.

24. Particulars of Loans, Guarantees or Investments made under section 186 of the Companies Act, 2013

Details of Loans granted, Guarantees given or Investments made during the year under review, covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes to the Financial Statements.

25. Conservation of Energy, Technology & Foreign Exchange

Information on conservation of energy, technology absorption, foreign exchange earnings and out go, is required to be given pursuant to provision of Section 134 of the Companies Act, 2013, read with Rule 8 of the Companies (Accounts) Rules, 2014 is annexed hereto marked as **Annexure-A** and forms part of this report.

26. Corporate Governance Report

Report on Corporate Governance and Certificate of Practicing Company Secretary regarding compliance of the Conditions of Corporate Governance as stipulated in regulation 17 to 27 and clauses (b) to (i) of sub-regulation (2) of regulation 46 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 with the Stock Exchanges, are enclosed as a separate section and forms part of this report marked as **Annexure-H**.

A Certificate from M/s. HSPN & Associates LLP, a firm of Company Secretaries in practice, confirming the compliance with the conditions of Corporate Governance as stipulated under the said Regulations is attached as **Annexure-I** to this Report.

27. Particulars of Employees

The information pursuant to Section 197(12) of the Act read with Rule 5 (1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 relating to median employee's remuneration is annexed hereto marked as **Annexure-C** and forms part of this report.

28. Management's Discussion and Analysis Report

The Management's Discussion and Analysis Report for the year under review, as stipulated under regulation 34 (3) and Part B of schedule V of the SEBI (Listing Obligation and Disclosure Requirement) Regulation 2015, is annexed hereto marked **Annexure-G** and forms part of this report.

29. Compliance of applicable Secretarial Standards

Your Directors hereby confirm that the Company has complied with the necessary provisions of the revised Secretarial Standard 1 and Secretarial Standard 2 to the extent applicable to the Company.

30. Risk Management Policy

The Company has in place a mechanism to identify, assess, monitor and mitigate various risks to key business objectives and thus in pursuance of the same it has formulated a Risk Management Policy to ensure compliance with regulation 17 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Major risks identified by the businesses and functions are systematically addressed and also discussed at the meetings of the Audit Committee and the Board of Directors of the Company.

The Company's internal control systems are commensurate with the nature of its business and the size and complexity of its operations. Significant audit observations and follow up actions thereon are reported to the Audit Committee and the risk management policy is available on the website of the company: www.spentasocks.com.

31. The details of Significant and Material Orders passed by the Regulators or Courts or Tribunals impacting the going concern status and Company's operations in future

During the year there has been no significant material orders passed by the Regulators or Courts or Tribunals impacting the going concern status and company's operations in future.

32. Enhancing Shareholder Value

Your company firmly believes that its success, the marketplace and a good reputation are among the primary determinants of value to the shareholder. The organizational vision is founded on the principles of good governance and delivering leading-edge products backed with dependable after sales services.

33. Cautionary Statement

Statements in the Board's Report and the Management Discussion & Analysis describing the Company's objectives, expectations or forecasts may be forward looking within the meaning of applicable securities laws and regulations. Actual results may differ materially from those expressed in the statement. Important factors that could influence the Company's operation include global and domestic demand and supply conditions affecting selling prices of Raw Materials, Finished Goods, input availability and prices, changes in government regulations, tax laws, economic developments within and outside the country and various other factors.

The Management's Discussion and Analysis Report for the year under review, as stipulated under regulation 34 (3) and Part B of schedule V of the SEBI (Listing Obligation and Disclosure Requirement) Regulation 2015, is annexed to this report as **Annexure-J**.

34. Annual Evaluation of the performance of the Board, its Committees and of Individual Directors has been made

During the year, the Board adopted a formal mechanism for evaluating its performance and as well as that of its Committees and individual Directors, including the Chairman of the Board. The exercise was carried out through a structured evaluation process covering various aspects of the Boards functioning such as composition of the Board & committees, experience & competencies, performance of specific duties & obligations, governance issues etc. Separate exercise was carried out to evaluate the performance of individual Directors including the Board Chairman who were evaluated on parameters such as attendance, contribution at the meetings and otherwise, independent judgment, safeguarding of minority shareholders interest etc.

The evaluation of the Independent Directors was carried out by the entire Board and that of the Chairman and the Non-Independent Directors were carried out by the Independent Directors.

The Directors were satisfied with the evaluation results, which reflected the overall engagement of the Board and its Committees with the Company.

35. Committees of the Board

During the year, in accordance with the Companies Act, 2013, the Board re-constituted some of its Committees. There are currently three Committees of the Board, as follows:

- Audit Committee
- Nomination and Remuneration Committee
- Stakeholders' Relationship Committee

36. Disclosure under the Sexual Harassment Of Women At Workplace (Prevention, Prohibition And Redressal) Act, 2013

As required by the Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013, the Company has formulated and implemented a policy on prevention of sexual harassment at workplace with a mechanism of lodging complaints, redressal for the benefits of its employees. During the year under review, the Company has adopted a revised policy on prevention of sexual harassment of women at workplace. The Company has also constituted an Internal Complaints Committee/Anti-Sexual Harassment Committee as required under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. Currently there are 12 women employees' working with the Company and a senior women employee has been designated to receive complaints and report such cases to the Anti-Sexual Harassment Committee in this behalf. During the year under review no complaints were received under The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

37. Other Disclosures

The company does not have any Employees Stock Option Scheme in force and hence particulars are not furnished, as the same are not applicable.

No application has been made under Insolvency and Bankruptcy Code: hence requirement to disclose the details of application made or any proceedings pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the year along with their status as at the end of the Financial Year is not applicable to the Company.

The requirement to disclose the details of difference between amount of valuation done at the time of onetime settlement and valuation done while taking loan from the Banks and Financial Institutions along with the reasons thereof is also not applicable.

The Company has obtained a certificate from M/s. HSPN & Associates LLP, a firm of Company Secretaries in practice, that none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as Directors of companies by the SEBI / Ministry of Corporate Affairs or any such statutory authority in accordance with SEBI (LODR) Regulations. Copy of the Certificate is attached as **Annexure-G**.

38. Acknowledgements

Your Directors takes this opportunity to thank the Company's Members, Customers, Vendors and all other Stakeholders for their continued support throughout the financial year. The Directors also thank the Stock Exchange, Banks, Ministry of Corporate Affairs, State Governments, Government of India and al other Government agencies and Regulatory Authorities for the support extended by them and also look forward to their continued support in future.

Your Directors would also like to place on record their sincere thanks & appreciation for their contribution, consistent hard work, dedication and commitment of our employees at all levels for their contribution to the success achieved by the Company.

For and on behalf of the Board of Directors

Sanjay Gadodia
(Chairman & Whole Time Director)
DIN: 00203433

Danny Hansotia
Managing Director & CFO
DIN: 00203497

Place: Palghar
Date: 12th August, 2022

Annexure A
DISCLOSURE ON CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO PURSUANT TO PROVISIONS OF SECTION 134 OF THE COMPANIES ACT, 2013 READ WITH THE COMPANIES (ACCOUNTS) RULES, 2014
A. CONSERVATION OF ENERGY

- i. The steps taken or impact on conservation of energy:
 - Maintained the power factor in the range of 0.998 to 0.999 throughout the year and got rebate in electricity bills
 - By replacing to energy conservation equipment like air compressor, dryer, and motors for better consumption of electricity.
- ii. The steps taken by the company for utilizing alternate sources of energy – We are in talks for installation solar panels and using solar energy to reduce our electricity consumption.
- iii. The capital investment on energy conservation equipment. - NIL

B. TECHNOLOGY ABSORPTION

- i. the efforts made towards technology absorption:
 - a. Installation of ETP plant for treatment and conservation of waste water
 - b. Installation of Metal Detectors in Finishing Line to detect metal contamination in socks
 - c. In house repair of electronic parts in the Knitting machine, thus eliminating need to import spare parts frequently
- ii. the benefits derived like product improvement, cost reduction, product development or import substitution:
 1. Improved safety measures and pollution control
 2. Quality and productivity improvement due to advanced Machinery
 3. Cost Reduction
- iii. in case of imported technology (imported during the last three years reckoned from the beginning of the financial year)
 - a. the details of technology imported - NIL
 - b. the year of import - NIL
 - c. whether the technology been fully absorbed - NIL
 - d. if not fully absorbed, areas where absorption has not taken place, and the reasons thereof - NIL
- iv. the expenditure incurred on Research and Development – Non-Ascertainable

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

	(Rs. in Lacs)	
Particulars	31/03/2022	31/03/2021
Foreign Exchange Earnings:	155.26	NIL
Foreign Exchange outgo:	3.95	-
Travelling		0
Advances for Spares and Consumables		0
Plant and Machinery		0
Spares & Consumables	3.95	2.32

Form A: Disclosure of Particulars with respect to Conservation of Energy
A. POWER & FUEL CONSUMPTION

	Particulars	31.03.2022	31.03.2021
	Electricity		
a)	Purchased		
	Units (in lacs) (in kwh)	16.01	10.04
	Amount in Rupees (net of subsidy) (in lacs)	112.35	79.76
	Rate per Unit (in rupees)	7.02	7.94

B. CONSUMPTION PER UNIT OF PRODUCTION

	Particulars	31.03.2022	31.03.2021
		Number of pairs	
	Product: Knitted Socks	41,06,417	23,97,027
	Electricity (kwh/pair of socks)	0.390	0.419

Annexure B

FORM NO. AOC - 2

[Pursuant to clause (h) of sub-section (3) of section 134 of the Companies Act, 2013 and Rule 8(2) of the Companies (Accounts) Rules, 2014]

Form for disclosure of particulars of contracts / arrangements entered into by the Company with the related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms-length transactions under third proviso thereto.

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

(a) Name(s) of the related party and nature of relationship	There were no transactions or arrangements which were not at arm's length and which were not in the ordinary course of business during financial year 2021-22.
(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 contracts or arrangements or transactions at arm's length basis:

(a) Name(s) of the related party and nature of relationship	There were no material contracts or arrangements with related parties during financial year 2021-22.
(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

Sanjay Gadodia
(Chairman & Whole Time Director)
DIN: 00203433

Danny Hansotia
Managing Director & CFO
DIN: 00203497

Place: Palghar
Date: 12th August, 2022

Annexure C
INFORMATION PURSUANT TO SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

- a. **The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year:**

Name of the Directors	Ratio to median Remuneration
Non-executive Directors	
Mrs. Sunita Misri	0.07
Mrs.. Anita koti	0.14
Mr. Sashikant Newatia	0.14
Mr. Dilip Pawar	0.07
Executive Directors	
Mr. Sanjay Gadodia	14.10
Mr. Danny Hansotia	14.10

- b. **The percentage increase in remuneration of each Director, Chief Executive Officer, Chief Financial Officer, Company Secretary in the financial year:**

Directors, Chief Executive Officer, Chief Financial Officer and Company Secretary	% increase in Remuneration in the financial year
Mr. Sanjay Gadodia	8.33
Mr. Danny Hansotia	8.33
Mrs. Sunita Misri	--
Mrs. Anita Koti	--
Mr. Sashikant Newatia	--
Mr. Dilip Pawar	--
Mrs. Iram Fatima Shaikh	-9.00%

- c. **The median remuneration of employees of the Company during the financial year 2021-22: Rs. 2.13 Lacs.**
- d. **The percentage increase in the median remuneration of employees in the financial year: -30.04%**
- e. **The number of permanent employees on the rolls of Company: 73**
- f. **Average percentile increases already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:**

The salary increases are a function of various factors like individual performance vis-à-vis industry trends, economic situation, future growth prospects, etc. besides the performance of the Company. There are no exceptional circumstances for increase in the managerial remuneration.

- g. **Affirmation that the remuneration is as per the remuneration policy of the Company:**

It is affirmed that the remuneration paid is as per the Remuneration Policy, applicable for Directors, Key Managerial Personnel and other employees, adopted by the Company. The policy is available on the company's website: www.spentasocks.com.

Annexure D**CRITERIA FOR DETERMINING QUALIFICATIONS, POSITIVE ATTRIBUTES AND INDEPENDENCE OF DIRECTORS****Definition of Independence**

- A director will be considered as an 'Independent Director' ('ID') if the person meets with the criteria for 'Independent Director' as laid down in the Companies Act, 2013 ('the Act') and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations').
- The definition of Independent Director is as provided in the Act and Listing Regulations.
- Current and ex-employees of the Company may be considered as independent only if he/she has or had no pecuniary relationship with the company during the two immediately preceding financial years or during the current financial year.

Qualifications of Directors

- Boards will ensure that a transparent board nomination process is in place that encourages diversity of thought, experience, knowledge, perspective, age and gender.
- It is expected that boards have an appropriate blend of functional and industry expertise.
- While recommending appointment of a director, it is expected that the Nomination and Remuneration Committee ('NRC') to consider the manner in which the function and domain expertise of the individual contributes to the overall skill-domain mix of the Board.
- IDs ideally should be thought/practice leaders in their respective functions/domains.

Positive attributes of Directors

Directors are expected to comply with duties as provided in the Act. For reference, the duties of the Directors as provided by the Act are as follows:

1. Act in accordance with the articles of the company.
2. Act in good faith in order to promote the objects of the company for the benefit of its members as a whole and in the best interests of the company, its employees, the shareholders, the community and for the protection of environment.
3. Exercise duties with due and reasonable care, skill and diligence and exercise independent judgement.
4. Not be involved in a situation in which he may have a direct or indirect interest that conflicts, or possibly may conflict, with the interest of the company
5. Not achieve or attempt to achieve any undue gain or advantage either to himself or to his relatives, partners, or associates.
6. Not assign his office.

Additionally, the Directors on the Board of the Company are also expected to demonstrate high standards of ethical behaviour, strong interpersonal and communication skills and soundness of judgement.

IDs are also expected to abide by the 'Code for Independent Directors' as outlined in Schedule IV to Section 149(8) of the Act and adopted by the Board. The Code specifies the guidelines of professional conduct, role and function and duties of Independent Directors. The guidelines of professional conduct specified in the Code are as follows:

An Independent Director shall:

1. uphold ethical standards of integrity and probity;
2. act objectively and constructively while exercising his duties;
3. exercise his responsibilities in a bona fide manner in the interest of the company;
4. devote sufficient time and attention to his professional obligations for informed and balanced decision making;
5. not allow any extraneous considerations that will vitiate his exercise of objective independent judgment in the paramount interest of the company as a whole, while concurring in or dissenting from the collective judgment of the Board in its decision making;
6. not abuse his position to the detriment of the company or its shareholders or for the purpose of gaining direct or indirect personal advantage or advantage for any associated person;
7. refrain from any action that would lead to loss of his independence;
8. where circumstances arise which make an independent director lose his independence, the independent director must immediately inform the Board accordingly;
9. assist the company in implementing the best corporate governance practices.

Annexure E**POLICY ON APPOINTMENT AND REMUNERATION OF DIRECTORS AND SENIOR MANAGEMENT AND SUCCESSION PLANNING****Appointment and removal of Director, Key Managerial Personnel and Senior Management**

- a) The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, KMP or at Senior Management level and recommend his / her appointment, as per Company's Policy.
- b) A person should possess adequate qualification, expertise and experience for the position he / she is considered for appointment. The Committee has authority to decide whether qualification, expertise and experience possessed by a person is sufficient / satisfactory for the position.
- c) The Company shall not appoint or continue the employment of any person as Whole-time Director who has attained the age of seventy years. Provided that the term of the person holding this position may be extended beyond the age of seventy years with the approval of shareholders by passing a special resolution.

Term / Tenure**a) Managing Director/Whole-time Director:**

The Company shall appoint or re-appoint any person as its Executive Chairman, Managing Director or Executive Director for a term not exceeding five years at a time. No re-appointment shall be made earlier than one year before the expiry of term.

b) Independent Director:

An Independent Director shall hold office for a term up to five consecutive years on the Board of the Company and will be eligible for re-appointment on passing of a special resolution by the Company and disclosure of such appointment in the Board's report.

No Independent Director shall hold office for more than two consecutive terms of upto maximum of 5 years each, but such Independent Director shall be eligible for appointment after expiry of three years of ceasing to become an Independent Director.

Provided that an Independent Director shall not, during the said period of three years, be appointed in or be associated with the Company in any other capacity, either directly or indirectly.

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

Evaluation

The Committee shall carry out evaluation of performance of Director, KMP and Senior Management Personnel yearly or at such intervals as may be considered necessary.

Removal

The Committee may recommend with reasons recorded in writing, removal of a Director, KMP or Senior Management Personnel subject to the provisions and compliance of the Companies Act, 2013, rules and regulations and the policy of the Company.

Retirement

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

Policy for Remuneration to Directors/KMP/Senior Management Personnel

1) Remuneration to Managing Director / Whole-time Directors:

- a) The Remuneration/ Commission etc. to be paid to Managing Director / Whole-time Directors, etc. shall be governed as per provisions of the Companies Act, 2013 and rules made there under or any other enactment for the time being in force and the approvals obtained from the Members of the Company.
- b) The Nomination and Remuneration Committee shall make such recommendations to the Board of Directors, as it may consider appropriate with regard to remuneration to Managing Director / Whole-time Directors.

2) Remuneration to Non-Executive / Independent Directors:

- a) The Non-Executive / Independent Directors may receive sitting fees and such other remuneration as permissible under the provisions of Companies Act, 2013. The amount of sitting fees shall be such as may be recommended by the Nomination and Remuneration Committee and approved by the Board of Directors.
- b) All the remuneration of the Non- Executive / Independent Directors (excluding remuneration for attending meetings as prescribed under Section 197 (5) of the Companies Act, 2013) shall be subject to ceiling/ limits as provided under Companies Act, 2013 and rules made there under or any other enactment for the time being in force. The amount of such remuneration shall be such as may be recommended by the Nomination and Remuneration Committee and approved by the Board of Directors or shareholders, as the case may be.
- c) An Independent Director shall not be eligible to get Stock Options and also shall not be eligible to participate in any share based payment schemes of the Company.
- d) Any remuneration paid to Non- Executive / Independent Directors for services rendered which are of professional in nature shall not be considered as part of the remuneration for the purposes of clause (b) above if the following conditions are satisfied:
 - i) The Services are rendered by such Director in his capacity as the professional; and
 - ii) In the opinion of the Committee, the director possesses the requisite qualification for the practice of that profession.

3) Remuneration to Key Managerial Personnel and Senior Management:

- a) The remuneration to Key Managerial Personnel and Senior Management shall consist of fixed pay and incentive pay, in compliance with the provisions of the Companies Act, 2013 and in accordance with the Company's Policy.
- b) The Fixed pay shall include monthly remuneration, employer's contribution to Provident Fund, contribution to pension fund, pension schemes, etc. as decided from to time.
- c) The Incentive pay shall be decided based on the balance between performance of the Company and performance of the Key Managerial Personnel and Senior Management, to be decided annually or at such intervals as may be considered appropriate.

Implementation

- The Committee may issue guidelines, procedures, formats, reporting mechanism and manuals in supplement and for better implementation of this policy as considered appropriate.
- The Committee may Delegate any of its powers to one or more of its members.

Annexure F**SECRETARIAL AUDIT REPORT****Form No. MR-3**For the financial year ended on 31st March, 2022

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

To,
The Members,
SPENTA INTERNATIONAL LIMITED.

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **SPENTA INTERNATIONAL LIMITED** (hereinafter called "The Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

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

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

- I. The Companies Act, 2013 ("The Act") and the Rules made thereunder;
- II. The Securities Contracts (Regulation) Act, 1956 ("SCRA") and the Rules made thereunder;
- III. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- IV. Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- V. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ("SEBI Act") to the extent applicable to the Company: -
 - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018
 - d. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993;
 - e. The requirements under the Equity Listing Agreements entered into with BSE Limited.

The Management has identified and confirmed the applicable Acts, Laws and Regulations specifically applicable to the Company as mentioned below:

- i) The Environment Protection Act, 1986; and
- ii) Air (Prevention and Control of Pollution) Act 1981 and Rules issued by State Pollution Control Board; and
- iii) Water (Prevention and Control of Pollution) Act 1974 and Rules issued by State Pollution Control Board.

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

- i) Secretarial Standards 1 and 2 as issued and revised by the Institute of Company Secretaries of India with effect from 1st October, 2017.
- ii) The Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015 as amended and made effective from time to time.

During the year under review, the Company in general has complied with the provisions of the Act, Rules, Regulations, Guidelines, and Standards as mentioned elsewhere in this report, subject to the following observations:

1. The Financials Statement for the year ended 31st March, 2021 are not signed by the Company Secretary of the Company pursuant to Section 134(1) of the Companies Act, 2013;
2. The Company has not filed Environmental Audit Report in form V under the Environmental Protection Act 1986 with Maharashtra Pollution Control Board for the year ended 31st March, 2021.

We further report that:

The Board of Directors of the Company have a balance of Executive Directors and Non-Executive Independent Directors.

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

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

We further report that during the audit period:

1. Mrs. Sunita Misri has resigned as a Non-Executive Independent Director with effect from close of business hours on 30th September, 2021.
2. The Company has obtained shareholders' approval at the 34th Annual General Meeting of the Company held on 27th September, 2021 at 11.30 A.M. for the appointed of Mr. Dilip Pawar as Non-Executive Independent Director w.e.f. August 13, 2021 for a term of five consecutive years, in terms of Section 149 of the Companies Act, 2013.
3. The Company has obtained shareholders approval at the 34th Annual General Meeting of the Company held on 27th September, 2021 at 11.30 A.M. for the re- appointment of Mr. Danny Hansotia (DIN: 00203497) as Managing Directors of the Company for a period of 3(three) consecutive years w.e.f. 1st December, 2020.
4. The Company has obtained shareholders approval at the 34th Annual General Meeting of the Company held on 27th September, 2021 at 11.30 A.M. for the re-appointment of Mr. Sanjay Gadodia (DIN: 00203433) as Whole Time Director for a period of 3 (three) consecutive years w.e.f. 1st July, 2021.
5. Ms. Iram Fatima Shaikh (ACS 58968), Company Secretary and Compliance Officer Resigned from the office w.e.f 7th April, 2022. Further Mr. Sunil Mahyavanshi (ACS 68238) was appointed as Company Secretary and Compliance Officer w.e.f. 8th April, 2022 who subsequently resigned from the Office w.e.f. 14th June, 2022. Further, Mr. Prasad Chavan (ACS 49921) was appointed as Company Secretary and Compliance Officer w.e.f. 15th June, 2022.

Date: 12th August, 2022
Place: Mumbai
ICSI UDIN: F002827D000789008
Peer Review: 2507/2022

For HSPN & Associates LLP

Hemant Shetye
Designated Partner
FCS No.: 2827
CP No.: 1483

Annexure to the Secretarial Auditors Report for the financial year ended March 31, 2022.

To,
The Members,
SPENTA INTERNATIONAL LIMITED

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

1. Maintenance of Secretarial records is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on the test basis to ensure that correct facts are reflected in Secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and books of accounts of the Company.
4. Where ever required, we have obtained the Management representation about compliance of laws, rules and regulations and happenings of events etc.
5. The compliance of provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of efficacy or effectiveness with which the management has conducted the affairs of the Company.

Date: 12th August, 2022
Place: Mumbai
ICSI UDIN: F002827D000789008
Peer Review: 2507/2022

For HSPN & Associates LLP

Hemant Shetye
Designated Partner
FCS No.: 2827
CP No.: 1483

Annexure G**MANAGEMENT DISCUSSION AND ANALYSIS REPORT****GLOBAL ECONOMY OVERVIEW**

With a staggered global recovery, FY2021-22 witnessed the consumer demand coming back. Although a part of the year was affected by the pandemic, immunisation and collective action saw a gradual uptake in the West, which was mirrored in the rest of the world leading to the economies regaining lost ground. Global GDP grew by 5.8% and the economic growth returned on the back of a sustained consumer demand across the board leading to a significant spike in inflation. While the initial pick-up in inflation was led by demand recovery on the previous year's low base, persistent disruptions in the global supply chain network have caused inflationary pressures to be more broad-based, running at multi-decade highs in almost all the major economies. Almost all the central banks are now taking policy measures to taper down the extraordinary liquidity that was pumped in to support the economy during the pandemic and tightening the monetary policy to rein in their runaway inflation. The escalation of the Russia-Ukraine crisis has also had a detrimental effect on the prices of crude oil, gas and other commodities leading to further pressure on the fragile economies.

INDIAN ECONOMIC OVERVIEW

After experiencing a difficult period due to the COVID-19 pandemic, strong macro indicators suggest a rebound, primarily on account of favourable fiscal and monetary policies. Emphasis on improving healthcare has also aided the crisis response. The Indian economy expanded by 8.7% in FY2021-22, rebounding from a 6.6% contraction in FY2020-21, reiterating the country's status as one of the fastest-growing major economies in the world.

V-shaped economic recovery is due to mega vaccination drive, robust recovery in the services sector and growth in consumption and investment coupled with resurgence in high frequency indicators such as power demand, rail freight, GST collection etc. Almost all emerging economies are reeling under these external shocks but India's underlying economic fundamentals are strong and despite the short-term headwinds, the impact on the long-term outlook will be marginal.

The annual inflation rate in India edged down to 7.04% in May of 2022 from an 8-year high of 7.79% in the previous month. Inflation is expected to remain high for the next few quarters of FY 2022-23 due to higher commodity and fuel prices and negative terms of trade. The RBI has already taken measures to contain inflation by tightening the policy rates. The next few quarters will be critical for India's economy as the Government and the RBI work at balancing the stress on inflation, currency and fiscal deficit.

Indian Textile Industry

India is the world's second-largest producer of textiles and garments. It is also the fifth-largest exporter of textiles spanning apparel, home and technical products. The textiles and apparel industry contribute 2.3% to the country's GDP, 13% to industrial production and 12% to exports. The sector employs around 40 Million workers. The size of India's textile market stood at US\$ 223 Billion in 2021, growing at a CAGR of 10.23% over 2016. Indian textile players have undertaken various initiatives to boost textile sales viz. investment to expand production capacity, using technology to optimise the value chain, leveraging strategic partnerships and strengthen sustainable textiles business. Textile industry has been steadily recovering post pandemic amid increased raw material prices and container shortages.

INDUSTRY STRUCTURE AND DEVELOPMENT:

The global textile industry has been facing exceptionally challenging conditions since the past two years due to the restrictions imposed because of the Covid-19 pandemic. Further, the global supply chain had seen unprecedented levels of pressure and disruption due to logistical impasse. This led to delayed delivery resulting into reduced product shelf life and increased inventory at importer / retailer level which resulted in reduction in export orders / delayed picking of confirmed orders, apart from sharp increase in vessel shipping cost. Further, prodigious liquidity globally led to a proliferation in commodity prices including Cotton, Dyes, Chemicals, Coal, etc.

The socks industry being majorly an unorganized and fragmented sector the entire industry size and figures cannot be estimated. The socks and accessories market in India has grown tremendously over the decade. Indian socks industry is maturing and with urban population evolving, demand for casuals, sports and fashion socks is picking up. Millennials are very brand conscious and demand for branded wear is on the rise. There is growth in the industry in tier I and II markets and brand awareness is growing significantly.

OPPORTUNITIES AND THREATS:

Accelerated reopening of activities have re-opened opportunities for the textile market which were quiet for a long time. Further, China plus one policy by USA and Europe will lead to increase in demand for the Indian Market. With an added advantage of high quality standards and globally renowned accreditations, our Company will be forging ahead with its sustainability vision to build potential so as to grab opportunities coming its way.

The demand for socks in India and other countries is on the rise. The flow of orders has been progressively increasing for last few years. Your Company is well poised to seize opportunities available in the sock knitting industry on account of its state-of-the-art production facilities, technical expertise, good quality culture and emphasis on product innovation and growth potential.

Market is shifting towards Branded Garment. Your Company has been ahead in making investment in plant and machinery to meet the growth and meet the huge demand creation in the market. Your company is working with international brands. We are constantly experimenting products made from innovative yarns and eco-friendly chemicals for manufacturing most comfortable socks especially for sports. These technically innovative socks are much in demand by international brands. Given the unrelenting spread of the second wave of pandemic and the large-scale impact on the lives of the people, the near-term outlook for the Indian economy is uncertain impacting the growth prospects, the threat of slow demand for few quarters is possible. Your company therefore is increasing the customer base and also shortly planning to venture into ecommerce selling to overcome this.

SEGMENT-WISE OR PRODUCT WISE PERFORMANCE:

The Company has one segment activity namely socks, in line with the definition of "segment" as per Accounting Standard 17 issued by the Institute of Chartered Accountants of India. The performance of the Company is discussed separately in the Directors' Report.

OUTLOOK:

Coming year will be challenging with respect to pricing. Due to constant investment in latest machinery your company is able to target a vast audience, enhancing product quality, improving delivery schedules and giving superior customer service. Expectations are high, prospects are bright, but capitalizing on the new emerging opportunities will be a challenge for the socks manufacturing Companies.

The Company's Socks Division is optimistic of growth through continued network expansion and innovation. The Business will continue to focus on increasing the premium and fashion quotient of its offerings on the basis of a deep understanding of consumer preferences and delivering products of world-class quality.

INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY:

The Company maintains adequate and effective Internal Control Systems commensurate with its size and complexity. It believes that these systems provide, among other things, a reasonable assurance that transactions are executed with management authorization. It also ensures that they are recorded in all material respect to permit preparation of financial statements in conformity with established accounting principles along with the assets of the Company being adequately safeguarded against significant loss or misuse. An independent Internal Audit function is an important element of Company's Internal Control System. This is supplemented through an extensive internal audit program and periodic review by the management and the Audit Committee of Board.

DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE:

During the year under review, the total production of the socks was good. The Profit before tax recorded during the year was Rs. 265.49 Lakhs as against Profit of Rs. (159.47 Lakhs) in the previous financial year.

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

At Spenta, we are committed to sustainable work practices and a transparent work culture. The year gone by brought many challenges owing to Covid led disruptions which posed serious threats to the entire mankind. Amidst all these thought-provoking scenarios, we leveraged use of digital assets to connect with various stakeholders, including our employees. IT tools were optimally utilised for skills enhancement and training of employees when most of the business activities were standstill everywhere.

Maintaining balance between safety of employees and business continuity, Work From Home (WFH) facility was accorded to people immediately post lockdown. As the things started to ease, proactive measures for employees were undertaken like, workplace SOPs, awareness sessions, etc. Similarly, our factories resumed operations with robust hygiene norms and considering all the social-distancing regulations.

As always, people development continues to be an extremely important area in your Company. Anchoring developmental conversations at every level and ensuring that all managers are skilled in holding developmental conversations has been an area of focus. The industrial relations remained cordial throughout the year. The employees of the Company have extended a very productive co-operation in the efforts of the management to carry the Company to greater heights.

The Company had on rolls total of 73 permanent employees as on 31st March, 2022 excluding employees on contract basis and job workers.

CAUTIONARY STATEMENT:

Statements in this report on Management Discussion and Analysis, describing the Company's objectives, projections, estimates, expectations, or predictions may be forward looking, considering the applicable laws and regulations. These statements are based on certain assumptions and expectation of future events. Actual results could, however, differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include finished goods prices, raw materials costs and availability, global and domestic demand supply conditions, fluctuations in exchange rates, changes in Government regulations and tax structure, economic developments within India and the countries with which the Company has business contacts. The Company assumes no responsibility in respect of the forward-looking statements herein, which may undergo changes in future based on subsequent developments, information, or events.

RISK'S AND CONCERNS:

The major challenge that the textile, apparel and hosiery industry faces is of ever-increasing production costs arising out of rising wages, power and other overheads.

Inflation is expected to remain elevated for the foreseeable future, driven by war-induced commodity price increases and broadening price pressures. In addition, the anticipated increase in interest rates by Central Banks in the coming year are also expected to lower growth and exert pressure on economies particularly those in emerging markets.

In these circumstances, the ability to successfully navigate cost pressures would have a significant bearing on the overall performance of your Company. Diminishing purchasing power and demand due to the economic circumstances could result in fundamental shifts in consumer behaviours and adversely impact the market for textiles and apparel.

Deterioration in supply chain and demand due to pandemic such as COVID-19 have emerged as a significant business risk. Strong supply chain system with robust digitization and interlinking of various divisions is the need of the hour to tackle similar situations in future

RATIO ANALYSIS:

Particulars	2021-2022	2020-21	Change
Debtors Turnover Ratio	3.21	1.53	1.68
Inventory Turnover Ratio	3.47	2.27	1.20
Interest coverage Ratio	3.31	0.68	2.63
Current Ratio	1.66	1.74	-0.08
Debt Equity Ratio	0.79	0.79	0.00
Operating Profit Margin Ratio (%)	8.35%	-0.06%	8.41%
Net Profit Margin Ratio (%)	4.27%	-7.16%	-11.43%
Return on Net worth (%)	8.22%	-6.54%	-14.76%

Debtors Turnover Ratio: Significant change due to increase in sales and improvement in receiving of payments from customers on account of economic growth and customer demand

Inventory Turnover Ratio: Significant change due to increase in turnover

Interest Coverage Ratio: Significant change due to increase in Revenue and lower interest rate

Current Ratio: No material change is observed

Debt Equity Ratio: No material change is observed

Operating Profit Margin: Significant change due to increase in consumer demand, resumption of offices, opening of mall and shop and economic growth

Net Profit Margin: Significant change due to increase in consumer demand, resumption of offices, opening of mall and shop and economic growth

Return On Net Worth: Significant change due to increase in consumer demand, resumption of offices, opening of mall and shop and economic growth

Annexure H**CORPORATE GOVERNANCE REPORT**

In terms of Regulation 34(3) read with Section C of Schedule V to SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, a Report on Corporate Governance for the year ended 31st March, 2022 is presented below:

1. A BRIEF STATEMENT ON COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE:

Effective corporate governance practices constitute the strong foundation on which successful commercial enterprises are built to last. The Company's philosophy on corporate governance oversees business strategies and ensures fiscal accountability, ethical corporate behaviour and fairness to all stakeholders comprising regulators, employees, customers, vendors, investors and the society at large.

The Company has a strong legacy of fair, transparent and ethical governance practices.

The Company has adopted a Code of Conduct for the Board and Senior Management of the Company. In addition, the Company has adopted a Code for Independent Directors which suitably incorporates the duties of Independent Directors as laid down in the Companies Act, 2013 ("the Act"). The Company's corporate governance philosophy has been further strengthened through the Code of Conduct for Prevention of Insider Trading and the Code of Practices & Procedures for Fair Disclosure of Unpublished Price Sensitive Information.

The Company is in compliance with the requirements stipulated under Regulation 17 to 27 and clauses (b) to (i) and (t) of sub-regulation (2) of Regulation 46 and para C, D and E of Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), as applicable, with regard to corporate governance.

2. BOARD OF DIRECTORS:

The Board of Directors ('the Board') plays a crucial role in overseeing how the management serves the short and long-term interests of shareholders and other stakeholders. This belief is reflected in our governance practices, under which we strive to maintain an effective, informed and independent Board.

The Directors of your Company are persons of integrity and bring to the Board a wide range of knowledge, experience, diversity of thought and skills. The Board effectively carries out its responsibilities like providing strategic guidance to the Company, code of conduct for the executives, disclosure of information about their concerns and interests, adherence to the Code of Conduct etc. and the Board applies high ethical standards and acts with due diligence, care and in the best interest of the Company and its stakeholders.

The Board of Directors are entrusted with the ultimate responsibility of the management, general affairs, direction and performance of the Company and has been vested with requisite powers, authorities and duties.

a. Composition of the Board and category of the Director:

The composition of the Board of the Company is in compliance with the provisions of Regulation 17 of the Listing Regulations. The Company has a judicious mix of Executive, Non- Executive and Independent Directors to ensure proper governance and management. As on 31st March 2022 the Board comprised of 5 (Five) Number of Directors of which, 2 (Two) Executive Directors, 3 (Three) Non-Executive - Independent Directors including one Woman Director. Further Mr. Sanjay Gadodia, Whole Time Director heading the Board as Chairman. As on 31st March 2022, the Independent Directors of the Company, have confirmed that they satisfy the criteria of independence as prescribed under Reg. 16 (1) (b) of SEBI (LODR) Regulations 2015 and Companies Act, 2013.

The Board meets at regular intervals to discuss and decide on business strategies/policies and review the financial performance of the Company. In case of business exigencies, the Board's approval is taken through circular resolutions.

The notice and detailed agenda along with the relevant notes and other material information are sent in advance separately to each Director and in exceptional cases tabled at the Meeting with the approval of the Board. This ensures timely and informed decisions by the Board. The Board reviews the performance of the Company vis-à-vis the budgets/targets.

The Independent Directors do not have any material pecuniary relationship or transactions with the Company, Promoters or Management, which may affect their judgement in any manner. The Independent Directors provide a confirmation to the effect that they meet the criteria of independence as defined under the Companies Act, 2013. None of the Independent Directors of the Company serve as an Independent Director in more than seven listed companies. All Directors are also in compliance with the limit on Independent Directorships of listed companies as prescribed under Regulation 17A of the Listing Regulations. The Board confirms that the Independent Directors fulfil the conditions specified in these regulations and that they are Independent of the management.

b. Term of Board Membership

The Board, on the recommendations of the Nomination and Remuneration Committee, considers the appointment and re-appointment of Directors.

During the year the members of the Company at the 34th AGM appointed Mr. Dilip Pawar (DIN: 09279715) as a Non-Executive Independent Director for a term of five consecutive years with effect from 13th August, 2021.

Mrs. Sunita Misri (DIN: 06926275) resigned as a Non-Executive Independent Director with effect from close of business hours of 30th September, 2021.

The Company at its 34th AGM, re-appointed Mr. Danny Hansotia (DIN: 00203497) as Managing Director for a term of 3 consecutive years with effect from 01st December, 2020 and the Company also re-appointed Mr. Sanjay Gadodia (DIN: 00203433) as Whole Time Director for a term of 3 consecutive years with effect from 01st July, 2021. The same was approved by the shareholders of the Company at the Annual General Meeting held on 27th September, 2021.

Section 149 of the Companies Act, 2013, provides that an Independent Director shall hold office for a term of up to five consecutive years on the Board of a Company and shall be eligible for re-appointment on passing of a special resolution by the shareholders of the Company. However, the Independent Directors shall not retire by rotation.

The names and categories of the Directors on the Board, their attendance at Board meetings held during the year and the number of Directorships and committee chairmanships / memberships held by them in other public companies as on 31st March, 2022 are given herein below. Other Directorships do not include Directorships in private limited companies, Section 8 companies and of companies incorporated outside India. Chairmanships / memberships of Board committees includes only Audit Committee and Stakeholders’ Relationship Committee of Public Limited Company (whether listed or not).

The details of each member of the Board as on 31st March, 2022 along with the number of Directorship(s)/ Committee Membership(s)/ Chairmanship(s) are provided herein below:

Name of the Director & DIN	Category	Number of Shares held	Number of Directorship in other Public Limited Companies*	Number of Membership/ Chairmanship in Committees of Boards of other Public Limited Companies#		Names of other Listed Companies in which he/she holds Directorship and category of Directorship	Inter-se Relationship between Directors
				As Chairman	As Member		
Mr. Sanjay Gadodia (DIN: 00203433)	Promoter, Chairman, Whole Time Director cum Chief Executive Officer	6,43,133	1	-	-	NIL	NIL

Mr. Danny Hansotia (DIN: 00203497)	Promoter, Managing Director cum Chief Financial Officer	6,90,277	1	-	-	NIL	NIL
Mrs. Sunita Misri @ (DIN: 06926975)	Independent and Non-Executive Director	-	-	-	-	NIL	NIL
Dr. Anita Koti (DIN: 08069112)	Independent and Non-Executive Director	-	-	-	-	NIL	NIL
Mr. Sashikant Newatia (DIN: 08793440)	Independent and Non-Executive Director	-	-	-	-	NIL	NIL
Mr. Dilip Pawar (DIN: 09279715) \$	Independent and Non-Executive Director	-	-	-	-	NIL	NIL

* Excludes Private Companies, Foreign Companies and Companies registered under Section 8 of the Companies Act, 2013.

Includes only the membership of Audit and Stakeholders' Relationship Committees of Indian Public Limited Companies.

@ Mrs. Sunita Misri (DIN: 06926275) ceased to be the Independent Director of the Company pursuant to her resignation with effect from the close of business hours of 30th September, 2021.

\$ Mr. Dilip Pawar (DIN: 09279715) was appointed as Non-Executive Independent Director for a term of 5 (five) consecutive years with effect from 13th August, 2021.

c. Meetings of the Board

The Board meets at regular intervals to discuss and decide on Company / business policy and strategy apart from other Board business. It meets at least once in a quarter to review the Company's quarterly performance and financial results. Board meetings are governed with a structured agenda. The Agenda for the Board and Committee meetings covers items set out as per the guidelines in Listing Regulations to the extent it is relevant and applicable. The Agenda of the Board / Committee Meetings is set by the Company Secretary in consultation with the Managing Director & CFO of the Company. The agenda of the Board and Committee meetings are pre-circulated in advance with detailed notes and supporting documents. In case of a special and urgent business need, the Board's approval is taken by passing resolutions by circulation, as permitted by law, which are noted and confirmed in the subsequent Board Meeting. The Board periodically reviews the compliance reports with respect to laws and regulations applicable to the Company.

During the financial year 2021-22, the Board met 7 (Seven) times. The meetings were held on 28th May 2021, 25th June 2021, 13th August 2021, 30th September 2021, 12th November 2021, 11th February 2022 and 28th March 2022 the intervening gap between two meetings did not exceed one hundred twenty days between any two consecutive meeting.

The required quorum was present at all the above Board Meetings and all Resolutions are approved unanimously/ with requisite majority and recorded in the minutes. There was no instance of Adjournment of any of the said Meetings. The Board periodically reviews and discussed the performance of the Company, its future plans, strategies and other pertinent issues relating to the Company.

The minutes of proceedings of each Board Meetings are maintained in terms of statutory provisions. Meetings of various committees are held properly. The minutes of the Committee Meetings were periodically placed before the Board.

Attendance of Directors at Board Meetings and at last Annual General Meeting (AGM) are given in the table below:

Name of the Director & DIN	Attendance at Board Meeting during FY 2021-22		Attendance at Last AGM held on 27 th September, 2021
	Number of Board Meetings held	Number of Meetings attended	
Mr. Sanjay Gadodia (DIN: 00203433)	7	7	Yes
Mr. Danny Hansotia (DIN: 00203497)	7	7	Yes
Mrs. Sunita Misri* (DIN: 06926975)	4	4	Yes
Dr. Anita Koti (DIN: 08069112)	7	7	Yes
Mr. Sashikant Newatia (DIN: 08793440)	7	7	Yes
Mr. Dilip Pawar # (DIN: 09279715)	4	4	Yes

Mr. Dilip Pawar (DIN: 09279715) was appointed as an Independent Director with effect from 13th August, 2021

* Mrs. Sunita Misri (DIN: 06926975) resigned as an Independent Director with effect from close of business hours of 30th September, 2021

Date-wise attendance at Board Meeting:

Name of the Director & DIN	May 28, 2021	June 25, 2021	August 13, 2021	September 30, 2021	November 12, 2021	February 11, 2022	March 28, 2022
Mr. Sanjay Gadodia (DIN: 00203433)	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Danny Hansotia (DIN: 00203497)	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Mrs. Sunita Misri* (DIN: 06926975)	Yes	Yes	Yes	Yes	N.A.	N.A.	N.A.
Dr. Anita Koti (DIN: 08069112)	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Sashikant Newatia (DIN: 08793440)	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Mr. Dilip Pawar# (DIN: 09279715)	N.A.	N.A.	N.A.	Yes	Yes	Yes	Yes

Mr. Dilip Pawar (DIN: 09279715) was appointed as an Independent Director with effect from 13th August, 2021.

* Mrs. Sunita Misri (DIN: 06926975) resigned as an Independent Director with effect from close of business hours of 30th September, 2021.

The Board Meetings were conveyed after sufficient days of Notice to the Board Members along with the Agenda for the meeting with necessary documents with all the required information pursuant to provisions of Companies Act, 2013 and SEBI Listing Regulations. The Independent Directors not hold any share and convertible instruments of the Company.

d. Familiarization Programme for Independent Directors:

The Company has adopted a structured programme for orientation of Independent Directors at the time of their joining so as to familiarise them with the Company's operations, business, industry and environment in which it functions and the regulatory environment applicable to it. The Company updates the Board Members on a continuing basis on any significant changes therein and provides them an insight to their expected roles and the responsibilities so as to be in a position to take well-informed and timely decisions and contribute significantly to the Company. The details of the familiarization programmes imparted to Independent Directors is available on the Company's website of the Company at: <http://www.spentasocks.com>.

e. Matrix setting out the skills/expertise/competence required in the context of its business for it to function effectively and those actually available with the Board:

In terms of requirement of Listing Regulations, 2015, the Board has identified the following core skills / expertise /competencies of the Directors in the context of the Company's business for effective functioning as given below:

Sr. No.	Areas of expertise required	Description	Skill areas actually available with the Board
1.	Experience of crafting Business Strategies	Experience in developing long-term strategies to grow consumer business, consistently, profitably, competitively and in a sustainable manner in diverse business environments and changing economic conditions.	Yes
2.	Governance, Risk and Compliance	Experience in the application of Corporate Governance principles. Ability to identify key risks to the Company in a wide range of areas including legal and regulatory compliance.	Yes
3.	Finance and Accounting experience	Comprehensive understanding of financial accounting, reporting and controls and analysis.	Yes
4.	Sales, Marketing & Brand building	Experience in developing strategies to grow sales and market share, build brand awareness and equity, and enhance enterprise reputation.	Yes
5.	Understanding of Consumer and Customer Insights in diverse environments and conditions	Experience of having managed organisations with large consumer / customer interface in diverse business environments and economic conditions which helps in leveraging consumer insights for business benefits.	Yes

Expertise/ Skills of Directors

Name of the Director & DIN	Expertise / Skills				
	Experience of crafting Business Strategies	Governance, Risk and Compliance	Finance and Accounting experience	Sales, Marketing & Brand building	Understanding of Consumer and Customer Insights in diverse environments and conditions
Mr. Sanjay Gadodia (DIN: 00203433)	Yes	Yes	Yes	Yes	Yes
Mr. Danny Hansotia (DIN: 00203497)	Yes	Yes	Yes	Yes	Yes
Mrs. Sunita Misri # (DIN: 06926975)	Yes	Yes	Yes	Yes	--
Dr. Anita Koti (DIN: 08069112)	Yes	Yes	Yes	--	Yes
Mr. Sashikant Newatia (DIN: 08793440)	Yes	Yes	Yes	Yes	Yes
Mr. Dilip Pawar \$ (DIN: 09279715)	Yes	Yes	Yes	Yes	Yes

Mrs. Sunita Misri (DIN: 06926975) ceased to be the Independent Director of the Company pursuant to her resignation *with effect from* the close of business hours of 30th September, 2021.

\$ Mr. Dilip Pawar (DIN: 09279715) was appointed as an Independent Director of the Company *with effect from* 13th August, 2021.

f. Board Evaluation

The Board has carried out an annual performance evaluation of its own performance and that of its Committees as well as of performance of the Directors individually. The Nomination and Remuneration Committee laid down the criteria for such performance evaluation. The evaluation process was carried out internally in FY 2021-22. Each Board member completed a questionnaire on other Board members for peer evaluation and a questionnaire to provide feedback on Board, its Committees and their functioning. The performance evaluation of the Non-Independent Directors and the Board as a whole was carried out by the Independent Directors. The performance evaluation of the Chairman of the Company was also carried out by the Independent Directors, taking into account the views of the Executive Director and Non-Executive Directors. The Directors expressed their satisfaction with the evaluation process. The contribution and impact of individual members was evaluated on parameters such as level of engagement, independence of judgment, conflicts resolution and their contribution in enhancing the Board's overall effectiveness. The peer ratings on certain parameters, positive attributes and improvement areas for each Board member were also provided to them in a confidential manner.

g. Separate Meeting of Independent Directors:

The terms and conditions of appointment of the independent directors are disclosed on the website of the Company.

As stipulated by the Code for Independent Directors under the Companies Act, 2013 and Regulation 25(3) of the Listing Regulations, a separate meeting of Independent Directors was held on 11th February, 2022 to discuss:

- Evaluation of the performance of Non-Independent Directors and the Board as a whole;
- Evaluation of the performance of the Chairman of the Company, taking into account the views of the Executive and Non-Executive Directors;
- Evaluation of the quality, content and timelines of flow of information between the Management and the Board that is necessary for the Board to effectively and reasonably perform its duties.

All the Independent Directors of the Company attended the Meeting of Independent Directors held on 11th February, 2022. The Independent Directors expressed their satisfaction to the desired level on the governance of the Board.

Mr. Dilip Pawar (DIN: 09279715) was appointed as an Independent Director of the Company *with effect from* 13th August, 2021.

Mrs. Sunita Misri (DIN: 06926975) resigned as an Independent Director *with effect from* close of business hours of 30th September, 2021 due to her professional commitments. Ms. Sunita Misri (DIN: 06926975) have confirmed that there are no material reasons for her resignation.

In the opinion of the Board, the Independent Directors fulfills the conditions specified in SEBI (LODR) Regulations, 2015 and are independent of the Management.

COMMITTEES OF THE BOARD:

The Board Committees play a crucial role in the governance structure of the Company and have been constituted to deal with specific areas / activities which concern the Company and need a closer review. The Board Committees are set up under the formal approval of the Board to carry out clearly defined roles which are considered to be performed by members of the Board, as a part of good governance practice. The minutes of the meetings of all Committees are placed before the Board for review. The Board Committees can request special invitees to join the meeting, as appropriate.

The Board has currently established the Audit Committee, Nomination and Remuneration Committee and Stakeholders' Relationship Committee.

3. Audit committee:

The Audit Committee acts as a link between the Independent Auditors, Internal Auditors, the Management and the Board of Directors and entrusted with the responsibility to supervise the Company's internal controls and financial reporting process. The Audit committee interacts with the Internal Auditors, Statutory Auditors and reviews and recommends their appointment and remuneration. The Audit Committee is provided with all necessary assistance and information for enabling them to carry out its function effectively.

a. Terms of Reference of the Committee

Your Company has an Audit Committee in compliance with Section 177 of the Companies Act, 2013 and Regulation 18 of the SEBI Listing Regulations. The terms of reference & powers of the Audit Committee are prescribed under Part C of Schedule II of The SEBI (LODR) Regulations, 2015 which inter alia, include the following:

Powers of the Audit Committee

- i. To investigate any activity within its terms of reference.
- ii. To seek information from any employee.
- iii. To obtain outside legal or other professional advice.
- iv. To secure attendance of outsiders with relevant expertise, if it considers necessary.

Terms of reference / role of the Audit Committee

- i. Oversight of the Company's Financial Reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.
- ii. Recommendation for appointment, remuneration and terms of appointment of auditors of the company.
- iii. Approval of payment to Statutory Auditors for any other services rendered by the Statutory Auditors.
- iv. Reviewing with the management, the annual financial statements and auditor's report thereon before submission to the Board for approval, with particular reference to:
 - a) Matters required being included in the Directors' Responsibility Statement to be included in the Board's Report in terms of clause (c) of sub section 3 of section 134 of the Companies Act, 2013.
 - b) Changes, if any, in accounting policies and practices and reasons for the same.
 - c) Major accounting entries involving estimates based on the exercise of judgments by the management.
 - d) Significant adjustments made in the financial statements arising out of Audit findings.
 - e) Compliance with the listing and other legal requirements relating to financial statements.
 - f) Disclosure of Related Party Transactions.
 - g) Review of the Draft Statutory Audit Report.
- v. Review with the management, the quarterly financial statements before submission to the Board for approval.
- vi. Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, right issue, preferential issue, etc., the statement of fund utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter.
- vii. Review and monitor the auditor's independence and performance, and effectiveness of audit process.
- viii. Approval or any subsequent modification of transactions of the company with related parties.
- ix. Scrutiny of inter-corporate loans and investments.
- x. Valuation of undertakings or assets of the company, whenever it is necessary.
- xi. Evaluation of internal financial controls and risk management systems.
- xii. Review with the management, the performance of Statutory and Internal Auditors, adequacy of Internal Control Systems.
- xiii. Review the adequacy of Internal Audit function, including the structure of the internal audit department, staffing and seniority of the officials heading the department, coverage and frequency of the Internal Audit.
- xiv. Discussion with Internal Auditors, any significant findings and follow up thereon.
- xv. Reviewing the finding of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board.
- xvi. Discussion with Statutory Auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
- xvii. To look into the reasons for substantial defaults, if any, in payment to the depositors, debenture holders, shareholders (in case of dividend) and creditors.
- xviii. To review the functioning of the Whistle Blower Mechanism.
- xix. Approval of appointment of CFO (i.e., the whole-time Finance Director or any other person heading the finance function or discharging that functions after assessing the qualifications, experience and background, etc. of the candidate.
- xx. Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.

xxi. To review the following information:

- a) The management discussion and analysis of financial conditions and results of operations.
- b) Statement of significant related party transactions (as defined by the Audit Committee), submitted by the management.
- c) Management letters/letters of internal control weaknesses issued by the Statutory Auditors.
- d) Internal Audit Reports relating to internal controls and weaknesses, and
- e) The appointment, removal and terms of remuneration of Chief internal auditors shall be subject to review by the Audit Committee.

In addition to the aforesaid, the Committee also looks into the matters as are specifically referred to it by the Board of Directors besides looking into the mandatory requirements of the Listing Regulations as amended from time to time and that of the Act.

b. Composition of Committee, Meetings and Attendance

The Audit Committee of the Company is constituted in accordance with the provisions of Regulation 18 of the Listing Regulations and the provisions of Section 177 of the Act. All members of the Committee are financially literate, with Mr. Sashikant Newatia, as Chairman of the Committee, having the relevant accounting and financial management expertise.

The composition of the Audit Committee and the details of the meetings attended by its members during the Financial Year ended 31st March, 2022 are as under:

Name of the Member	Category	Position	Audit Committee Meetings	
			Held	Attended
Mr. Sashikant Newatia	Independent Non-Executive	Chairperson	6	6
Mrs. Sunita Misri §	Independent Non-Executive	Member	6	3
Dr. Anita Koti	Independent Non-Executive	Member	6	6
Mr. Dilip Pawar #	Independent Non-Executive	Member	6	3

§ Mrs. Sunita Misri (DIN: 06926975) ceased to be the member of Audit Committee pursuant to her resignation with effect from close of business hours of 30th September, 2021.

Mr. Dilip Pawar (DIN: 09279715) was appointed as the member of the Audit Committee with effect from 01st October, 2021.

The Company Secretary acts as the Secretary to the Committee. Audit Committee met 6 (Six) times during the financial year 2021-22 on May 28, 2021, June 25, 2021, August 13, 2021, November 12, 2021, February 11, 2022 and March 28, 2022. The gap between two Audit committee meetings was not more than one hundred and twenty days between any two consecutive meetings. Requisite quorum was present at the above Meetings.

The key risks and mitigating actions are also placed before the Audit Committee of the Company. Significant audit observations and follow up actions thereon are reported by the Committee. The Committee reviews adequacy and effectiveness of the Company's Internal Control Environment and monitors the implementation of audit recommendations, including those relating to strengthening of the Company's risk management policies and systems.

Audit Committee meetings were also attended by the Managing Director and Chief Financial Officer, Company Secretary, partner of Internal Auditors and partner of Statutory Auditors of the Company. The minutes of the meetings of the Audit Committee were periodically placed before the Board.

4. Nomination and Remuneration Committee

The Nomination and Remuneration Committee (NRC) is constituted in accordance with provisions of sub section (1) of Section 178 of the Companies Act, 2013 and Regulation 19 (4) read with Part-D of Schedule-II of Listing Obligations and Regulations.

The Company Secretary acts as the Secretary to the Committee.

a. Terms of Reference of the Nomination and Remuneration Committee

- i. Recommend to the Board, the set up and composition of the Board and its committees, including the “formulation of the criteria and for determining qualifications, positive attributes and independence of a director.” The Committee will consider periodically reviewing the composition of the Board with the objective of achieving an optimum balance of size, skills, Independence, knowledge, age, gender and experience.
- ii. Recommend to the Board the appointment or reappointment of directors.
- iii. Recommend to the Board the Appointment of Key Managerial Personnel (“KMP” as defined by the Act) and executive team members of the Company (as defined by the committee).
- iv. Carry out an evaluation of every director’s performance and support the Board, its committees and individual directors in evaluation of the performance of the Board, its committees and individual directors. This shall include “Formulation of criteria for evaluation of Independent Directors and the Board”. Additionally the Committee may also oversee the performance review process of the KMP and executive team of the Company.
- v. Recommend to the Board the Remuneration Policy for directors, executive team or Key Managerial Personnel as well as the rest of the employees.
- vi. On an annual basis, recommend to the Board the remuneration Policy for directors, and oversee the remuneration to executive team or Key Managerial Personnel of the Company.
- vii. Oversee the familiarization programmes for directors.
- viii. Oversee the Human Resource philosophy, Human Resource and People strategy and Human Resource practices including those for leadership development, rewards and recognition, talent management and succession planning (specifically for the board, Key Managerial Personnel and executive team).
- ix. Performing such other duties and responsibilities as may be consistent with the provisions of the committee charter.

b. Composition of Committee, Meetings and Attendance

The composition of the NRC and details of meetings attended by its members during the Financial Year ended 31st March, 2022, are given below:

Name of the Member	Category	Position	Nomination and Remuneration Committee Meetings	
			Held	Attended
Mrs. Sunita Misri #	Independent Non-Executive	Chairperson	4	3
Mr. Dilip Pawar \$	Independent Non-Executive	Chairperson	4	1
Dr. Anita Koti	Independent Non-Executive	Member	4	4
Mr. Sashikant Newatia	Independent Non-Executive	Member	4	4

Mrs. Sunita Misri (DIN: 06926975) ceased to be the Chairperson of NRC pursuant to her resignation with effect from close of business hours of 30th September, 2021.

\$ Mr. Dilip Pawar (DIN: 09279715) was appointed as a member of the NRC with effect from 01st October, 2021

The NRC met 4 (Four) times during the financial year 2021-22 on May 28, 2021, August 13, 2021, September 30, 2021 and March 28, 2022.

c. Remuneration policy:

Remuneration policy of the Company is designed to create a high-performance culture. It enables the Company to attract, retain and motivate employees to achieve results. Our business model promotes customer centricity and requires employee mobility to address project needs. The remuneration policy supports such mobility through pay models that are compliant to local regulations. The remuneration structure is tailored to the regulations, practices and benchmarks prevalent in the industry.

The Company pays remuneration by way of salary, benefits, perquisites and allowances (fixed component) and (variable component) to its managing director and the executive directors. The Remuneration policy of the Company is available on the website of the Company at <http://www.spentasocks.com>.

d. Criteria for Performance Evaluation of Independent Directors:

Pursuant to the provisions of the Companies Act, 2013 and the applicable provisions of the Listing Regulations, the Annual Performance Evaluation was carried out for the financial year 2021 - 22 by the Board in respect of its own performance, the Directors individually as well as the evaluation of the working of its Audit, Nomination and Remuneration, Stakeholders' Relationship Committee.

A structured questionnaire covering various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, Board culture, execution and performance of specific duties, obligations and governance was prepared after taking into consideration the Guidance note issued by SEBI vide circular no, CMD/CIR/P/2017/004 dated 05.01.2017.

The criteria for performance evaluation of Independent Directors cover the areas relevant to the functioning of the Independent Director such as preparation, participation, conduct and effectiveness. The performance evaluation of Independent Directors was done by the entire Board of Directors and during the evaluation the Director(s) who is subject to evaluation did not participate.

A separate exercise was carried out to evaluate the performance of individual Directors including the Chairman of the Board who were evaluated on parameters such as guidance/ support to management outside Board/ Committee meetings, degree of fulfilment of key responsibilities, effectiveness of meetings etc. The performance evaluation of the Independent Directors was carried out by the entire Board. The Directors expressed their satisfaction with the evaluation process.

5. REMUNERATION OF DIRECTORS:

a. Formulation of Nomination and Remuneration Policy:

The Nomination and Remuneration Committee shall ensure that—

- the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate directors of the quality required to run the company successfully;
- relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and
- Remuneration to directors, KMPs and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals.

b. Pecuniary transactions with Non-Executive Directors

During the year under review, there were no pecuniary transactions with any of the Non-Executive Director of the Company. A declaration to this effect is also submitted by all the Directors at the beginning of each financial year. The register of Contracts is maintained by the Company under Section 189 of the Companies Act, 2013. The register is signed by all the directors present at the respective Board meetings.

c. Criteria for making payments

Non-Executive Directors of the Company are paid sitting fees for attending Board and Committee Meetings and no Commission is drawn by either of them during the year under review.

The details of remuneration paid to Non-Executive Directors during the financial year 2021-22 are as under: (Amount in Rs.)

Name of Director	Mrs. Sunita Misri	Mrs. Anita Koti	Mr. Sashikant Newatia	Mr. Dilip Pawar
Designation	Independent Non-Executive Director	Independent Non-Executive Director	Independent Non-Executive Director	Independent Non-Executive Director
Sitting Fee	15,000	30,000	30,000	15,000
Remuneration	-	-	-	-
No. of Equity shares	-	-	-	-
Commission	-	-	-	-

Directors are not provided with any performance linked incentives.

None of the Directors have service contracts, apart from agreements made towards their appointment as Whole Time Director / Managing Director. The notice period for resignation is 30 days however due to certain unavoidable circumstances notice of resignation can be served without the mandatory period of 30 days.

The Company has not issued any Stock Options either to its Directors or to its Employees.

d. Details of Remuneration Paid to Directors/KMP during the year 2021-2022

Executive directors of the Company are appointed by the Board of Directors subject to the approval of shareholders in the general meeting. The remuneration package of the executive directors is determined by the Nomination and Remuneration Committee within the permissible limits, subject to approval by the Board and shareholders in their respective meetings as per applicable provisions of the Companies Act, 2013.

The details of remuneration paid to Executive Directors/KMP during the financial year 2021-22 are as under:

(Amount in Rs.)

Name of Director	Mr. Danny Hansotia	Mr. Sanjay Gadodia	Ms. Iram Fatima Shaikh
Designation	Managing Director	Whole Time Director	Company Secretary
Salary	INR 30,00,000	INR 30,00,000	INR 3,93,000
Performance bonus	-	-	-
PF & Gratuity	-	-	-

6. STAKEHOLDERS RELATIONSHIP COMMITTEE:

The composition of the Stakeholders Relationship Committee is in compliance with the provisions of Section 178 of the Companies Act, 2013 and Regulation 20 of the Listing Regulations.

The Committee is responsible for addressing the investor complaints and grievances. The Committee meets on a periodic basis to address the investor complaints like transfer of shares, non-receipt of balance sheet, non-receipt of declared dividends etc.

a. Terms of Reference of the Stakeholders Relationship Committee:

- Resolving the grievances of the security holders of the listed entity including complaints related to transfer/transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new/duplicate certificates, general meetings etc.
- Review of measures taken for effective exercise of voting rights by shareholders.
- Review of adherence to the service standards adopted by the listed entity in respect of various services being rendered by the Registrar & Share Transfer Agent.
- Review of the various measures and initiatives taken by the listed entity for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/annual reports/statutory notices by the shareholders of the company.
- Review of corporate actions, if any.
- Review of documents submitted to Stock Exchanges.
- Any other matters assigned to it with relation to the Companies Act, 2013 and Listing Regulations.

b. Composition of Committee, Meeting and Attendance:

The composition of the SRC and details of meetings attended by its members during the Financial Year ended 31st March, 2022, are given below:

Name of the Member	Category	Position	Stakeholders Relationship Committee Meetings	
			Held	Attended
Mrs. Anita Koti	Independent Non-Executive	Chairperson	3	3
Mrs. Sunita Misri #	Independent Non-Executive	Member	3	2
Mr. Dilip Pawar \$	Independent Non-Executive	Member	3	1
Mr. Danny Hansotia	Executive Director	Member	3	3

Mrs. Sunita Misri (DIN: 06926975) ceased to be the member of Stakeholders Relationship Committee pursuant to her resignation *with effect from* the close of business hours of 30th September, 2021.

\$ Mr. Dilip Pawar (DIN: 09279715) was appointed as the member of Stakeholders Relationship Committee *with effect from* 1st October, 2021.

The Stakeholder Relationship Committee met 3 (Three) times during the financial year 2021-22 on June 25, 2021, August 13, 2021 and December 3, 2021.

The necessary quorum was present for all the meetings. The minutes of the meetings of the Committee were periodically placed before the Board.

c. Name and designation of Compliance Officer:

Mr. Prasad Rajendra Chavan Company Secretary, acts as Compliance Officer of the Company and he can be reached out at the corporate office of the Company at:

B/1303, Naman Midtown, Senapati Bapat Marg,
Next to India Bulls Financial Centre,
Elphistone Road (W), Mumbai – 400013.
Tel: 022-24300050/10
Email:- cs@spentasocks.com

The Company has appointed M/s. Link Intime India Private Limited as the Registrar and Share Transfer Agent to handle the investor grievances in co-ordination with the Compliance Officer. All grievances can be addressed to the Registrar and Share Transfer Agent. The Company monitors the work of the Registrar to ensure that the investor grievances are settled expeditiously and satisfactorily.

d. Details of Shareholder Complaints:

Details of Shareholder Complaints [including SEBI Complaints Redress System (SCORES) complaints] received by the Company and Resolved during the year 2021-22:

Particulars	No of Complaints
No. of complaints pending as on April 1, 2021	Nil
Number of Investors Complaints received during financial year 2021-22	01
Number of complaints resolved during the financial year 2021-22	01
Number of pending complaints as on 31 st March 2022	Nil

Number of Complaints not solved to the satisfaction of shareholders - Nil

e. Unclaimed Dividend and shares

In terms of the provisions of the Companies Act, 2013, dividends remaining unpaid/ unclaimed for a period of seven years have to be statutorily transferred to the Investor Education and Protection Fund (IEPF) and such shares in respect of which dividend entitlements remained unclaimed for seven consecutive years or more are also required to be transferred by the Company to the Investor Education and Protection Fund, administered by the Central Government.

Unclaimed Dividend in respect of the financial year 2015-16 (Final) and the shares in respect of which dividend entitlements remain unclaimed for seven consecutive years will be due for transfer to the IEPF on 03rd November, 2023 in terms of Section 124 of the Companies Act, 2013 read with the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016. Members who have not encashed their Final Dividend in respect of the financial year ended 31st March, 2016 or any subsequent year(s) are requested to lodge their claims with the Company. In respect of Final Dividend for the financial year ended 31st March, 2016, it will not be possible to entertain claims which are received by the Company after 03rd November, 2023. Members are advised that in terms of the provisions of Section 124 of the Companies Act, 2013, once unclaimed dividend and shares are transferred to IEPF, no claim shall lie against the Company in respect thereof. However members may apply for the same with the IEPF authority by making an application in the prescribed Form No. IEPF-5.

The following table gives information relating to outstanding dividend accounts and the dates when due for transfer to IEPF:

Financial Year	Dividend Type	Dividend per share	Date of Declaration	Unclaimed Dividend as 31 March, 2022	Due date of transfer of Dividend to IEPF
2015-2016	Final	Rs. 1.20/-	28-09-2016	3,09,273	03-11-2023
2016-2017	Final	Rs. 1.30/-	25-09-2017	3,37,356	31-10-2024
2017-2018	Final	Rs. 1.50/-	27-09-2018	3,66,622	02-11-2025
2018-2019	Final	Rs. 1.50/-	30-09-2019	3,93,351	05-11-2026
2019-2020	Final	Rs. 0.80/-	29-09-2020	2,13,019	04-11-2027

Shareholders are requested to get in touch with Registrar and Transfer Agent (RTA) for encashing the unclaimed dividend amount, if any, standing to the credit of their account.

7. GENERAL BODY MEETINGS:

Details of previous 3 Annual General Meetings (AGM) are as under:

AGM No.	Financial Year	Venue	Day & Date of AGM	Time	No. of Special Resolution(s) passed	Details of Special Resolution(s) passed
34 th	2020-21	Through Video Conferencing /Other audio-visual means	Monday, September 27 th , 2021	11.30 AM	3	To re-appoint Mr. Danny Hansotia as Managing Director of the Company for a period of three years, from December 1, 2020 to November 30, 2023 and payment of remuneration to him. To re-appoint Mr. Sanjay Gadodia as Whole Time Director of the Company for a period of Three years, from July 1, 2021 to June 30, 2024 and payment of remuneration to him. To approve grant of loan to Spenta Woolens Limited
33 rd	2019-20	Through Video Conferencing /Other audio-visual means	Tuesday, September 29 th , 2020	11.30 AM	1	Re-appointment of Mrs. Sunita Misri (DIN: 06926975) as Non-Executive Independent Director for another term of five years w.e.f. 28 th August, 2020.
32 nd	2018-19	Plot No. 13 to 16, Dewan Industrial Estate, Village Navali, Dist. Palghar (West) - 401404	Friday, September 27 th , 2019	11.30 AM	1	Adopt new set of Memorandum of Association of the Company under Companies Act, 2013.

All Special Resolutions set out in the notices for the Annual General Meeting were passed by shareholders at the respective meeting with requisite majority. In the above Annual General Meetings necessary quorum was present. There was no request by members for voting by poll and all the businesses were unanimously approved by Members.

Extraordinary general meeting:

No Extra Ordinary General Meeting of Members or Meetings of Creditors was held during the year and there was no instance of Court convened meeting.

Postal Ballot:

During the financial year 2021-22, no resolution was passed by the Company through postal ballot.

8. MEANS OF COMMUNICATION

The Company, from time to time and as and when required, communicates with its shareholders and investors through multiple channels of communications such as dissemination of information on the on-line portal of the Stock Exchange, press releases, the Annual Reports and uploading relevant information on its website etc.

The quarterly and annual financial results of the Company are uploaded on BSE Listing Centre in accordance with the requirements of Listing Regulations. The financial results are displayed on BSE and Company Website.

The financial results are disseminated to the Stock Exchanges within thirty minutes from the close of the Board Meeting at which these were considered and approved. The results are generally published in English and one Marathi daily newspaper, i.e The Free Press Journal & Navshakti respectively.

The Annual Report of the Company, the quarterly and the annual financial statements other information required to be disseminated on Company's website are regularly posted on the Company's website i.e. www.spentasocks.com and can be downloaded.

The Company has not made any official news releases nor it has made any presentations to Institutional Investors or to the analysts hence the same is not disclosed to BSE or on the website of the Company.

The Company discloses to the Stock Exchange, all information required to be disclosed under Regulation 30 read with Part A of Schedule III of the SEBI (LODR) Regulations, 2015 including material information having a bearing on the performance / operations of the listed entity or other price sensitive information. All information are filed electronically on BSE's online Portal i.e. 'BSE Corporate Compliance & Listing Centre (Listing Centre)' and all disclosures made to the stock exchange are also made available on Company website.

9. GENERAL SHAREHOLDER INFORMATION:
a) General Details

i.	AGM (Date, Time and Venue)	:	The 35 th Annual General meeting (AGM) of the Company will be held on Wednesday 28 th September, 2022 at 11:30 am through video conferencing/ other audio visual means.
ii.	Financial Year	:	April 1, 2021 to March 31, 2022
iii.	Dividend Recommended	:	Final Dividend of Rs. 1.50/- per share
iv.	Dividend Payment Date	:	It will be paid on or after Monday, 03 rd October, 2022
v.	Date of Annual Book Closure	:	22 nd September, 2022 to 28 th September, 2022 (Both days inclusive)
vi.	CIN	:	L28129MH1986PLC040482
vii.	Website	:	www.spentasocks.com
viii.	E-mail Id	:	cs@spentasocks.com
ix.	Corporate Office	:	B/1303, Naman Midtown, Senapati Bapat Marg, Next to One International Centre, Prabhadevi, Mumbai – 400013. Tel: 022-24300050/10
x.	Registered Office	:	Plot No. 13 to 16, 40 (PART) & 40/2, Dewan Industrial Estate, Village Navali, Palghar (West), Maharashtra – 401404

xi.	Listing Details	:	BSE Limited, Mumbai Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400001. The Company has paid Annual Listing Fees up to 31 st March 2022 to the Bombay Stock Exchanges (BSE Limited).
xii.	Scrip Code	:	526161
xiii.	Trading Group	:	"XT" Group
xiv.	ISIN	:	INE175C01018

b) Compliance Officer

Mr. Prasad Rajendra Chavan
B/1303, Naman Midtown,
Senapati Bapat Marg,
Next to One International Centre,
Prabhadevi, Mumbai - 400013.
Tel: 022-24300050/10
Email:- cs@spentasocks.com

c) Description of Voting Rights

All shares issued by the Company carry equal voting rights.

d) Calendar of Financial Year 2022-2023

The Company follows April-March as the financial year. The meetings of Board of Directors for approval of quarterly financial results during the financial year 2022-23 will be tentatively held on the following dates:

Financial reporting for the quarter ending June 30, 2022 :	On or before August 14, 2022
Financial reporting for the quarter ending September 30, 2022 :	On or before November 14, 2022
Financial reporting for the quarter ending December 31, 2022 :	On or before February 14, 2023
Financial reporting for the quarter and year ending March 31, 2023 :	On or before May 30, 2023
AGM for the year ending 31 March 2023 :	On or before 30 th September, 2023

e) Market Price Data

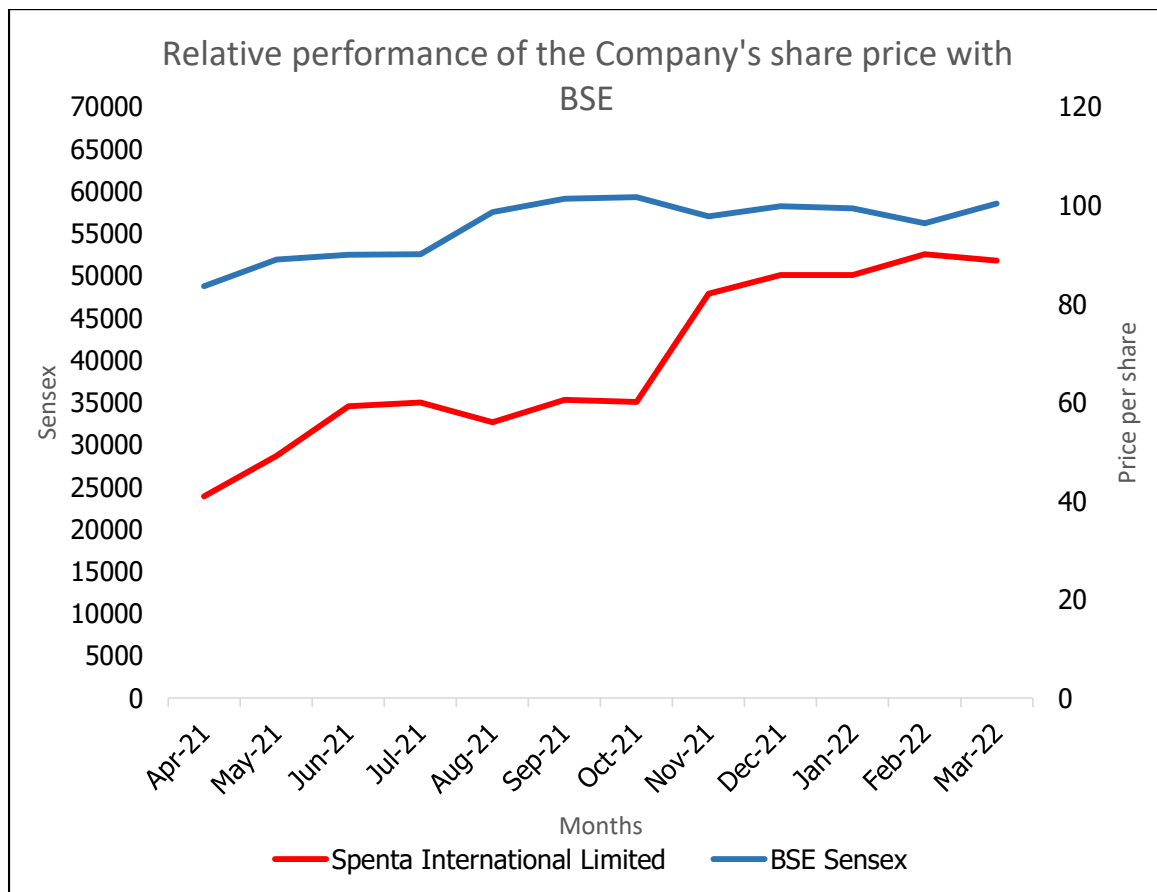
Market Price and Volume of the Company's Shares of face value of Rs 10 each traded in the Stock Exchanges where Company's shares are listed during the financial year 2021-22:

Month	BSE		Total number of Equity Shares Traded
	High	Low	
Apr-21	51.20	40.08	3071
May-21	56.00	36.90	25773
Jun-21	56.75	45.50	19826
Jul-21	76.95	48.35	27866
Aug-21	65.85	54.75	3797
Sep-21	65.50	55.80	5264
Oct-21	76.10	56.30	6608
Nov-21	89.90	59.55	17176
Dec-21	103.45	78.15	10963
Jan-22	103.60	81.65	15119
Feb-22	98.00	73.20	34468
Mar-22	104.80	76.30	15403

f) Performance in comparison to broad based indices such as BSE SENSEX Index:

Share price of Spenta International Limited vis-à-vis BSE SENSEX Index for the year 2021-2022:

Month	Spenta International Limited Share Price (Rs.)	BSE SENSEX
Apr-21	41.00	48782.36
May-21	49.20	51937.44
Jun-21	49.30	52482.71
Jul-21	60.00	52586.84
Aug-21	56.05	57552.39
Sep-21	60.50	59126.36
Oct-21	60.10	59306.93
Nov-21	82.05	57064.87
Dec-21	85.85	58253.82
Jan-22	85.90	58014.17
Feb-22	90.10	56247.28
Mar-22	88.85	58568.51


 Source – Websites: BSE Ltd. (www.bseindia.com)

g) In case the securities are suspended from trading, the director's report shall explain the reason thereof: N.A.

h) Registrar & Transfer Agents: -
M/s. Link Intime India Pvt. Ltd.

C 101, 247 Park,
L B S Marg, Vikhroli West,
Mumbai 400 083
Tel No: +91 22 49186000 Fax: +91 22 49186060
Email – rnt.helpdesk@linkintime.co.in

They are also the depository interface of the Company with both National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL).

i) Share Transfer System:

Share transfers are processed and duly endorsed share certificates are dispatched within a period of fifteen days from the date of receipt, subject to documents being valid and complete in all respects. A summary of transactions so approved by the committee is placed at the Board Meeting held quarterly. The Company obtains a half-yearly certificate from Practicing Company Secretaries as per the requirement of Regulation 40 (9) of Listing Regulation and the same is filed with the Stock Exchanges and available in the website of the Company. In terms of requirements to amendments to Regulation 40 of Listing Regulations w.e.f. 31st March, 2022, transfer of securities in physical form shall not be processed unless the securities are held in the dematerialised form with a depository.

j) Distribution of Shareholding as on 31st March, 2022:

Share holding	Shareholders		Shares		
	No. of Equity Shares	No. of Shareholders	% of Shareholders	No. of Shares	% of Shares
1 to 500	2701	93.2666	335908	12.1515	
501 to 1000	81	2.7970	67701	2.4491	
1001 to 2000	44	1.5193	66627	2.4102	
2001 to 3000	22	0.7597	56249	2.0348	
3001 to 4000	6	0.2072	21852	0.7905	
4001 to 5000	11	0.3798	49500	1.7907	
5001 to 10000	11	0.3798	80203	2.9014	
10001 to above	20	0.6906	2086286	75.4718	
Total	2896	100	2764326	100	

k) Distribution of Shareholding on the basis of Ownership as on 31st March, 2022:

Category	No. of Shares	% of Shareholding
Corporate Bodies (Promoter Co)	1600	0.0579
Clearing Members	49	0.0017
Other Bodies Corporate	12252	0.4432
Directors	1333410	48.2364
Hindu Undivided Family	43271	1.5653
Non Resident Indians	30697	1.1105
Non Resident (Non Repatriable)	2406	0.0870
Public	893234	32.3129
Promoters	447407	16.1851
Total	2764326	100

Note: As per the SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2017/128 dated December 19, 2017, the number of shareholders mentioned here are consolidated on a PAN basis.

l) Bifurcation of Shares held in physical and demat form as on 31st March, 2022

The Company has availed connectivity for both the Depositories i.e. National Securities Depository Ltd. (NSDL) and Central Depository Services (India) Ltd. (CDSL) with ISIN - INE175C01018.

As on 31st March 2022, 24,50,306 Equity shares of the Company, representing 88.64% of its issued capital, were held in dematerialized form and the balance 11.36 % representing 3,14,020 equity shares were held in physical form. All shares of the company are liquid and traded in normal volume on BSE.

Particulars	As at 31 st March, 2022		As at 31 st March, 2021	
	No. of Shares	% of Total Capital	No. of Shares	% of Total Capital
Held in Demat form with NSDL	22,16,669	80.19	22,12,599	80.04
Held in Demat form with CDSL	2,33,637	8.45	2,33,107	8.43
Holdings in Physical Mode	3,14,020	11.36	3,18,620	11.53
Total	27,64,326	100.00	27,64,326	100.00

m) Outstanding GDRs/ADRs/Warrants or any convertible instruments:

As on date, the Company has not issued any GDR/ADR/Warrants or any other convertible instruments.

n) Disclosure of commodity price risks and commodity hedging activities:

The Company has price review mechanism to protect against material movement in price of raw materials.

o) Plant Locations

The Company's plant is located as under:
Plot No. 13 to 16, Dewan Industrial Estate, Village Navali, Palghar (West), Maharashtra – 401404.

p) Address for Correspondence

Shareholders of the company can send correspondence at company's share & Transfer Agent's Office or the Registered office of the Company situated at following address:

Spenta international Limited, Plot # 13-16, Dewan Industrial estate Village Navali, Palghar (West) 401404.

And/ or

Mr. Prasad Rajendra Chavan
Compliance Officer
B/1303, Naman Midtown,
Senapati Bapat Marg,
Next to One International Centre,
Prabhadevi, Mumbai – 400013.
Tel: 022-24300050/10
Email:- cs@spentasocks.com

To allow us to serve shareholders with greater speed and efficiency, the Company strongly recommends email-based correspondence on all issues, which do not require signature verification for being processed.

SEBI vide its circular dated 26th March, 2018 issued new policy measures w.r.t. SEBI Complaints Redress System (SCORES). As per the new process, SEBI has requested the Members to approach the Company directly at the first instance for their grievance.

q) List of Credit Ratings obtained

The Company has obtained SME Grading from CRISIL Limited as under:

Name of Rating Agency	Grading	Creditworthiness	Validity
CRISIL Limited	CRISIL SME 3	Indicates 'Good' Creditworthiness in relation to other Small and Medium Enterprises.	June 13, 2021 to June 12, 2022

10. OTHER DISCLOSURES:

a) Report on Corporate Governance

The Company regularly submits to the Stock Exchanges, within the prescribed period, quarterly reports on Corporate Governance. A certificate from the Company Secretary in Practice of the Company on Corporate Governance is attached to the report.

b) Disclosures on materially significant related party transactions that may have potential conflict with the interests of the Company:

As otherwise disclosed in Audited Financial Statement, there are no materially significant transactions with the related parties viz. Promoters, Directors or the Management or their relatives or that had potential conflict with the Company's interest and which require shareholders' approval. Suitable disclosure as required by the Accounting Standard (AS 18) and AOC-2 have been made in the Annual Report. The Related Party Transactions Policy as approved by the Board is available on the Company's website www.spentasocks.com

c) Details of non-compliance by the Company, penalties, strictures imposed on the Company by Stock Exchange(s) or the board or any statutory authority, on any matter related to capital markets during the last three years:

The Company has complied in general with the requirements of the Stock Exchanges/SEBI/and other Statutory Authorities on all matters related to Capital Markets during the year except as provided hereunder:

1. In terms of Reg 6(1) of SEBI (LODR), 2015, for the Period from 1st April, 2020 to 1st July, 2020, the Compliance Officer of the Company was not a qualified Company Secretary in Whole Time Employment. The Company received mail from BSE vide., SEBI Circular SEBI/HO/CFD/CMD/CIR/P/2020/12 dated January 22, 2020. (Erstwhile SEBI circular SEBI/HO/CFD/CMD/CIR/P/2018/77 dated May 03, 2018) directing the Company to pay a penalty of Rs. 1,08,560 (including GST @18%) for late / non-compliance of Regulation 6(1) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Company made representation for waiver of fine before the "Committee for Reviewing Representations for Waiver of Fines Levied under Standard Operating Procedure (SOP)". Subsequent to which the committee approved the Company's request and waived off the fine vide its mail dated June 24, 2021;
2. The Composition of Nomination and Remuneration Committee of the Company was not as per Regulation 19(1)(b) of SEBI (LODR) Regulations, 2015. The Company received mail from BSE vide., SEBI Circular SEBI/HO/CFD/CMD/CIR/P/2020/12 dated January 22, 2020. (Erstwhile SEBI circular SEBI/HO/CFD/CMD/CIR/P/2018/77 dated May 03, 2018) directing the Company to pay a penalty of Rs. 2,14,760 (including GST @18%) for late / non-compliance of Regulation (1) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Company made representation for waiver of fine before the "Committee for Reviewing Representations for Waiver of Fines Levied under Standard Operating Procedure (SOP)". Subsequent to which the committee approved the Company's request and waived off the fine vide its mail dated June 23, 2021;
3. Mrs. Anita Prashant Koti, Chairperson of Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee was not present for the 33rd Annual General Meeting of the Company in pursuance of Regulation 18(1)(d), 19(3) and 20(3) of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.

d) Vigil Mechanism:

Pursuant to Section 177(9) and (10) of the Companies Act, 2013 and Regulation 27(2) of Security and Exchange Board of India (SEBI) (Listing Obligation and Disclosure Requirements) Regulations, 2015., the Company has a Whistle-Blower Policy for establishing a vigil mechanism for Directors and employees to report genuine concerns regarding unethical behaviour, actual or suspected fraud or violation of the Company's Code of Conduct and Ethics policy. The said mechanism also provides for adequate safeguards against victimization of persons who use such mechanism and makes provision for direct access to the chairperson of the Audit Committee in appropriate or exceptional cases. The Company also affirms that no employee of the Company was denied access to the Audit Committee. During the year under review, the Company has revised the Whistle Blower Policy. The said Whistle-Blower Policy has been hosted on the website of the Company at www.spentasocks.com

During FY 2021-22, there were no complaints received under the Whistle Blower mechanism. Your Company further affirms that no person has been denied access to the Audit Committee.

e) Compliance of Mandatory and Non- Mandatory Requirements

The Company has complied with all mandatory requirements laid down under the provision of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The details of adoption of non-mandatory requirements are given below;

Sr. no.	Particulars	Remarks
1	Shareholders' Rights	Quarterly & half-yearly status of financial performance in the form of Financial Results of the Company are furnished to the Stock Exchanges and are also published in the newspapers and uploaded on website of the Company. Significant events are also posted on the Company's website under the Investors Section. A complete Annual Report is sent to every shareholder of the Company.
2	Audit qualifications	There are no audit qualifications in the annual financial statement for the period 2021-22. Standard practices and procedures are in place to ensure unqualified financial statements.
3	Reporting of Internal Auditor	The Internal Auditor reports to the Audit Committee.

f) Subsidiary Companies

The Company does not have any subsidiary and material subsidiary company.

g) Proceeds from Public Issues, Rights Issue, Preferential Issue, Bonus Issue etc.

During the year, the Company has not raised any money through Public Issue, Rights Issue, Preferential Issue, Bonus Issue etc.

No funds were raised through preferential allotment or Qualified Institutional Placement as per the Regulation 32(7A) of Listing Regulations.

h) Certificate from Company Secretary in practice

The Company has received a certificate from Mr. Hemant Shetye, Practising Company Secretaries and Designated Partner of HSPN & Associates LLP, Mumbai that none of the Directors on the board of the company have been debarred or disqualified from being appointed or continuing as Directors of the Company by the Board/Ministry of Corporate Affairs or any such statutory authority. The Certificate of Company Secretary in practice is annexed herewith as a part of the report.

i) During the year under review, all recommendations given by the committees of the Board (which are mandatorily required) have been accepted by the Board

j) Details of payment of fees for statutory audit and related matters to the statutory auditor for the financial year under review have been disclosed in Note No. 38 forming part of the Standalone Financial Statements.

k) Details of workplace sexual harassment complaints reported as per the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013:

The Company is committed to ensuring that all employees work in an environment that not only promotes diversity and equality but also mutual trust, equal opportunity and respect for human rights. The Company is also committed to provide a work environment that ensures every woman employee is treated with dignity, respect and afforded equal treatment.

The Company has formulated a Policy on prevention of Sexual Harassment in accordance with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules made thereunder which is aimed at providing every woman at the workplace a safe, secure and dignified work environment.

During the year under review, the Company has revised its policy on prevention of sexual harassment of women at workplace. The same is disclosed on the Company's website at www.spentasocks.com

Sr. No.	Particulars	No. Of. Complaints
1.	Number of complaints filed during the financial year 2021-22	Nil
2.	Number of complaints disposed of during the financial year 2021-22	Nil
3.	Number of complaints pending as on end of the financial year 2021-22	Nil

l) Non-compliance of any requirement of Corporate Governance Report, with reasons thereof:

There were no non-compliances by the Company, no penalties and strictures were imposed on the Company by Stock Exchange, SEBI or any statutory authority, on any matter related to the capital markets, during the year from 01st April 2021 to 31st March, 2022.

The Company has complied and disclosed all the mandatory requirements under the Listing Regulations.

m) Code of Conduct

The Board has adopted the Code of Conduct for members of the Board and Senior Management personnel of the Company. The Code lays down, in detail, the standards of business conduct, ethics and governance.

It is the responsibility of all Directors and employees to familiarize themselves with this Code and comply with its standards. The Board and the senior management of the Company annually affirm compliance with the Code.

A certificate from Mr. Sanjay Gadodia, Chief executive Officer to this effect is annexed to this report. The Code of Conduct has also been posted on the Company's Website at www.spentastocks.com

n) CEO/CFO Certification:

The Managing Director and Chief Financial Officer (CFO) have issued certificate pursuant to the provisions of Regulation 17(8) of the SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 certifying that the financial statements do not contain any materially untrue statement and these statements represent a true and fair view of the Company's affairs. The said certificate is annexed to this Report.

o) Company Secretary in Practice's Certificate on Corporate Governance

As stipulated in Para E of Schedule V of the Listing Regulations, the Certificate from Practicing Company Secretary regarding compliance of conditions of corporate governance is attached herewith.

p) Details of Demat/ Unclaimed Suspense Account

Aggregate number of shareholders and the outstanding shares in the suspense account lying at the beginning of the year: NIL

Number of shareholders who approached listed entity for transfer of shares from suspense account during the year: NIL

Number of shareholders to whom shares were transferred from suspense account during the year; aggregate number of shareholders and the outstanding shares in the suspense account lying at the end of the year: NIL

That the voting rights on these shares shall remain frozen till the rightful owner of such shares claims the shares: Not Applicable

q) E-Voting Facility to Members

In view of the massive outbreak of Covid-19 pandemic, social distancing is the norm to be followed and pursuant to the Ministry of Corporate Affairs ("MCA") vide its Circular No. 20/2020 dated May 05, 2020 read with Circular No. 14/2020 dated April 08, 2020 and Circular No.17/2020 dated April 13, 2020 and Circular No. 02/2021 dated January 13, 2021 and Circular No. 21/2021 dated December 14, 2021 and Circular No. 2/2022 dated May 05, 2022 and all other relevant circulars issued from time to time (collectively referred to as "MCA Circulars") and Securities and Exchange Board of India ("SEBI") vide circular number SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020 and Circular number SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated January 15, 2021 and SEBI/HO/CFD/CMD2/CIR/P/2022/62 dated May 13, 2022 (collectively referred to as "SEBI Circulars") permitted the holding of the Annual General Meeting ("the Meeting") through VC / OAVM, without the physical presence of the Members at a common venue. In compliance with the provisions of the Companies Act, 2013 ("Act"), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), MCA Circulars and SEBI Circulars, the Meeting of the Company is being held through VC / OAVM.

Pursuant to Section 113 of the Act representatives of Corporate Members may be appointed for the purpose of voting through remote e-voting or for participation and voting in the Meeting to be conducted through VC/OAVM.

11. OTHER INFORMATION

As at March 31, 2022 none of the Promoter has pledged their shareholdings, the Company does not have any outstanding GDRs/ ADRs/Warrants/ESOP or any convertible instruments and the Company does not have any balance with respect to Demat Suspense Account.

Certificate pursuant to clause 40(9) of SEBI (Listing Obligations and Disclosure Requirements) regulations, 2015:

The Company has obtained half yearly Certificates pursuant to Clause 40(9) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, from Mr. Hemant Shetye, Designated Partner of M/s HSPN Associates LLP, Practicing Company Secretaries, Mumbai for the year ended March 31, 2022 were placed before the Committee for review. The certificates obtained during the year 2021-22 did not contain any reservation or qualification.

Annual Secretarial Compliance Report

The Company has undertaken an audit for the financial year 2021-22 for all applicable compliances as per Securities and Exchange Board of India Regulations and Circulars/Guidelines issued thereunder. The Annual Secretarial Compliance Report has been submitted to the stock exchanges within 60 days of the end of the financial year.

Secretarial Audit

The Company has obtained quarterly Reports from Mr. Hemant Shetye, Partner of HSPN & Associates LLP, Practicing Company Secretaries, Mumbai for Reconciliation of Share Capital Audit Reports as per Regulation 76 of SEBI (Depositories and Participants) Regulations, 2018, who carried out a Share Capital Audit to reconcile the total admitted Equity Share Capital with the National Securities Depository Limited (NSDL) and the Central Depository Services (India) Limited (CDSL) and the total issued and listed Equity Share Capital. The audit report confirms that the total issued/Paid up Capital is in agreement with the total number of shares in physical form and the total number of shares in physical form and the total number of dematerialized shares held with NSDL and CDSL. The same were periodically placed before the Stakeholders' Relationship Committee for review.

In addition to the above and pursuant to Section 204 of the Companies Act, 2013 and corresponding Rule 9 of The Companies (Appointment and Remuneration Personnel) Rules, 2014, a secretarial audit for FY 2021-22 was carried out by him. The secretarial audit report forms a part of this annual report.

Management Discussion and Analysis

A statement of Management Discussion and Analysis is appearing elsewhere in this Annual Report in terms of the requirement of the Code of Corporate Governance.

Prevention of Insider Trading

In order to regulate trading in securities of the Company by the Directors and designated employees, your Company has adopted a Code of Conduct for trading in listed or proposed to be listed securities of your Company which has also been published on the website of the Company – www.spentasocks.com. Insider Trading Code prevents misuse of unpublished price sensitive information and it also provides for periodical disclosures and obtaining pre-clearance for trading in securities of your Company by the Directors, Designated Employees and Connected Persons of your Company.

Management Disclosures

Senior management of the Company (Senior Director level and above, as well as certain identified key employees) make annual disclosures to the Board relating to all material financial and commercial transactions in which they may have personal interest, if any, and which may have a potential conflict with the interest of the Company. Transactions with Key Managerial Personnel are listed in the financial section of this annual report under Related Party Transactions.

Internal Control Systems

The Company has both external and internal audit systems in place. Auditors have access to all records and information of the Company. The Board recognizes the work of the auditors as an independent check on the information received from the management on the operations and performance of the Company. The Board and the management periodically review the findings and recommendations of the statutory and internal auditors and takes corrective actions, whenever necessary.

Internal Controls

The Company maintains a system of internal controls designed to provide reasonable assurance regarding:

- Effectiveness and efficiency of operations.
- Adequacy of safeguards for assets.
- Reliability of financial controls.
- Compliance with applicable laws and regulations.

Statutory Audit

For FY 2021-22, M/s. A K Kocchar & Associates., Chartered Accountants, audited the financial statements prepared under the Indian Accounting Standards.

The independent statutory auditor's render an opinion regarding the fair presentation in the financial statements of the Company's financial condition and operating results. Their audits are made in accordance with generally accepted auditing standards and include a review of the internal controls, to the extent necessary, to determine the audit procedures required to support their opinion.

No transaction of a material nature has been entered into by the Company with the related parties that may have a potential conflict with the interests of the Company at large. The Register of contracts containing transactions, in which directors are interested, is placed before the Board of Directors regularly. The transactions with the related parties are disclosed in the Financial Statements. All transactions entered into with related parties as defined under the Companies Act, Listing Agreement and Listing Regulations during the financial year were in the ordinary course of business and at Arm's length. These have been approved by the audit committee. The board has approved a policy for related party transactions which has been uploaded on the Company's website at www.spentasocks.com.

**By order of the Board
For Spenta International Limited**

**Sanjay Gadodia
Chairman
DIN: 00203433**

Place: Palghar
Date: 12th August, 2022

Annexure I**CERTIFICATE ON CORPORATE GOVERNANCE**

To,
The Shareholders
SPENTA INTERNATIONAL LIMITED
Plot # 13 – 16, Dewan Industrial Estate,
Village Navali, Palghar West,
Thane - 401404

The Corporate Governance Report prepared by Spenta International Limited (“the Company”), contains details as stipulated in regulations 17 to 27 and clauses (b) to (i) of regulation 46(2) and para C and D of Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (“the Listing Regulations”) with respect to Corporate Governance for the year ended March 31, 2022 pursuant to the Listing Agreement of the Company with the BSE Limited (referred to as the “Stock Exchange”).

Management’s Responsibility

The preparation of the Corporate Governance Report is the responsibility of the Management of the Company including the preparation and maintenance of all relevant supporting records and documents. The Management along with the Board of Directors are also responsible for ensuring that the Company complies with the conditions of Corporate Governance as stipulated in the Listing Regulations, issued by the Securities and Exchange Board of India. This responsibility also includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the Corporate Governance Report.

Auditor’s Responsibility

Pursuant to the requirements of the Listing Regulations, it is our responsibility to provide a reasonable assurance whether for the year ended March 31, 2022 the Company has complied, with the conditions of Corporate Governance as stipulated in the Listing Regulations.

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

Opinion

In our opinion, based on our examination of the relevant records and to the best of our information and according to explanations given to us, and representations provided by the management, we certify that, the Company, has complied with the conditions of Corporate Governance as stipulated, in the above-mentioned Listing Regulations during the year ended March 31, 2022.

Other Matters and Restriction on use

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

The certificate is addressed and provided to the members of the Company solely for the purpose to enable the Company to comply with the requirement of the Listing Regulations, for the year ended March 31, 2022, and it should not be used by any other person or for any other purpose. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this certificate is shown or into whose hands it may come without our prior consent in writing.

**FOR HSPN & ASSOCIATES LLP
COMPANY SECRETARIES**

**HEMANT S. SHETYE
DESIGNATED PARTNER
FCS NO: 2827
COP NO: 1483**

**PLACE: MUMBAI
DATE: 12.08.2022
ICSI UDIN: F002827D000788920
PEER REVIEW NO: 2507/2022**

Annexure J
CERTIFICATE OF NON – DISQUALIFICATION OF DIRECTORS

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

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **SPENTA INTERNATIONAL LIMITED** having CIN L28129MH1986PLC040482 and having registered office at Plot # 13-16, Dewan Industrial estate Village Navali, Palghar (West) Thane MH 401404 (hereinafter referred to as "Company") produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

SR. NO.	NAME OF DIRECTOR	DIN	DATE OF APPOINTMENT
1.	SANJAY SHYAMSUNDER GADODIA	00203433	10/04/1992
2.	DANNY FIROZE HANSOTIA	00203497	01/10/2010
3.	ANITA PRASHANT KOTI	08069112	16/02/2018
4.	SASHIKANT NARAYAN PRASAD NEWATIA	08793440	17/07/2020
5.	DILIP RAMDAS PAWAR	09279715	13/08/2021

*Date of appointment of Directors is based on MCA Director's Details.

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

**FOR HSPN & ASSOCIATES LLP
COMPANY SECRETARIES**

**HEMANT S. SHETYE
DESIGNATED PARTNER
FCS NO: 2827
COP NO: 1483**

**PLACE: MUMBAI
DATE: 12.08.2022
ICSI UDIN: F002827D00078887
PEER REVIEW NO: 2507/2022**

CEO & CFO CERTIFICATE TO THE BOARD
(Pursuant to Regulation 17(8) of the Listing Regulations)

To,
The Board of Directors,
Spenta International Limited.,
Plot No. 13 to 16,
Dewan Industrial Estate,
Village Navali, Palghar-401404

We, the undersigned, in our respective capacities as Chief Executive Officer and Chief Financial Officer of Spenta International ("the Company"), to the best of our knowledge and belief hereby certify as stipulated in SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015, that:

1. We have reviewed the financial statement and the cash flow statements for the year and that to the best of our knowledge and belief:
 - a. These statements do not contain any materially untrue statement or omit any material fact or contain statement that might be misleading;
 - b. These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
2. There are, to the best of our knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violative of the Company's code of conduct.
3. We hereby declare that all the members of the Board of Directors and Management Committee have confirmed compliance with the Code of Conduct adopted by the Company.
4. We accept responsibility for establishing and maintaining Internal Controls. We have evaluated the effectiveness of the Internal Control Systems of the Company pertaining to financial reporting and we have disclosed to the Auditors and the Audit Committee the deficiency, if any, in the design or operation of the Internal Control Systems, of which we were aware and the steps we have taken or propose to take to rectify those deficiencies.

We further certify that:

- a. There have been no significant changes in Internal Control Systems during the year.
- b. There have been no significant changes in Accounting Policies during the year.
- c. There have been no instances of significant fraud of which we were aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's Internal Control Systems.

By order of the Board
For Spenta International Limited

For Spenta International Limited

Sanjay Gadodia
Whole Time Director & CEO
DIN: 00203433

Danny Hansotia
Managing Director & CFO
DIN: 00203497

Place: Palghar
Date: 12th August, 2022

DECLARATION FOR COMPLIANCE WITH CODE OF CONDUCT

To

The Members of Spenta International Limited

I, Sanjay Gadodia, Chief Executive Officer of the Spenta International Limited ("the Company") hereby confirm pursuant to SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 that:

- The Board of Directors of Spenta International Limited ("the Company") has laid down a Code of Conduct for all the Board members and senior management of the Company. The said Code of Conduct has also been posted on the Investors page of the Company website i.e www.spentasocks.com
- I declare that, to the best of my information, all the Board Members and senior management personnel have affirmed their compliance with the said Code of Conduct for the year ended March 31, 2022.

For Spenta International Limited

Place: Palghar
Date : 12th August, 2022

Sanjay Gadodia
(Chief Executive Officer)
DIN: 00203433

INDEPENDENT AUDITORS' REPORT**TO THE MEMBERS OF
SPENTA INTERNATIONAL LIMITED****Report on the Standalone Financial Statements**

We have audited the accompanying financial statements of Spenta International Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2022 and the Statement of Profit and Loss (Including other Comprehensive Income), Statement of change in Equity and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, and its loss, total comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, 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.

Management's Responsibility for the Financial Statements

Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, 29 including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2020 ('the Order'), issued by the Central Government of India in terms of sub-section 11 of Section 143 of the Company Act, 2013, and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure, a statement on the matters specified in the said Order.

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

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

- c) The Balance Sheet and the Statement of Profit and Loss (including other comprehensive income), statement of change in equity and cash flow dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of financial statement.
- d) In our opinion, the Balance Sheet and the Statement of Profit and Loss comply with the Ind AS specified under section 133 of the Act, read with Rule 7 of the companies (Account) Rules, 2014.
- e) On the basis of the written representations received from the directors as on March 31, 2022, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022, from being appointed as a director in terms of Section 164(2) of the Act.
- f) With respect to the adequacy of the internal financial controls with reference to financial statement of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure 2" to this report.
- g) 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.
 - 1. The Company does not have any pending litigation which would impact its financial position in its financial statements;
 - 2. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
 - 3. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company during the year ended 31 March, 2022.
 - 4. a. The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries

b. The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

c. Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement
- h) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

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

i) As stated in Note 2.12.3 to the standalone financial statements

(a) The final dividend proposed in the previous year, declared and paid by the Company during the year is in accordance with Section 123 of the Act, as applicable.

(b) The Board of Directors of the Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The amount of dividend proposed is in accordance with section 123 of the Act, as applicable.

For M/s. A K Kocchar & Associates
Chartered Accountants
FRN: 120410W

(Hitesh Kumar S.)
Partner
Membership No: 134763
Date: 30th May, 2022.
UDIN - 22134763AJVYVJ8129

Annexure to Independent Auditors' Report**(Referred to in paragraph of audit report on "Other Legal and Regulatory Requirements" of even date)**

1. In respect of Company's Property, Plant and Equipment and Intangible Assets:
 - a. The Company has maintained proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment and relevant details of right of use assets.
 - b. According to the information and explanation given to us, the Property, Plant and Equipment are being physically verified by the management according to a phased program designed to cover all the items over a period of three years, which, in our opinion, is reasonable having regard to the size of the Company and nature of its assets.

Pursuant to this program, some of the fixed assets have been physically verified by the management during the year, and no material discrepancies were noticed on such verification.
 - c. In our opinion the Company has not disposed of substantial part of fixed assets during the year and the going concern status of the Company is not affected.
2. In respect of its inventories:
 - a. As explained to us, inventories have been physically verified by the management at regular intervals during the year. In our opinion, the frequency of such verification is reasonable.
 - b. In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
 - c. The Company has maintained proper records of inventories. As explained to us, the discrepancies noticed on verification between the physical stocks and the book records were not material and have been dealt with in books of account.
3. In our opinion and to the best of our information and according to explanations given to us, in respect of Investments, provided any guarantee, Security or granted any loans and advances, secured or unsecured, to the Companies, firms, Limited Liability Partnership or other parties covered in the register maintained under Section 189 of the Act:
 - a. The Company has not provided any loans or advances in the nature of loans or stood guarantee, or provided security to any other entity during the year, and hence reporting under clause 3(iii)(a) of the Order is not applicable.
 - b. In our opinion, the investments made and the terms and conditions of the grant of loans, during the year are prima facie, not prejudicial to the Company's interest.
 - c. In respect of loans granted by the Company, the schedule of repayment of principal and payment of interest has been stipulated and the repayments of principal amounts and receipts of interest are generally been regular as per stipulation.
 - d. In respect of loans granted by the Company, there is no overdue amount remaining outstanding as at the balance sheet date.
 - e. No loan granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the over dues of existing loans given to the same parties.

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

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

4. In The Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of loans granted, investments made and guarantees and securities provided, as applicable.
5. In our opinion, and according to the information and explanations given to us, the Company has not accepted deposits as per the directives issued by the Reserve Bank of India under the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under.
6. In our opinion and as per the explanations given to us the company is not required to maintain accounts and records as prescribed by the Central Government under Section 148(1) of the Companies Act, 2013.
7. In respect of statutory dues :
- a. According to the records of the Company, undisputed statutory dues including Provident Fund, Employees' State Insurance, and Income Tax, Goods and Service Tax, Customs duty, Works Contract tax, Cess and other statutory dues have been generally regularly deposited with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31st March, 2022 for a period of more than six months from the date of becoming payable.
- According to the information and explanations given to us, no undisputed amounts payable in respect of Provident fund, Employees' State Insurance, Goods and Service Tax, duty of Excise, Income tax, duty of customs and other material statutory dues were in arrears at the yearend for a period of more than six months from the date they became payable.
- b. According to the information and explanations given to us, there are no dues of GST, Income tax and duty of customs as at the yearend which have not been deposited with the appropriate authorities on account of any dispute.
- c. According to the information and explanations given to us, the Company has no liabilities which are required to be transferred to the investor education and protection fund within the prescribed time.
8. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
9. Whether the company has defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender, if yes, the period and the amount of default to be reported as per the format below
- (a) The Company has taken any loans or other borrowings from Bank as Term loan, Cash Credit, Over Draft.
- (b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- (c) The Company has taken any term loan during the year and applied for the purpose for which obtained.

- (d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
- (e) On an overall examination of the financial statements of the Company, the Company does not have any subsidiary company; hence the reporting on this clause is not applicable.
- (f) The Company has not raised any loans during the year and hence reporting on clause 3(ix)(f) of the Order is not applicable.
- 10.** (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
- (b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.
- 11.** (a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.
- (c) We have taken into consideration the whistle blower complaints received by the Company during the year (and up to the date of this report), while determining the nature, timing and extent of our audit procedures.
- 12.** The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
- 13.** In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- 14.** a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.
- (b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date in determining the nature, timing and extent of our audit procedures.
- 15.** According to the information and explanations given by the management, the Company has not entered into any non-cash transactions with directors or persons connected with him as referred to in Section 192 of Companies Act, 2013.
- 16.** (a) As the company is not engaged in business of non-banking financial institution, accordingly the company is not required to registered under section 45-IA of Reserve Bank of India Act, 1934.
- (b) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.
- 17.** The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- 18.** There has been no resignation of the statutory auditors of the Company during the year.

- 19.** On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- 20.** The company is not liable towards Corporate Social Responsibility (CSR) and not required to transfer to a Fund specified in Schedule VII to the Companies Act in compliance with second proviso to sub-section (5) of Section 135 of the said Act. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable for the year.

For M/s. A K Kocchar & Associates
Chartered Accountants
FRN: 120410W

(Hitesh Kumar S.)
Partner
Membership No: 134763
Date: 30th May, 2022.
UDIN -22134763AJVYVJ8129

ANNEXURE "2" TO THE INDEPENDENT AUDITOR'S REPORT

referred to in paragraph 1(f) under the heading 'Report on Other Legal and Regulatory Requirements' of our report of even date Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **Spenta International Limited** ("the Company") as of March 31, 2022 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls with reference to financial statement and such internal financial controls with reference to financial statement were operating effectively as at March 31, 2022, 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.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit.

We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing as specified under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statement 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 with reference to financial statement and their operating effectiveness. Our audit of internal financial controls with reference to financial statement included obtaining an understanding of internal financial controls with reference to financial statement, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

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

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls with reference to financial statement, 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 financial statement to future periods are subject to the risk that the internal financial control with reference to financial statement may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

**For M/s. A K Kocchar & Associates
Chartered Accountants
FRN: 120410W**

(Hitesh Kumar S.)
Partner
Membership No: 134763
Date: 30th May, 2022.
UDIN -22134763AJVYVJ8129

Statement of Assets and Liabilities as at March 31, 2022

(Amount in Rs.)

Standalone statement of assets & liabilities	Note. No.	As at year ended 31 March 2022	As at year ended 31 March 2021
ASSETS			
1. Non-current assets			
(A) Property, Plant and Equipment	2	16,46,99,271	17,38,85,218
(B) Capital work-in-progress			-
(C) Investment in Property	3	1,15,89,683	1,15,89,683
(D) Goodwill			-
(E) Other Intangible assets			-
(F) Intangible assets under development			-
(G) Biological Assets other than bearer plants			-
(H) Financial Assets			-
(i) Investments			-
(ii) Trade receivables			-
(iii) Loans	4	41,00,000	31,50,000
(iii) Others			-
(I) Deferred tax assets (net)	5	(1,03,304)	8,09,644
(J) Other non-current assets	6	55,62,740	74,21,133
		18,58,48,391	19,68,55,679
2. Current assets			
(A) Inventories	7	14,77,19,276	9,77,45,971
(B) Financial Assets			
(i) Investments	8	1,14,08,369	99,90,361
(ii) Trade receivables	9	15,91,21,092	14,50,13,523
(iii) Cash and cash equivalents	10	44,02,513	24,77,493
(iv) Bank balances other than(iii) above	11	4,55,16,943	4,47,31,038
(v) Loans	12	23,05,912	21,39,926
(vi) Others	13	58,85,975	47,47,636
(C) Current Tax Assets (Net)			-
(D) Other current assets	14	2,67,55,842	1,50,02,805
		40,31,15,922	32,18,48,754
		58,89,64,313	51,87,04,432
TOTAL ASSETS			
EQUITY AND LIABILITIES			
1. Equity			
(a) Equity Share Capital	15	2,76,43,260	2,76,43,260
(b) Other Equity	16	23,85,51,131	21,55,61,294
		26,61,94,391	24,32,04,554
2. Liabilities			
(I) Non-current liabilities			
(A) Financial Liabilities			
(i) Borrowings	17	6,96,76,944	7,82,01,249
(i) Trade payables			-
(i) Other financial liabilities			-
(B) Provisions	18	1,09,54,444	1,18,38,573
(C) Deferred Tax Liabilities (Net)			-
(c) Other non-current liabilities			-
		8,06,31,388	9,00,39,822

Statement of Assets and Liabilities as at March 31, 2022
(Amount in Rs.)

	Note. No.	As at year ended 31 March 2022	As at year ended 31 March 2021
(II) Current liabilities			
(A) Financial Liabilities			
(i) Borrowings	19	14,03,08,408	11,32,62,761
(ii) Trade payables	20	5,55,92,119	4,00,80,351
(iii) Other financial liabilities	21	76,61,658	52,95,348
(B) Other current liabilities	22	3,65,92,912	2,62,24,540
(C) Provisions	23	19,83,438	5,97,056
(D) Current Tax Liabilities (Net)		-	-
		24,21,38,535	18,54,60,056
TOTAL EQUITY AND LIABILITIES		58,89,64,313	51,87,04,432
Significant Accounting Policies	1	(0)	0
"The notes referred to above form an integral part of Financial Statements"			

As per our attached report of even date
For M/s. A K Kochar & Associates
Chartered Accountants

(CA Hitesh Kumar S.)
Partner
Membership No.: 134763
Firm Registration No. 120410W
UDIN - 22134763AJVYVJ8129

Place: Mumbai
Date: 30th May, 2022

For and behalf of the Board of Directors

Sanjay S. Gadodia
(Chairman/CEO)
DIN - 00203433

Danny F. Hansotia
(Managing Director/CFO)
DIN - 00203497

Sunil Mahyavanshi
Company Secretary

Place: Palghar
Date: 30th May, 2022

Statement of Standalone Financial Results for the year ended March 31, 2022

Standalone Statement of Financial Results	Note No.	For the year ended March 31, 2022	For the year ended March 31, 2021
INCOME			
Revenue from operations	24	51,23,07,750	22,22,23,457
Other income	25	93,86,987	63,50,220
Total revenue (1+2)		52,16,94,738	22,85,73,677
OPERATING EXPENDITURE			
(a) Cost of materials consumed	26	31,21,98,519	11,41,57,783
(b) Purchases of stock-in-trade	27	8,24,15,528	3,66,83,100
(c) Changes in inventories of finished goods, Work in Progress & Stock in Trade	28	(2,02,95,685)	(85,024)
(d) Employee benefits expense	29	5,08,13,640	3,24,28,057
(g) Finance charges	30	1,62,45,305	1,58,02,174
(e) Depreciation and amortization expense		1,09,45,612	1,09,46,320
(f) Power & Fuel Cost	32	1,13,15,721	80,88,064
(h) Other expenses	33	3,15,07,387	2,64,99,808
Total Expenses		49,51,46,027	24,45,20,283
PROFIT BEFORE TAX		2,65,48,711	(1,59,46,606)
Tax expense:	34		
(a) Current tax		40,00,000	-
(b) Deferred tax		6,49,040	(20,119)
Profit / (Loss) after tax		2,18,99,671	(1,59,26,487)
Other Comprehensive Income			
A (i) Items that will not be reclassified to profit or loss		9,48,631	(3,87,962)
(ii) Income tax relating to items that will not be reclassified to profit or loss		(2,63,908)	1,82,705
B (i) Items that will be reclassified to profit or loss		-	-
(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
		6,84,723	(2,05,257)
Total Comprehensive Income for the Period		2,25,84,394	(1,61,31,744)
Earnings per share (of Rs.10/- each):	35		
(a) Basic (incl./excl. exceptional items)		7.92	(5.76)
(b) Diluted (incl./excl. Exceptional items)		7.92	(5.76)
Significant Accounting Policies	1		
The notes referred to above form an integral part of Financial Statements			

As per our attached report of even date
For M/s. A K Kochar & Associates
Chartered Accountants

(CA Hitesh Kumar S.)
Partner
Membership No.: 134763
Firm Registration No. 120410W
UDIN - 22134763AJVYVJ8129

Place: Mumbai
Date: 30th May, 2022

For and behalf of the Board of Directors

Sanjay S. Gadodia **Danny F. Hansotia**
(Chairman/CEO) (Managing Director/CFO)
DIN - 00203433 DIN - 00203497

Sunil Mahyavanshi
Company Secretary

Place: Palghar
Date: 30th May, 2022

Cash Flow Statement
Annexed to the Balance Sheet for the year ended March 31, 2022
(Amount in Rs.)

Particulars		For the year ended March 31, 2022		For the year ended March 31, 2021	
A. CASH FLOW FROM OPERATING ACTIVITIES					
Net Profit/(Loss) before tax and extraordinary items			2,65,48,711		(1,59,46,606)
Adjustments for :					
Depreciation	1,09,45,612			1,09,46,320	
Amortisation	-			-	
Non Cash and operating Items - others	13,54,075			(3,43,273)	
Interest income	(34,71,004)			(35,05,499)	
Finance Cost	1,62,45,305			1,58,02,174	
Dividend income	(56,631)			(30,549)	
(Profit) / Loss on Sale of Fixed Assets	(28,51,524)			-	
(Gain)/Loss on Fair value of investments	(14,18,008)			(28,14,172)	
	-		2,07,47,825		2,00,55,001
Operating Profit before Working Capital Changes			4,72,96,536		41,08,395
Adjustments for :					
(Increase) / decrease in inventories	(4,99,73,305)			(94,52,141)	
(Increase) / decrease in Trade receivable	(1,41,07,569)			(3,97,78,649)	
(Increase) / decrease in Financial assets	(13,04,325)			(4,65,801)	
(Increase) / decrease in other current assets	(1,17,53,036)			17,36,814	
Increase / (decrease) in trade payable	1,55,11,768			1,05,04,193	
Increase / (decrease) in financial liabilities	23,66,310			(82,388)	
Increase / (decrease) in provisions	5,02,253			17,60,793	
(Increase) / decrease in other current liabilities	1,03,68,372	(4,83,89,532)		1,14,75,647	(2,43,01,534)
	-	(10,92,996)			(2,01,93,138)
Cash generated from / used in operations					
Direct Taxes paid			(40,00,000)		-
Net cash generated from / (used in) operating activities	(A)		(50,92,996)		(2,01,93,138)
B. CASH FLOW FROM INVESTING ACTIVITIES					
Purchase of Fixed Assets including CWIP	(19,94,176)			(11,56,840)	
Sale of Fixed Assets	30,86,034			-	
Advance for Fixed Assets	-			-	
Movement in Non-Current Investments	-			-	
Movement in Current Investments	-			-	
(Increase) / decrease in Long term loans and advances	9,08,392			(4,41,830)	
(Investment in)/Maturities of Fixed Deposits	(7,85,905)			(24,05,563)	
Dividend income	56,631			30,549	
Interest income	34,71,004	47,41,980		35,05,499	(4,68,186)
Net cash (used) in investing activities	(B)	-	47,41,980		(4,68,186)
C. CASH FLOW FROM FINANCING ACTIVITIES					
Interest paid	(1,62,45,305)			(1,58,02,174)	
Dividends paid	-			(22,11,461)	
Net increase / (decrease) in long term borrowings	(85,24,305)			2,65,16,940	
Net increase / (decrease) in Short term Borrowings	2,70,45,646	22,76,036		1,11,93,793	1,96,97,098
Net cash (used in) from financing activities	(C)	-	22,76,036		1,96,97,098
Net Cash Flow for the year			19,25,020		(9,64,226)
Cash and cash Equivalents as at 31.03.2020			24,77,494		34,41,720
Cash and cash Equivalents as at 31.03.2021		-	44,02,514		24,77,494

Cash Flow Statement

Annexed to the Balance Sheet for the year ended March 31, 2022

Note:

- 1) The Cash Flow Statements has been prepared under the "Indirect Method" as set out in Ind AS - 7 on Cash Flow Statement.
- 2) Previous years figures have been regrouped / rearranged wherever necessary.

As per our attached report of even date
For M/s. A K Kochar & Associates
Chartered Accountants

(CA Hitesh Kumar S.)
Partner
Membership No.: 134763
Firm Registration No. 120410W
UDIN - 22134763AJVYVJ8129

Place: Mumbai
Date: 30th May, 2022

For and behalf of the Board of Directors

Sanjay S. Gadodia (Chairman/CEO) DIN - 00203433	Danny F. Hansotia (Managing Director/CFO) DIN - 00203497
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Sunil Mahyavanshi
Company Secretary

Place: Palghar
Date: 30th May, 2022

Statement of change in Equity for the year ended March 31, 2022
A. Equity Share Capital

Particulars	Balance at the beginning of the Reporting period	Changes in equity share capital during the year	Balance at the end of the Reporting period	Figures as at the beginning of the previous Reporting period (dd-mm-yy)*
For the year ended 31st March 2021	2,76,43,260	-	2,76,43,260	2,76,43,260
For the year ended 31st March 2022	2,76,43,260	-	2,76,43,260	2,76,43,260

B. Other Equity

Particulars	Share application money pending allotment	Equity component of compound financial instruments	Reserves and Surplus				Debt instruments through Other comprehensive Income	Equity instruments through Other Comprehensive Income	Effective portion of Cash Flow Hedges	Revaluation Surpluses	Exchange differences on translating the financial statements of a foreign operation	Other items of Other Comprehensive Income	Money received against share warrants
			(i) Capital Reserve	(ii) Securities Premium Reserve	(iii) Other Reserves	(iv) Retained Earnings							
Balance at the beginning of the Reporting period						21,70,69,107						(15,07,813)	
Profit for the Year						2,18,99,671						-	
Other Comprehensive Income / (Loss) (Net of Tax)						-						6,84,723	
Changes in accounting policy or prior period errors						-						-	
Restated balance at the beginning of the reporting period						-						-	
Total comprehensive income for the year						-						6,84,723	
Dividends including DDT						-						-	
Transfer to retained earning						-						-	
Excess / Short Provision for Income Tax						4,05,443						-	
Balance at the end of the Reporting period						23,93,74,221						(8,23,090)	
Figures as at the beginning of the previous Reporting period						23,52,65,960						(13,02,556)	

As per our attached report of even date
For M/s. A K Kochar & Associates
Chartered Accountants

(CA Hitesh Kumar S.)
Partner
Membership No.: 134763
Firm Registration No. 120410W
UDIN - 22134763AJVYVJ8129

Place: Mumbai
Date: 30th May, 2022

For and behalf of the Board of Directors

Sanjay S. Gadodia
 (Chairman/CEO)
 DIN - 00203433

Sunil Mahyavanshi
 Company Secretary

Place: Palghar
Date: 30th May, 2022

Danny F. Hansotia
 (Managing Director/CFO)
 DIN - 00203497

Notes forming part of the Financial Statements for the year ended 31st March, 2022**Summary of the significant accounting policies and other explanatory information for the year ended 31 March 2022****Company Overview**

Spenta International Limited (The Company) is a Public Limited Company domiciled in India and incorporated under the provisions of the Companies Act, 1956. The company is engaged in manufacturing and trading of socks.

Note 1: Significant Accounting Policies**a) Basis for preparation of financial Statements**

These financial statements have been prepared in accordance with the Indian Accounting Standards ("Ind AS") as prescribed by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 ("the Act"), read with the Companies (Indian Accounting Standards) Rules, 2015 (as amended), other relevant provisions of the Act and other accounting principles generally accepted in India.

b) Basis of measurement

The Company maintains accounts on accrual basis following the historical cost convention, except for followings:

- Certain Financial Assets and Liabilities is measured at Fair value/ Amortized cost (refer accounting policy regarding financial instruments);
- Defined Benefit Plans – Plan assets measured at fair value.

c) Functional and Presentation Currency

The Financial Statements are presented in Indian Rupee (INR), which is the functional currency of the Company and the currency of the primary economic environment in which the Company operates.

d) Use of Estimates and Judgements

The preparation of financial statements in conformity with Ind AS requires judgements, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosure of contingent liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/ materialized.

e) Presentation of Financial Statements

The Balance Sheet and the Statement of Profit and Loss are prepared and presented in the format prescribed in the Schedule III to the Companies Act, 2013 ("the Act"). The Statement of Cash Flows has been prepared and presented as per the requirements of Ind AS 7 "Statement of Cash flows". The disclosure requirements with respect to items in the Balance Sheet and Statement of Profit and Loss, as prescribed in the Schedule III to the Act, are presented by way of notes forming part of the financial statements along with the other notes required to be disclosed under the notified Indian Accounting Standards and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended).

f) Operating Cycle for current and non-current classification

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013 and Ind AS 1. The Company has ascertained its operating cycle as twelve months for the purpose of current and non-current classification of assets and liabilities.

Deferred Tax Assets and Liabilities are classified as non-current assets and liabilities respectively.

g) Measurement of Fair Values

A number of the Company's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

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

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

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the input that is significant to the fair value measurement as a whole:

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable and
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

h) New Standards / Amendments to Existing Standard issued and effective upto the date of issuance of the Company's Financial Statement are disclosed below:

On 28th March, 2018, the Ministry of Corporate Affairs (MCA) has notified Ind AS 115 - Revenue from Contracts with Customers and certain amendment to existing Ind AS. These amendments have been applicable to the Company from 1st April 2018.

➤ **Ind AS 115-Revenue from Contracts with Customers**

Ind AS 115 supersedes Ind AS 11, Construction Contracts and Ind AS 18, Revenue. Ind AS 115 requires an entity to report information regarding nature, amount, timing and uncertainty of revenue and cash flows arising from contract with customers. The principle of Ind AS 115 is that an entity should recognize revenue that demonstrates the transfer of promised goods and services to the customers at an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods and services.

Based on preliminary assessment performed by the Company, the impact of the application of the standard is not expected to be material.

➤ **Amendment to Existing issued Ind AS**

Ind AS 12 - Income Taxes

Ind AS 21 - The Effects of Changes in Foreign Exchange Rates

Ind AS 28 - Investment in Associates and Joint Ventures

Ind AS 112 - Disclosure of Interests in Other Entities

The impact of the above standards on the financial statements, as assessed by the Company, is not expected to be material.

i) Inventories

Inventories are valued at the lower of cost and net realizable value (NRV). Cost is measured by including, unless specifically mentioned below, cost of purchase and other costs incurred in bringing the inventories to their present location and condition. However, materials and other items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. NRV is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale. Cost is ascertained on First in First out basis for all inventories except for by products and scrap materials which are valued at net realizable value.

j) Cash and Cash Equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short term deposits with an original maturity of three months or less, which are subject to an insignificant risk of change in value.

For the purpose of the statement of cash flows, cash and cash equivalents includes cash on hand, term deposits and other short-term highly liquid investment.

k) Income Tax

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses. Current and deferred tax is recognized in the statement of profit & loss, except to the extent that it relates to items recognized in other comprehensive income or directly in equity. In this case, the tax is also recognized in other comprehensive income or directly in equity, respectively.

l) Current Tax

Current tax liabilities (or assets) for the current and prior periods are measured at the amount expected to be paid to (recovered from) the taxation authorities using the tax rates (and tax laws) that have been enacted or substantively enacted, at the end of the reporting period.

m) Deferred Tax

- Deferred Tax assets and liabilities is measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.
- Deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes (i.e., tax base). Deferred tax is also recognized for carry forward of unused tax losses and unused tax credits.
- Deferred tax assets are recognized to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized.
- The carrying amount of deferred tax assets is reviewed at the end of each reporting period. The Company reduces the carrying amount of a deferred tax asset to the extent that it is no longer probable that sufficient taxable profit will be available to allow the benefit of part or that entire deferred tax asset to be utilized. Any such reduction is reversed to the extent that it becomes probable that sufficient taxable profit will be available.

n) Property, plant and equipment (including Capital work-in-progress)

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

Subsequent cost 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 and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance expenses are charged to profit or loss during the reporting period in which they are incurred.

Assets acquired but not ready for use are classified under Capital work in progress and are stated at cost comprising direct cost and related incidental expenses.

On transition to Ind AS, the Company has elected to continue with the carrying value of all of its property, plant and equipment recognised as at 01 April 2016 measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment.

o) Depreciation and Amortization

- Depreciation on Property, Plant & Equipment is provided on Straight Line Method in terms of life span of assets prescribed in Schedule II of the Companies Act, 2013 or as reassessed by the Company based on the technical evaluation.
- In case the cost of part of tangible asset is significant to the total cost of the assets and useful life of that part is different from the remaining useful life of the asset, depreciation has been provided on straight line method based on internal assessment and independent technical evaluation carried out by external valuers, which the management believes that the useful lives of the component best represent the period over which it expects to use those components
- Depreciation on Fixed Assets has been provided on Straight - Line Method (SLM) in accordance with the rates prescribed under Schedule II of the Companies Act, 2013 over the life of the assets.

p) Revenue recognition

Revenue is recognized based to the extent it is probable that the economic benefit will flow to the company and revenue can be reliably measured regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment, and excludes taxes & duties collected on behalf of the Government and is reduced for estimated customer returns, rebates and other similar allowances.

q) Sale of Product

The Company recognizes revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the Company and significant risk and reward incidental to sale of products is transferred to the buyer, usually on delivery of the goods.

r) Revenue from rendering of services

Revenue from rendering of services is recognized on pro-rata basis over the period of contract and when the performance of agreed contractual task has been completed.

s) Other Income

- **Interest Income:** For all debt instruments measured either at amortized cost or at fair value through other comprehensive income (FVTOCI), interest income is recorded using the effective interest rate (EIR). EIR is the rate that exactly discounts the estimated future cash receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset.
- **Dividend Income:** Dividend income is accounted in the period in which the right to receive the same is established.
- **Other Income:** Other items of income are accounted as and when the right to receive such income arises and it is probable that the economic benefits will flow to the company and the amount of income can be measured reliably.

t) Employee Benefits

- **Short Term Benefits:** Short term employee benefit obligations are measured on an undiscounted basis and are expensed as the related services are provided. Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within twelve months after the end of the period in which the employees render the related service are recognized in respect of employees' services up to the end of the reporting period.
- **Other Long Term Employee Benefits:** The liabilities for earned/privilege leave that are not expected to be settled wholly within twelve months are measured as the present value of the expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted using the government securities (G-Sec) at the end of the reporting period that have terms approximating to the terms of related obligation. Remeasurements as the result of experience adjustment and changes in actuarial assumptions are recognized in statement of profit and loss.
- **Post-Employment Benefits:** The Company operates the following post-employment schemes

Defined Contribution Plan: Defined contribution plans such as Provident Fund, Employee State Insurance etc. are charged to the statement of profit and loss as and when incurred and paid to Authority.

Defined Benefit Plans: The liability or asset recognized in the Balance Sheet in respect of defined benefit plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The Company's net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in the current and prior periods. The defined benefit obligation is calculated annually by Actuaries using the projected unit credit method.

The liability recognized for defined benefit plans is the present value of the defined benefit obligation at the reporting date less the fair value of plan assets, together with adjustments for unrecognized actuarial gains or losses and past service costs. The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. The benefits are discounted using the government securities (G-Sec) at the end of the reporting period that have terms approximating to the terms of related obligation.

Remeasurements of the net defined benefit obligation, which comprise actuarial gains and losses, the return on plan assets (excluding interest) and the effect of the asset ceiling, are recognized in other comprehensive income. Remeasurements recognized in other comprehensive income is

reflected immediately in retained earnings and will not be reclassified to the statement of profit and loss.

u) Foreign Currency Transactions:

- Foreign currency (other than the functional currency) transactions are translated into the functional currency using the spot rates of exchanges at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rate of exchanges at the reporting date.
- Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities are generally recognized in profit or loss in the year in which they arise except for exchange differences on foreign currency borrowings relating to assets under construction for future productive use, which are included in the cost of those qualifying assets when they are regarded as an adjustment to interest costs on those foreign currency borrowings, the balance is presented in the Statement of Profit and Loss within finance costs.
- Non-monetary items are not retranslated at period end and are measured at historical cost (translated using the exchange rate at the transaction date).

v) Borrowing Costs:

- Borrowing Costs consists of interest and other costs that an entity incurs in connection with the borrowings of funds. Borrowing costs also includes foreign exchange difference to the extent regarded as an adjustment to the borrowing costs.
- Borrowing costs directly attributable to the acquisition or construction of a qualifying asset are capitalized as a part of the cost of that asset that necessarily takes a substantial period of time to complete and prepare the asset for its intended use or sale.
- Transaction costs in respect of long term borrowing are amortized over the tenure of respective loans using Effective Interest Rate (EIR) method. All other borrowing costs are recognized in the statement of profit and loss in the period in which they are incurred.

w) Financial Instruments:

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

➤ **Financial Assets :**

1. Recognition and Initial Measurement:

All financial assets are initially recognized when the company becomes a party to the contractual provisions of the instruments. A financial asset is initially measured at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset.

2. Classification and Subsequent Measurement:

For purposes of subsequent measurement, financial assets are classified in four categories:

- Measured at Amortized Cost
- Measured at Fair Value Through Other Comprehensive Income (FVTOCI)
- Measured at Fair Value Through Profit or Loss (FVTPL); and
- Equity Instruments designated at Fair Value through Other Comprehensive Income (FVTOCI).

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

- Measured at Amortized Cost: A debt instrument is measured at the amortized cost if both the following conditions are met
 - The asset is held within a business model whose objective is achieved by both collecting contractual cash flows; and
 - The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate (EIR) method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance income in the statement of profit or loss. The losses arising from impairment are recognized in the profit or loss. This category generally

applies to trade receivables, cash and bank balances, loans and other financial assets of the company

- Measured at FVTP: FVTPL is a residual category for debt instruments. Any debt instrument, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as FVTPL. In addition, the company may elect to designate a debt instrument, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. Debt instruments included within the FVTPL category are measured at fair value with all changes recognized in the statement of profit and loss. Equity instruments which are held for trading are classified as at FVTPL.

3. Derecognition:

The Company derecognizes a financial asset on trade date only when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity

4. Impairment of Financial Assets:

The Company assesses at each date of balance sheet whether a financial asset or a group of financial assets is impaired. Ind AS – 109 requires expected credit losses to be measured through a loss allowance. The company recognizes impairment loss for trade receivables that do not constitute a financing transaction using expected credit loss model, which involves use of a provision matrix constructed on the basis of historical credit loss experience. For all other financial assets, expected credit losses are measured at an amount equal to the 12 month expected credit losses or at an amount equal to the life time expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition.

➤ **Financial Liabilities:**

1. Recognition and Initial Measurement:

Financial liabilities are classified, at initial recognition, as at fair value through profit or loss, loans and borrowings, payables or as derivatives, as appropriate. All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

2. Subsequent Measurement:

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

3. Derecognition:

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires.

x) Earnings Per Share:

Basic Earnings per share (EPS) amounts are calculated by dividing the profit for the year attributable to equity holders by the weighted average number of equity shares outstanding during the year. Diluted EPS amounts are calculated by dividing the profit attributable to equity holders adjusted for the effects of potential equity shares by the weighted average number of equity shares outstanding during the year plus the weighted average number of equity shares that would be issued on conversion of all the dilutive potential equity shares into equity shares.

y) Impairment of Non-Financial Assets:

The Company assesses, at each reporting date, whether there is an indication that an asset may be impaired. An asset is treated as impaired when the carrying cost of the asset exceeds its recoverable value being higher of value in use and net selling price. Value in use is computed at net present value of cash flow expected over the balance useful lives of the assets. For the purpose of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or group of assets (Cash Generating Units – CGU).

An impairment loss is recognized as an expense in the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognized in earlier accounting period is reversed if there has been an improvement in recoverable amount.

z) Provisions, Contingent Liabilities and Contingent Assets**➤ Provisions**

Provisions are recognized when there is a present obligation (legal or constructive) as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

➤ Contingent Liabilities

Contingent liability is a possible obligation arising from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events but is not recognized because it is not possible that an outflow of resources embodying economic benefit will be required to settle the obligations or reliable estimate of the amount of the obligations cannot be made. The Company discloses the existence of contingent liabilities in Other Notes to Financial Statements.

➤ Contingent Assets

Contingent assets usually arise from unplanned or other unexpected events that give rise to the possibility of an inflow of economic benefits. Contingent Assets are not recognized though are disclosed, where an inflow of economic benefits is probable.

aa) Intangible Assets:**➤ Recognition and Measurement**

Intangible asset are stated at cost on initial recognition and subsequently measured at cost less accumulated amortization and accumulated impairment loss, if any.

➤ Amortization

1. Software's are amortized over a period of three years.
2. The amortization period and the amortization method are reviewed at least at the end of each financial year. If the expected useful life of the assets is significantly different from previous estimates, the amortization period is changed accordingly.

bb) Operating Segment

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker of the Company is responsible for allocating resources and assessing performance of the operating segments and accordingly is identified as the chief operating decision maker.

The Company has identified one reportable segment "Knitted Socks" based on the information reviewed by the CODM.

cc) Significant Judgments and Key Sources of Estimation in Applying Accounting Policies

Estimates and judgments are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and that are believed to be reasonable under the circumstances. Information about Significant judgements and Key sources of estimation made in applying accounting policies that have the most significant effects on the amounts recognized in the financial statements is included in the following notes:

➤ **Recognition of Deferred Tax Assets:** The extent to which deferred tax assets can be recognized is based on an assessment of the probability of the Company's future taxable income against which the deferred tax assets can be utilized. In addition, significant judgement is required in assessing the impact of any legal or economic limits.

➤ **Classification of Leases:** The Company enters into leasing arrangements for various assets. The classification of the leasing arrangement as a finance lease or operating lease is based on an assessment of several factors, including, but not limited to, transfer of ownership of leased asset at end of lease term, lessee's option to purchase and estimated certainty of exercise of such option, proportion of lease term to the asset's economic life, proportion of present value of minimum lease payments to fair value of leased asset and extent of specialized nature of the leased asset.

➤ **Defined Benefit Obligation (DBO):**

Employee benefit obligations are measured on the basis of actuarial assumptions which include mortality and withdrawal rates as well as assumptions concerning future developments in discount rates, medical cost trends, anticipation of future salary increases and the inflation rate. The Company considers that the assumptions used to measure its obligations are appropriate. However, any changes in these assumptions may have a material impact on the resulting calculations.

➤ **Provisions and Contingencies:**

The assessments undertaken in recognising provisions and contingencies have been made in accordance with Indian Accounting Standards (Ind AS) 37, 'Provisions, Contingent Liabilities and Contingent Assets'. The evaluation of the likelihood of the contingent events is applied best judgement by management regarding the probability of exposure to potential loss.

➤ **Impairment of Financial Assets:**

The Company reviews its carrying value of investments carried at amortized cost annually, or more frequently when there is indication of impairment. If recoverable amount is less than its carrying amount, the impairment loss is accounted for.

➤ **Allowances for Doubtful Debts:**

The Company makes allowances for doubtful debts through appropriate estimations of irrecoverable amount. The identification of doubtful debts requires use of judgment and estimates. Where the expectation is different from the original estimate, such difference will impact the carrying value of the trade and other receivables and doubtful debts expenses in the period in which such estimate has been changed.

➤ **Fair value measurement of financial Instruments:**

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the Discounted Cash Flow model. The input to these models are taken from observable markets where possible, but where this not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility.

Note 2: Property, Plant and Equipment
(Amount in Rs.)

Sr. No.	Particulars Assets	GROSS BLOCK			DEPRECIATION			NET BLOCK		
		As at 01/04/2021	Addition	Deductions	As at 31/03/2022	As at 01/04/2021	Sales / Adjustments	For the year	As at 31/03/2022	As at 31/03/2021
	Tangible Assets (A)									
1.	Freehold Land	62,36,894	-	-	62,36,894	-	-	-	62,36,894	62,36,894
2.	Buildings & Civil Works	1,30,76,760	-	-	1,30,76,760	35,63,729	-	7,12,745	42,76,474	88,00,286
3.	Old Factory Shed	4,30,636	-	-	4,30,636	1,05,387	-	21,078	1,26,464	3,04,172
4.	New Factory Shed	7,30,639	-	-	7,30,639	1,48,674	-	29,735	1,78,409	5,52,230
5.	Office Premises	2,46,94,211	-	-	2,46,94,211	40,44,645	-	8,08,929	48,53,573	1,98,40,638
6.	Plant & Machinery	6,05,67,555	-	32,156	6,05,35,399	3,08,83,073	-	57,88,076	3,66,71,150	2,38,64,250
7.	Office Equipments	4,79,531	48,000	-	5,27,531	4,05,965	-	35,453	4,41,417	86,114
8.	Computer	2,95,749	1,18,160	-	4,13,909	2,49,835	-	41,321	2,91,156	1,22,753
9.	Furniture and Fixtures	63,61,362	2,02,721	-	65,64,083	29,92,693	-	6,39,057	36,31,750	29,32,333
10.	Misc. Fixed Assets	73,10,550	9,20,000	-	82,30,550	32,82,392	-	7,92,018	40,74,410	41,56,140
11.	Vehicles	13,22,566	7,05,295	5,39,896	14,87,965	(77,310)	3,37,542	3,86,061	(28,791)	15,16,756
12.	Company Guest House - Flat at Palghar	5,67,870	-	-	5,67,870	1,39,969	-	28,072	1,68,041	3,99,829
13.	Company Guest House - Flat at Lodha Evoq	8,35,94,885	-	-	8,35,94,885	50,49,023	-	13,52,111	64,01,134	7,71,93,751
14.	Company Guest House - Flat at Lodha Belmondo	1,93,72,184	-	-	1,93,72,184	3,68,100	-	3,10,956	6,79,056	1,86,93,128
	Total	22,50,41,393	19,94,176	5,72,052	22,64,63,517	5,11,56,175	3,37,542	1,09,45,612	6,17,64,245	16,46,99,271
	Previous year	23,38,84,552	11,56,840	-	22,50,41,393	4,02,09,854	-	1,09,46,321	5,11,56,175	17,38,85,218
	Capital Work-In-Progress (B)	-	-	-	-	-	-	-	-	-
	Previous year	-	-	-	-	-	-	-	-	-

Note 3: Investment in Property

(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
Flats at Palghar*	1,15,87,983	1,15,87,983
Naman Midtown – Share Application Money	1,100	1,100
Lodha Belmondo - Share Application Money	600	600
TOTAL	1,15,89,683	1,15,89,683

*Company has not yet received possession of properties and it is still work-in-progress. Hence, there is no depreciation provided on Investment property.

Fair value

As at 31 March 2017	1,05,85,253
As at 31 March 2018	1,07,44,032
As at 31 March 2019	1,08,22,000
As at 31 March 2020	1,12,30,000
As at 31 March 2021	1,14,33,500
As at 31 March 2022	1,15,90,000

Valuation process

The best evidence of fair value is current price in an active market for similar properties. Where such information is not available, Company considers current price in an active market for properties of different nature or recent prices of similar properties in less active market, adjusted to reflect those differences. We have considered rates available from property market websites to arrive at fair value. They are classified as level 1 fair values in the fair value hierarchy.

Note 4: Long term Loans and Advances

(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
Unsecured, considered good unless otherwise stated		
Advance to Job Workers	41,00,000	31,50,000
TOTAL	41,00,000	31,50,000

Note 5: Deferred Tax Assets (Net)

(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
Deferred Tax Asset - Opening	(8,09,644)	(7,10,414)
Deferred Tax Asset for the year	9,12,948	(99,230)
Total	1,03,304	(8,09,644)
Deferred Tax Liability / (Assets)(Net)	1,03,308	(8,09,644)
TOTAL	1,03,304	(8,09,644)

Note 6: Other Non-Current Asset

(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
Deferred Expenses not written off		
Advance Tax - AY 2003-04 to AY 2020-21 Net of Provision for Tax	34,10,461	52,65,445
Capital Advance - Purchase of Fixed Assets	21,50,000	21,50,000
Others	2,279	5,688
TOTAL	55,62,740	74,21,133

Current Assets
Note 7: Inventories
(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
Stock in Hand		
Raw Materials	4,00,25,828	2,95,45,114
Raw Materials - Job Work	3,88,40,703	1,91,43,943
Raw Materials - Goods in Transit	5,67,650	4,12,156
Finished Goods	6,21,38,519	4,18,42,834
Packing Materials	49,46,576	56,01,924
Stores & Spares (Including Consumables)	12,00,000	12,00,000
TOTAL	14,77,19,276	9,77,45,971

Financial Assets
Note 8: Current Investments
(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
<u>Investment in Equity shares of Domestic Companies</u>		
(a) Traded, Quoted		
(i) ACC Ltd 300 (Previous Year 300) Equity Shares of face value of Rs.10 each fully paid up	6,45,405	5,70,975
(ii) Century Textile Ltd 100 (Previous Year 100) Equity Shares of face value of Rs.10 each fully paid up	85,460	46,505
(iii) Ultra Tech Cement Ltd 12 (Previous Year 12) Equity Shares of face value of Rs.10 each fully paid up	79,228	80,855
(iv) Tata Consumer Products Ltd (formerly Tata Global Beverages Ltd) 4434 (Previous Year 4434) Equity Shares of face value of Rs.1 each fully paid up	34,46,992	28,32,883
(v) Engineers India Ltd 2000 (Previous Year 2000) Equity Shares of face value of Rs. 5 each fully paid up	1,28,100	1,54,000
(vi) Tata Motors Ltd 1500 (Previous Year 1500) Equity Shares of face value of Rs.2 each fully paid up	6,50,624	4,52,700
vii) Tata Steel Ltd 1050 (Previous Year 1050) Equity Shares of face value of Rs. 10 each fully paid up	13,72,560	8,52,443
	64,08,369	49,90,361
(b) Inter Corporate Deposit	50,00,000	50,00,000
	50,00,000	50,00,000
	1,14,08,369	99,90,361

Note 9: Trade Receivables

(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
(Unsecured and Considered Good)		
Over 6 months & above	1,80,25,888	4,02,72,324
Others	14,65,51,291	10,65,51,291
Provision for doubtful debts	(9,01,603)	(18,10,092)
TOTAL	15,91,21,092	14,50,13,523

Note: Trade Receivables includes amount receivable from Future Enterprises Ltd & Future Retail Ltd - Rs. 1,60,16,301/- for which no provision is done in books of accounts (previous year-Rs. 3,17,60,056/-)

The trade receivables ageing schedule for the years ended as on March 31, 2022 is as follows:

Particulars	Trade receivables ageing schedule as on 31 st March 2022					
	(Amount in Rs.)					
	Outstanding for following periods from due date of payment#					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good	14,19,96,807	10,93,347	1,31,64,438	28,66,500	-	15,91,21,092
(ii) Undisputed Trade Receivables – considered doubtful	-	2,868	57,632	2,22,552	6,18,551	9,01,603
(iii) Disputed Trade Receivables considered good	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered doubtful	-	-	-	-	-	-
	14,19,96,807	10,96,215	1,32,22,070	30,89,052	6,18,551	16,00,22,695

The trade receivables ageing schedule for the years ended as on March 31, 2021 is as follows:

Particulars	Trade receivables ageing schedule as on 31 st March 2021					
	(Amount in Rs.)					
	Outstanding for following periods from due date of payment#					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good	10,65,51,291	1,85,23,376	1,99,38,856	-	-	14,50,13,523
(ii) Undisputed Trade Receivables – considered doubtful	-	1,56,613	1,95,063	4,02,029	10,56,387	18,10,092
(iii) Disputed Trade Receivables considered good	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered doubtful	-	-	-	-	-	-
	10,65,51,291	1,86,79,989	2,01,33,919	4,02,029	10,56,387	14,68,23,615

Note 10: Cash and Cash Equivalents
(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
Cash on hand	25,05,847	23,99,601
Balances with banks		
i) In current accounts	16,688	12,563
ii) Earmarked balances	18,79,978	65,327
TOTAL	44,02,512	24,77,491

Note 11: Bank Balance other than above
(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
ii) In Fixed Deposit Account		
- Maturity with more than 12 months	-	-
- Maturity within 12 months	4,55,16,943	4,47,31,038
TOTAL	4,55,16,943	4,47,31,038

Note 12: Short Term Loans and Advances
(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
Advances to Employees		
- Unsecured Considered good	14,41,959	10,66,185
Loans And Advances To Corporate And Others (Capital Goods)	8,63,953	10,73,741
TOTAL	23,05,912	21,39,926

Note 13: Other Financial Assets
(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
Deposits	20,39,204	20,35,512
Interest Receivable	38,46,771	27,12,124
Other Receivable	-	-
TOTAL	58,85,975	47,47,636

Note 14: Other Current Assets
(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
Advance To Suppliers	55,72,249	21,63,656
Other Receivables	5,78,625	10,91,442
Statutory & Other Receivables (TDS / GST / MVAT)	1,85,16,777	1,05,27,753
Prepayments	20,88,191	12,19,954
TOTAL	2,67,55,842	1,50,02,805

Equity
Note 15: Equity Share Capital

Particulars	As at March 31, 2022		As at March 31, 2021	
	Number of Shares	(Amt. in Rs.)	Number of Shares	(Amt. in Rs.)
Authorised Capital Equity shares of Rs.10 each with voting rights	35,00,000	3,50,00,000	35,00,000	3,50,00,000
Issued Share Capital Equity shares of Rs.10 each	27,64,326	2,76,43,260	27,64,326	2,76,43,260
Subscribed and fully paid - up Equity shares of Rs.10 each	27,64,326	2,76,43,260	27,64,326	2,76,43,260
Total	27,64,326	2,76,43,260	27,64,326	2,76,43,260

a) Reconciliation of equity shares and amounts outstanding

Particulars	As at March 31, 2022		As at March 31, 2021	
	Number of Shares	(Amt. in Rs.)	Number of Shares	(Amt. in Rs.)
At the beginning of the year	27,64,326	2,76,43,260	27,64,326	2,76,43,260
Add : Allotment money received	-	-	-	-
Less : Shares cancelled on buy back of Equity Shares	-	-	-	-
At the end of the year	27,64,326	2,76,43,260	27,64,326	2,76,43,260

2) Terms /rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs.10. The equity shares have rights, preferences and restrictions which are in accordance provisions of law, in particular the Companies Act, 2013.

c) Details of shareholders holding more than 5 % shares in the Company

Particulars	As at March 31, 2022		As at March 31, 2021	
	Number of Shares	% of Holding	Number of Shares	% of Holding
1. Danny Hansotia	6,90,277	24.97%	6,90,277	24.97%
2. Sanjay Gadodia	6,43,133	23.27%	6,43,133	23.27%
3. Sandeep Gadodia	1,64,307	5.94%	1,64,307	5.94%

Note 16: Other Equity
(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
	a) Retained earnings	21,70,69,107
b) Other comprehensive income	(15,07,813)	(15,07,813)
TOTAL	21,55,61,294	21,55,61,294

a) Retained Earnings
(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
	Balance at the beginning of the year	21,70,69,107
Add: Profit for the year	2,18,99,671	(1,59,26,487)
Less: Excess / Short Provision for Income Tax	4,05,443	(58,905)
Less: Dividend including Dividend Distribution Tax	-	(22,11,461)
Balance at the end of the year	23,93,74,221	21,70,69,107

b) Other Comprehensive Income
(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
Balance at the beginning of the year	(15,07,813)	(13,02,556)
Add: Remeasurement of Defined Benefit Obligation (Net of tax)	6,84,723	(2,05,257)
Balance at the end of the year	(8,23,090)	(15,07,813)

Liabilities - Non Current Liabilities
Financial Liabilities
Note 17: Borrowings
(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
a) Secured loan From Banks		
Term Loan 2 from DCB Bank	4,45,23,268	4,73,21,266
WCTL from DCB Bank under ECLGS	1,94,38,341	2,35,82,826
WCTL from ICICI Bank under ECLGS	57,15,335	72,97,157
TOTAL	6,96,76,944	7,82,01,249

Term Loan 2 from DCB Bank Ltd:

Details of Security: a) Equitable Mortgage Of Property standing in the name of the Company at Flat No 802, 8th Floor, A Wing, Lodha Evoq, New Cuffe Parade, Wadala East, Mumbai , b) Equitable mortgage on the factory Land and Building on Plot nos. 13 to 16 standing in the name of the Company at Dewan, Palghar - Plot Area : 5398.24 sq mt

Terms of Repayment: Loan to be repaid On Demand/ In 166 equated monthly instalment beginning from 10.02.2019 and ending till 10.12.2032

Working Capital Term Loan from DCB Bank under ECLGS:

DCB Bank, in terms of Government of India's Emergency Credit Line Guarantee Scheme (ECLGS) has sanctioned a Guaranteed Emergency Credit Line (GECL) by way of Working Capital Term Loan

Details of Security: WCTL under ECLGS is taken from DCB Bank for Working Capital purposes and secured by Extension of charge over existing primary and collateral securities, including mortgage created in favour of the bank, on second charge basis.

Terms of Repayment: Loan to be repaid in 36 equated monthly instalment after moratorium of 12 months beginning from 31.10.2021 and ending till 30.09.2024

Working Capital Term Loan from ICICI Bank under ECLGS:

ICICI Bank, in terms of Government of India's Emergency Credit Line Guarantee Scheme (ECLGS) has sanctioned a Guaranteed Emergency Credit Line (GECL) by way of Working Capital Term Loan

Details of Security: WCTL under ECLGS is taken from ICICI Bank for Working Capital purposes and secured by Extension of charge over existing primary and collateral securities, including mortgage created in favour of the bank, on second charge basis and personal guarantee of promoter directors of the Company, Mr. Sanjay Gadodia and Mr. Danny Hansotia

Terms of Repayment: Loan to be repaid in 36 equated monthly instalment after moratorium of 12 months beginning from 31.07.2021 and ending till 30.06.2024

Note 18: Long Term Provisions
(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
Provision for employee benefits - Provision for Gratuity	1,09,54,444	1,18,38,573
TOTAL	1,09,54,444	1,18,38,573

Provision for Gratuity is made on the assumption that such benefits are payable on termination of employment and method adopted for its calculation has been worked on Actuarial Valuation basis.

Current Liabilities
Financial Liabilities
Note 19: Short Term Borrowings
(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
a) Secured:		
Working Capital Loans		
- Cash Credit	11,08,08,408	9,73,32,822
- Sales LCBD	0	0
- Overdraft against FD	2,85,00,000	74,28,270
- Overdraft against Property	10,00,000	85,01,669
TOTAL	14,03,08,408	11,32,62,761

Details of Security:

- 1) Working capital loan, - CC taken from DCB Bank is secured by pari passu charge by way of : a) Hypothecation of Inventories and Book Debts/Receivables and other current assets.
- 2) Working Capital Loan - Sales LCBD is secured by Hypothecation of Inventories and accompanied by accepted Invoice and GRN from party.
- 3) Working Capital Loans - CC and LCBD are further secured by:
 - a) Equitable mortgage on the factory Land and Building on Plot nos. 13 to 16 standing in the name of the Company at Dewan, Palghar - Plot Area : 5398.24 sq mt;
 - b) Equitable Mortgage of Flat No. 302, Shri Raj Apartments, Palghar in the name of the Company;
 - c) Equitable Mortgage of Flat No. 802, A Wing, Lodha Evoq, New Cuffe Parade, Mumbai in the name of the Company and
 - d) Hypothecation of entire Plant & Machinery, Furniture & Fixtures including spares, tools, accessories etc.
- 4) Working Capital Loan - Overdraft against FD is secured by Lien on Fixed Deposit with DCB Bank.
- 5) Working Capital Loan - Overdraft against Property is secured by Equitable mortgage on the factory Land and Building on Plot nos. 13 to 16 standing in the name of the Company at Dewan, Palghar.

Details of Security:

Working capital loans - CC and LCBD taken from ICICI Bank are secured by:

- a) First pari pasu charge on present and future current assets of the company,
- b) Bill discounting facility is with recourse to the Company;
- c) Exclusive Charge by way of Equitable Mortgage of office premises located at B 1303, Naman Midtown, Mumbai 400013 and
- d) Personal Guarantees of Promoter Directors of the Company - Mr. Sanjay Gadodia and Mr. Danny Hansotia.

Note 20: Trade Payables

(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
Micro and small enterprise	34,06,021	8,76,662
Others	5,21,86,098	3,92,03,689
TOTAL	5,55,92,119	4,00,80,351

Disclosures under Section 22 of the Micro, Small and Medium Enterprises Development Act 2006.

(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
Principal amount remaining unpaid to suppliers as at the end year.	34,06,021	8,76,662
Interest due on the above mentioned principal amount remaining unpaid to any supplier as at the year end.	-	-
Amount of the interest paid by the Company in terms of Section 16	-	-
Amount of interest due and payable for the period of delay in making payment but without adding the interest specified under the MSM Act.	-	-
Amount of interest accrued and remaining unpaid at the end of the accounting year.	-	-

Dues to micro and small enterprises have been determined to the extent such parties have been identified on the basis of intimation received from the "suppliers" regarding their status under the Micro, small and Medium Enterprises Development Act, 2006.

Trade Payables ageing schedule for the year ended as on March 31, 2022 is as follows:

Particulars	Trade payables ageing schedule as on 31 st March 2022				
	(Amount in Rs.)				
	Outstanding for following periods from due date of payment#				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	47,48,974	-	-	-	47,48,974
(ii) Others	4,97,08,098	3,06,982	8,28,065	-	5,08,43,145
(iii) Disputed dues – MSME	-	-	-	-	-
(iv) Disputed dues – Others	-	-	-	-	-
	5,44,57,072	3,06,982	8,28,065	-	5,55,92,119

Trade Payables ageing schedule for the year ended as on March 31, 2021 is as follows:

Particulars	Trade payables ageing schedule as on 31 st March 2021				
	(Amount in Rs.)				
	Outstanding for following periods from due date of payment#				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	8,76,662	-	-	-	8,76,662
(ii) Others	3,66,32,686	25,62,596	8,407	-	3,92,03,689
(iii) Disputed dues – MSME	-	-	-	-	-

(iv) Disputed dues – Others	-	-	-	-	-
	3,75,09,348	25,62,596	8,407	-	4,00,80,351

Note 21: Other Financial Liabilities
(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
Employee Related Liabilities	57,81,681	52,30,016
Others	18,79,977	65,332
TOTAL	76,61,658	52,95,348

Note 22: Other Current Liabilities
(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
Other Current liabilities	3,35,41,152	2,25,84,931
Statutory dues payable	19,18,348	19,90,256
Advance against Sales	11,33,411	16,49,352
TOTAL	3,65,92,912	2,62,24,540

Note 23: Short Term Provisions
(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
Provision for Employee benefits	19,83,438	5,97,056
TOTAL	19,83,438	5,97,056

Note 24: Revenue from Operations
(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
Sale of products		
Domestic sale - Socks	43,96,71,287	20,03,09,290
Export sale & Entitlement - Third party Exports - Socks	1,55,26,403	-
Yarn Sale for Socks Purchase/Re-processing	5,70,68,862	2,18,91,337
Sale of Wastage	41,199	22,830
TOTAL	51,23,07,750	22,22,23,457

Note 25: Other Income
(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
Interest Income	34,71,004	35,05,499
Dividend	56,631	30,549
Profit / (Loss) on sale of Fixed Assets	28,51,524	-
Cash Discount	-	-
Insurance Claim Received	6,02,610	-
Miscellaneous Income	84	-
Net gain/(loss) on Fair value of Equity instruments	14,18,008	28,14,172
Duty Drawback	3,13,377	-
Export Incentives and Benefit	6,73,750	-
TOTAL	93,86,987	63,50,220

Note 26: Cost of materials consumed

(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
(a) Raw Material Consumed		
Opening Stocks	2,99,57,270	2,30,12,554
Add: Purchases	25,05,33,246	8,72,93,954
	28,04,90,516	11,03,06,508
Less: Closing Stocks	4,00,25,828	2,99,57,270
	24,04,64,688	8,03,49,238
(b) Packing Material Consumed		
Opening Stocks	56,01,924	45,47,440
Add: Purchases	3,03,30,789	1,37,10,034
	3,59,32,713	1,82,57,474
Less: Closing Stocks	55,14,226	56,01,924
	3,04,18,487	1,26,55,550
(c) Job Work Material Consumed		
Opening Stocks	1,91,43,943	1,77,76,026
Add: Job Work charges	6,10,12,104	2,25,20,911
	8,01,56,047	4,02,96,937
Less: Closing Stocks	3,88,40,703	1,91,43,943
	4,13,15,344	2,11,52,994
TOTAL	31,21,98,519	11,41,57,783

Note 27: Purchase of Stock in Trade

(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
Traded Goods - Socks	8,24,15,528	3,66,83,100
TOTAL	3,66,83,100	3,66,83,100

Note 28: Changes in Inventories of Finished Goods, Work in Progress & Stock in Trade

(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
Opening Stocks		
Finished Goods	4,18,42,834	4,21,57,810
Spares & Consumables	12,00,000	8,00,000
	4,30,42,834	4,29,57,810
Less:		
Closing Stocks		
Finished Goods	6,21,38,519	4,18,42,834
Spares & Consumables	12,00,000	12,00,000
	6,33,38,519	4,30,42,834
TOTAL	(2,02,95,658)	(85,024)

Note 29: Employee Benefits Expenses

(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
Employees Salary & wages	2,04,57,588	1,53,49,894
Contractors' Payments	2,48,71,892	1,27,86,946
Provident Fund Employer's Contribution	16,55,390	12,38,576
Gratuity to Employees	14,50,884	14,76,425
Bonus to Employees	19,83,531	12,85,946
ESIC Employer's Contribution	3,94,355	2,90,270
TOTAL	5,08,13,640	3,24,28,057

Note 30: Finance Cost

(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
Bank charges	-	-
Interest paid		
1) To Banks		
- On Term Loan	65,40,685	59,20,945
- On Working Capital	87,27,624	75,75,185
- On Overdraft	9,76,996	15,49,848
2) To Others		
- On Fixed Deposits	-	-
- On Unsecured Loans	-	-
- On Car Loans	-	-
- On Others	-	4,21,283
3) For Bill Discounting	-	3,34,913
TOTAL	1,62,45,305	1,58,02,174

Note 32: Power and Fuel Cost

(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
Power Cost - MSEDCL	1,12,35,117	79,75,739
Diesel Cost - DG Set	80,604	1,12,325
TOTAL	1,13,15,721	80,88,064

Note 33: Other Expenses
(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
MANUFACTURING EXPENSES		
Carriage Inward	26,37,114	11,50,728
Commission on Purchase	2,64,282	99,215
Consumables Stores & Spares	13,20,665	7,76,374
Embroidery Charges	2,28,572	1,08,737
Factory Expenses	46,311	54,943
Hamali Charges	1,87,033	40,020
Oil Purchases	1,58,180	80,595
Repair and Maintenance - Plant & Machinery	9,68,644	11,92,793
Testing Charges	2,89,276	2,29,194
Washing Charges	16,76,980	19,84,170
Printing Charges	-	-
	77,77,058	57,16,768
SELLING AND DISTRIBUTION EXPENSES		
Business Promotion Expenses	3,31,979	1,13,793
Carriage Outward	54,70,083	23,61,188
Claims & Shortages	19,61,910	8,81,998
Rent on Warehouse	4,92,000	7,55,000
Packing & Forwarding	-	14,503
Sales Promotion Expenses	9,10,575	6,62,343
	91,66,547	47,88,824
ADMINISTRATIVE AND OTHER EXPENSES		
Advertisement & Publicity	52,920	41,184
Annual General Meeting Exp Acc	36,558	49,061
Payment to Auditors	2,00,000	2,00,000
Bank Charges	2,47,103	5,55,275
Bad Debts	-	13,942
Car Insurance	1,14,884	1,00,596
Cash Discount	7,53,225	-
Communication Expenses	2,01,994	1,82,874
Conveyance	63,174	39,672
Courier & Postage Charges	1,94,473	1,06,792
Donation	28,500	12,775
Director's remuneration	60,00,000	55,00,000
Director Sitting Fees	90,000	81,250
Forex Exchange Loss	64,130	-
Electricity Expenses	3,05,188	3,07,736
Insurance	6,04,661	6,02,407
Legal & Professional Fees	6,09,250	9,10,126
Legal License Fees	1,72,582	6,29,630
Listing Fees	3,00,000	3,00,000
Membership & Subscription	69,181	1,20,089
Miscellaneous Expenses	(1,58,543)	7,19,747
Municipal Tax	6,82,667	10,19,962
Office Expenses	1,48,144	1,55,207
Printing & Stationery	2,46,204	2,00,477
Professional Tax	2,500	3,575
Repair & Maintenance	7,04,922	16,90,446
Taxes Ineligible	2,08,125	-
Security Charges	10,35,303	10,12,985
Info Tech Expenses	2,60,943	3,09,024
Transfer Agent Fees	1,30,644	1,52,884
Travelling Expenses	42,309	67,432
Vehicles Running Expenses	3,56,115	2,27,489
Welfare - Employees' benefits	7,96,626	6,81,579
	1,45,63,782	1,59,94,216
TOTAL (A+B+C)	3,15,07,387	2,64,99,808

Note 34: Tax Expense
(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
Current Tax	40,00,000	0
Deferred Tax	6,49,040	(20,119)
TOTAL	46,49,040	(20,119)

Note 35: Earning Per Share
(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
Basic earning per share		
Profit after tax (Amt in Rs.)	2,18,99,671	(1,59,26,487)
Weighted average no. of equity shares	27,64,326	27,64,326
Nominal value of each equity shares	10	10
Basic earning per share (in Rs.)	7.92	(5.76)
Diluted earnings per share (in Rs.)	7.92	(5.76)

Note 36: Contingent Liabilities
i) Claims against the Company not acknowledgement as debts
- Income tax matters disputed in ITAT appeal

The Company has filed an Appeal before Income Tax Appellate Tribunal, Mumbai against Income Tax Demand of Rs. 74,46,117/- for A.Y. 2005-06 and A.Y. 2006-07 and paid Rs. 28,61,057/- against these. The said ITAT appeal was decided in favor of company vide consolidated ITAT Appeal order dated 15/09/2016. The company has filed for ITAT Appeal Effect on 15/09/2016 and ACIT passed the appeal effect order dated 31/03/2017 for AY 2005-06 and pending for AY 2006-07 as on date.

ii) Bank Guarantee
(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
a) Guarantee issued to Customs Department towards import of Capital goods under EPCG scheme for which the Company is hopeful to meet its obligations as per schedule	39,15,000	39,15,000
Guarantee issued to Maharashtra Pollution Control Board towards renewal of Licence	5,00,000	5,00,000
TOTAL	44,15,000	44,15,000

Note 37: Directors Remuneration
(Amount in Rs.)

Particulars Director Remuneration (Salaries and Allowances)	As at March 31, 2022	As at March 31, 2021
Managing Director	30,00,000	27,50,000
Whole time Directors	30,00,000	27,50,000
TOTAL	60,00,000	55,00,000

Note 38: Auditors Remuneration
(Amount in Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
Audit Fees	2,00,000	2,00,000
Taxation Matters	-	-
Certification and other charges	-	-
Total	2,00,000	2,00,000

Note 39:

Some of the sundry debtors, sundry creditors and loans & advances are subject to confirmation and reconciliation. Consequential adjustment thereof, if any, will be given effect into the books of accounts in the year of such adjustment.

Note 40:

In the opinion of the Board, the Current Assets, Loans & Advances are approximately of the value stated and are realizable in the ordinary course of business.

Note 41:

The items of inventories are measured at lower of cost or net realizable value after providing for obsolescence, if any. Cost of inventories comprises of cost of purchase, cost of conversion and other costs incurred in bringing them to their respective present location and condition. Raw material comprises of Yarn and packing material at cost, Wastage is valued at net realizable value. Cost of Raw material, finished goods, Spare and Consumables are determined on First in First out basis. (FIFO)

Note 42:

Previous year figure have been regrouped / reclassified to conform with current year presentation, whenever considered necessary.

Note 43: Capacities and Production

Particulars	Number of Pairs	
	As at March 31, 2022	As at March 31, 2021
Installed Capacity	1,10,25,000	99,22,500
Actual Production	1,07,36,284	44,80,614
Actual Socks Purchase	28,25,890	14,39,296

Installed capacity for the year has been calculated on the basis of machines in use and running in production. As of March 31, 2022, out of the 267 machines, 224 machines have been put to use in production. Installed capacity of machines in production during the year is taken on a pro rata basis based on the number of days machines were put to use.

Note 44:

Insurance claim of Rs. 89.35 Lakhs along with interest thereon up to date of settlement is filed by the company on account of fire occurred at the Company's Godown at Aliyali - Palghar, Maharashtra on 26th August, 2008 damaging complete Building and Stock in hand and the same is still pending with the insurance company. The Company has filed a case against the insurance company in the National Consumer Court, New Delhi. The case is under hearing as on March 31, 2022.

Note 45:

The Company has to fulfil export obligations under EPCG license granted to the same on conversion from EOU status to DTA status. Since the Machineries required for completion of the said obligation has destroyed in fire in Dec' 2004, the Company has taken up the matter with the relevant authorities for cancellation of the said License. The matter is still pending with relevant Authority as on March 31, 2022.

Note 46: Additional Information

C.I.F. Value of Imports	(Amount in Rs.)	
	As at March 31, 2022	As at March 31, 2021
Spares & Consumables	4,33,144	2,21,028
Plant & Machinery	-	-

(Amount in Rs.)

Foreign Exchange Earning & Outgo	As at March 31, 2022	As at March 31, 2021
Foreign Exchange Earning (F.O.B. Value of Exports)	1,55,26,403	-
Foreign Exchange Outgo		
- Travelling	-	-
- Advance for Spares and Consumables	-	-
- Plant & Machinery	-	-
- Spares & Consumables	3,95,029	2,21,028

Quantitative Details

Raw Material (Yarn)	As at March 31, 2022		As at March 31, 2021	
	Qty. (kgs.)	Amount (Rs.)	Qty. (kgs.)	Amount (Rs.)
Opening Stock	78,091.435	2,99,57,270	61,351.525	2,30,12,554
Purchased during the year (Net of returns)	6,28,991.180	25,05,33,246	2,63,125.979	8,72,93,954
Yarn Sales	1,38,435.762	5,70,68,862	61,801.420	2,18,91,337
Issued for Job Work during the year (Net of Returns)	3,09,831.623	12,09,40,234	77,847.184	2,84,98,314
Consumption during the year	1,63,794.072	6,24,55,592	1,06,737.465	2,99,59,587
Closing Stock	95,021.158	4,00,25,828	78,091.435	2,99,57,270

Raw Material (Packing Material)	As at March 31, 2022	As at March 31, 2021
	Amount (Rs.)	Amount (Rs.)
Opening Stock	56,01,924	45,47,440
Purchased during the year	3,03,30,789	1,37,10,034
Consumption during the year	3,04,18,487	1,26,55,550
Closing Stock	55,14,226	56,01,924

Raw Material (At Job Work)	As at March 31, 2022		As at March 31, 2021	
	Qty. (kgs.)	Amount (Rs.)	Qty. (kgs.)	Amount (Rs.)
Opening Stock	50,316.772	1,91,43,943	47,252.826	1,77,76,026
Issued for Job Work during the year (Net of Returns)	3,09,831.623	12,09,40,234	77,847.184	2,84,98,314
Receipt from Job Work during the year	2,67,940.718	10,12,43,474	74,783.238	2,71,30,397
Closing Stock	92,207.677	3,88,40,703	50,316.772	1,91,43,943

Finished Goods (Socks)	As at March 31, 2022		As at March 31, 2021	
	No. of Pairs	Amount (Rs.)	No. of Pairs	Amount (Rs.)
Opening Stock	12,31,506	4,18,42,834	12,74,438	4,21,57,810
Production/Job Work during the year	1,07,36,284	39,30,77,847	44,80,614	16,33,11,213
Socks Purchased	28,25,890	8,24,15,528	14,39,296	3,66,83,100
Sales (Net of Returns)	1,32,13,970	45,51,97,690	59,62,842	20,03,09,290
Closing Stock	15,79,710	6,21,38,519	12,31,506	4,18,42,834

Note 47: Related Party Disclosure

Name of the Related Party	Relationship
Mr. Danny F. Hansotia Mr. Sanjay S. Gadodia	Key Management Personnel
Mrs. Sunita Misri Mrs. Anita Prasad Koti Mr. Sashikant Newatia Mr. Dilip Pawar	Independent Director
Mr. Rahul S. Gadodia	Related party of Key managerial personnel
Mrs. Iram Fatima Shaikh	Company Secretary
Orient Socknit (India) Private Limited Juvenile Trading Private Limited Carnival Properties LLP Spenta Woolens Limited Vishwalene Textile LLP	Enterprise over which Key Management Personnel are able to exercise significant Influence

Nature of Transaction	Key Management Personnel	
	Current Year	Previous Year
Remuneration*		
Mr. Danny F. Hansotia	30.00	27.50
Mr. Sanjay S. Gadodia	30.00	27.50
Mrs. Rahul S. Gadodia	3.76	3.15
Mrs. Iram Fatima Shaikh (w.e.f Nov'20)	3.93	1.60
Independent Director Sitting Fees		
Mrs. Sunita Misri	0.15	0.30
Mr. Sashikant Newatia	0.30	0.21
Mrs. Anita Prashant Koti	0.30	0.30
Mr. Dilip Pawar	0.15	-
Company over which KMP able to exercise significant influence		
Spenta Woolens Limited -Loan given	2.50	-
Spenta Woolens Limited -Int Rec @ 9% interest	0.08	-

*Remuneration is being disclosed based on actual payment made on retirement/resignation of services, but does not includes provision made on actuarial basis as the same is available for all the employees together.

Note: Related party relationship is as identified by the Company and relied upon by the Auditors.

Note 48: Segment Reporting

Operating segments are defined as components of an enterprise for which discrete financial information is available that is evaluated regularly by the Chief Operating Decision Maker, in deciding how to allocate resources and assessing performance. Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. Based on the management approach as defined in Ind AS 108, the Chief Operating Decision Maker evaluates the Company's performance based on only one segment i.e. Knitted Socks.

Note 49:

During the FY 21-22, the Company has 3 customers doing individual business of 10% or more of the revenue and such customers accounted for 70.75% of revenue (FY 20-21, the Company had 4 such customers accounting for 74.56% of revenue)

Note 50: Financial Instruments by category

Particulars	As at March 31, 2022			As at March 31, 2021		
	FVPL	FVOCI	Amortized cost	FVPL	FVOCI	Amortized cost
Financial assets						
i) Investments						
- Equity instruments	64,08,369			49,90,361		
- Inter corporate Deposit			50,00,000			50,00,000
ii) Trade receivables			15,91,21,092			14,50,13,523
iii) Loans and advances			64,05,912			52,89,926
iv) Cash and Cash Equivalents			4,99,19,455			4,72,08,529
v) Security Deposit	48,034		19,91,170	44,342		19,91,170
vi) Interest receivable			38,46,771			27,12,124
Total financial assets	64,56,403	-	22,62,84,401	50,34,703	-	20,72,15,273
Financial liabilities						
i) Borrowings			20,99,85,352			19,14,64,011
ii) Trade payables			5,55,92,119			4,00,80,351
iii) Other financial liabilities			76,61,658			52,95,348
Total financial liabilities	-	-	27,32,39,129	-	-	23,68,39,709

Note 50.1:

The management assessed that the fair values of cash and cash equivalents, trade receivables, trade payables, current borrowings, current loans and other financial assets & liabilities approximates their carrying amounts largely due to the short-term maturities of these instruments.

Note 50.2:

The management considers that the carrying amounts of financial assets and financial liabilities recognized at nominal cost/amortized cost in the financial statements approximate their fair values.

Note 50.3:

Noncurrent borrowings has been contracted at floating rates of interest, which are reset at short intervals. Fair value of floating interest rate borrowings approximates their carrying value subject to adjustments made for transaction cost.

Note 51: Fair Value Hierarchy

The following are the judgements and estimates made in determining the fair values of the financial instruments that are (a) recognized and measured at fair value and (b) measured at amortized cost and for which fair value are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the company has classified its financial instruments into the three levels of fair value measurement as prescribed under the Ind AS 113 "Fair Value Measurement". An explanation of each level follows underneath the tables.

Particulars	As at March 31, 2022				As at March 31, 2021			
	Level (i)	Level (ii)	Level (iii)	Total	Level (i)	Level (ii)	Level (iii)	Total
Financial assets								
Financial Investment at FVPL	-	-	-	-				
Listed equity investments	64,08,369	-	-	64,08,369	49,90,361	-	-	49,90,361
Security Deposits	-	-	44,342	44,342	-	-	44,342	44,342
Total financial assets	64,08,369	-	44,342	64,56,403	49,90,361	-	44,342	50,34,703

Note 51.1:

During the year ended March 31, 2022 and March 31, 2021, there were no transfers between Level 1 and Level 2 fair value measurements, and no transfer into and out of Level 3 fair value measurements.

Note 51.2: Explanation to the Fair Value hierarchy

The Company measures financial instruments, such as, quoted investments and interest free security deposit at fair value at each reporting date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy based on the lowest level input that is significant to the fair value measurement as a whole. The valuation of quoted shares have been made based on level 1 inputs as per the hierarchy mentioned in the Accounting Policies. The valuation of quoted equity instruments have been valued based on the closing price at each reporting date from BSE. The valuation of interest free security deposit have been made based on level 3 inputs as per the hierarchy mentioned in the Accounting Policies. The valuation of interest free security deposit have been valued based on valuation technique applicable.

Note 52: Financial risk management objectives and policies

The Company's principal financial liabilities comprise borrowings, trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations. The Company's principal financial assets include trade and other receivables, and cash and cash equivalents that derive directly from its operations. The Company also holds investments. Various kinds of financial risks and their mitigation plans are as follows:

Note 52.1: Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises of Foreign Exchange Risk and Interest Rate Risk.

Note 52.1.1: Foreign Exchange Risk

Foreign Exchange Risk is the exposure of the Company to the potential impact of the movement in foreign exchange rate. The Company does not have any material foreign currency exposure at the balance sheet date. The Foreign currency exposure is Unhedged at the balance sheet date.

Note 52.1.2: Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market rates. The company's exposure to the risk of changes in market interest rate relates primarily to company's borrowing with floating interest rates. The Company do not have any significant interest rate risk on its current borrowing due to their short tenure.

The Company is also exposed to interest rate risk on surplus funds parked in loans. To manage such risks, such loans are granted for short durations with fixed interest rate in line with the expected business requirements for such funds.

Exposure to interest rate risk

Particulars	As at March 31, 2022	As at March 31, 2021
Non-current Borrowing at floating rate	6,96,76,944	7,82,01,249
TOTAL	6,96,76,944	7,82,01,249

Sensitivity Analysis

Profit or loss is sensitive to higher/ lower interest expense from borrowings as a result of changes in interest rates. This analysis assumes that all other variables, in particular exchange rates, remain constant and ignores any impact of forecast sales and purchases.

Particulars	As at March 31, 2022			As at March 31, 2021		
	Sensitivity Analysis	Impact on		Sensitivity Analysis	Impact on	
		Profit before tax	Other Equity		Profit before tax	Other Equity
Interest Rate Increase by	1%	(6,96,769)	(5,02,928)	1%	(7,82,012)	(5,64,457)
Interest Rate Decrease by	1%	6,96,769	5,02,928	1%	7,82,012	5,64,457

Note 52.1.3: Price Risk

The table below summarizes the impact of increase/decreases of the index on the group's equity and profit for the period. The analysis is based on the assumption that the equity index had increased or decreased by 7% with all other variable constant, and that all the group's equity instruments moved in line with index.

Particulars	As at March 31, 2022	As at March 31, 2021
Investment in Equity instruments	64,08,369	49,90,361
TOTAL	64,08,369	49,90,361

Particulars	As at March 31, 2022			As at March 31, 2021		
	Sensitivity Analysis	Impact on		Sensitivity Analysis	Impact on	
		Profit before tax	Other Equity		Profit before tax	Other Equity
Interest Rate Increase by	7%	4,48,586	3,23,789	7%	3,49,325	2,52,143
Interest Rate Decrease by	7%	(4,48,586)	(3,23,789)	7%	(3,49,325)	(2,52,143)

Note 52.2: Liquidity Risk

The Company determines its liquidity requirement in the short, medium and long term. This is done by drawing up cash forecast for short term and long term needs.

The Company manage its liquidity risk in a manner so as to meet its normal financial obligations without any significant delay or stress. Such risk is managed through ensuring operational cash flow while at the same time maintaining adequate cash and cash equivalent position. The management has arranged for funding from banks and inter corporate and adopted a policy of managing assets with liquidity monitoring future cash flow and liquidity on a regular basis. The table below summarizes the maturity profile of Company's financial liabilities based on contractual undiscounted payments.

Note 52.2.1: Maturity Analysis for financial liabilities

Particulars	On demand	< 6 months	6 to 12 months	> 1 year	Total
Borrowings	14,03,08,408	90,25,182	90,25,182	5,16,26,580	20,99,85,352
Other financial liabilities		76,61,658			76,61,658
Trade payables		5,55,92,119			5,55,92,119

Particulars	On demand	< 6 months	6 to 12 months	> 1 year	Total
Borrowings	11,32,62,761	40,55,085	85,63,014	6,55,83,150	19,14,64,011
Other financial liabilities		52,95,348			52,95,348
Trade payables		4,00,80,351			4,00,80,351

The interest payments on variable interest rate loans in the tables above reflect market forward interest rates at the respective reporting dates and these amounts may change as market interest rates change. Except for these financial liabilities, it is not expected that cash flows included in the maturity analysis could occur significantly earlier, or at significantly different amounts. When the amount payable is not fixed, the amount disclosed has been determined with reference to conditions existing at the reporting date.

Note 52.3: Credit Risk

The credit risk is the risk of financial loss arising from counter party failing to discharge an obligation. The credit risk is controlled by analysing credit limits and credit duration for customers on continuous basis. Further, in order to manage the credit risk, the security deposits are obtained from customers where ever considered necessary.

On account of adoption of Ind AS 109, the Company uses an expected credit loss model to assess the impairment loss. The Company uses a provision matrix to compute the expected credit loss allowance for trade receivables.

The credit risk is the risk of financial loss arising from counter party failing to discharge an obligation. The credit risk is controlled by analysing credit limits and credit duration for customers on continuous basis. Further, in order to manage the credit risk, the security deposits are obtained from customers where ever considered necessary.

On account of adoption of Ind AS 109, the Company uses an expected credit loss model to assess the impairment loss. The Company uses a provision matrix to compute the expected credit loss allowance for trade receivables.

The ageing of trade receivables and expected credit loss analysis on these trade receivables is given in below table:

Particulars	0-90 days	91-180 days	181-365 days	above 365 days	Total
As at 31 March 2022	12,77,04,240.00	1,42,92,567.00	10,96,215.00	1,69,29,673.00	16,00,22,695.00
As at 31 March 2021	8,82,52,048.00	1,82,99,243.00	66,09,382.00	3,36,62,942.00	14,68,23,615.00

The expected credit loss analysis on these trade receivables is given in below table:

Particulars	Amount
As at 01 April 2021	18,10,092
Change in allowance	(9,08,489)
As at 31 March 2022	9,01,603

Trade receivables outstanding more than 365 days includes Rs. 1,60,16,301/- (Previous year - Rs. 3,17,60,056/-) receivable from Future group and the same are not provided for in the books of accounts.

Note 53: Capital Management

Risk management

The Company's objectives when managing capital are to

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

In order to maintain or adjust the capital structure, Company may adjust the amount of dividends paid to shareholders.

Note 53.1: Net Debt Reconciliation

Particulars	As at March 31, 2022	As at March 31, 2021
Cash and cash equivalents	44,02,513	24,77,493
Non-current borrowings	(6,96,76,944)	(7,82,01,249)
Current borrowings	(14,03,08,408)	(11,32,62,761)
Net debt	(20,55,82,838)	(18,89,86,517)

Particulars	Cash and cash equivalents	Non-current borrowings	Current borrowings	Total
Net debt as on 31-Mar-21	24,77,493	(7,82,01,249)	(11,32,62,761)	(18,89,86,518)
Cash flows	19,25,020	85,24,305	(2,70,45,646)	(1,65,96,321)
Net debt as on 31-Mar-22	44,02,513	(6,96,76,944)	(14,03,08,408)	(20,55,82,838)

Note 53.2:

Particulars	As at March 31, 2022	As at March 31, 2021
Net debt	20,55,82,838	18,89,86,517
Equity	26,61,94,391	24,32,04,554
Capital and Net debt	47,17,77,229	43,21,91,071
Gearing ratio	43.58%	43.73%

Note 54:

The Board of Directors at its meeting held on 30th May, 2022 has recommended final dividend of Rs 1.50 per equity share of face value of Rs. 10 each for the financial year ended 31st March, 2022. The same amounts to Rs. 41,46,489/- (No dividend distribution tax to be provided). The above is subject to approval at the ensuing Annual General Meeting of the Company and hence not recognized as a liability.

**For M/s. A K Kochar & Associates
Chartered Accountants**

For and behalf of the Board of Directors

**(CA Hitesh Kumar S.)
Partner
Membership No.: 134763
Firm Registration No. 120410W
UDIN - 22134763AJVYVJ8129**

Sanjay S. Gadodia
(Chairman/CEO)
DIN - 00203433

Danny F. Hansotia
(Managing Director/CFO)
DIN - 00203497

Sunil Mahyavanshi
Company Secretary

Place: Mumbai
Date: 30th May, 2022

Place: Palghar
Date: 30th May, 2022