

BANGANGA PAPER INDUSTRIES LIMITED

(Formerly known as Inertia Steel Limited)



41ST ANNUAL REPORT

2024-2025

CIN: L51900MH1984PLC033082

Registered Office: Sr. No. 186, Gavalwadi Road, Ashewadi,
Ramshej, Nashik, Maharashtra, India, 422003

E-Mail: info@bangangapapers.com

Website: www.bangangapapers.com



**BOARD OF DIRECTORS AS ON 31ST MARCH, 2025**

❖ Shri. Chetan Karbhari Dhattrak,	(DIN: 10064427)	Whole-time director;
❖ Shri. Karbhari Pandurang Dhattrak,	(DIN: 10065729)	Managing Director;
❖ Smt. Jayshree Karbhari Dhattrak,	(DIN 10147754)	Independent Director
❖ Shri. Ramesh Kacharu Rakh,	(DIN: 10330676)	Independent Director;
❖ Smt. Gauri Satish Chiplunkar	(DIN:08386053)	Independent Director

COMPANY SECRETARY & COMPLIANCE OFFICER

- ❖ Shri. Jitendra Rajendra Patil

AUDITORS

- ❖ M/s. Jain Chhajed & Associates

REGISTERED OFFICE

2nd Floor, Shree Gurudeo Tower,
Above Shirpur Co-op. Bank,
Canada Corner, Nashik – 422005

CONTACT

(0253) 2319714
info@jcassociate.in

SHARE TRANSFER AGENTS

- ❖ Adroit Corporate Services Pvt.Ltd.

17-19, Jafferbhoy Ind. Estate,
1st Floor, Makwana Road,
Marol Naka, Andheri (E), Mumbai 400059,
Tel: +91 (0)22 42270400
info@adroitcorporate.com
www.adroitcorporate.com

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NOTICE OF ANNUAL GENERAL MEETING

NOTICE is hereby given that the 41st (**FORTY-ONE**) Annual General Meeting of the Members of **BANGANGA PAPER INDUSTRIES LIMITED** (Formerly known as Inertia Steel Limited) will be held on Monday, the 30th day of September, 2025 at 09:00 A.M. at the Registered Office of the Company at Sr. No. 186, Gavalwadi Road, Ashewadi, Ramshej, Nashik, Maharashtra 422003., Ashewadi, Nashik, Nashik, Maharashtra, India, 422003, Maharashtra, India to transact the following business:

ORDINARY BUSINESS:

- 1) TO CONSIDER AND ADOPT THE AUDITED FINANCIAL STATEMENTS CONSISTING OF BALANCE SHEET AS AT 31ST MARCH, 2025, THE STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED ON THAT DATE AND THE CASH FLOW STATEMENT FOR THE YEAR ENDED ON THAT DATE ALONG WITH SCHEDULES, NOTES AND ANNEXURE AND THE REPORTS OF THE BOARD OF DIRECTORS AND AUDITORS THEREON.

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

"RESOLVED THAT the audited financial statements of the Company for the financial ended March 31, 2025, the report of the auditor's thereon and the report of the Board of Directors for the Financial year ended March 31, 2025, as placed before the 41st Annual General Meeting be and are hereby received, considered and adopted."

- 2) TO APPOINT A DIRECTOR IN PLACE OF SHRI. KARABHARI DHATRAK (DIN: 10065729), WHO RETIRES BY ROTATION AT THIS ANNUAL GENERAL MEETING AND BEING ELIGIBLE OFFER HIMSELF FOR REAPPOINTMENT:

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

"RESOLVED THAT pursuant to the provisions of Section 152 and other applicable provisions of the Companies Act, 2013, the approval of members of the Company, be and is hereby accorded to reappoint Shri. Karabhari Dhatriak (DIN: 10065729) as a Executive Director, who is liable to retire by rotation."



SPECIAL BUSINESS:

3) TO CONFIRM AND APPROVE THE APPOINTMENT OF SHRI. DILIP MADHAVRAO SANAP (DIN: 10330679) AS THE INDEPENDENT DIRECTOR OF THE COMPANY:

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

"RESOLVED THAT pursuant to the provisions of Section 149,152,160 and all other applicable provisions of the Companies Act, 2013 ('the Act') and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any Statutory modification(s) or reenactment thereof for the time being in force), Articles of Association of the Company and applicable SEBI Regulations, and other applicable Laws, Shri. Dilip Madhavrao Sanap (DIN: 10330679) be and is hereby appointed as an Independent Director of the Company, not liable to retire by rotation, for a term of 5 (Five) consecutive years w.e.f. from 30th September, 2025."

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

4) TO CONFIRM AND APPROVE THE APPOINTMENT OF SMT. SUVARNA PRAKASH KUTE (DIN: 10038963) AS THE INDEPENDENT DIRECTOR OF THE COMPANY:

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

"RESOLVED THAT pursuant to the provisions of Section 149,152,160 and all other applicable provisions of the Companies Act, 2013 ('the Act') and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any Statutory modification(s) or reenactment thereof for the time being in force), Articles of Association of the Company and applicable SEBI Regulations, and other applicable Laws, Smt. Suvarna Prakash Kute (Din: 10038963) be and is hereby appointed as an Independent Director of the Company, not liable to retire by rotation, for a term of 5 (Five) consecutive years w.e.f. from 30th September, 2025."

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

5) TO APPOINTMENT OF M/S. RITIKA A AGARWAL ASSOCIATES, PRACTICING COMPANY SECRETARY (MEMBERSHIP NO. 62717) AS THE SECRETARIAL AUDITORS OF THE COMPANY AT THE 41st ANNUAL GENERAL MEETING FOR A TERM OF 5 CONSECUTIVE YEARS, INCLUDING THE MANNER IN WHICH THE REMUNERATION AND OTHER TERMS OF APPOINTMENT OF THE SECRETARIAL AUDITORS SHALL BE FIXED.

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



RESOLVED THAT pursuant to Regulation 24A and other applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Listing Regulations") read with Circulars issued thereunder from time to time and applicable provisions of the Companies Act, 2013 ("the Act") and Rules made thereunder [including any statutory modification or re-enactment thereof for the time being in force] and in accordance with the recommendation of the Board of Directors of the Company, M/S. Ritika A Agarwal Associates, Company Secretary In Practice (Membership No. 62717) be appointed at this 41st Annual General Meeting as the Secretarial Auditors of the Company for a term of 5 consecutive years, to conduct the Secretarial Audit of five consecutive financial years respectively ending on March 31, 2026, until March 31, 2030 ('the Term') and to issue (i) the Secretarial Audit Report under Section 204 of the Act for the Term and (ii) the Secretarial Audit Reports under Regulation 24A(1)(a) of the Listing Regulations for the Term, at a remuneration to be determined by the Board of Directors of the Company (referred to as the Board which expression shall include any Committee thereof or person(s) authorized by the Board).

RESOLVED FURTHER THAT approval of the members hereby accorded to the Board to avail or obtain from the Secretarial Auditor, such other services or certificates, reports, or opinions which the Secretarial Auditors may be eligible to provide or issue under the Applicable Laws at a remuneration to be determined by the Board.

RESOLVED FURTHER THAT any of the Directors or the Company Secretary of the Company be and is hereby authorised to file necessary forms with the Registrar of Companies and to do all such acts, deeds, matters and things as may be necessary or incidental to give effect to the foregoing resolution."

**For and on behalf of the Board of Directors
BANGANGA PAPER INDUSTRIES LIMITED
(Formerly known as Inertia Steel Limited)**

**Date : 2nd September 2025
Place : Nashik**

**JITENDRA RAJENDRA PATIL
Company Secretary & Compliance Officer
(Membership No.: 39055)**

**EXPLANATORY STATEMENT**

(Pursuant to the provisions of Section 102 of the Companies Act, 2013)

Item No. 4: To confirm the appointment of Shri. Dilip Madhavrao Sanap (DIN: 10330679) as the Independent Director of the Company (Special Resolution):

The Board of Directors of the Company, on the recommendation of the Nomination and Remuneration Committee, has proposed the appointment of Shri. Dilip Madhavrao Sanap (DIN: 10330679) as an Independent Director of the Company for a term of five (5) consecutive years with effect from 30th September, 2025.

Further, Shri. Dilip Madhavrao Sanap (DIN: 10330679) is not disqualified from being appointed as a Director in terms of Section 164 of the Companies Act, 2013 and she was or is not debarred from holding the office of a director pursuant to any order of the SEBI or such other authority in terms of the SEBI's Circular No. LIST/COMP/14/2018-19 dated 20 June, 2018 on the subject "Enforcement of SEBI Orders regarding appointment of Directors by listed Companies.

Accordingly, the Board recommends the Resolution set out at Item No. 4 in relation to appointment of Shri. Dilip Madhavrao Sanap (DIN: 10330679) as Non-Executive and Independent Director for the approval by the Members of the Company. The details of the Director seeking appointment are given below:

1.	Terms & Conditions of Appointment	As per the provisions of the Companies Act, 2013 and as per other regulatory requirements
2.	Remuneration sought to be paid	-
3.	The number of Board Meetings attended during the year (FY 2024-25)	0 (Appointment was made after the closure of FY 2024-25.)

Except Shri. Dilip Madhavrao Sanap (DIN: 10330679), none of the Directors / Key Managerial Personnel / their relatives are in any way, concerned or interested, financially or otherwise, in this resolution.

Keeping in mind the vast experience and knowledge which is going to be contributed by Shri. Dilip Madhavrao Sanap, it would be in the best interests of the Company to appoint him as a Non Executive and Independent Director of the Company and continue to obtain inputs from him regarding various items. Therefore, the Board recommends the resolution mentioned at Item No. 4 of this Notice to the Members for their approval as a Special Resolution.

Item No. 4: To Confirm and Approve the Appointment of Smt. Suvarna Prakash Kute (Din: 10038963) As the Independent Director of The Company:

The Board of Directors of the Company, on the recommendation of the Nomination and Remuneration Committee, has proposed the appointment of **Smt. Suvarna Prakash Kute (DIN: 10038963)** as an **Independent Director** of the Company for a term of **five (5) consecutive years with effect from 30th September, 2025.**

Smt. Suvarna Prakash Kute has confirmed that she meets the criteria of independence as prescribed under the provisions of Section 149(6) of the Companies Act, 2013 and the rules made thereunder, as well as Regulation 16(1)(b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"). She has also given her consent to act as a Director of the Company and submitted a declaration confirming that she is not disqualified from being appointed as a Director under the provisions of the Act.

In the opinion of the Board, Smt. Suvarna Prakash Kute possesses appropriate skills, expertise, knowledge and experience in her respective fields and fulfills the conditions specified in the Act and SEBI Listing Regulations for appointment as an Independent Director. The Board considers that her association would be of immense benefit to the Company and it is desirable to avail her services as an Independent Director.



Accordingly, the Board of Directors recommends the **Special Resolution** set out at Item No. 4 of the accompanying Notice for approval of the Members.

1.	Terms & Conditions of Appointment	As per the provisions of the Companies Act, 2013 and as per other regulatory requirements
2.	Remuneration sought to be paid	-
3.	The number of Board Meetings attended during the year (FY 2024-25)	0 (Appointment was made after the closure of FY 2024-25.)

Copy of draft letter of appointment of Smt. Suvarna Prakash Kute as an Independent Director setting out the terms and conditions of her appointment shall be open for inspection at the Registered Office of the Company during business hours on any working day up to the date of the Annual General Meeting.

None of the Directors and Key Managerial Personnel of the Company or their relatives, except Smt. Suvarna Prakash Kute, to whom the resolution relates, are concerned or interested, financially or otherwise, in the resolution.

Item No. 5: To appointment of M/S. Ritika A Agarwal associates, Practicing Company Secretary (Membership No. 62717) as the Secretarial Auditors of the Company at the 41st Annual General Meeting for a term of 5 consecutive years, including the manner in which the remuneration and other terms of appointment of the Secretarial Auditors shall be fixed.

Pursuant to section 204 of the Companies Act, 2013 ('the act') the company has to annex to its board's report a secretarial audit report given by a practicing company secretary in the format as may be prescribed. Rule 9 of the companies (appointment and remuneration) rules 2014 prescribes form MR-3 for the said Secretarial Audit Report. Further, Section 179 of the act read with rule 8 of the companies (meetings of board and its powers) rules, 2014 provide that the appointment of secretarial auditor shall be made by the board at the meeting of the board. SEBI vide its notification dated 12th december, 2024 amended regulation 24A of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015 (the listing regulations). The amended regulation read with the SEBI circular no. Sebi/ho/cfd/cfdpod-2/cir/p/2024/185 dated 31st December, 2024 (the circular) have inter-alia prescribed the term of appointment/reappointment, eligibility, qualifications and disqualifications of secretarial auditor of a listed company.

As per the amended Regulation 24A of the Listing Regulations, the Company is required to undertake Secretarial Audit by a Secretarial Auditor who shall be a Peer Reviewed Company Secretary and annex a Secretarial Audit Report in such form as specified by SEBI, with the annual report of the Company. Pursuant to the amended Regulation 24A of the Listing Regulations, w.e.f. 01st April, 2025, every Listed Company on the recommendation of the Board of Directors shall appoint or re-appoint (i) an Individual as Secretarial Auditor for not more than one term of five consecutive years or (ii) a Secretarial Audit firm as Secretarial Auditor for not more than two terms of five consecutive years with the approval of its shareholders in its Annual General Meeting.

In accordance with the above, the Board of Directors at its meeting held on September 02, 2025 considered, approved and recommended to the Shareholders of the Company for their approval, the appointment of M/S. Ritika A Agarwal Associates, Practicing Company Secretaries as Secretarial Auditors of the Company at the ensuing 41st Annual General Meeting for a term of 5 consecutive Years, to conduct Secretarial Audit of five consecutive financial years respectively i.e. From March 31, 2026 until March 31, 2030 and issue (i) the Secretarial Audit Report under Section 204 of the Act for the Term and (ii) the Secretarial Audit Reports under Regulation 24A(1)(a) of the Listing Regulations for the Term.



The Board of Directors have approved that in addition to issuing the Secretarial Audit Report the Secretarial Auditors shall also issue to the Company (i) the Secretarial Compliance Report under Regulation 24A(2) of the Listing Regulations for the Term (ii) the Compliance certificate regarding compliance of conditions of corporate governance as may be required under Para E of Schedule V of the Listing Regulations for the Terms and (iii) the certificate on qualification of the directors as may be required under sub-clause (i) of clause 10 of Paragraph C of Schedule V of Listing Regulations for the Term and (iv) such other certificates or reports or opinions which can be issued by the Secretarial Auditors under Applicable Laws.

M/S. Ritika A Agarwal Associates. Practicing Company Secretaries have consented to the said appointment and confirmed that their appointment, if made, would be within the limit specified by the Institute of Companies Secretaries of India. They have further confirmed that they are not disqualified to be appointed as Secretarial Auditors in term of provisions of the Companies Act, 2013, the Companies Secretaries Act, 1980 and Rules and Regulations made thereunder and the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015 and the Circular.

Brief Profile:

M/S. Ritika A Agarwal Associates is a professionally managed Company Secretary firm, registered with the Institute of Company Secretaries of India (ICSI). The firm provides comprehensive corporate compliance solutions across regulatory frameworks, including the Companies Act, RBI and SEBI regulations, and allied laws. With a commitment to delivering consistent, high-quality service to businesses of all sizes, the firm emphasizes the importance of robust compliance in fostering operational efficiency and stakeholder trust.

Other disclosures: No order has been passed by ICSI/SEBI/MCA/any other competent authority/Court, both in India or outside India, in past 5 years against the proposed secretarial auditor.

It is further proposed that the remuneration to be paid to the Secretarial Auditor for issuing the Secretarial Audit Report and other report, certificates or opinions as the Board may approve to obtain from the Secretarial Auditors, may be determined, from time to time, by the Board or any committee of the Board or any officer of the Company authorised by the Board in this regard. In addition to the remuneration, the Secretarial Auditor shall be entitled to receive the out of pocket expenses as may be incurred by them during the course of the Audit or issuance of any other certificate or report or opinion.

None of the Directors are interested in the proposed resolution, and the Board of Directors recommends that the resolution be passed as an Special Resolution.

For and on behalf of the Board of Directors
BANGANGA PAPER INDUSTRIES LIMITED
(Formerly known as Inertia Steel Limited)

Date : 29th August 2025
Place : Nashik

JITENDRA RAJENDRA PATIL
Company Secretary & Compliance Officer
(Membership No.: 39055)

**ANNEXURE****DETAILS OF DIRECTOR(S) SEEKING APPOINTMENT AT THE ENSUING ANNUAL GENERAL MEETING**

{Pursuance to the provisions of the Companies Act, 2013 & Regulation 36 (3) of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 and Secretarial Standards 2 (SS-2) issued by the Institute of Company Secretaries of India (ICSI)}

Name of the Directors	Shri. Dilip Madhavrao Sanap	Smt. Suvarna Prakash Kute	
Director Identification Number ("DIN")	(DIN: 10330679)	(DIN: 10038963)	
Date of Birth	01/06/1957	19/09/1990	
Nationality	Indian	Indian	
Designation	Independent Director	Independent Director	
Date of Appointment on Board	2 nd September, 2025	30 th September, 2025	
Qualification	H.S.C	Certified Management Accountant	
Experience in Specific functional areas	Senior Assistant	Finance & Account	
Number of Shares held in the Company	-	-	
List of Directorships in Other Company (In Listed Entities)	-	-	
Chairman / Member in the Committees of Board of other Companies in which he / she is the Director (In Listed Entities)	-	-	
No. of Equity Shares held in the Company	-	-	
Disclosure of relationships with Directors/ Manager/ Key Managerial Personnel	There is no relation between the Directors/ Manager/ Key Managerial Personnel of the Company and Shri. Dilip Madhavrao Sanap	There is no relation between the Directors/ Manager/ Key Managerial Personnel of the Company and Smt. Suvarna Prakash Kute	

Note(s):



- 1) The MCA Circulars read with the Securities and Exchange Board of India ("SEBI") Circular no. SEBI/HO/CFD/CMD2/ CIR/P/2022/62 dated May 13, 2022 ("SEBI Circular"), has dispensed with the requirement of sending the physical copies of the AGM Notice and Annual Report to the members. Accordingly, the Notice of the AGM and the Annual Report (2024-25) of the Company are being sent only through electronic mode to those members whose e-mail addresses are registered with the Company / Depositories. Members may note that the copies of the Notice of the AGM and the Annual Report (2024-25) are also available on the website of the Company at www.bangangapapers.com.
- 2) A Member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself/herself and the proxy need not be a Member of the Company.
- 3) Instruments appointing proxy or proxies duly filled in, stamped and signed should be deposited at the Registered Office of the Company not less than 48 hours before the Meeting.
- 4) A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A Member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
- 5) Corporate members intending to send their authorized representative are requested to send duly certified copy of the Authorization form authorizing their representative to attend and vote at the General Meeting.
- 6) The Register of Members and Share Transfer books of the Company will remain closed from 24th September, 2025 to 30th September, 2025 (both days inclusive).
- 7) Members are requested to make all correspondence relating to share transfer (both in Physical & Demat form) to our Registrar and Share Transfer Agent, M/s. Adroit Corporate Services Pvt. Ltd., 19, Jaferbhoy Industrial Estate, 1st Floor, Makwana Road, Marol Naka, Mumbai – 400 059 (R&TA)
- 8) To support the 'Green Initiative', Members who have not yet registered their email addresses are requested to register the same with their Depository Participants ("DPs") in case the shares are held by them in electronic form and with R&TA in case the shares are held by them in physical form.
- 9) 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 DPs in case the shares are held in electronic form and to R&TA in case the shares are held in physical form.
- 10) Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 and Regulation 44 of SEBI (LODR) Regulation, 2015, Members have been provided with the facility to cast their vote electronically, through the e-voting services provided by Central Depository Services Limited, on all resolutions set forth in this notice. Instructions and other information relating to remote e-voting are given in the Notice under Note No. 18.
- 11) As a responsible corporate citizen, your Company welcomes and supports the 'Green Initiative' taken by the Ministry of Corporate Affairs, Government of India. We strongly urge you to support this 'Green Initiative' by opting for electronic mode of communication and making the world a cleaner, greener and healthier place to live. For receiving all communication (including Annual Report) from the Company electronically, the members are requested to register / update their email addresses with the Registrar and Share Transfer Agent or relevant Depository Participant (DP), as the case may be.
- 2) Smt. Ritika Agarwal, Practicing Company Secretary (ICSI Membership Number: 62717 and C. P. Number 24410), Thane, has been appointed as the Scrutinizer to scrutinize the e-voting / ballot process.
- 13) Voting rights will be in proportion to the shares registered in the name of the Members as on 23rd September, 2025 (cut-off date). Only those Members whose names are recorded in the Register of Members of the Company or in the Register of Beneficial Owners maintained by the Depositories as on the cut-off date will be entitled to cast their votes by remote e-voting or voting at the AGM.
- 14) Members who cast their votes by remote e-voting prior to the AGM, may attend the meeting but will not be entitled to cast their votes again.
- 15) The facility for voting through Ballot shall be made available at the Meeting and the members attending the meeting who have not cast their vote by remote e-voting shall be able to vote at the meeting through Ballot.
- 16) Members/Proxies are requested to bring their attendance slip duly filled in along with their copy of Annual Report.
- 17) **INSTRUCTIONS FOR SHAREHOLDERS VOTING ELECTRONICALLY ARE AS UNDER:**



- (i) The voting period begins on 27th September, 2025 and ends on 29th September, 2025. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 23rd September, 2025 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level. Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders. In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.
- (iv) **In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020** on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to abovesaid SEBI Circular, Login method for e-Voting and joining virtual meetings **for Individual shareholders holding securities in Demat mode CDSL/NSDL** is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL	<p>1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing 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 visit www.cdslindia.com and click on Login icon and select New System Myeasi.</p> <p>2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly.</p> <p>3) If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration</p> <p>Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page or click on https://evoting.cdslindia.com/Evoting/EvotingLogin 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 able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.</p>



Individual Shareholders holding securities in demat mode with **NSDL**

- 1) 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.
- 2) 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/IdeasDirectReg.jsp>
- 3) 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) login through their **Depository Participants**

You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful 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.

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL

Login type	Helpdesk details
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 toll free no. 1800 22 5533
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

(i) Login method for e-Voting for **Physical shareholders and shareholders other than individual holding in Demat form.**

- 1) The shareholders should log on to the e-voting website www.evotingindia.com.
- 2) Click on "Shareholders" module.
- 3) Now enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,



- b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- 4) Next enter the Image Verification as displayed and Click on Login.
- 5) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.
- 6) If you are a first-time user follow the steps given below:

	For Physical shareholders and other than individual shareholders holding shares in Demat.
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) *Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. • If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field.

- (ii) After entering these details appropriately, click on "SUBMIT" tab.
- (iii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (iv) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (v) Click on the EVSN for BANGANGA PAPER INDUSTRIES LIMITED on which you choose to vote.
- (vi) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (vii) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (viii) After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (ix) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (x) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- (xi) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xii) Shareholders can also cast their vote using CDSL's mobile app "m-Voting". The mVoting app can be downloaded from respective Store. Please follow the instructions as prompted by the mobile app while Remote Voting on your mobile.
- (xiii) **Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.**
- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the "Corporates" module.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.



- The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
 - Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; contact@inertiasteel.com, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.
- (xiv) If you have any queries or issues regarding e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at 022- 23058738 and 022-23058542/43.
- (xv) The Chairman shall, at the AGM at the end of discussion on the resolutions on which voting is to be held, allow voting with the assistance of scrutinizer through "Ballot" for all those members who are present at the AGM but have not cast their votes by availing the remote e-voting facility.
- (xvi) The Scrutinizer shall after the conclusion of voting at the AGM, will first count the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and shall make, not later than three days of the conclusion of the AGM, a Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman, who shall countersign the same and declare the result of the voting forthwith.
- (xvii) The Scrutinizer's Report countersigned by the Chairman shall be placed on the website of the Company at www.inertiasteel.com and shall also be immediately forwarded to the Stock Exchanges where the shares of the Company are listed.



BANGANGA PAPER INDUSTRIES LIMITED

41st Annual Report 2024-25

REPORT OF BOARD OF DIRECTORS

To,
The Members,
BANGANGA PAPER INDUSTRIES LIMITED

Your Directors are pleased to present the **41ST (FORTY ONE) ANNUAL REPORT** together with the Company's Audited Financial Statements for the financial year ended 31st March, 2025.

1. FINANCIAL SUMMARY:

The Company's financial performance for the year ended 31st March, 2025 is summarised below:

(Rs. in Lakhs)

Particulars	Year ended 31.03.2025	Year ended 31.03.2024
Income:		
Revenue from Operations	5809.63	39.40
Other Income	14.69	-
TOTAL REVENUE	5824.32	39.40
Expenditure:		
Purchase of Stock-in-Trade	5297.26	30.65
Change in Inventories of Stock-in-Trade	(128.83)	-
Employee Benefits Expense	104.61	431
Other Expenses	285.4	662.62
TOTAL EXPENDITURE	5558.43	4159.07
Profit before tax	265.89	(2.19)
Tax Expense:		
Provision for - Current Tax	55.04	(2.19)
Income Tax of Earlier year	22.56	-
Profit for the year	188.29	(2.19)
Earnings per equity share (Basic & Diluted) (Face Value of Rs. 10/- each) (Rs. Ps.)	1.57	(0.88)

2. FINANCIAL HIGHLIGHTS AND COMPANY'S AFFAIRS:

During the year under review, the Company has achieved total revenue of Rs. 5824.32/- Lakhs as compared to Rs. 39.40/- Lakhs in the previous financial year. Further, the Company has generated a Net Profit (after tax) of Rs. (15.58)/- Lakhs for the financial year ended March 31, 2025, as compared to the loss of Rs. (2.19)/- Lakhs and in the previous financial year 2023-2024. The Company is actively pursuing to be fully operational and pursue activities in consonance with the objectives for which it is established and taking necessary steps to effectively implement the same.

3. DIVIDEND:

With a view to conserve resources, your Directors do not recommend any dividend during the reporting period.

4. TRANSFER TO RESERVES:

The Company does not propose to transfer any amount to the general reserve for the financial year ended 31st March, 2025.

5. CHANGE IN THE NATURE OF BUSINESS:



There is no change in the nature of the business of the Company.

6. SUBSIDIARIES:**I. Banganga Paper Mill**

During the period under review, on 29th June 2024, the Company acquired 99,96,000 equity shares of Banganga Paper Mills Limited by way of a contract. Pursuant to this acquisition, the Company holds 64.66% of the total equity share capital of Banganga Paper Mills Limited, thereby resulting in the Company becoming the holding company of the said entity in accordance with the provisions of Section 2(46) of the Companies Act, 2013.

7. DETAILS OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

During the year under review, Appointment of Shri. Rajesh Govind Pote (DIN:10287655) as a Additional Director of the Company w.e.f. 24th May, 2024 and Resignation of Smt. Sarita Harigopal Joshi, (DIN 06781907) as a Whole Time Director w.e.f. 24th May, 2024 and Resignation of Shri Vinod Kavassery Balan, Director (DIN 07823253) as a Director w.e.f. 03rd June, 2024 and Appointment of Ms. Gauri Satish Chiplunkar (DIN:08386053) as an Additional (Independent) Director of the Company w.e.f. 29th August, 2024 and Appointment of Shri. Chetan Karbhari Dhatriak, (DIN: 10064427) as a Whole-time director of the Company w.e.f. 22nd October, 2024 and Appointment of Shri. Karbhari Pandurang Dhatriak, (DIN: 10065729) as a Managing Director of Company w.e.f. 22nd October, 2024 and Appointment of Smt. Jayshree Karbhari Dhatriak, (DIN 10147754) as a Non Executive Director (Non-Executive) of the Company w.e.f. 22nd October, 2024 and Appointment of Shri Ramesh Kacharu Rakh, (DIN: 10330676) Independent Director of the Company w.e.f. 22nd October, 2024 and Shri Santosh Baburao Ugale, as a Chief Financial Officer (CFO) of the Company w.e.f. 22nd October, 2024 and Resignation of Shri. Rajesh Govind Pote, (DIN:10287655) as a Whole-time director of the Company w.e.f. 22nd October, 2024 and Resignation of Shri. Vijay Singh Shekhawat, (DIN: 03447468) as an Additional Director (Non-Executive) of the Company w.e.f. 22nd October, 2024 and Resignation of Shri. Rajesh Ramesh Rao Salway, (DIN 05145913) as an Additional Director (Non-Executive) of the Company w.e.f. 22nd October, 2024 and Resignation of Smt. Jeny Gowadia, (DIN: 03014009) as an Independent Director of the Company w.e.f. 22nd October, 2024 and Resignation of Shri Dhiren Bontra, (DIN: 09591605) Independent Director as an Independent Director of the Company w.e.f. 22nd October, 2024 and Resignation of Shri Jatin Gaikar, Chief Financial Officer (CFO) as a Chief Financial Officer (CFO) of the Company w.e.f. 22nd October, 2024 Except as stated above, there was no change in the Directorship of the Company. However, subsequent to the end of the Financial Year following appointments, re-appointments, and resignations were made till the date of this report.

- Appointment of Shri. Rajesh Govind Pote (DIN:10287655) as a Additional Director of the Company w.e.f. 24th May, 2024; and
- Resignation of Smt. Sarita Harigopal Joshi, (DIN 06781907) as a Whole Time Director w.e.f. 24th May, 2024; and
- Resignation of Shri Vinod Kavassery Balan, Director (DIN 07823253) as a Director w.e.f. 03rd June, 2024; and
- Appointment of Ms. Gauri Satish Chiplunkar (DIN:08386053) as an Additional (Independent) Director of the Company w.e.f. 29th August, 2024; and
- Appointment of Shri. Chetan Karbhari Dhatriak, (DIN: 10064427) as a Whole-time director of the Company w.e.f. 22nd October, 2024; and
- Appointment of Shri. Karbhari Pandurang Dhatriak, (DIN: 10065729) as a Managing Director of Company w.e.f. 22nd October, 2024; and
- Appointment of Smt. Jayshree Karbhari Dhatriak, (DIN 10147754) as a Non-Executive Director (Non-Executive) of the Company w.e.f. 22nd October, 2024; and
- Appointment of Shri Ramesh Kacharu Rakh, (DIN: 10330676) Independent Director of the Company w.e.f. 22nd October, 2024; and
- Shri Santosh Baburao Ugale, as a Chief Financial Officer (CFO) of the Company w.e.f. 22nd October, 2024; and
- Resignation of Shri. Rajesh Govind Pote, (DIN:10287655) as a Whole-time director of the Company w.e.f. 22nd October, 2024; and
- Resignation of Shri. Vijay Singh Shekhawat, (DIN: 03447468) as an Additional Director (Non-Executive) of the Company w.e.f. 22nd October, 2024; and



- Resignation of Shri. Rajesh Ramesh Rao Salway, (DIN 05145913) as an Additional Director (Non-Executive) of the Company w.e.f. 22nd October, 2024; and
- Resignation of Smt. Jeny Gowadia, (DIN: 03014009) as an Independent Director of the Company w.e.f. 22nd October, 2024; and
- Resignation of Shri Dhiren Bontra, (DIN: 09591605) Independent Director as an Independent Director of the Company w.e.f. 22nd October, 2024; and
- Resignation of Shri Jatin Gaikar, Chief Financial Officer (CFO) as a Chief Financial Officer (CFO) of the Company w.e.f. 22nd October, 2024;

The present Directors and KMPs of the Company are as follows:

- ❖ Shri. Chetan Karbhari Dhatriak, Whole-time director (DIN: 10064427);
- ❖ Shri. Karbhari Pandurang Dhatriak, Managing Director (DIN: 10065729);
- ❖ Smt. Jayshree Karbhari Dhatriak, Independent Director (Non-Executive) (DIN 10147754);
- ❖ Shri Ramesh Kacharu Rakh, Independent Director (DIN: 10330676);
- ❖ Ms. Gauri Satish Chiplunkar Additional (Independent) Director (DIN: 08386053)
- ❖ Shri Santosh Baburao Ugale, Chief Financial Officer (CFO);
- ❖ Shri Jitendra Rajendra Patil, Company Secretary and Compliance Officer.

In accordance with the provisions of the Companies Act, 2013 and Rules made there under and in terms of Articles of Association of the Company, Shri. Karbhari Pandurang Dhatriak, Managing Director (DIN: 10065729), retires at the ensuing Annual General Meeting and being eligible offered himself for re-appointment.

8. NUMBER OF MEETINGS OF BOARD:

During the year under review, 11 (Eleven) Board meetings were held. The dates of the meetings are 29th April, 2024, 24th May, 2024, 03rd June 2024, 09th July 2024, 24th July, 2024, 07th August, 2024, 29th August, 2024, 22nd October, 2024, 14th November, 2024, 22nd January, 2025, 11th February, 2025

9. ATTENDANCE OF DIRECTORS AT THE BOARD MEETINGS:

Details of the attendance of the Directors at the Board Meetings held during the year 2023-2024:

Name of the Director	Number of Board Meeting	
	Entitled to Attend	Attended
Shri. Rajesh Govind Pote	7	7
Smt. Sarita Harigopal Joshi	1	1
Shri Vinod Kavassery Balan	2	2
Shri. Vijay Singh Shekhawat	7	7
Shri. Rajesh Ramesh Rao Salway	7	7
Smt. Jeny Gowadia	7	7
Shri Dhiren Bontra	7	7
Shri. Chetan Karbhari Dhatriak	4	4
Shri Karbhari Pandurang Dhatriak	4	4
Smt Jayshree Karbhari Dhatriak	4	4
Shri Ramesh Kacharu Rakh	4	4
Smt. Gauri Satish Chiplunkar	4	4

10. STATEMENT ON DECLARATION GIVEN BY INDEPENDENT DIRECTORS:

The Board confirms that all Independent Directors of the Company have given a declaration to the Board under Section 149(7) of the Companies Act, 2013 and Rules made thereunder that they meet the criteria of independence as prescribed under Section 149(6) of the Companies Act, 2013.

Further, in terms of Section 150 read with Rule 6 of the Companies (Appointment and Qualification of Directors) Rules, 2014, as amended, Independent Directors of the Company have included their names in the data bank of Independent Directors maintained with the Indian Institute of Corporate Affairs.

11. COMMITTEES OF BOARD OF DIRECTORS:



The Board of Directors has duly constituted the Audit Committee and Nomination & Remuneration Committee in accordance with the applicable provisions of the Companies Act, 2013 and Rules made thereunder.

During the year under review, (Audit Committee) Audit Committee meetings were held. The dates of the meetings are 25th May, 2024, 24th July, 2024, 14th November 2024, 11th February, 2025.

During the year under review, 2 (Two) Nomination & Remuneration Committee meetings were held. The dates of the meetings are 24th July, 2024 and 11th February, 2025.

12. ANNUAL PERFORMANCE EVALUATION:

The Board of Directors of the Company is committed to assess its own performance as a Board in order to identify its strengths and areas in which it may improve its functioning. To that end, the Nomination and Remuneration Committee has established the process for evaluation of performance of all the Directors and the Board including Committees. The Company has devised a Policy for performance evaluation of all the Directors, the Board and the Committees which includes criteria and factors for performance evaluation. The appointment / re-appointment / continuation of Directors on the Board shall be based on the outcome of evaluation process.

13. RISK MANAGEMENT POLICY:

In compliance with the provisions of Section 134(3)(n) of the Companies Act, 2013, the Board of Directors has formulated and adopted the Risk Management Policy. The Board of Directors has delegated the authority to Audit Committee to monitor the Risk Management Policy including (a) Overseeing and approving the Company's enterprise wide risk management framework; and (b) Overseeing that all the risks that the organization faces such as strategic, financial, credit, market, liquidity, security, property, IT, legal, regulatory, reputational and other risks have been identified and assessed and there is an adequate risk management infrastructure in place capable of addressing those risks. We affirm that all risks are monitored and resolved as per the process laid out in the Policy.

14. NOMINATION AND REMUNERATION POLICY:

The Nomination and Remuneration Committee has formulated the criteria for determining qualifications, positive attributes and Independence of Directors and recommends to the Board a Policy, relating to the remuneration for the Directors, Key Managerial Personnel and other employees of the Company. The brief terms of the Policy framed by the Nomination and Remuneration Committee, in pursuant to the provisions of Section 178(4) of the Companies Act, 2013 and Rules made thereunder are as follows:

- (a) The 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;
- (b) The Committee shall also ensure that the relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and
- (c) The Committee shall also ensure that the remuneration to Directors, Key Managerial Personnel and Senior Management involves a balance between fixed and incentive pay reflecting short- and long-term performance objectives appropriate to the working of the Company and its goals.

The Key Objectives of the Committee are:

- (a) To guide the Board in relation to appointment and removal of Directors, Key Managerial Personnel and Senior Management;
- (b) To evaluate the performance of the members of the Board and provide necessary report to the Board for further evaluation;
- (c) To recommend to the Board on remuneration payable to the Directors, Key Managerial Personnel and Senior Management.

15. VIGIL MECHANISM:

The Company has established a Vigil Mechanism that enables the Directors and Employees to report genuine concerns. The Vigil Mechanism provides for (a) adequate safeguards against victimization of persons who use the Vigil Mechanism; and (b) direct access to the Chairperson of the Audit Committee of the Board of Directors of the Company in appropriate or exceptional cases. Details of the Vigil Mechanism Policy are made available on the Company's website www.inertiasteel.com



During the year, neither any whistle blower event was reported, nor any personnel has been denied access to the Audit Committee. Your Company also ensures that the vigil mechanism established in the Company is functioning very well.

16. DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the requirement under Section 134(3)(c) and Section 134(5) of the Companies Act, 2013, with respect to Directors' Responsibility Statement, the Directors state that:

- (a) in the preparation of the annual accounts for the year ended 31st March, 2023, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- (b) the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit of the company for that period;
- (c) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) the Directors have prepared the annual accounts on a going concern basis;
- (e) the Directors, have laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively; and
- (f) the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

17. AUDITORS:

At the 40th Annual General Meeting held on 30th September, 2024, M/s. Jain Chhajer & Associates, Chartered Accountants, Nashik, (FRN: 127911W), were appointed as the Statutory Auditors of the Company for the period of 1 year.

M/s. Grandmark & Associates, Chartered Accountants, (Firm Registration No. 0011317), has tendered their resignation as Statutory Auditor of the Company with effect from 26th July, 2024.

Further, the Company at its Board meeting held on 7th August 2024 appointed M/s. Jain Chhajer & Associates, Chartered Accountants, Nashik, (FRN: 127911W) as the Statutory Auditor of the Company to fill in the casual vacancy occurred due to resignation of M/s. Grandmark & Associates, Chartered Accountants, (Firm Registration No. 0011317), for the Financial Year 2024-25 and shall hold office till the conclusion of 41st Annual General Meeting to be held for the year 2024-25 of the Company, subject to approval from the members of the Company in the ensuing Annual General Meeting of the Company (i.e. 41th Annual General Meeting).

Their consent letters / certificates to the effect that their appointments, if made, would be within the prescribed limits under Section 141 of the Companies Act, 2013 and that they are not disqualified have been received.

18. COMMENT ON AUDITORS' REPORT:

The Report of Auditors of the Company and the notes forming part of the financial statements are self-explanatory and hence requires no explanation from the Board of Directors. The Auditors' Report does not contain any qualification or reservation or adverse remark.

19. REPORTING OF FRAUD BY STATUTORY AUDITORS:

As per the provision of Section 143(12) of the Companies Act, 2013 read with Rules made thereunder, no fraud on or by the Company has been noticed or reported by the Statutory Auditors or Secretarial Auditor of the Company.

20. SECRETARIAL AUDITOR & THEIR REPORT:

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board had appointed M/s. Ritika A & Associates, Practicing Company Secretary, Howrah Kolkata to conduct Secretarial Audit for the financial year 2024-25. The Secretarial Audit Report for the financial year ended 31st March, 2025 in Form MR-3 is attached as "Annexure I" and forms a part to this Report and is self-explanatory.

**21. INTERNAL FINANCIAL CONTROL AND AUDIT:**

The Company has in place adequate internal financial controls with reference to financial statements. During the year under review, such controls were operating effectively and no reportable material weakness in the design or operations were observed.

22. MAINTENANCE OF COST RECORDS:

During the year under review, the Company does not fall within the provisions of Section 148 of Companies Act, 2013 read with Rules made thereunder, therefore, the requirement of maintenance of cost records are not applicable.

23. CORPORATE GOVERNANCE REPORT:

Banganga Paper Industries Limited (BPIL) believes that good corporate governance is essential to achieve long term corporate goals and to enhance shareholder value. Your Company believes in functioning in a transparent manner and believes in proper accountability, auditing, disclosure and reporting. BPIL's operations and accounts are audited at two levels – Internal Audit and Statutory Audit. CSL continues to follow procedures and practices in conformity with the Principles of Corporate Governance as enunciated in the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015. The Board has also laid down Code of Conduct for all the Board Members and Senior Management personnel of the Company.

Since, the Paid-up Equity Share Capital of the Company is Rs. 1197.88/- Lakhs and Net Worth is of Rs. 1560.53/- Lakhs as on Financial Year ending 31st March, 2025, therefore, the provisions relating to Corporate Governance Report are applicable to the Company. Annexure II

24. VOTING RIGHTS OF EMPLOYEES:

During the year under review, the Company has not given loan to any employee for purchase of its own shares as per Section 67(3)(c) of Companies Act, 2013, therefore, the disclosures as per Rule 16(4) of Companies (Share Capital and Debentures) Rules, 2014 are not applicable.

25. DISCLOSURES REGARDING ISSUE OF EMPLOYEE STOCK OPTIONS:

The Company has not issued any shares under Employee's Stock Options Scheme pursuant to provisions of Rule 12(9) of Companies (Share Capital and Debenture Rules, 2014), therefore, the disclosures regarding issue of employee stock options are not applicable.

26. DISCLOSURES REGARDING ISSUE OF SWEAT EQUITY SHARES:

During the year under review, the Company has not issued any Sweat Equity Shares pursuant to provisions of Section 54 of Companies Act, 2013 read with Rules made thereunder.

27. MATERIAL CHANGES & COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY:

No material changes and commitments affecting the financial position of the Company have occurred between the end of the financial year and at the date of this Board's Report.

28. INVESTOR EDUCATION AND PROTECTION FUND ("IEPF"):

During the year, the Company was not required to transfer any amount to Investor Education and Protection Fund ("IEPF") as per the requirements of the IEPF Rules.

29. MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

The Management's Discussion and Analysis is attached as "Annexure II" and forms a part to this Report.

30. CREDIT RATING:



The Company was not required to obtain credit rating from any credit rating agencies. Hence this clause is not applicable to the Company.

31. CORPORATE SOCIAL RESPONSIBILITY:

Since, the Company does not fall under the criteria provided under Section 135(1) of Companies Act, 2013 read with Rules made thereunder, therefore, the constitution of Corporate Social Responsibility Committee and statement on Corporate Social Responsibility as per Section 134(3)(o) of Companies Act, 2013 are not applicable to the Company.

32. WEB LINK OF THE ANNUAL RETURN:

Pursuant to Section 92(3) of Companies Act, 2013 and Rule 12 of the Companies (Management and Administration) Rules, 2014, the Annual Return for the F.Y. 2024-2025 is available on Company's website at www.bangangapapers.com.

33. PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS:

Particulars of loans given, investments made, guarantees given and securities provided are mentioned in the audited financial statement which forms part of this Annual Report.

34. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

During the year under review, the Company has not entered into any contracts or arrangements with related parties as referred under Section 188(1) of the Companies Act, 2013 and Rules made thereunder.

35. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNING AND OUTGO:

The disclosures relating to conservation of energy and technology absorption are nil. There were no foreign exchange earnings or outgo for the year under review.

36. PARTICULARS OF EMPLOYEES:

During the year under review, there were no employees in the Company who are drawing prescribed salary pursuant to the provisions of Section 197(12) of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

37. COMMISSION RECEIVED BY DIRECTORS FROM HOLDING/SUBSIDIARY:

The Company does not have any holding or subsidiary company, and therefore the provisions of Section 197(14) of Companies Act, 2013 read with Rules made thereunder, towards payment of any commission or remuneration from holding or subsidiary Company are not applicable.

38. DISCLOSURES UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

The Company has zero tolerance for sexual harassment at workplace and has adopted a Policy on Prevention, Prohibition and Redressal of Sexual Harassment at workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules there under. The Policy aims to provide protection to employees at the workplace and prevent and redress complaints of sexual harassment and for matters connected or incidental thereto, with the objective of providing a safe working environment, where employees feel secure.

39. OTHER DISCLOSURE:

- (a) The requirement to disclose the details of difference between amount of the valuation done at the time of onetime settlement and the valuation done while taking loan from the Banks or Financial Institutions along with the reasons thereof, is not applicable;
- (b) There was no application made or any proceedings pending against the Company under the Insolvency and Bankruptcy Code, 2016 during the year under review.;



The Company has not failed to implement any corporate action during the year under review;

There was no revision of financial statements and Board's Report of the Company during the year under review.

40. GENERAL DISCLOSURE:

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

- (a) Details relating to deposits covered under Chapter V of the Companies Act, 2013.
- (b) No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.
- (c) The Company has complied with the applicable Secretarial Standards under the Companies Act, 2013 as issued by the Institute of Company Secretaries of India ("ICSI").

41. ACKNOWLEDGEMENT:

The Directors place on record, their appreciation and gratitude for all the co-operation extended by Government Agencies, Securities Exchange Board of India, Stock Exchange, Bankers, Financial Institutions, Business Associates and Members.

The Board of Directors also places on record its sincere appreciation of the commitment and hard work put in by the management and employees of the Company.

**For and on behalf of the Board of Directors
BANGANGA PAPER INDUSTRIES LIMITED
(Formerly known as Inertia Steel Limited)**

**Date: 02.09.2025
Place : Nashik**

**CHETAN KARBHARI DHATRAK
DIRECTOR
(DIN 10064427)**

**KARBHARI PANDURANG DHATRAK
DIRECTOR
(DIN 10065729)**

**Annexure – I****Details of Change in Directorship during the Financial Year [2024–25]**

In compliance with the provisions of the **Companies Act, 2013** and **Regulation 30 read with Schedule III of SEBI (LODR) Regulations, 2015**, the details of changes in the Directorship of the Company during the year are as under:

SR. NO.	NAME OF DIRECTOR	DIN	DATE OF APPOINTMENT / RE-APPOINTMENT	DATE OF CESSATION / RESIGNATION	CATEGORY (EXECUTIVE / NON-EXECUTIVE / INDEPENDENT)	REASON FOR CHANGE
	Smt. Sarita Harigopal Josh	10287655	12th October 2023	24th May 2024	Non-Executive Director	Resignation
	Shri Vinod Kavassery Balan	06781907	03 rd October 2021	03 rd June, 2024	Non-Executive Director	Resignation
	Shri. Rajesh Govind Pote	10287655	24th May, 2024	22 nd October, 2024	Whole Time Director	Resignation
	Shri. Vijay Singh Shekhawat	03447468	7th February 2024	22 nd October, 2024	Non-Executive Independent Director	Resignation
	Shri. Rajesh Rameshrao Salway	05145913	7 th February 2024	22 nd October, 2024	Non-Executive Independent Director	Resignation
	Smt. Jeny Gowadia	03014009	30th September 2023	22 nd October, 2024	Non-Executive Independent Director	Resignation
	Shri Dhiren Bontra	09591605	30th September 2023	22 nd October, 2024	Non-Executive Independent Director	Resignation
	Shri. Chetan Karbhari Dhatriak	10064427	29 th November, 2024		Whole Time Director	
	Shri Karbhari Pandurang Dhatriak	10065729	29 th November, 2024		Managing Director	
	Smt Jayshree Karbhari Dhatriak	10147754	22 nd October, 2024		Non-Executive Independent Director	
	Shri Ramesh Kacharu Rakh	10330676	22 nd October, 2024		Non-Executive Independent Director	
	Smt. Gauri Satish Chiplunkar	08386053	28 th August, 2025		Non-Executive Independent Director	



Notes:

1. All appointments/re-appointments are made on the recommendation of the **Nomination and Remuneration Committee** and approval of the **Board/Shareholders**, wherever applicable.
2. Necessary disclosures have been made to the **Stock Exchanges** and updated on the Company's website, as required under SEBI (LODR) Regulations, 2015.



**Form AOC-1**

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

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures

Part A: Subsidiaries

Sr. No.	Particulars	Details
1	Name of the subsidiary	Banganga Paper Mills Limited
2	Reporting period for the subsidiary	01 April 2024 to 31 March 2025
3	Reporting currency and Exchange rate as on the last date of the relevant Financial year	INR (Not Applicable)
4	Share capital	₹10,00,00,000
5	Proposed Dividend	Nil
6	% of shareholding	99.96%

Part B: Associates and Joint Ventures

The Company does not have any associate company or joint venture during FY 2024-25.

**FORM NO. AOC-2**

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

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

1. Details of contracts or arrangements or transactions not at Arm's length basis: Nil Not Applicable
2. Details of contracts or arrangements or transactions at Arm's length basis:

Sr.	Particulars	Details
a.	Name (s) of the related party & nature of relationship (Entities in which Directors are able to exercise significant control)	Mr. Chetan Karbhari Dhattrak Director
b.	Nature of contracts/arrangements/transaction	NA
c.	Duration of the contracts/arrangements/transaction	12 months or such other term as agreed by the parties
d.	Salient terms of the contracts or arrangements or transaction including the value, if any	1. Tenure: Mutually agreed, renewable upon expiry.
e.	Date of approval by the Board	
f.	Amount paid as advances, if any	NA

**FORM NO. MR-3****SECRETARIAL AUDIT REPORT****FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2025**

[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****M/s. BANGANGA PAPER INDUSTRIES LIMITED**

Sr. No. 186, Gavalwadi Road, Ashewadi,
Ramshej, Nashik, Maharashtra 422003

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **M/s. BANGANGA PAPER INDUSTRIES 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.

Auditor's Responsibility:

Our responsibility is to express an opinion on the compliance of the applicable laws and maintenance of records based on audit. I have conducted the audit in accordance with the applicable Auditing Standards issued by The Institute of Company Secretaries of India. The Auditing Standards requires that the Auditor shall comply with statutory and regulatory requirements and plan and perform the audit to obtain reasonable assurance about compliance with applicable laws and maintenance of records.

Based on our verification of the books, papers, minute books, forms and returns filed and other records maintained by the Company and also based on the information provided by the Company, its officers, agents and authorized representatives during the conduct of Secretarial Audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2024 ("Audit Period") 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.

I have examined the books, papers, minute books, forms and returns filed and other records maintained by **M/s. BANGANGA PAPER INDUSTRIES LIMITED** ("the Company") for the financial year ended on 31st March, 2024 according to the provisions of:

- (i) The Companies Act, 2013 ("the Act") and the rules made thereunder;
- (ii) The Depositories Act, 1996 and the Regulations and Bye-Laws framed thereunder;
- (iii) Other applicable laws generally applicable to the Industry/Company:
 - a) The Payment of Wages Act, 1936;
 - b) The Minimum Wages Act, 1948;
 - c) The Payment of Gratuity Act, 1972;
 - d) The Child Labour (Prohibition & Regulations) Act, 1986;
 - e) The Contract Labour (Regulation and Abolition) Act, 1970;
 - f) Employees Provident Funds & Miscellaneous Provisional Act, 1952;
 - g) Employees State Insurance Act, 1948;
 - h) West Bengal Shops & Establishment Act, 1963;
 - i) All other Labour, Employee and Industrial Laws to the extent applicable to the Company;

(iv) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):

- 1. SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015;
- 2. SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- 3. SEBI (Prohibition of Insider Trading) Regulations, 2015;
- 4. SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018;
- 5. SEBI (Share Based Employee Benefits) Regulations, 2014 (if applicable);
- 6. SEBI (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;



7. Other SEBI Regulations as may be applicable.

Since the share/securities of the company are not listed on any stock exchange, the provisions of the Securities Contract (Regulation) Act, 1956 and the Securities and Exchange Board of India Act, 1992 ("SEBI Act") and the Regulations and Guidelines prescribed there under are not applicable to the company.

I have also examined compliance with the applicable clauses of the Secretarial Standards (SS-1 and SS-2) issued by the Institute of Company Secretaries of India.

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

1. Company as filled all the quarterly, half yearly and annual compliance all the regulating authorities with or without late fee.
2. Company has given timely discloser to stock exchange and RTA
3. Board Composition and Changes during the Financial Year
 - a. During the period under review, the composition of the Board of Directors of the Company changed significantly due to a change in the management. The details of appointments and resignations of directors during the financial year are as follows:
 - Directors who ceased to hold office during the year:
 - i. Ms. Sarita Harigopal Joshi, Non-Executive Director, held office from 12th October 2023 and resigned with effect from 24th May 2024.
 - ii. Shri Vinod Kavassery Balan Non-Executive Director held office from 03rd October, 2021 and resigned with effect from 03rd June, 2024
 - iii. Mr. Rajesh Govind Pote was appointed as an Additional Director on 24th May 2024 and resigned on 15th October 2024.
 - iv. Mr. Dhiren Ashok Bontra, Non-Executive Independent Director, was appointed on 30th September 2023 and resigned on 11th October 2024.
 - v. Mr. Vijay Singh Shekhawat, Non-Executive Independent Director, was appointed on 7th February 2024 and resigned on 12th October 2024.
 - vi. Mr. Rajesh Ramesh Rao Salway, Non-Executive Director, was appointed on 7th February 2024 and resigned on 12th October 2024.
 - vii. Mr. Jeny Vinod Kumar Gowadia Non-Executive Independent Director, was Resigned on 22/10//2024
 - New appointments to the Board during the year:
 - i. Mr. Chetan Karbhari Dhattrak was appointed as Whole-time Director with effect from 22nd October 2024.
 - ii. Mr. Karbhari Pandurang Dhattrak was appointed as Managing Director with effect from 22nd October 2024.
 - iii. Ms. Jayshree Karbhari Dhattrak was appointed as Non-Executive Woman Director with effect from 22nd October 2024.



- iv. Mr. Ramesh Kacharu Rakh was appointed as Non-Executive Independent Director with effect from 22nd October 2024.
 - v. The frequent changes in the composition of the Board were attributed to the change in the management of the Company during the said period. Due to this change company is still searching for a suitable candidate to appoint as nonexecutive Independent director of the company.
4. The Board of Directors of the Company comprises the following members in compliance with Regulation 17 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015:
 - Ms. Jayshree Karbhari Dhatriak and Mr. Ramesh Kacharu Rakh serve as Non-Executive Directors.
 - Mr. Chetan Karbhari Dhatriak serves as Whole-time Director.

Mr. Karbhari Pandurang Dhatriak serves as Managing Director

5. Mr. Ramesh Kacharu Rakh, Ms. Jayshree Karbhari Dhatriak and Smt. Gauri Satish Chiplunkar are the member of Audit Committee with Mr. Ramesh Kacharu Rakh as chairperson, meetings held on 24/05/2024, 24/07/2024, 14/11/2024, 11/02/2025.
6. Mr. Ramesh Kacharu Rakh, Ms. Jayshree Karbhari Dhatriak and Smt. Gauri Satish Chiplunkar are the member of Nomination & Remuneration Committee with Mr. Ramesh Kacharu Rakh as chairperson, Meetings held on 24th July, 2024 and 11th February, 2025
7. Mr. Ramesh Kacharu Rakh, Ms. Jayshree Karbhari Dhatriak and Smt. Gauri Satish Chiplunkar are the member of Stakeholders Relationship Committee with Mr. Ramesh Kacharu Rakh as chairperson, Meetings held on 24th July, 2024 and 11th February, 2025.
8. Mr. Santosh Baburao Ugale appointed as CFO of the company on 22/10/2025 after resignation by Jatin Ravindra Gaiker on 22/10/2025 from the post of CFO
9. Share Split: During the period under review, the Company has undertaken a stock split as per the scheme approved by the Board and shareholders. The details are as under:

On 3rd January 2025, the Company split its equity shares in the ratio of 1:10, whereby each equity share of face value Rs. 10/- was subdivided into 10 equity shares of face value Rs. 1/- each. Consequently, the number of equity shares increased proportionately, while the overall paid-up share capital of the Company remained unchanged. The Company has duly complied with the applicable provisions of the Companies Act, 2013, SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and other relevant regulations in connection with the aforesaid corporate action.

10. Company has changed its name from **INERTIA STEEL LIMITED to BANGANGA PAPER INDUSTRIES LIMITED on 20/12/2024**
11. Company has changed its address from **Shop No 155 Second Floor, Raghuleela Mall, Borsa Pada Road Poiser, Kandivali West, Mumbai, Maharashtra, In, 400067 to Sr. No. 186, Gavalwadi Road, Ashewadi, Ramshej, Nashik, Maharashtra 422003., Ashewadi, Nashik, Nashik, Maharashtra, India, 422003 on 29/08/2024.**
 1. During the period under review, the Company altered its principal business activity from merchant and agent operations to manufacturing. The revised scope of operations now includes:
 - Manufacture of other primary paper materials, including composite paper and paper board not elsewhere classified (n.e.c.)
 - Manufacture of packing paper
 - Manufacture of other special purpose paper, including stationery products

12. Acquisition of Shares – Becoming Holding Company

During the period under review, on 29th June 2024, the Company acquired 99,96,000 equity



shares of Banganga Paper Mills Limited by way of a contract. Pursuant to this acquisition, the Company holds 64.66% of the total equity share capital of Banganga Paper Mills Limited, thereby resulting in the Company becoming the holding company of the said entity in accordance with the provisions of Section 2(46) of the Companies Act, 2013.

13. Allotment of Equity Shares on Preferential Basis: During the period under review, the Company issued and allotted 85,00,000 equity shares of face value Rs. 10/- each at a premium of Rs. 2/- per share (i.e., at an issue price of Rs. 12/- per share) on a preferential basis to the following individuals:

1. Mr. Karbhari Pandurang Dhatriak
2. Mr. Chetan Karbhari Dhatriak
3. Mrs. Jayshree Karbhari Dhatriak

The Company has complied with the applicable provisions of the Companies Act, 2013 and the rules made thereunder, including the provisions relating to preferential allotment.,

14. Related party transaction: company has taken Unsecured loan from its whole-time director Chetan Dhatriak of Rs. 3,50,000/- which is under the threshold limit as per Regulation 23 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

15. Observation as per financial audit report.

- a. **Section 186(7), Companies Act, 2013** –The Company extended a loan amounting to ₹356.78 lakh to its subsidiary, Banganga Paper Mills Limited, without stipulating an interest rate or tenure. This has resulted in understatement of income and constitutes a contravention of the provisions of Section 186(7) of the Companies Act, 2013.
- b. **Section 138, Companies Act, 2013** – The Company failed to appoint an Internal Auditor during the financial year 2024-25, thereby resulting in non-compliance with Section 138 of the Companies Act, 2013.
- c. **Internal Financial Controls (IFC)** – The auditors have expressed a qualified opinion regarding the adequacy and operating effectiveness of the Internal Financial Controls at both standalone and consolidated levels, citing deficiencies in the design and implementation of such controls.

In respect of other laws specifically applicable to the Company, we have relied on information/records produced by the Company during the course of my audit and the reporting is limited to that extent.

I further report that

The Board of Directors of the Company is duly constituted and the same were carried out in compliance with the provisions with the provisions of the Act except the observation mentioned above.

Adequate notice is given to all directors to schedule the Board Meetings/committee 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.

As per the records, the Company has generally filed all the forms, returns, disclosures, documents and resolutions as were required to be filed with the Registrar of Companies and other authorities.

I 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.

I further report that during the audit period there were no instances of:

- (i) Public/Right/ debentures/sweat equity.
- (ii) Redemption / buy-back of securities
- (iii) Major decisions taken by the members in pursuance to section 180 of the Companies Act, 2013
- (iv) Merger / amalgamation / reconstruction, etc.



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(v) Foreign technical collaborations.

I further report that no specific event having a major bearing on the Company's affairs in pursuance of the above referred Acts, Rules, Regulations, Standards, Order etc. has taken place during the year under review.

For **Ritika A Agarwal**
Company Secretaries

Ritika Agarwal
ACS No.: 62717
C.P. No.: 24410

UDIN: A062717G000411991

Place: Kolkata
Date:

[Note: This Report is to be read with our letter of declaration which is annexed hereto as "Annexure – A" and forms an integral part of this Report]





BANGANGA PAPER INDUSTRIES LIMITED

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Annexure – A

To

The Members

M/s. BANGANGA PAPER INDUSTRIES LIMITED

Our report is to be read along with this letter.

- (i) 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.
- (ii) We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
- (iii) We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company and our report is not covering observations/ comments/ weaknesses already pointed out by the other Auditors.
- (iv) The status of compliance of other laws as listed in our Report, we relied upon the statement provided by the management.
- (v) Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
- (vi) The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of the same on test basis.
- (vii) The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For **Ritika Agarwal**
Company Secretaries

Ritika Agarwal
ACS No.: 62717
C.P. No.: 24410
UDIN: A062717G000411991

Place: Kolkata
Date:

**CORPORATE GOVERNANCE REPORT****COMPLAINE OF REGULATIONS 17 TO 27 OF SEBI (LISTING OBLIATIONS & DISCLOSURE REQUIREMENTS) REGULATIONS 2015****1. CORPORATE GOVERNANCE PHILOSOPHY**

Banganga Paper Industries Limited (BPIL) believes that good corporate governance is essential to achieve long term corporate goals and to enhance shareholder value. Your Company believes in functioning in a transparent manner and believes in proper accountability, auditing, disclosure and reporting. BPIL's operations and accounts are audited at two levels – Internal Audit and Statutory Audit. BPIL continues to follow procedures and practices in conformity with the Principles of Corporate Governance as enunciated in the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015. The Board has also laid down Code of Conduct for all the Board Members and Senior Management personnel of the Company.

2. BOARD OF DIRECTORS**a) Composition / Category of Directors as at March 31, 2025**

- a) Promoter Directors Executive Director: 2
Non-Executive Directors: 1
- b) Non- Promoter Directors Executive Director: NIL
Non-Executive Directors: NIL
- c) Independent Non-Executive Directors: 2
Non-Executive Non-Independent Director: NIL

- b) None of the Directors on the Board hold directorships in more than ten public companies. Further none of them is a member of more than ten committees or chairman of more than five committees across all the public companies in which he is a director. Necessary disclosures regarding committee positions in other public companies as on March 31, 2025 have been made by the Directors. None of the Directors are related to each other except Mr. Chetan Karbhari Dhatriak is Son of Mr. Karbhari Pandurang Dhatriak and Husband of Mrs. Jayshree Karbhari Dhatriak.

c) Attendance of each Director at the Board meetings:

In all, Eleven Board Meetings were held during the financial year 2024-25 on 29th April, 2024, 24th May, 2024, 03rd June 2024, 09th July 2024, 24th July, 2024, 07th August, 2024, 29th August, 2024, 22nd October, 2024, 14th November, 2024, 22nd January, 2025, 11th February, 2025. The attendance of the Directors at the Board Meetings held during 2024-25 and at the last Annual General Meeting is as under:

Name of the Director	Category	No. of Board Meetings attended during 2024-25	Attendance of AGM held on August 12, 2024	No. of Directorships (As on 31.03.2025 in listed Cos. ##)	No. of Committee Positions in Mandatory Committee*	
					Member	Chairman
Shri. Rajesh Govind Pote	Whole Time Director	7	Present	0	0	0
Shri. Vijay Singh Shekhawat	Non-Excutive Independent Director	7	Present	0	0	0
Shri. Rajesh Ramesh Rao Salway	Non-Excutive Independent Director	7	Present	0	0	0



Smt. Jeny Gowadia	Non-Excutive Independent Director	7	Present	0	0	0
Shri Dhiren Bontra	Non-Excutive Independent Director	7	Present	0	0	0
Shri. Chetan Karbhari Dhatrak	Whole Time Director	4	NA	1	0	0
Shri Karbhari Pandurang Dhatrak	Managing Director	4	NA	1	0	0
Smt Jayshree Karbhari Dhatrak	Non-Excutive Independent Director	4	NA	1	3	0
Shri Ramesh Kacharu Rakh	Non-Excutive Independent Director	4	NA	1	3	0
Smt. Gauri Satish Chiplunkar	Non-Excutive Independent Director	4	Present	1	3	0

Directorship in Listed Company

* Includes Audit Committee, Stakeholder Relationship Committee and Nomination and Remuneration Committee

On the recommendation of the Nomination and Remuneration Committee (NRC), the Board of Directors, during their meeting on September, 02, 2025, Mr. Karbhari Pandurang Dhatrak, who retires by rotation and being eligible has offered himself for re-appointment.

Resignation of Shri. Rajesh Govind Pote, as a Whole-time director of the Company w.e.f. 22nd October,2024; and Resignation of Shri. Vijay Singh Shekhawat, as an Additional Director (Non-Executive) of the Company w.e.f. 22nd October,2024; and Resignation of Shri. Rajesh Ramesh Rao Salway, as an Additional Director (Non-Executive) of the Company w.e.f. 22nd October,2024; and Resignation of Smt. Jeny Gowadia, as an Independent Director of the Company w.e.f. 22nd October,2024; and Resignation of Shri Dhiren Bontra, Independent Director as an Independent Director of the Company w.e.f. 22nd October,2024.

d) Certification from Company Secretary in Practice

M/S. Ritika A Agarwal Associates, Practicing Company Secretary, has issued certificate as required under the Listing Regulations, confirming that none of the Directors of the Board of Company has been debarred or disqualified from being appointed or continuing as Director of the Companies by the SEBI / Ministry of Corporate affairs or any such statutory authority. The certificate is enclosed in this section as annexure

e) CEO / CFO Certification

The Chairman has issued a certificate pursuant to the provisions of the Listing Regulations certifying that the financial statements do not contain any untrue statement and these statements represent a true and fair view of the Company's affairs.



The declaration given by the Chairman confirming affirmation to Code of Conduct by the Board of Directors and Senior Management is given separately as part of the Board of Directors' Report.

f) Key Board qualifications, expertise and attributes

The Banganga Paper Industries Limited Board comprises of qualified members who bring in the required skills, competence and expertise that allows them to make effective contributions to the Board and its committees. The Board members are committed to ensuring that the Banganga Paper Industries Limited Board is in compliance with the highest standard of Corporate Governance.

The Board has identified the following skills / expertise / competencies fundamental for effective functioning of the Company which are currently available with the Board:

Financial	Financial Leadership of financial firm or management of the finance function of an enterprise, resulting in proficiency in complex financial management, capital allocation, and financial report processes or experience in actively supervising auditors or person performing similar functions.
Strategy and Planning	Appreciation of long-term trends, strategy choices and experience in guiding and leading management teams to make decisions in uncertain environments.
Governance	Experience in developing governance practices, serving the best interests of all stakeholders, maintaining board and maintaining accountability, building long-term effective stakeholder engagements and driving corporate ethics and values.
Sales and Marketing	Experience in developing strategies to grow sales and market share and equity, and enhance enterprise reputation

The Board of Directors as on 31st March, 2025:

Sr. No.	Name of the Director	Designation	Area of Expertise
1	Shri. Chetan Karbhari Dhatrak	Whole Time Director	1. Strategy and Planning 2. Sales and Marketing 3. Financial
2	Shri Karbhari Pandurang Dhatrak	Managing Director	1. Governance 2. Financial 3. Strategy and Planning
3	Smt Jayshree Karbhari Dhatrak	Non-Executive Non-Independent Director	1. Strategy and Planning 2. Sales and Marketing
4	Shri Ramesh Kacharu Rakh	Non-Executive Independent Director	1. Strategy and Planning 2. Sales and Marketing 3. Governance
5	Smt. Gauri Satish Chiplunkar	Non-Executive Independent Director	1. Strategy and Planning 2. Sales and Marketing



g) Details of Equity shares of the Company held by the Directors as on 31st March, 2025 are given below:

The Banganga Board comprises of qualified members who bring in the required skills, competence and expertise that allows them to make effective contributions to the Board and its committees. The Board members are committed to ensuring that the Banganga Board is in compliance with the highest standard of Corporate Governance.

Name of the Director	Number of equity Shares
Shri. Chetan Karbhari Dhatriak	21250000
Shri Karbhari Pandurang Dhatriak	21250000
Smt Jayshree Karbhari Dhatriak	42500000
Shri Ramesh Kacharu Rakh	NIL
Smt. Gauri Satish Chiplunkar	NIL

h) Familiarization Programmes for Board Members

The Board members are provided with necessary documents / brochures, reports and internal policies to enable them to familiarize with the Company's procedures and practices. Periodic presentations are made at the Board and Committee meetings on business and performance updates of the Company including Finance, Sales, overview of business operations of subsidiaries. The details of such familiarization programmes for the Independent Directors are available on the website of the Company i.e. www.bangangapapers.com

3. COMMITTEES OF THE BOARD

With a view to have better governance and accountability, the Board has constituted the following mandatory committees viz. Audit Committee, Stakeholders' Relationship Committee, Nomination and Remuneration Committee.

Audit Committee

With a view to have better governance and accountability, the Board has constituted an Audit Committee in line with the provisions of Regulation 18 of SEBI Listing Regulation and Section 177 of the Companies Act, 2013. Composition and Attendance of Members of Audit Committee at the Meetings held during the year

Names	Designation	Category of Director	No. of meeting attended
Shri Ramesh Kacharu Rakh	Chairperson	Non-Executive Independent Director	4
Smt Jayshree Karbhari Dhatriak	Member	Non-Executive Non-Independent Director	4
Smt. Gauri Satish Chiplunkar	Member	Non-Executive Independent Director	4

The Audit Committee meetings were held on 25th May,2024, 24th July,2024, 14th November 2024 and 11th February, 2025.

Necessary quorum was present at the above meetings

The Company Secretary acts as the Secretary to the Audit Committee. The Statutory Auditors along with its representative have attended all five meetings. At all the Audit Committee meetings a detailed report of the Internal Auditors was presented to the Chairman of the Committee.



The brief terms of reference of Audit Committee are as under:

Terms of Reference – Audit Committee

The role of the audit committee shall include the following:

- a) Oversight of the listed entity's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
- b) Recommendation for appointment, remuneration and terms of appointment of auditors of the listed entity;
- c) Approval of payment to statutory auditors for any other services rendered by the statutory auditors;
- d) Reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval, with particular reference to:
 - (1) matters required to be included in the director's responsibility statement to be included in the board's report in terms of clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013;
 - (2) changes, if any, in accounting policies and practices and reasons for the same;
 - (3) major accounting entries involving estimates based on the exercise of judgment by management
 - (4) significant adjustments made in the financial statements arising out of audit findings;
 - (5) compliance with listing and other legal requirements relating to financial statements;
 - (6) disclosure of any related party transactions;
 - (7) modified opinion(s) in the draft audit report;
- e) Reviewing, with the management, the quarterly financial statements before submission to the board for approval;
- f) Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilisation of proceeds of a public or rights issue, and making appropriate recommendations to the board to take up steps in this matter;
- g) Reviewing and monitoring the auditor's independence and performance, and effectiveness of audit process;
- h) Approval or any subsequent modification of transactions of the listed entity with related parties;
- i) Scrutiny of inter-corporate loans and investments;
- j) Valuation of undertakings or assets of the listed entity, wherever it is necessary;
- k) Evaluation of internal financial controls and risk management systems;
- l) Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
- m) Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
- n) Discussion with internal auditors of any significant findings and follow up there on;



- o) Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;
- p) 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;
- q) To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
- r) To review the functioning of the whistle blower mechanism;
- s) Approval of appointment of chief financial officer after assessing the qualifications, experience and background, etc. of the candidate;
- t) Carrying out any other function as is mentioned in the terms of reference of the audit committee.
- u) Reviewing the utilization of loans and / or advances from / investment by the holding company in the subsidiary.
- v) Review the following information:
 - i) Management discussion and analysis of financial condition and results of operations;
 - ii) Statement of significant related party transactions (as defined by the audit committee), submitted by management;
 - iii) Management letters / letters of internal control weaknesses issued by the statutory auditors;
 - iv) Internal audit reports relating to internal control weaknesses; and
 - v) The appointment, removal and terms of remuneration of the chief internal auditor shall be subject to review by the audit committee.
 - vi) Statement of deviations:
 - I. quarterly statement of deviation(s) including report of monitoring agency, if applicable, submitted to stock exchange(s) in terms of Regulation 32(1).
 - II. annual statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice in terms of Regulation 32(7).

Committee governance

The Committee is comprised of independent directors and Non-Executive Director and fulfills the requirements of:

- Section 149 and 177 of the Companies Act, 2013
- Regulation 18 of the Listing Regulations

The Committee, to carry out its responsibilities efficiently and transparently, relies on the Management's financial expertise and that of the internal and the Statutory Auditors. The Management is responsible for the Company's internal control over financial reporting and the financial reporting process. The Statutory Auditors are responsible for performing an independent audit of the Company's financial statements in accordance with the Generally Accepted Auditing Principles and for issuing a report based on the audit.

ii. Nomination And Remuneration Committee

The Company has constituted a Nomination and Remuneration Committee as required under section 178 of the Companies Act, 2013, read with Rule 6 of the Companies (Meetings of Board



and its Powers) Rules, 2014 and Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

1. Terms of Reference

- a) Formulate criteria for determining qualifications, positive attributes and independence of Directors and recommend to the Board a policy relating to the remuneration for the Directors, Key Managerial Personnel, and other personnel.
- b) Identifying and assessing potential individuals with reference to their expertise, skills, qualifications, attributes and personal and professional standing for appointment / re-appointment as Directors / Independent Directors / Key managerial Personnel in the Company.
- c) Support the Board of Directors for formulating policies for evaluation of performance of Directors.
- d) Recommend to the board all remuneration, in whatever form, payable to the Executive Directors, Non-Executive Directors and Senior Managerial Personnel.
- e) Devising a policy on diversity of board of Directors to ensure a larger, varied talent pool is available for deliberations.
- f) Quorum – The quorum for a meeting of the Nomination and Remuneration Committee shall be at least 1/3rd of total members or two members of which at least one should be an Independent Director member, whichever is higher.
- g) Meetings- At least one meeting of the Nomination and Remuneration Committee should be held in a year.

2. Objectives and responsibilities of the Committee

The main objectives and responsibilities of the nomination and remuneration committee of the Board is to:

- i) Assist the Board in discharging its responsibilities relating to compensation of the Company's directors, Key Managerial Personnel (KMP) and senior management
- ii) Evaluate and approve the adequacy of the compensation plans, policies, programs and succession plans for the Company's executive directors, KMP and senior management
- iii) Formulate the criteria for determining qualifications, positive attributes and independence of a director and for performance evaluation of directors on the Board
- iv) Oversee the Company's nomination process for the KMP and senior management and identify, screen and review individuals qualified to serve as directors, KMP and senior management consistent with the criteria approved by the Board
- v) Recommend the appointment and removal of directors, for approval at the AGM
- vi) Evaluate the performance of the Board and review the evaluation's implementation and compliance
- vii) Leadership development and succession planning
- viii) Develop and maintain corporate governance policies applicable to the Company
- ix) Devise a policy on Board diversity

3. Committee Governance



The Committee is comprised of combination of independent directors and Non-Executive Directors and fulfills the requirements of:

- Section 178 of the Companies Act, 2013
- Regulation 19 of the Listing Regulations

The Committee, to carry out its responsibilities efficiently and transparently, relies on the Management's financial expertise and that of the internal and the Statutory Auditors. The Management is responsible for the Company's internal control over financial reporting and the financial reporting process. The Statutory Auditors are responsible for performing an independent audit of the Company's financial statements in accordance with the Generally Accepted Auditing Principles and for issuing a report based on the audit.

4. Attendance of Members of Nomination and Remuneration Committee at the Meetings held during the year

Names	Designation	Category of Director	No. of meeting attended
Shri Ramesh Kacharu Rakh	Chairperson	Non-Executive Independent Director	2
Smt. Jayshree Karbhari Dhatrak	Member	Non-Executive Non-Independent Director	2
Smt. Gauri Satish Chiplunkar	Member	Non-Executive Independent Director	2

During the year the NRC met on two occasions i.e. 24th July, 2024 and 11th February, 2025.

5. The remuneration paid to the Directors for the year ended 31st March, 2025: NIL
6. Details of sitting fees paid / to be paid to the Non-Executive Independent Directors for the period under review are as under:

A. Non-Executive Directors

The Non-Executive Directors are entitled for payment of sitting fees and reimbursement of expenses for attending each meeting of the Board of Directors, its committees and other such meetings. The sitting fee payable shall not exceed the fees prescribed under Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014.

B. Details of Sitting Fees for all Board and Committee meetings paid to Directors

Name of the Director	Sitting Fees in Rs
Shri. Chetan Karbhari Dhatrak	NIL
Shri Karbhari Pandurang Dhatrak	NIL
Smt Jayshree Karbhari Dhatrak	NIL
Shri Ramesh Kacharu Rakh	NIL
Smt. Gauri Satish Chiplunkar	NIL

There were no other pecuniary relationships or transactions with any of the Non-executive Directors of the Company.

C. Stakeholders' Relationship or Shareholders' / Investors' Grievance Committee.

Stakeholder Relationship Committee has been constituted as required under Section 178 (5) of the Companies Act, 2013 and Regulation 20 of SEBI Listing Regulations.

**1. Purpose of the Committee**

The purpose of the Committee is to assist the Board and the Company to oversee the various aspects of interests of stakeholders of the Company. The term 'stakeholder' includes shareholders and other security holders. The Committee performs the functions as required by Section 178 of the Companies Act, 2013 and rules framed thereunder, Regulation 20 of the Listing Regulations and other regulations and laws, as applicable.

2. Terms of Reference of Stakeholders Relationship Committee / Shareholders' / Investors' Grievances Committee

- Resolving the grievances of 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 payment.
- To monitor the redressal of shareholders' grievances and to look into various aspects of interests of shareholders, debenture holders and other security holders.
- To consider and approve issue of share certificates on requests for duplicate certificates, consolidation of folios etc.
- To do all such acts, deeds, matters and things as may be necessary or expedient for performing any of the above acts.
- At least one meeting of the Committee should be held in a year.

3. Objective and responsibilities of the company The primary objectives of the company are to

- Consider and resolve the security holders' concerns or complaints
- Monitor and review the investor service standards of the Company
- Take steps to develop an understanding of the views of shareholders about the Company, either through direct interaction, analysts' briefings or survey of shareholders
- Oversee and review the engagement and communication plan with shareholders and ensure that the views and concerns of the shareholders are highlighted to the Board at the appropriate time and that steps are taken to address such concerns

4. Composition and Attendance of Members at the Meetings held during the year

Names	Designation	Category of Director	No. of meeting attended
Shri Ramesh Kacharu Rakh	Chairman	Non Executive-Independent Director	2
Smt Jayshree Karbhari Dhattrak	Member	Non Executive Director	2
Smt. Gauri Satish Chiplunkar	Member	Non Executive Independent Director	2

- During the year two Meeting of the Stakeholders Relationship Committee was held on 24th July, 2024 and 11th February, 2025
- Name and Designation of Compliance Officer – Mr. Jitendra Patil
- Details of the Investor Complaints received and redressed during the financial year 2024-25 are as follows:

Opening Bal.	Received During the Year	Resolved During the Year	Closing Balance
0	0	0	0

**D. Independent Directors****a) Formal Letter of Appointment to Independent Directors:**

The Company has issued a formal letter of appointment to all Independent Directors in accordance with the provisions of the Companies Act, 2013 and Listing Regulations. The terms and conditions of appointment of Independent Directors is uploaded on the website of the company.

b) Independent Directors' Meeting

During the year, the Independent Directors of the Company met on February 11th, 2025 inter alia, to:

1. review the performance of non-independent directors of the Company;
2. review the performance of the Board as a whole
3. review the performance of the Chairperson of the company,
4. assess the quality, quantity and timeliness of flow of information between the company management and the Board that is necessary for the Board to effectively and reasonably perform their duties

c) Performance Evaluation Criteria for Independent Directors:

The performance evaluation criteria for independent directors is determined by the Nomination and Remuneration Committee. An indicative list of factors on which evaluation was carried out includes participation and contribution by a director, commitment, effective deployment of knowledge and expertise, integrity and maintenance of confidentiality and independence of behavior and judgment.

d) It is confirmed by the Board of Directors that the Mr. Ramesh Rakh and Mrs. Gauri Chipalunkar who are Independent Directors fulfil the conditions specified in the regulations pertaining to Corporate Governance and are independent of the management.

Also, none of the Independent Directors resigned during the period under review.

Recommendations of the Committees: There has been no instance that the Board of Directors have not accepted the recommendations of the committee.

4) DISCLOSURES**1. Related Party Transaction**

All Related Party Transactions are entered in to at arm's length price and are in compliance with the applicable provisions of the Companies Act, 2013 (Act) and the Listing Agreement with the Stock Exchange. During the year the Company has entered into related party transactions without the prior approval of the Audit Committee, Board of Directors and Shareholders. Further, it may be noted that the Management is determined to adhere to norms, standards and provisions of Corporate Governance therefore, the Management had placed the resolutions before the Audit Committee and Board of Directors pursuant to whose approval the said resolutions are placed before Shareholders in this meeting.

In accordance with the requirements of listing agreement, the Company has inter alia formulated a policy on related party transaction and material subsidiaries. The said Policy is available on the Company's website. viz. <http://www.bangangapapers.com>.

(2) Strictures and Penalties

Considering certain non-compliances. The BSE has levied penalties which are duly paid.

3. The company has adopted a Whistle Blower Policy and has established the necessary vigil mechanism for employees and directors to report concerns about unethical behavior. No person has been denied the access to the Chairman of the Audit Committee.

4. There was no non-compliance by the Company of any of the regulations pertaining to the capital market during the previous three years. Our Company is committed to maintaining a safe, respectful, and inclusive workplace, free from any form of sexual harassment. In compliance with the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 (POSH Act) the company has implemented all laws, provisions and policies for the time being in force During the year under review, 0 (No) case of sexual harassment was reported in line with POSH guidelines.



5. The Company has complied with the requirements of Regulations 17 to 27 and Regulation 46 (2) of the SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 and other applicable provisions relating to the Corporate Governance. Except certain sub-regulation of Regulation 23 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 pursuant to Related Party Transactions, the Company has entered into related party transactions without the prior approval of the Audit Committee, Board of Directors and Shareholders. Further, it may be noted that the Management is determined to adhere to norms, standards and provisions of Corporate Governance therefore, the Management had placed the resolutions before the Audit Committee and Board of Directors pursuant to whose approval the said resolutions are placed before Shareholders in this meeting.

6. During the financial year 2024-25, information as mentioned in Part A of Schedule II of the Listing Regulations, has been placed before the Board for its consideration. The Company has not adopted discretionary requirement as specified in Part E of Schedule II of the LODR.

7. M/s. SUYASH CHACHED AND ASSOCIATES, Chartered Accountants (Firm Registration No. FRN_127911W) have been appointed as the Statutory Auditors of the Company. The particulars of payment of Statutory Auditors fees and other fees paid to auditors and its network firms by the Company is as given below:

Particulars	Rs in Lakh
Audit and Review Fees	NIL
Re-imbursement of out of pocket expenses	NIL
Other Fees	NIL
TOTAL	NIL

8 Loans and Advances to companies in which Directors are interested:

During the year under review the Company has not advanced any loan to companies or persons in whom Directors are interested.

5) SUBSIDIARY COMPANY

Banganga Paper Mill Limited, a wholly owned subsidiary of Banganga Paper Industries Limited (BPIL).

6) GENERAL BODY MEETING

A. Location and time, where last three AGMs were held

Location	Date	Time
Mumbai	30 th September, 2024	12:30 PM
Mumbai	30 th September, 2023	12:30 PM
Mumbai	30 th September, 2022	12:30 PM

B. Special Resolution Passed

2024 AGM

- 1) To confirm and approve The Change of the Name of the Company to "Banganga Industries Limited," "Banganga Paper Industries Limited," "Banganga Green and Paper Products Limited," or any other suitable name.
- 2) To confirm and approve the alteration of the Object Clause of the Memorandum of Association of Company
- 3) To confirm and approve the shifting of the registered office of the company
- 4) To confirm the appointment of Smt. Gauri Satish Chiplunkar (DIN:08386053) as the Independent Director of the Company.
- 5) To confirm the appointment of Shri. Rajesh Govind Pote (DIN:10287655) as the Whole Time Director (WTD) of the Company.



- 6) To confirm the appointment of Shri. Vijay Singh Shekhawat (DIN: 03447468) as the Non-Executive Director of the Company
- 7) To confirm the appointment of Shri. Rajesh Ramesh Rao Salway (DIN: 05145913) as the Non-Executive Director of the Company

C. Details of Special resolutions passed through Postal Ballot during the year: None

D. Details of special resolution proposed to be conducted through Postal Ballot.: None

E. Procedure for Postal Ballot: Not Applicable

7) MEANS OF COMMUNICATION:

The quarterly/annual financial results are hosted on the Company's Web Site:

www.bangangapapers.com and www.bseindia.com The Management Discussion and Analysis is part of this Annual Report.

8) GENERAL SHAREHOLDER INFORMATION:

a.	Annual General Meeting	Tuesday, 30 th September, 2025 at Survey No. 186, Gavalwadi Road, Ashewadi, Ramshej, Nashik, Maharashtra 422003., Ashewadi, Nashik, Nashik, Maharashtra, India, 422003
b.	Financial Year	1 st April 2024 to 31 st March 2025
c.	Dividend Payment Date(subject to shareholder approval)	-
d.	Listing shares on Stock Exchange	BSE Limited, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400001
e.	Stock Code	512025
f.	ISIN	INE767M01029
g.	Listing Fees (2024-25)	Duly Paid
h.	Corporate Identification Number (CIN) of the Company	L51900MH1984PLC033082
i.	Plant Location	Survey No. 186, Gavalwadi Road, Ashewadi, Ramshej, Nashik, Maharashtra 422003., Ashewadi, Nashik, Nashik, Maharashtra, India, 422003
j.	Address for Correspondence	
	i. Registrar and Share transfer Agent	Adroit Corporate Services Private Limited 18-20, 1st floor, Plot No. 639, Makhwana Road, Marol, Andheri (East), Mumbai-400 059
	ii. Details of Compliance Officer	Jitendra Rajendra Patil Survey No. 186, Gavalwadi Road, Ashewadi, Ramshej, Nashik, Maharashtra 422003., Ashewadi, Nashik, Nashik, Maharashtra, India, 422003

Sr. No. 186, Gavalwadi Road, Ashewadi, Ramshej,

Ashewadi, Nashik, Maharashtra, India, 422003

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		Email Id : info@bangangapapers.com
k.	Details of Security Suspended	None
l.	Outstanding GDRs/Warrants/ADRs/ Convertible Instruments, conversion dates and likely impact on equity	None
m.	Foreign Exchange Risk & Hedging Activities	None
n.	E-mail id designated by the Company for Investor	info@bangangapapers.com
o.	Credit Ratings for debt instruments/fixed deposit scheme	Not Applicable
p.	Share Transfer System	The Company's shares are under compulsory dematerialized list hence the shares traded on the stock exchange are transferable through depository system. Shares in physical form are processed for transfer by the share transfer agent viz. Adroit Corporate Services Private Limited and are approved by the share transfer committee. The share transfers are processed within a period of 15 days from the date of its receipt.
q.	Details of Demat Suspense Account / Unclaimed Suspense Account	Not Applicable
r.	Book Closure	24 th September 2025 to, 30 th September 2025 (both days inclusive)
s.	E Voting	27 th September, 2025 to 29 th September, 2025
t.	Cut Off for E voting	23 rd September, 2025

9. MARKET CLOSING PRICE DATA

10. PERFORMANCE IN COMPARISON WITH SENSEX IS GIVEN BELOW:

11. **SHAREHOLDING AS ON 31ST MARCH, 2025**a. Shareholding Pattern as on 31st March, 2025

Sr. No.	Category of Shareholders	Total Holdings	Holding in %
1.	RESIDENT INDIVIDUAL	28220573	23.5588
2.	NON RESIDENT INDIANS (INDIVIDUALS)	1000	0.0008
3.	CORPORATE BODIES	3976820	3.3199
4.	HINDU UNDIVIDED FAMILY (HUF)	2309107	1.9277
5.	PROMOTERS	85000000	70.9587
6.	PHYSICAL	280500	0.2342
	TOTAL	119788000	100

c Dematerialization of Shares and Liquidity



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89.00% of the Company's paid-up equity share capital has been dematerialized upto March 31, 2025. Trading in the equity shares of the Company at BSE Limited is permitted only dematerialized form.

The details of shares in dematerialized form as on March 31, 2025 are as follows:

Depository	Number of Shares	Percentage
CDSL	280500	0.23
NSDL	86187316	71.95
Physical	33320184	27.82
Total	119788000	100.00

For and on behalf of the Board of Directors
BANGANGA PAPER INDUSTRIES LIMITED
(Formerly known as Inertia Steel Limited)

Date: 02.09.2025

Place : Nashik

CHETAN KARBHARI DHATRAK
DIRECTOR
(DIN 10064427)

KARBHARI PANDURANG DHATRAK
DIRECTOR
(DIN 10065729)



**Management's Discussion and Analysis Report****a) Industry structure and development:**

The Company engaged in the business as merchants, commission agents, brokers, buyers, sellers, importer, exporter, dealers, business agents, trading in iron and steel etc. since its inception.

b) Opportunities:

Industrial design and operations encompass many different types of opportunities, which carry out working with prefabricated materials, to heavy engineering that relies on the use of raw materials.

c) Segment-wise performance:

The Company's operating businesses are organized and managed separately according to the nature of products manufactured and services provided, with each segment representing a strategic business unit that offers different products and as reviewed by the Board on time to time basis.

d) Major threats:

Achieving sustainable growth can also present challenges. Turning a small product engineering company into a larger one normally requires a lot of capital. The skills, expertise, the supply chain to develop products, the costs of manufacturing, including raw material costs are major threats for sustaining in the long term.

e) Future Outlook:

As per the current analysis there seems to be a positive outlook for Industrial manufacturing and trading sector in the coming years.

f) Risk Management:

Risk is an important element of corporate functioning and governance. The Company has established the process of identifying, analyzing and treating risks, which could prevent the Company from effectively achieving its objectives. It ensures that all the risks are timely defined and mitigated in accordance with the well structured risk management process.

g) Internal control system and their adequacy:

The Company has robust system of internal controls that are commensurate with its size and nature of business operations.

h) Performance:

The Company has constantly trying to increase its turnover as well as profitability.

i) Material development in Human Resource:

The Company places high importance on the development of its human resources. It imparts regular training to its employees to make them more focused to adapt to the constant changes in the business environment. Industrial relation in the units was satisfactory.

j) Discussion on financial performance with respect to operational performance:

Total Turnover of the Company is Rs. 5824.32 /- Lakhs for the financial year ended on 31st March, 2025 as compared to Rs. 39.40/- Lakhs for the financial year ended on 31st March, 2024. The Net worth of the Company is Rs.1560.53/- Lakhs for the financial year ended on 31st March, 2025 as compared to Rs. 28.00/- Lakhs for the financial year ended on 31st March, 2024.

k) Other disclosures for key financial ratios:



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Key financial ratios including Debtors Turnover, Inventory Turnover, Interest Coverage Ratio, Current Ratio, Debt Equity Ratio, Operating Profit Margin (%), Net Profit Margin (%) and other sector- specific are mentioned in the audited financial statement which forms part of this Annual Report.

I) Cautionary Statement:

The statements made in this report describe the Company's objectives, expectations and projections that may be forward looking statements. The actual results might differ materially from those expressed or implied depending on the economic conditions, government policies and other incidental factors, which are beyond the control of the Company and management.

For and on behalf of the Board of Directors
BANGANGA PAPER INDUSTRIES LIMITED
(Formerly known as Inertia Steel Limited)

Date: 29.08.2025

Place : Nashik

CHETAN KARBHARI DHATRAK
DIRECTOR
(DIN 10064427)

KARBHARI PANDURANG DHATRAK
DIRECTOR
(DIN 10065729)





Independent Auditor's Report

**To The Members of
Banganga Paper Industries Limited (Earlier known as Inertia Steel Limited)**

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of **Banganga Paper Industries Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2025, and the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows and the Statement of Changes in Equity for the year ended on that date, and notes to the financial statements, including a summary of material accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view, except for the matters described in the basis for qualified opinion paragraph, in conformity with the Indian Accounting Standards prescribed under section 133 of the Act, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2025, 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 of the standalone financial statements in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibility for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our qualified audit opinion on the standalone financial statements.

Qualified Opinion

1. We have following observations to make for noncompliance under Section 186(7) of the companies Act, 2013 which leads to understatement of income accrued to the company and understatement of the loans and advances given.
 - a. The Company's short-term loans and advances include an amount of ₹356.78 lakh extended to a subsidiary company. As per Section 186(7) of the Act, any loan provided by a company must carry an interest rate not lower than the prevailing yield of one-year, three-year, five-year, or ten-year Government Security, corresponding to the tenor of the loan. However, the Company has not recognized any interest income receivable from the subsidiary in respect of the said loan, thereby contravening the statutory requirement.

Furthermore, the Company has not specified the tenure of the loan granted to the subsidiary. In the absence of appropriate documentation or corroborative evidence regarding the loan tenor, we are unable to determine the applicable Government Security yield and consequently, unable to quantify the extent of understatement of income and loans and advances.



2. As per the provisions of Section 138 of the Companies Act, 2013, a listed company is required to appoint an internal auditor. However, based on the information and explanations provided to us, the Company has not appointed an internal auditor during the financial year under audit. This constitutes a non-compliance with the statutory requirements of the said section.

Key Audit Matters

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

We have determined that there are no key audit matters to be communicated in our report.

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

- The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the consolidated financial statements, standalone financial statements and our auditor's report thereon.
- Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
- In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.
- If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact, since these reports are expected to be made available to us after the date of this audit report, hence currently we have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Standalone Financial Statements

The Company's Management and Board of Directors are responsible for the matters stated in section 134(5) of the 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 accounting principles generally accepted in India, including Ind AS specified under section 133 of the Act.

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

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

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

Auditors' Responsibility for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to



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

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

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

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

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

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



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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure A statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, based on our audit, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b) In our opinion, proper books of account as required by law have been kept by the company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Cash Flows and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standard (Ind AS) specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of the written representations received from the directors as on 31st March 2025 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2025 from being appointed as a director in terms of Section 164(2) of the Act;
 - f) The observation relating to maintenance of accounts and other matters connected therewith is as stated in the paragraph (b) above;
 - g) With respect to the adequacy of the internal financial controls with reference to these standalone financial statements and the operating effectiveness of such controls, refer to our separate report in "**Annexure B**" to this report; Our report expresses a *qualified opinion* on the adequacy and operating effectiveness of the Company's internal financial controls with reference to standalone financial statements.
 - 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) 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, as amended, in our opinion and to the best of our information and according to the explanations given to us:



- i. The Company has disclosed that it does not have any pending litigations as at 31st March 2025 which would impact on its financial position in its standalone financial statements - Refer Note 18 to the standalone financial statements.
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as at 31 March 2025.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
- iv. (a) The management has represented that, to the best of its knowledge and belief, no funds 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 persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The management has represented that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("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; and

(c) Based on such audit procedures performed 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 (a) and (b) contain any material misstatement.
- v. The Company has neither declared nor paid any dividend during the year.
- vi. *Based on our examination, which included test checks, we note that the Company has used an accounting software for maintaining its books of account for the financial year ended March 31, 2025. While the software includes a feature for recording an audit trail (edit log), we observed that this feature was not operated throughout the year for all relevant transactions recorded in the software. Consequently, the audit trail was not consistently available for examination during the course of our audit. We are therefore unable to comment on whether the audit trail feature was tampered with or preserved in accordance with the statutory requirements for record retention for the entire financial year.*

For JAIN CHHAJED AND ASSOCIATES

Chartered Accountants

FRN No. 127911W

CA Suyash Chhajed

Partner

M. No. 121597

UDIN: 25121597BMIFYW4958

Place: Nashik

Date: May 15, 2025

**Annexure 'A' to the Independent Auditor's Report**

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date on the matters specified in paragraphs 3 & 4 of the Companies (Auditor's Report) Order 2020 to the members of Banganga Paper Industries Limited (earlier known as Inertia Steel Limited) on the financial statements for the year ended March 31, 2025).

In terms of the information and explanations sought by us and given by the Company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

- i. The Company does not hold any Property, Plant and Equipment, capital work-in-progress and investment properties and Intangible Assets. Accordingly, clause (a), (b), (c), (d) and (e) of paragraph 3(i) of the Order is not applicable.
- ii. The Company does not hold inventory during the financial year or at the year end. Accordingly, clause (a), (b) of paragraph 3(ii) of the Order is not applicable.
- iii. During the year company has made investment and provided loans to company as stated below. The company has not provided any guarantee or security to any companies, firms, Limited Liability Partnerships or other parties

Sr. No.	Name of Company	Nature of transaction	Rupees in Lakh
1	Banganga Paper Mills Limited	Investment	1020.00
2	Banganga Paper Mills Limited	Unsecured loan given	375.98

a) According to information and explanation given to us, during the year the company has granted unsecured loans or advances to parties as below: -

- A. According to information and explanation given to us, the aggregate amount during the year, and balance outstanding at the balance sheet date with respect to such loans or advances and guarantees or security to subsidiaries, joint ventures and associates are as under;

Company Name	Aggregate amount during the year	Balance Outstanding at the end of the year	% of total loans granted
Banganga Paper Mills Ltd	Rs. 375.98 Lakhs	Rs. 356.59 Lakhs	100%

- B. According to information and explanation given to us, during the year company has not given any loans or advances and guarantees or security to parties other than subsidiaries, joint ventures and associates.

- b) According to information and explanation given to us, the Company has not stipulated any terms and conditions for the grant of all loans and advances in the nature of loans, hence it is prejudicial to the company's interest.
- c) According to information and explanation given to us, in respect of loans and advances in the nature of loans, the schedule of repayment of principal and payment of interest has not been stipulated hence we are unable to express our opinion on regularity of the repayments or receipts;



- d) As stated above, the schedule of repayment of principal and payment of interest has not been stipulated by the company, hence, total amount overdue for more than ninety days cannot be confirmed. In our opinion, company has not taken reasonable steps for recovery of the principal and interest.
- e) As stated above, the schedule of repayment of principal and payment of interest has not been stipulated by the company, hence we are unable to express our opinion regarding whether any loan or advance in the nature of loan granted 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) During the year, the company has granted loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment. The aggregate amount, percentage thereof to the total loans granted, aggregate amount of loans granted to Promoters, related parties as defined in clause (76) of section 2 of the Companies Act, 2013 are as under

Sr. No	Aggregate Amount	% to the total loans granted	Aggregate amount of loans granted to Promoters, related parties
1	Rs. 375.98 Lakhs	100%	Rs. 375.98 Lakhs

- iv. The Company has complied with the provisions of sections 185 and 186 of the Act in respect of loans granted, investments made and guarantees and securities provided, as applicable except for the matters qualified in the clause (b), clause (c) of Paragraph iii) of the order.
- v. The Company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the Order is not applicable.
- vi. The Company's turnover is below the prescribed threshold for becoming liable for the maintenance of cost records.
- vii. In respect of statutory dues:
- a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, undisputed statutory dues, including Goods and Service tax, Provident Fund, Income-tax, Sales Tax, duty of Custom, duty of Excise, Value Added Tax, cess and other material statutory dues applicable to the Company have generally been regularly deposited by it with the appropriate authorities. We have been informed that the provisions of the Employees' State Insurance Act, 1948 are not applicable to the Company.
- There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Income-tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, cess and other material statutory dues in arrears as at March 31, 2025 for a period of more than six months from the date they became payable.
- b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, no disputed amounts payable in respect of Statutory Dues referred in sub clause (a), were in arrears, as at 31st March, 2025.
- viii. There were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.



- ix. The Company does not have any loans or borrowing from any financial institution, bank, Government or debenture holders during the year. Accordingly, clause (a), (b), (c), (d) and (f) of paragraph 3(ix) of the Order is not applicable.
- x. a) The Company has not raised money 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 made a preferential allotment of equity shares, which was duly approved by the shareholders in the Extraordinary General Meeting held on 29th June, 2024. Based on our audit procedures and according to the information and explanations given to us, the Company has complied with the requirements of Sections 42 and 62 of the Companies Act, 2013 in respect of such allotment. Further, we have been informed that the funds raised have been used for the purposes for which they were raised.
- xi. According to information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit. Accordingly, clause (a), (b), and (c) of paragraph 3(xi) of the Order is not applicable.
- xii. The Company is not a Nidhi Company and hence reporting under clause (a), (b) and (c) of paragraph 3(xii) of the Order is not applicable.
- xiii. The transactions with the related parties are in compliance with sections 177 and 188 of the Companies Act, 2013 where applicable and the details of such transactions have been disclosed in the Financial Statements as required by the applicable accounting standards.
- xiv. a) *On the basis of our examination of the records of the Company, the Company does not have any internal audit system commensurate with the size and nature of its business.*
- b) *On the basis of our examination of the records of the Company, the Company does not have any internal audit system, hence report of Internal Auditors were not available for consideration during our Audit procedure.*
- xv. In our opinion, during the year the Company has not entered into any non-cash transactions with any of its directors, subsidiary company or persons connected with such directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- xvi. a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.
- b) According to information and explanations given to us and based on our examination of the records of the Company, the Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934
- c) According to information and explanations given to us and based on our examination of the records of the Company, the company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.
- (d) According to information and explanations given to us and based on our examination of the records of the Company, the Group does not have more than one CIC as part of the Group.



- xvii. The Company has incurred cash losses during the financial year covered by our audit of Rs. 15.58 Lakhs and the loss of Rs. 2.19 Lakhs during immediately preceding financial year.
- xviii. The statutory auditors have resigned during the year due to preoccupation. There were no issues, objections or concerns raised by the outgoing auditors.
- xix. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx. According to information and explanations given to us and based on our examination of the records of the Company, we are of the opinion that the provision of section 135 of the Companies act, 2013 are not applicable to the company. Accordingly, clause (a) and (b) of paragraph 3(xx) of the Order is not applicable.
- xxi. *Based on the CARO report issued us of subsidiary company included in the consolidated financial statements to which reporting under CARO is applicable, we report that there are no qualifications or adverse remarks by the auditors in the CARO reports of the subsidiary company included in the consolidated financial statements except as stated below.*

Sr. No.	Name of the company	Paragraph numbers of the CARO report
1	Banganga Paper Mills Limited	1. Paragraph i clause a sub clause A 2. Paragraph ii clause a 3. Paragraph ii clause b

For JAIN CHHAJED AND ASSOCIATES

Chartered Accountants

FRN No. 127911W

CA Suyash Chhajed

Partner

M. No. 121597

UDIN: 25121597BMIFYW4958

Place: Nashik

Date: May 15, 2025

**Annexure 'B' to the Independent Auditor's Report**

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

Report on the Internal Financial Controls with reference to standalone financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls with reference to standalone financial statements of **Banganga Paper Industries Limited ("the Company")** as at March 31, 2025 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's and Board of Directors' Responsibilities for Internal Financial Controls

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

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

Meaning of Internal Financial Controls with reference to standalone financial statements

A company's internal financial control with reference to standalone financial statements 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 with reference to standalone financial statements 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 with reference to standalone financial statements

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

Opinion

In our opinion, based on the information and explanations given to us and considering the size and nature of the Company, the internal financial controls with reference to standalone financial statements as at March 31, 2025 were **not commensurate with the size of the Company**. The Company has not established adequate internal financial controls with reference to standalone financial statements, which could potentially impact the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles.

We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India, which requires that we obtain reasonable assurance about whether adequate internal financial controls over financial reporting were established and maintained and whether such controls were operating effectively. Based on our audit, we believe that the Company has not maintained, in all material respects, adequate internal financial controls with reference to standalone financial statements.

For JAIN CHHAJED AND ASSOCIATES

Chartered Accountants

FRN No. 127911W

CA Suyash Chhajed

Partner

M. No. 121597

UDIN: 25121597BMIFYW4958

Place: Nashik

Date: May 15, 2025

**BANGANGA PAPER INDUSTRIES LIMITED****41st Annual Report 2024-25**

BANGANGA PAPER INDUSTRIES LIMITED
CIN - L51900MH1984PLC033082

AUDITED STANDALONE STATEMENT OF ASSETS AND LIABILITIES AS ON 31ST MARCH, 2025**(Amount In INR Lakhs, Unless Otherwise Stated)**

Sr. No.	PARTICULARS	NOTES	As at 31.03.2025	As at 31.03.2024
I.	ASSETS			
1)	<u>NON CURRENT ASSETS</u>			
(a)	Property, Plant and Equipment		-	-
(b)	Capital Work in Progress		-	-
(c)	Investment Property		-	-
(d)	Goodwill		-	-
(e)	Other Intangible Asset		-	-
(f)	Financial Assets			
	(i) Investments	3	1,020.00	-
	(ii) Other Financial Assets		-	-
(g)	Intangible asset under developement			
(h)	Deferred Tax Assets			
	TOTAL NON CURRENT ASSETS		1,020.00	-
2)	<u>CURRENT ASSETS</u>			
(a)	Inventories		-	-
(b)	Financial Assets			
	(i) Investments			
	(ii) Trade Receivables	6	18.25	18.25
	(iii) Cash and Cash Equivalents	7	4.49	1.07
	(iv) Bank Balances other than Cash & Cash Equivalents		-	-
	(v) Loans	4	356.78	-
	(vi) Other Current Assets	5	32.80	32.80
	(vii) Other Financial Assets		-	-
(c)	Current Tax Asset		-	-
	TOTAL CURRENT ASSETS		412.32	52.12
	TOTAL ASSETS		1,432.32	52.12

**BANGANGA PAPER INDUSTRIES LIMITED****4th Annual Report 2024-25**

BANGANGA PAPER INDUSTRIES LIMITED
CIN - L51900MH1984PLC033082

AUDITED STANDALONE STATEMENT OF ASSETS AND LIABILITIES AS ON 31ST MARCH, 2025**(Amount In INR Lakhs, Unless Otherwise Stated)**

Sr. No.	PARTICULARS	NOTES	As at 31.03.2025	As at 31.03.2024
II.	EQUITY AND LIABILITIES			
1)	EQUITY			
(a)	Equity Share Capital	8	1,197.88	24.88
(b)	Other Equity	9	207.07	3.12
	TOTAL EQUITY		1,404.95	28.00
2)	LIABILITIES			
(a)	NON-CURRENT LIABILITIES			
	(i) Financial Liabilities			
	(a) Borrowings	10	3.50	-
	(b) Lease Liabilities		-	-
	(c) Other Financial Liabilities		-	-
	(ii) Provisions		-	-
	(iii) Deferred Tax Liability		-	-
	(iv) Other Non Current Liabilities		-	-
	TOTAL NON CURRENT LIABILITIES		3.50	-
(b)	CURRENT LIABILITIES			
	(i) Financial Liabilities			
	(a) Borrowings		-	-
	(b) Lease Liabilities		-	-
	(c) Trade Payables		-	-
	Total Outstanding dues of MSME		-	-
	Total Outstanding dues of Creditors other than MSME		-	-
	(d) Other Financial Liabilities		-	-
	(ii) Other Current Financial Liabilities	11	3.87	4.12
	(iii) Other Current Liabilities	12	20.00	20.00
	(iv) Current Tax Liabilities		-	-
	TOTAL CURRENT LIABILITIES		23.87	24.12
	TOTAL EQUITY AND LIABILITIES		1,432.32	52.12

The accompanying notes 1 to 30 are an integral part of the Standalone Financial Statements

In terms of our report attached

For Jain Chhajed & Associates**FRN No. 127911W****Chartered Accountants****For and on Behalf of Board of Directors****Banganga Paper Industries Limited****CA Suyash Chhajed**

Partner

M. No.:121597

Place : Nashik

Dated : 15/05/2025

UDIN: 25121597BMIFYW4958

Chetan Dhatrak

Director

DIN: 10064427

Jayshree Dhatrak

Director

DIN: 10064293

Santosh B. Ugale

CFO

Jitendra R. Patil

CS

M.NO. 39055

**BANGANGA PAPER INDUSTRIES LIMITED****41st Annual Report 2024-25**

BANGANGA PAPER INDUSTRIES LIMITED

CIN - L51900MH1984PLC033082

STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH 2025

(Amount in INR Lakhs, Unless Otherwise Stated)

Sr.No.	Particulars	Note	For the year ended 31.03.2025	For the year ended 31.03.2024
1	INCOME			
	Revenue from Operations	13	-	39.40
	Other Income		-	-
	TOTAL INCOME		-	39.40
2	EXPENSES			
	Cost of Material Consumed			
	Purchases of Stock in Trade	14	-	30.65
	Change in Inventories of Finished Goods, Stock-in-Trade and Work in Progress		-	-
	Employee Benefits Expense	15	1.01	4.31
	Finance Cost		-	-
	Depreciation & Amortisation Expenses		-	-
	Other Expenses	16	14.57	6.63
	TOTAL EXPENSES		15.58	41.59
3	Profit / (Loss) before Tax (1-2)		(15.58)	(2.19)
4	Tax Expenses :			
	Provision for - Current Tax		-	-
	Deferred Tax		-	-
5	Profit / (Loss) After Tax (3-4)		(15.58)	(2.19)
6	Other Comprehensive Income			
(i)	Items that will not be reclassified to profit or loss		-	-
(ii)	Items that will be reclassified to profit or loss		-	-
7	Total Comprehensive Income for the year (5+6)		(15.58)	(2.19)
8	Earnings Per Equity Share (FV of Rs. 1/- each) (* not annualised) (in Rs)			
	Basic and Diluted (Rs. Ps.)	17	(0.019)	(0.088)

The accompanying notes 1 to 30 are an integral part of the Standalone Financial Statements

In terms of our report attached

For Jain Chhajed & Associates

FRN No. 127911W

Chartered Accountants

For and on Behalf of Board of Directors**CA Suyash Chhajed**

Partner

M. No.:121597

Place : Nashik

Dated : 15/05/2025

UDIN: 25121597BMIFYW4958

Chetan Dhatrak

Director

DIN: 10064427

Jayshree Dhatrak

Director

DIN: 10064293

Santosh B. Ugale

CFO

Jitendra R. Patil

CS

M.NO. 39055

**BANGANGA PAPER INDUSTRIES LIMITED****41st Annual Report 2024-25****BANGANGA PAPER INDUSTRIES LIMITED****CIN - L51900MH1984PLC033082****AUDITED STANDALONE STATEMENT OF CASH FLOW FOR THE YEAR ENDED ON 31ST MARCH, 2025****(Amount In INR Lakhs, Unless Otherwise Stated)**

Sr. No.	Particulars	For the Year Ended	
		As at 31.03.2025	As at 31.03.2024
A	<u>Cash Flow from Operating Activities</u>		
	Net Profit / (Loss) Before Tax as per the Statement of Profit and Loss	(15.58)	(2.19)
	Adjustments for:		
	Depreciation	-	-
	Finance Costs	-	-
	Operating Profit before working capital changes	(15.58)	(2.19)
	Changes in working capital		
	(Increase) / Decrease in Trade Receivables	-	(12.80)
	(Increase) / Decrease in Other Current Assets and Loans	(356.78)	(8.20)
	Increase / (Decrease) in Provisions and Other Current Liabilities	(0.25)	13.19
	Cash Generated from / (used in) operations	(372.61)	(10.00)
	Income Taxes Paid	-	(4.78)
	NET CASH FLOW FROM / (USED IN) OPERATING ACTIVITIES (A)	(372.61)	(14.78)
B	<u>Cash Flow From Investing Activities</u>		
	Investments in Subsidiary	(1,020.00)	-
	Capital Advances	-	12.83
	NET CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES (B)	(1,020.00)	12.83
C	<u>Cash Flow From Financing Activities</u>		
	Proceeds from Share Capital	1,173.00	-
	Proceeds from Securities Premium	219.53	-
	Proceeds from Borrowings	3.50	-
	NET CASH FLOW FROM / (USED IN) FINANCING ACTIVITIES (C)	1,396.03	-
	NET INCREASE / (DECREASE) IN CASH & CASH EQUIVALENTS (A + B + C)	3.42	(1.95)
	Cash and Cash Equivalents at the beginning of the year	1.07	3.01
	CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	4.49	1.07
	CASH AND CASH EQUIVALENTS COMPRISES		
	Balances with Banks - On Current / Escrow Accounts	0.11	0.11
	Cash on hand	4.38	0.96
	TOTAL CASH AND BANK BALANCES AT THE END OF THE YEAR	4.49	1.07

The accompanying notes 1 to 30 are an integral part of the Standalone Financial Statements

Standalone Statement of Cash Flow Statement has been prepared under the "Indirect Method" as set out in Ind AS - 7 'Statement of Cash Flows'

In terms of our report attached

For Jain Chhajed & Associates

FRN No. 127911W

Chartered Accountants

For and on Behalf of Board of Directors

CA Suyash Chhajed

Partner

M. No.:121597

Place : Nashik

Dated : 15/05/2025

UDIN: 25121597BMIFYW4958

Chetan Dhatrak

Director

DIN: 10064427

Santosh B. Ugale

CFO

Jayshree Dhatrak

Director

DIN: 10064293

Jitendra R. Patil

CS

M.NO. 39055

**BANGANGA PAPER INDUSTRIES LIMITED****41st Annual Report 2024-25****STANDALONE STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED MARCH 31, 2025****A. EQUITY SHARE CAPITAL****(Amount in INR Lakhs, Unless Otherwise Stated)**

Particulars	As at 31.03.2025	As at 31.03.2024
Balance at the beginning of the current reporting year	24.88	24.88
Changes in Equity Share Capital due to prior year errors	-	-
Restated balance at the beginning of the current reporting year	24.88	24.88
Changes in equity share capital during the current year	1,173.00	-
Balance at the end of the current reporting year	1,197.88	24.88

B. OTHER EQUITY

PARTICULARS	Equity Component of Compound Financial Instrument	Reserves and Surplus					Revaluati on Reserve	Item of OCI Remeasure ments of Defined Benefit Plans	Total
		Capital Reserve	Securities Premium	General Reserve	Capital Redemption Reserve	Retained Earnings			
Balance as at April 01, 2024	-	-	-	-	-	3.12	-	-	3.12
Profit for the year	-	-	-	-	-	-15.58	-	-	-15.58
Securities Premium arised on issue of shares	-	-	234.60	-	-	-	-	-	234.60
Expenses related to the issue	-	-	-15.07	-	-	-	-	-	-15.07
Other comprehensive (OC) income / (loss) (net of tax)	-	-	-	-	-	-	-	-	-
Balance as at 31st March, 2025	-	-	219.53	-	-	-12.46	-	-	207.07
Balance as at April 01, 2023	-	-	-	-	-	5.31	-	-	5.31
Profit for the year	-	-	-	-	-	-2.19	-	-	-2.19
OCI / (loss) (net of tax)	-	-	-	-	-	-	-	-	-
Balance as at 31st March, 2024	-	-	-	-	-	3.12	-	-	3.12

Foot Note:

(a) Retained earnings represents the cumulative profits of the Company which can be utilised in accordance with the provisions of the Companies Act,

(b) Securities Premium Reserve represents the amount received in excess of par value of Securities issued by the Company, which may be utilised for purposes specified u/s 52(2) of the Companies Act, 2013.

The accompanying notes 1 to 30 are an integral part of the Standalone Financial Statements

In terms of our report attached

For Jain Chhajed & Associates

FRN No. 127911W

Chartered Accountants

For and on Behalf of Board of Directors

CA Suyash Chhajed

Partner

M. No.:121597

Chetan Dhatrak

Director

DIN: 10064427

Jayshree Dhatrak

Director

DIN: 10064293

Place : Nashik

Dated : 15/05/2025

UDIN: 25121597BMIFYW4958

Santosh B. Ugale

CFO

Jitendra R. Patil

CS

M.NO. 39055

Sr. No. 186, Gavalwadi Road, Ashewadi, Ramshej,

Ashewadi, Nashik, Maharashtra, India, 422003

**BANGANGA PAPER INDUSTRIES LIMITED****41st Annual Report 2024-25****NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****NOTE 3 - Other Non Current Investments**

Particulars	(Rs. in Lakhs)	
	As at 31.03.2025	As at 31.03.2024
In Subsidiary		
Banganga Paper Mills Ltd	1,020.00	-
99,96,000 No of Shares of FV Rs. 10 each	-	-
TOTAL	1,020.00	-

NOTE 4 - SHORT TERM LOANS AND ADVANCES

Particulars	(Rs. in Lakhs)	
	As at 31.03.2025	As at 31.03.2024
Loans to realted parties - Considered good	356.78	
TOTAL	356.78	-

NOTE 5 - OTHER CURRENT ASSETS

Particulars	(Rs. in Lakhs)	
	As at 31.03.2025	As at 31.03.2024
Unsecured and Considered good		
To Others	32.80	32.80
TOTAL	32.80	32.80

NOTE 6 - TRADE RECEIVABLES

Particulars	(Rs. in Lakhs)	
	As at 31.03.2025	As at 31.03.2024
(a) Secured - Considered good	-	-
(b) Unsecured - Considered good	18.25	18.25
Less: Impairment loss on credit impaired trade receivables	-	-
TOTAL	18.25	18.25

**BANGANGA PAPER INDUSTRIES LIMITED****41st Annual Report 2024-25****NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****Trade Receivables Ageing Note as at 31st March 2025****(Rs. in Lakhs)**

Particulars	Not Due	Outstanding for following periods from due date of					Total
		Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
i) Undisputed Trade Receivables – considered good	-	-	-	18.25	-	-	18.25
ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
iv) Disputed Trade Receivables – considered good	-	-	-	-	-	-	-
v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
TOTAL	-	-	-	18.25	-	-	18.25

Trade Receivables Ageing Note as at 31st March 2024**(Rs. in Lakhs)**

Particulars	Not Due	Outstanding for following periods from due date of					Total
		Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
i) Undisputed Trade Receivables – considered good	-	14.75	3.50	-	-	-	18.25
ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
iv) Disputed Trade Receivables – considered good	-	-	-	-	-	-	-
v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
TOTAL	-	14.75	3.50	-	-	-	18.25

NOTE 7 - CASH & CASH EQUIVALENTS

Particulars	As at 31.03.2025	As at 31.03.2024
a) Cash on hand	0.11	0.11
b) Balances with Banks In current account	4.38	0.96
TOTAL	4.49	1.07

**NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****NOTE 8: EQUITY SHARE CAPITAL**

PARTICULARS	(Rs. in Lakhs)	
	As at 31.03.2025	As at 31.03.2024
a) Authorised Share Capital		
2,50,000 Equity Shares of Rs.10/- each	-	25.00
12,00,00,000 Equity Shares of Rs.1/- each	1,200.00	-
	1,200.00	25.00
b) Issued, Subscribed and Fully Paid-up		
2,48,800 Equity shares of Rs.10/- each		24.88
11,97,88,000 Equity Shares of Rs.1/- each	1,197.88	
TOTAL	1,197.88	24.88

Foot Note:

(a) On July 9, 2024, pursuant to in-principle approval received from SEBI, the Company completed a preferential issue of 32,30,000 equity shares of Rs. 10 each at a price of Rs. 12 per share for cash consideration and 85,00,000 equity shares of Rs. 10 each at a price of Rs. 12 per share pursuant to a swap arrangement, to non-promoter investors. The issue resulted in an increase in the Company's equity share capital by Rs. 11,73,00,000 and securities premium by Rs. 2,35,80,000. Expenses directly attributable to the issue, including dematerialisation charges, legal and professional fees, advertisement expenses, registrar and filing expenses, have been adjusted against the Securities Premium Account in accordance with Section 52 of the Companies Act, 2013.

(b) On January 3, 2025, the Company effected a stock split in the ratio of 1:10. Accordingly, each equity share of face value of Rs. 10 was subdivided into ten (10) equity shares of face value of Rs. 1 each. The stock split increased the number of equity shares outstanding by ten times without altering the aggregate amount of equity share capital.

Consequent to the stock split, the number of equity shares outstanding, earnings per share, and all per-share information for prior periods presented in these financial statements have been restated, wherever applicable, to reflect the revised face value and number of shares.

c) Reconciliation of the Equity Shares outstanding at the beginning and at the end of the period

Particulars	As at 31.03.2025		As at 31.03.2024	
	No. of Shares	Rs. In Lakhs	No. of Shares	Rs. In Lakhs
Balance at the beginning of the year	2,488,000	24.88	2,488,000	24.88
Add : Issued during the year	117,300,000	1,173.00	-	-
Balance at the end of the year	119,788,000	1,197.88	2,488,000	24.88

d) Rights of Equity Shareholders

The Company has only one class of equity shares having a face value of Rs. 1/- Per share. Each holder of equity shares is entitled to one vote per share and dividend in Indian rupees, if proposed by the Board of Directors, which is subject to the approval of the shareholders in the ensuing Annual General Meeting. The Board of Directors have not declared dividend for the year ending 31st March, 2025.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

**BANGANGA PAPER INDUSTRIES LIMITED****41st Annual Report 2024-25****NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****e) Details of Shareholders holding more than 5% shares of the Company**

Name of Shareholders	As at 31.03.2025		As at 31.03.2024	
	No of Shares held	% held	No of Shares held*	% held
Smt. Snehalata Madanmohan Vyas	-	-	156,670	62.97%
Smt. Neeta Laxmikant Murarka	-	-	133,500	53.66%
Mrs. Jayashree Karbhari Dhatriak	42,500,000	35.48%	-	-
Mr. Chetan Karbhari Dhatriak	21,250,000	17.74%	-	-
Mr. Karbhari Pandurang Dhatriak	21,250,000	17.74%	-	-

f) Shares held by Promoters

Promoter Name	As at 31.03.2025		As at 31.03.2024		% of change during the year
	No of Shares	% of Total Shares	No of Shares*	% of Total Shares	
Mrs. Jayashree Karbhari Dhatriak	42,500,000	35.48%	-	0.00%	35.48%
Mr. Chetan Karbhari Dhatriak	21,250,000	17.74%	-	0.00%	17.74%
Mr. Karbhari Pandurang Dhatriak	21,250,000	17.74%	-	0.00%	17.74%
Mrs. Snehalata Madanmohan Vyas	156,670	0.13%	156,670	62.97%	-62.84%

Foot Note:

*The Company effected a stock split on January 3, 2025, subdividing each equity share of ₹10 into ten equity shares of ₹1 each. Accordingly, the previous year's number of shares has been restated to make them comparable with the current year.

NOTE 9: OTHER EQUITY

Particulars	As at 31.03.2025	As at 31.03.2024
Securities Premium	219.53	
Retained Earnings	-12.46	3.12
TOTAL	207.07	3.12

NOTE 10 - NON-CURRENT BORROWINGS

Particulars	Non Current		Current Maturities for long term debt	
	As at 31.03.2025	As at 31.03.2024	As at 31.03.2025	As at 31.03.2024
Unsecured Loans	3.50	-	-	-
TOTAL	3.50	-	-	-

NOTE 11 - CURRENT PROVISIONS

Particulars	As at 31.03.2025	As at 31.03.2024
Liabilities for Expenses*	3.87	4.12
TOTAL	3.87	4.12

Foot Note:

Mainly includes provision for expenses

NOTE 12 - OTHER CURRENT LIABILITIES

Particulars	As at 31.03.2025	As at 31.03.2024
Other credit balance	20.00	20.00
TOTAL	20.00	20.00

**BANGANGA PAPER INDUSTRIES LIMITED****41st Annual Report 2024-25****NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****NOTE 13 - REVENUE FROM OPERATIONS**

Particulars	Year ended 31.03.2025	Year ended 31.03.2024
Steel and Fabricated Items	-	39.40
TOTAL	-	39.40

NOTE 14 - PURCHASE OF STOCK IN TRADE

Particulars	Year ended 31.03.2025	Year ended 31.03.2024
Purchases	-	30.65
TOTAL	-	30.65

NOTE 15 - EMPLOYEE BENEFIT EXPENSES

Particulars	Year ended 31.03.2025	Year ended 31.03.2024
<u>Employee Benefit Expenses</u>		
Salary & Wages	1.01	4.31
TOTAL	1.01	4.31

Foot Note:

Since sufficient number of employees are not there on the rolls of the company as required by the Payment of Gratuity Act, 1972, hence disclosures as required under Ind AS 19 - Employee Benefits are not given.

NOTE 16 - OTHER EXPENSES

Particulars	Year ended 31.03.2025	Year ended 31.03.2024
Audit Fees	0.60	0.25
Legal and Professional Expenses	0.06	1.08
Listing Fees	3.24	3.84
ROC Filing Fees	3.84	0.12
Miscellaneous Expenses	0.01	0.98
Physical & Demat Charges	1.15	0.24
Custody Fees	0.11	0.11
Bank Charges	0.05	0.02
GST Expenses	0.75	-
Travelling Expenses	0.25	-
Professional Charges	3.04	-
Rates & Taxes	1.48	-
TOTAL	14.57	6.63

**NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****NOTE 17 - EARNINGS PER SHARE (EPS)**

Particulars	Year ended 31.03.2025	Year ended 31.03.2024
Profit for the year	-15.58	-2.19
Weighted average number of equity shares outstanding during the year (Nos.) - Basic and Diluted	806.88	24.88
Earnings per share (Face value Rs.1 per share) Basic and Diluted (Rs.)	(0.019)	(0.088)

Foot Note:

During the preparation of the unaudited financial results for the quarter and year ended March 31, 2025, the Earnings Per Share (EPS) was inadvertently computed using the total number of equity shares outstanding as at year-end, rather than the weighted average number of equity shares outstanding during the reporting period, as required under Ind AS 33.

This error has been rectified in the audited financial statements. EPS has now been correctly computed using the weighted average number of equity shares outstanding during the period.

**NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****(Amount In INR Lakhs, Unless Otherwise Stated)****18. CONTINGENT LIABILITIES AND PENDING LITIGATIONS**

The Company does not have any contingent liabilities or pending litigations which would impact its financial position.

19. CURRENT ASSETS AND LIABILITIES:

In the opinion of the Board of Directors, the current assets are valued approximately at their realizable value in the ordinary course of business. Adequate provisions have been made for all known liabilities, which are not considered excessive.

20. DEFERRED TAX LIABILITY:

The Company does not have any Deferred Tax Liability as of 31st March, 2025.

21. EARNINGS AND EXPENDITURE IN FOREIGN EXCHANGE:

Particulars	31.03.2025	31.03.2024
a) Earnings in Foreign Exchange	NIL	NIL
b) Expenditure / Remittance in Foreign Exchange	NIL	NIL

22. REPORTABLE SEGMENT:

The Company has not identified any separate reportable segments as per the provisions of Indian Accounting Standard (IND AS) 108 on "Operating Segments."

23. PREVIOUS YEAR'S FIGURES:

The figures for the previous year have been reworked, regrouped, rearranged, or reclassified, wherever necessary, to ensure comparability with the current year's figures.

24. RELATED PARTY DISCLOSURES:

Related party disclosures, as required by IND AS 24, "Related Party Disclosures", notified under Section 133 of the Companies Act, 2013 (As certified by the Management).

A. List of Related Parties:**I. Key Management Personnel (KMP):**

Mrs. Jayashree Karbhari Dhatriak
Mr. Chetan Karbhari Dhatriak
Mr. Karbhari Pandurang Dhatriak
Smt. Snehalata Madanmohan Vyas (up to 09th July 2024)

II. Other Related Parties:

Subsidiary:
Banganga Paper Mills Limited

**BANGANGA PAPER INDUSTRIES LIMITED****41st Annual Report 2024-25****NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****(Amount in INR Lakhs, Unless Otherwise Stated)****B. Transactions with Related Parties:**

Nature of Transactions Particulars	FY 2024-25		FY 2023-24	
	Transaction Value for the year	Closing Balances	Transaction Value for the year	Closing Balances
A) Key Management Personnel -				
Unsecured Loans	3.50	3.50	-	-
Salary Expenses			2.75	-
B) Subsidiary - Banganga Paper Mills Limited				
Loans Given	356.58	356.58	-	356.58
Investment Made	1,020.00	1,020.00	-	1,020.00

25. DETAILS OF LOANS GIVEN, INVESTMENTS MADE, AND GUARANTEES PROVIDED UNDER SECTION 186(4) OF THE COMPANIES ACT, 2013:

Particulars	31.03.2025	31.03.2024
Investments as at 31st March, 2025:		
Banganga Paper Mills Limited	1,020.00	-
Loans Given as at 31st March, 2025:		
Banganga Paper Mills Limited	356.58	-

The shareholders of the Company, at the Extraordinary General Meeting held on 29th June, 2024, have accorded their approval for making investments, granting loans, and providing guarantees or securities in connection with loans to persons or bodies corporate, up to an amount not exceeding ₹150.00 crores, over and above the limits of 60% of the paid-up share capital, free reserves and securities premium account or 100% of the free reserves and securities premium account, whichever is higher, as prescribed under Section 186 of the Companies Act, 2013.

25.01. Disclosure under Section 187 of the Companies Act, 2013

No provision has been made towards interest income on the above loans. This is not in compliance with the requirements of Section 186(7) of the Companies Act, 2013, which mandates charging interest at a rate not lower than the prevailing yield of Government securities corresponding to the tenor of the loan.

The financial impact of non-recognition of such interest income has not been quantified.

**NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****(Amount In INR Lakhs, Unless Otherwise Stated)****26. FAIR VALUES****26.01 Financial Instruments by Category:**

Below is a comparison of the carrying amounts and fair values of the Company's financial assets and liabilities as recognized in the financial statements:

Particulars	As at 31.03.2024		As at 31.03.2023	
	Carrying Value	Fair Value	Carrying Value	Fair Value
Financial Assets				
a) Financial Assets Designated at Amortised Cost:				
1. Loans and Advances	356.78	356.78	-	-
2. Trade Receivables	18.25	18.25	18.25	18.25
3. Cash and Cash Equivalents	4.49	4.49	1.07	1.07
4. Others	32.80	32.80	32.80	32.80
Total	412.32	412.32	52.12	52.12
Financial Liabilities:				
b) Financial Liabilities Designated at Amortised Cost:				
1. Other Financial Liabilities	3.87	3.87	4.12	4.12
Total	3.87	3.87	4.12	4.12

26.02 Fair Valuation Techniques And Policies

The Company has established procedures for valuing its financial assets and liabilities based on the most relevant and reliable data available. The Fair Value of financial assets and liabilities is determined as the amount 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. Below are the methods and assumptions used to estimate Fair Values:

(a) Cash and Cash Equivalents, Trade Receivables, and Other Current Financial Assets and Liabilities

The Fair Value of cash and cash equivalents, trade receivables, and other current financial assets and liabilities approximate their carrying amounts, as these instruments have short-term maturities.

(b) Non-Current Borrowings and Security Deposits

The Fair Value of unsecured non-current borrowings and security deposits is determined based on discounted cash flow analysis using current lending rates. These financial instruments are classified as Level 2 in the fair value hierarchy due to the use of observable inputs. The Fair Value of secured non-current borrowings approximates their carrying amount, reflecting the interest-bearing nature of these instruments.

(c) Investments in Equity Instruments

The Fair Value of investments in equity instruments is derived from quoted market prices in active markets. The Fair Value of mutual funds is based on the published Net Asset Value (NAV) at the reporting date.

**NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****(Amount In INR Lakhs, Unless Otherwise Stated)****26.03 Fair Value Hierarchy**

The following hierarchy is used to determine and disclose the fair value of financial instruments by valuation technique:

Level 1: Quoted prices / published Net Assets Value (unadjusted) in active markets for identical assets or liabilities. It includes fair value of financial instruments traded in active markets and are based on quoted market prices at the Balance Sheet date and financial instruments like mutual funds for which Net Assets Value is published by mutual fund operators at the Balance Sheet date.

Level 2: Inputs, other than quoted prices included within level 1, that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices). It includes fair value of the financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined by using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on the Company specific estimates. If all significant inputs required to fair value an instrument are observable then instrument is included in level 2.

Level 3: Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs). If one

or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

27. FINANCIAL RISK MANAGEMENT - OBJECTIVE AND POLICIES

The Company is exposed to market risk and credit risk. Risk management is carried out by the company under policies approved by the Board of Directors. This Risk management plan defines how risks associated with the Company will be identified, analysed, and managed. It outlines how risk management activities will be performed, recorded, and monitored by the Company. The basic objective of risk management plan is to implement an integrated risk management approach to ensure all significant areas of risks are identified, understood and effectively managed, to promote a shared vision of risk management and encourage discussion on risks at all levels of the organization to provide a clear understanding of risk / benefit trade-offs, to deploy appropriate risk management methodologies and tools for use in identifying, assessing, managing and reporting on risks, and to determine the appropriate balance between cost and control of risk and deploy appropriate resources to manage/optimize key risks. Activities are developed to provide feedback to management and other interested parties (e.g. Audit committee, Board etc.). The results of these activities ensure that risk management plan is effective in the long term.

27.01 Market Risk and Sensitivity:

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 three types of risk: foreign currency rate risk, interest rate risk and other price risks, such as equity price risk and commodity risk. Financial instruments affected by market risk include loans and borrowings, deposits and investments.

(a) Foreign Currency Exchange Risk and Sensitivity

Foreign exchange risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign currency exchange rates. The Company is not involved in Foreign Currency Transaction and therefore the Company is not exposed to Foreign Currency Exchange Risk.

**NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****(Amount in INR Lakhs, Unless Otherwise Stated)****(b) Interest Rate Risk and Sensitivity :**

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 interest rates. However, the Company does not have any financial instruments which is exposed to Interest Rate Risk.

(c) Commodity Price Risk :

The Company's revenue primarily involves sales of goods and does not involve any service. Therefore, the Company is exposed to Commodity price risks.

27.02 Credit Risk

Credit risk is the risk that a counter party will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks and other financial instruments.

a) Trade Receivables :

The Company extends credit to customers in normal course of business. The Company considers factors such as credit track record in the market and past dealings with the Company for extension of credit to customers. The Company evaluates the concentration of risk with respect to trade receivables as low. Therefore, the Company does not expect any material risk on account of non performance by any of the counterparties.

b) Financial Instruments and Cash Deposits :

The Company considers factors such as track record, size of the institution, market reputation and service standards to select the banks with which balances are maintained. The Company does not maintain significant cash in hand. Excess balance of cash other than those required for its day to day operations is deposited into the bank.

27.03 Liquidity Risk :

Liquidity risk is the risk that the Company may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses. It will encounter difficulty in raising funds to meet commitments associated with financial instruments that are settled by delivering cash or another financial asset. The Company's objective is to, at all times, maintain optimum levels of liquidity to meet its cash and collateral requirements.

Competition and Price Risk :

The Company faces competition from local and foreign competitors. Nevertheless, it believes that it has competitive advantage in terms of high quality products and by continuously upgrading its expertise and range of products to meet the needs of its customers.

**BANGANGA PAPER INDUSTRIES LIMITED****41st Annual Report 2024-25****NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****(Amount In INR Lakhs, Unless Otherwise Stated)****28. FINANCIAL RATIOS**

Ratio	Numerator	Denominator	FY 2024-25	FY 2023-24	% of increase or decrease	Reasons
Current Ratio (in times)	Current assets	Current liabilities	17.27	2.16	699.41%	Thus is on account of higher loans and advances
Debt-Equity Ratio (in times)	Total Debt	Shareholder's Equity	0.002	-	0.00%	Not Applicable
Debt Coverage Ratio (in times)	Earnings available for debt service	Debt Service	-	-	-	Not Applicable
Return on Equity (ROE) (in %)	Net Profits after taxes	Average Shareholder's Equity	-2.17%	-7.53%	-71.10%	This is due to absence of sales and thus losses incurred for the year
Inventory Turnover Ratio (in days)	Sales	Average Inventory	-	-	-	Not Applicable
Trade Receivables turnover ratio (in times)	Revenue	Average Trade Receivables	-	2.78	-100.00%	This is due to absence of sales.
Trade payables turnover ratio (in times)	Purchases of Goods & Services and other expenses	Average Trade Payables	-	-	-	Not Applicable
Net capital turnover ratio (in times)	Revenue	Working Capital	-	1.41	-100.00%	This is due to absence of sales.
Net profit ratio (in %)	Net Profits after taxes	Revenue	0.00%	-5.55%	-100.00%	This is due to absence of sales and thus losses incurred for the year
Return on Capital employed (in %)	Earnings before interest & taxes	Capital Employed	-1.11%	-7.82%	-85.81%	This is due to absence of sales and thus losses incurred for the year
Return on investment (in %)	Income generated from investment	Average invested funds in treasury investments	0.00%	0.00%	-	Not Applicable

**NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****(Amount In INR Lakhs, Unless Otherwise Stated)****29. OTHER STATUTORY INFORMATION****29.01 Cryptocurrency and Virtual Currency Transactions**

The Company has not traded or invested in cryptocurrency or virtual currency during the financial year.

29.02 Loans, Advances, and Investments to Intermediaries

The Company has not advanced, loaned, or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries), with the understanding that the Intermediary shall:

- (a) 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
- (b) Provide any guarantee, security, or the like to or on behalf of the Ultimate Beneficiaries.

29.03 Funds Received from Funding Party

The Company has not received any funds from any person(s) or entity(ies), including entities (Funding Party), with the understanding (whether recorded in writing or otherwise) that the:

- (a) Funding Party shall 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
- (b) Provide any guarantee, security, or the like on behalf of the Ultimate Beneficiaries.

29.04 Transactions Not Recorded in Books of Account

The Company does not have any transactions that were not recorded in the books of account or disclosed as income during the year in the tax assessments under the Income-tax Act, 1961.

29.05 Benami Property Proceedings

No proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder.

29.06 Declaration as Wilful Defaulter

The Company has not been declared a wilful defaulter by any bank, financial institution, or other lender.

29.07 Transactions with Struck-off Companies

The Company does not have any transactions with companies that have been struck off under Section 248 of the Companies Act, 2013 or Section 560 of the Companies Act, 1956.

29.08 Borrowings Secured by Current Assets

The Company does not have any borrowings from banks or financial institutions that are secured by current assets.

29.09 Internal Financial Control

During the year, the Company has identified certain weaknesses in its internal financial controls over financial reporting. The Management is in the process of implementing appropriate measures to strengthen the controls and ensure compliance with the requirements of Section 143(3)(i) of the Companies Act, 2013.



BANGANGA PAPER INDUSTRIES LIMITED

41st Annual Report 2024-25

NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025

(Amount In INR Lakhs, Unless Otherwise Stated)

30. Amendment of Financial Statements

The Management and authorities have the power to amend the financial statements in accordance with Section 130 and 131 of the Companies Act, 2013.

As per our report of even date

For Jain Chhajed & Associates

FRN No. 127911W

Chartered Accountants

For and on Behalf of Board of Directors

CA Suyash Chhajed

Partner

M. No.:121597

Chetan Dhatrak

Director

DIN: 10064427

Jayshree Dhatrak

Director

DIN: 10064293

Place : Nashik

Dated : 15/05/2025

UDIN: 25121597BMIFYW4958

Santosh B. Ugale

CFO

Jitendra R. Patil

CS

M.NO. 39055

**NOTES TO THE STANDALONE FINANCIAL STATEMENTS**

for the year ended March 31, 2025

Note 1: Material accounting policies**A. Corporate Information**

Banganga Paper Industries Limited (Earlier Known as Inertia Steel Limited) ("the Company") is domiciled and incorporated in India under the provision of the Companies Act, 1956 and its shares are listed on the Bombay Stock Exchange ('BSE'). The registered office of the Company is situated at 422, Tulsiani Chambers, Nariman Point, Mumbai - 400021, Maharashtra, India.

The Company is Primarily engaged in Trading of Goods/Provision of Services.

The financial statements of the Company for the year ended 31st March, 2025 were approved and adopted by the Board of Directors at their meeting held on 15th May, 2025.

B. Material Accounting Policies**a) Statement of Compliance**

The standalone financial statements of the Company have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 and relevant provisions of the Companies Act, 2013 ("the Act") (as amended from time to time).

b) Basis of preparation

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

- certain financial assets and liabilities that are measured at fair value;
- defined benefit plans - plan assets measured at fair value; and
- share-based payments.

The financial statements are presented in Indian Rupees which is the functional currency and presentation currency of the Company and all values are rounded to the nearest lakhs (INR 00,000), except where otherwise indicated.

c) Operating cycle

The operating cycle of the Company is the time between the acquisition of assets for processing and their realisation in cash or cash equivalents. When the Company's normal operating cycle is not clearly identifiable, it is assumed to be twelve months.

**d) Property, plant and equipment****Recognition and measurement**

Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment, if any. The cost of property, plant and equipment includes purchase price, including freight, duties, taxes and any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

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

Property, plant and equipment are derecognized from financial statements, either on disposal or when no economic benefits are expected from its use or disposal. The gain or losses arising from disposal of property, plant and equipment are recognized in the Statement of Profit and Loss in the year of occurrence.

Assets under construction include the cost of property, plant and equipment that are not ready to use at the balance sheet date. Advances paid to acquire property; plant and equipment before the balance sheet date are disclosed under other non-current assets. Assets under construction are not depreciated as these assets are not yet available for use.

Subsequent expenditures

Subsequent expenditures related to an item of property, plant and equipment are added to its carrying value only when it is probable that the future economic benefits from the asset will flow to the Company and cost can be reliably measured. All other repair and maintenance costs are recognized in the Statement of Profit and Loss during the year in which they are incurred.

Intangible Assets

An intangible asset shall be recognized if, and only if:

- a) it is probable that the expected future economic benefits that are attributable to the asset will flow to the Company; and
- b) the cost of the asset can be measured reliably.

Intangible assets are stated at cost less accumulated amortization and impairment. Intangible assets are amortized over their respective individual estimated useful lives on a straight-line basis, from the date that they are available for use.

Computer software's / licenses are carried at historical cost. They have an expected finite useful life of 3 years and are carried at cost less accumulated amortization and impairment losses. Computer licenses which are purchased on annual subscription basis are expensed off in the year of purchase.

Depreciation and amortization

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value.

Depreciation / Amortization on property, plant & equipment of the Company has been provided using the straight line method based on the useful life specified in Schedule II to the Companies Act, 2013. The useful life is as follows:



Class of Asset	Useful Life (in years)
Buildings	30
Plant & Equipment	8
Furniture & Fixtures	10
Office Equipment	5
Vehicles	8
Computers	3

Assets acquired on lease and leasehold improvements are amortized over the primary period of the lease on straight line basis.

The estimated useful lives and residual values of the property, plant & equipment and intangible assets are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

e) Impairment of non-financial assets:

The carrying values of all non-current assets are reviewed for impairment, either on a stand-alone basis or as part of a larger cash generating unit, when there is an indication that the assets might be impaired. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less cost of disposal and value in use. Any provision for impairment is charged to the income statement in the year concerned. Non-financial assets that suffered an impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

f) Leases

The Company has evaluated its lease arrangements in accordance with Ind AS 116 – Leases, and has concluded that it does not have any arrangements that qualify as leases. Accordingly, the requirements of Ind AS 116 are not applicable for the year ended March 31, 2025.

g) 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

The Company classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and
- those measured at amortised cost.

The classification depends on the Company's business model for managing financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in the statement of profit and loss or other comprehensive income. For investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments, this will depend on whether the Company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income.

Amortised cost: Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost.



Fair value through profit or loss: Assets that do not meet the criteria for amortised cost or FVOCI are measured at fair value through profit or loss.

Financial liabilities

All financial liabilities (other than derivative instruments) are subsequently measured at amortized cost using the effective interest method. The carrying amounts of financial liabilities that are subsequently measured at amortized cost are determined based on the effective interest method. Interest expense that is not capitalised as a part of cost of an asset is included in the "Finance Costs".

Trade Receivables

Trade receivables are amounts due from customers for goods sold or services rendered in the ordinary course of business. They are classified as current assets if collection is expected within the Company's normal operating cycle or within 12 months after the reporting date, whichever is longer. Trade receivables are initially recognized at transaction price and are subsequently measured at amortized cost, less provision for impairment, if any. The Company applies the simplified approach permitted by Ind AS 109 – Financial Instruments to measure expected credit losses (ECL) on trade receivables, which requires lifetime expected credit losses to be recognized from initial recognition of the receivables.

h) Revenue recognition**Revenue from Operations**

Revenue from the sale of goods is recognized when it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the proceeds are received. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes and duties collected on behalf of the Government.

Revenue from the sale of goods is recognized when the significant risks and rewards of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated cost can be estimated reliably, there is no continuing effective control or managerial involvement with the goods, and the amount of revenue can be measured reliably. Revenue is recognized net of trade discounts, rebates, and applicable taxes.

During the year, the Holding Company did not have any sale of goods.

Sale of Services

Revenue from sale of services is recognized as per the terms of the contract with the buyer, based on the stage of completion, when the outcome of the transaction can be reliably estimated. The percentage of completion method requires the Company to estimate the services performed to date as a proportion of the total services to be performed.

Interest Income:

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

i) Inventories:**Trading Unit**

Inventories are valued at lower of cost and net realisable value. Cost of Inventories comprise costs of purchase and other costs incurred in bringing the inventories to their



present condition and location. Net realisable value is the estimated selling price in the ordinary course of business less necessary costs to complete the sale.

j) Cash and cash equivalents

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

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

k) Foreign currency transactions

Foreign currency transactions are recorded at the exchange rates prevailing on the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate prevailing as at the reporting date. Exchange differences arising on settlement or translation of monetary items are recognized in the Statement of Profit and Loss in the year in which they arise.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated at the exchange rates prevailing at the date of the transaction. Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined.

l) Taxes

Income tax expense represents the sum of the current tax and deferred tax.

Current tax charge is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of profit and loss because some items of income or expense are taxable or deductible in different years or may never be taxable or deductible. The Company's liability for current tax is calculated using Indian tax rates and laws that have been enacted by the reporting date.

Current tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority.

The Company periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Deferred tax is the tax expected to be payable or recoverable in the future arising from temporary differences between the carrying amounts of assets and liabilities in the balance sheet and the corresponding tax bases used in the computation of taxable profit. It is accounted for using the balance sheet liability method. Deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which deductible temporary differences can be utilised. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset realised, based on tax rates that have been enacted or substantively enacted by the reporting date.

Deferred income tax assets and liabilities are off-set against each other and the resultant net amount is presented in the balance sheet, if and only when the Company currently has a legally enforceable right to set-off the current income tax assets and liabilities.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the asset to be recovered.

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



MAT Credit is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the MAT credit becomes eligible to be recognised as an asset, the said asset is created by way of a credit to the statement of profit and loss and shown as MAT credit entitlement. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT credit entitlement to the extent there is no longer convincing evidence to the effect that the Company will pay normal income tax during the specified period.

m) Earnings per share

Basic earnings per share is calculated by dividing the profit for the period attributable to the owners of Company by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares.

Diluted earnings per share is computed using the net profit for the year attributable to the shareholder' and weighted average number of equity and potential equity shares outstanding during the year including share options, convertible preference shares and debentures, except where the result would be anti-dilutive. Potential equity shares that are converted during the year are included in the calculation of diluted earnings per share, from the beginning of the year or date of issuance of such potential equity shares, to the date of conversion.

n) Employee benefits**a) Short term employee benefits**

A liability is recognised for benefits accruing to employees in respect of salaries, wages, performance incentives, medical benefits and other short term benefits in the period the related service is rendered, at the undiscounted amount of the benefits expected to be paid in exchange for that service.

b) Post-Employment Benefits**Defined Contribution Plans**

The Company's/Group's defined contribution plans include Superannuation, Employees' Pension Scheme (under the provisions of the Employees' Provident Funds and Miscellaneous Provisions Act, 1952), statutory Provident Fund (PF), and Employees' State Insurance (ESIC). Contributions under these plans are recognized as an expense in the Statement of Profit and Loss on an accrual basis in the period in which they are incurred. The Company has no further obligation beyond making these contributions.

Defined Benefit Plans

Liability for defined benefit plans, such as gratuity is determined based on valuations carried out by an independent actuary as at the balance sheet date. These plans require the Company/Group to provide a specified benefit to employees, and the obligation is recognized in the Statement of Profit and Loss over the period of employment using the projected unit credit method.

Gratuity:

The Company/Group provides for gratuity, a defined benefit plan covering eligible employees. As per Ind AS 19 – Employee Benefits, gratuity is recognized only for employees who have completed the minimum qualifying period of continuous service under the Payment of Gratuity Act, 1972.



Holding Company: Since the Company does not have sufficient employees on its rolls, disclosures as required under Ind AS 19 have not been provided.

Subsidiary Company: The subsidiary was incorporated in FY 2023-24. As at March 31, 2025, no employee has completed the minimum qualifying period of five years' continuous service. Accordingly, no provision for gratuity is required, and no actuarial valuation has been carried out.

o) Investment in subsidiary.

Investments in subsidiary companies are carried at cost in accordance with Ind AS 27 – *Separate Financial Statements*. These investments are tested for impairment whenever there is an indication that the carrying amount may not be recoverable. Any impairment loss is recognized in the Statement of Profit and Loss. Dividend income from such investments is recognized in the Statement of Profit and Loss when the right to receive the dividend is established.

p) Exceptional items

When items of income or expense are of such nature, size or incidence that their disclosure is necessary to explain the performance of the Company for the year, the Company makes a disclosure of the nature and amount of such items separately under the head "Exceptional items".

q) Segment reporting

The Company/Group is primarily engaged in a single business activity and operates in a single geographical segment. In accordance with Ind AS 108 – *Operating Segments*, no separate reportable segments exist for the year ended March 31, 2025. Consequently, segment reporting is not applicable for the year.

For the purpose of this assessment, the Company/Group has considered the internal reporting provided to the Chief Operating Decision Maker (CODM) and has concluded that all operations relate to a single business segment and are conducted within a single geographic region.

The Managing Director of the Company has been identified as CODM and he is responsible for allocating the resources, assess the financial performance and position of the Company and makes strategic decisions.

r) Provision and contingent liabilities

A provision is recognised if as a result of a past event, the Company has a present obligation (legal or constructive) that can be estimated reliably and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are recognised at the best estimate of the expenditure required to settle the present obligation at the balance sheet date.

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

**Note 2: Critical estimates and judgements**

In applying the accounting policies, which are described in note 1B, the management are required to make judgements (other than those involving estimations) that have a significant impact on the amounts recognized and to make estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and after considering the impact of macro-economic factors including geo-political factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

This note provides an overview of the areas that involved a higher degree of judgement or complexity, and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed.

a) Tax:

The Company reviews at each balance sheet date the carrying amount of deferred tax assets. The factors used in estimates may differ from actual outcome which could lead to an adjustment to the amounts reported in the financial statements.

b) Estimation of useful life

Useful lives of tangible assets and intangible assets are based on the estimate by the management. The useful lives as estimated are same as prescribed in Schedule II of the Companies Act, 2013. In cases, where the useful lives are different from that prescribed in Schedule II, they are based on management estimate, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes, manufacturers' warranties and maintenance support. Assumptions also need to be made, when the Company assesses, whether an asset may be capitalized and which components of the cost of the asset may be capitalised.

The useful lives and residual values of Company's assets are determined by management at the time the asset is acquired and reviewed annually for appropriateness. The lives are based on historical experience with similar assets as well as anticipation of future events which may impact their life such as changes in technology.

c) Provisions and contingent liabilities

The Company exercises judgement in measuring and recognising provisions and the exposures to contingent liabilities related to pending litigation or other outstanding claims subject to negotiated settlement, mediation, arbitration or government regulation, as well as other contingent liabilities. Judgement is necessary in assessing the likelihood that a pending claim will succeed, or a liability will arise, and to quantify the possible range of the financial settlement. Because of the inherent uncertainty in this evaluation process, actual losses may be different from the originally estimated provision.

d) Impairment of assets

The Company reviews the carrying amounts of its property, plant and equipment, Capital work in progress and intangible assets, whenever events or changes in



circumstances indicate that the carrying amount may not be recoverable. If any such indication exists, the recoverable amount of the asset is estimated to determine the extent of the impairment loss (if any). Further details on the Company's accounting policies on this are set out in the accounting policy above. Determining whether an asset is impaired requires an estimation of the recoverable amount, which requires company to estimate the Fair value less cost of disposal.

e) Investment in Subsidiary

The carrying amount of the Company's investment in its subsidiary is subject to management's estimates and judgements regarding its recoverable value. Under Ind AS 27 – *Separate Financial Statements*, investments in subsidiaries are carried at cost. Management assesses whether there is any indication of impairment in the value of the investment. This assessment involves estimating the recoverable amount based on the subsidiary's future cash flows, expected profitability, and overall business outlook. Any change in these estimates could lead to recognition of an impairment loss in the Statement of Profit and Loss.

In the current year, no impairment loss has been recognized as management believes that the carrying amount of the investment is fully recoverable.

f) Employee Benefits

The measurement of employee benefits, particularly defined benefit plans such as gratuity, involves management estimates and judgements regarding actuarial assumptions including discount rates, future salary increases, employee turnover, and mortality rates.

During the year:

Holding Company: Since the Company does not have sufficient employees on its rolls, no provision for gratuity has been recognized, and no actuarial assumptions have been applied.

Subsidiary Company: The subsidiary was incorporated in FY 2023-24. As at March 31, 2025, no employee has completed the minimum qualifying period of five years' continuous service under the Payment of Gratuity Act, 1972. Accordingly, no provision for gratuity has been recognized, and no actuarial assumptions have been applied. For defined contribution plans such as Provident Fund (PF) and Employees' State Insurance (ESIC), contributions are made as per statutory requirements and recognized as an expense on an accrual basis; no further estimates or judgements are involved.

g) Consolidation Adjustments

During the preparation of the consolidated financial statements, management applies judgements and estimates to eliminate the effects of inter-company transactions and balances in accordance with Ind AS 110 – Consolidated Financial Statements.

Key areas requiring judgement and estimation include:

Inter-company Balances and Loans: Determining the correct elimination of outstanding balances, including advances, loans, and fixed deposits, between the Holding Company and its Subsidiary.

Inter-company Transactions: Eliminating inter-company sales, purchases, and other transactions to avoid double counting of revenue and expenses.

Unrealized Profits: Assessing and eliminating unrealized profits arising from inter-company transfers of inventory, fixed assets, or other items.

Minority Interests (if applicable): Judgement in measuring the non-controlling interest in the net assets and profit/loss of the Subsidiary.

Management believes that the assumptions and estimates applied in these consolidation adjustments are reasonable and provide a true and fair view of the consolidated financial position and results of operations.



BANGANGA PAPER INDUSTRIES LIMITED

41st Annual Report 2024-25

For Jain Chhajed & Associates
FRN No. 127911W
Chartered Accountants

For and on Behalf of Board of Directors
Banganga Paper Industries Limited

CA Suyash Chhajed
Partner
M. No.:121597

Place : Nashik
Dated : 15/05/2025
UDIN: 25121597BMIFYW4958

Chetan Dhattrak
Director
DIN: 10064427

Santosh B. Ugale
CFO

Jayshree Dhattrak
Director
DIN: 10064293

Jitendra R. Patil
CS
M.NO. 39055



**Independent Auditor's Report****To The Members of****Banganga Paper Industries Limited (Earlier Known as Inertia Steel Limited)****Report on the Audit of the Consolidated Financial Statements****Opinion**

We have audited the accompanying consolidated financial statements of **Banganga Paper Industries Limited** ("the Parent"), and its subsidiary (the Parent and its subsidiary together referred to as "the Group"), which comprise the Consolidated Balance Sheet as at March 31, 2025, and the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Cash Flows and the Consolidated Statement of Changes in Equity for the year ended on that date, and notes to the financial statements, including a summary of material accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view, except for the matters described in the basis for qualified opinion paragraph in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules 2015, as amended ("Ind AS") and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31, 2025, and their consolidated profit, their consolidated total comprehensive income, their consolidated cash flows and their consolidated changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing ("SAs") specified under section 143 (10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibility for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Qualified Opinion

1. As per the provisions of Section 138 of the Companies Act, 2013, a listed company is required to appoint an internal auditor. However, based on the information and explanations provided to us, Banganga Paper Industries Limited, being a listed company, has not appointed an internal auditor during the financial year under audit. This constitutes a non-compliance with the statutory requirements of the said section.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matter described below to be the key audit matter to be communicated in our report.



The Key Audit Matter	How the matter was addressed in our audit
1. Revenue Recognition from Sales	
<p>Revenue is measured net of returns, discounts and rate difference on the Company's sales.</p> <p>Revenue is recognized when the control of the underlying products has been transferred to the customer. Accuracy of revenues, onerous obligations and profits may deviate significantly on account of change in judgements and estimates.</p> <p>Considering the variability of assumptions involved in estimation of revenues, the same has been considered as a Key Audit Matter.</p>	<p>Our audit procedures included the following:</p> <ul style="list-style-type: none"> Assessing the appropriateness of the revenue recognition accounting policies, including those relating to sales returns, discounts and rate difference. Performing substantive testing (including year-end cutoff testing) by selecting samples of revenue transactions recorded during the year by verifying the underlying documents, which included sales invoices / e-invoice, etc. For sample customers, obtained and assessed the arrangements with the Company and impact on revenue recognition including their payment terms and right to returns. For sample customer balances, obtained direct confirmation and tested the reconciliations, if any.
2. Revenue Recognition from Government Grants	
<p>The Company's revenues include revenue from government grants amounting to INR 133.45 Lakhs, disclosed under Note 21 'Revenue from Operations'</p> <p>As per AS 12 "Accounting for Government Grant", Government grants available to the enterprise are considered for inclusion in accounts:</p> <p>(i) where there is reasonable assurance that the enterprise will comply with the conditions attached to them; and</p> <p>(ii) where such benefits have been earned by the enterprise and it is reasonably certain that the ultimate collection will be made.</p>	<p>Our audit procedures included:</p> <ul style="list-style-type: none"> We evaluated the recognition and measurement principles of sanctioning grants under the PSI Scheme, ensuring compliance with accounting standards. This included assessing revenue recognition conditions and the proper allocation of incentives over the performance period. We verified the company's compliance with PSI scheme eligibility criteria and performance obligations, ensuring documentation supported eligibility and annual cap of incentives. We assessed the adequacy of disclosure regarding performance linked incentives under PSI scheme in the financial statements and compliance with reporting requirements outlined by regulatory authorities.
3. Inventory Valuation	
<p>Inventories are held at the lower of landed cost and net realizable value (NRV).</p> <p>Due to high volume and nature of</p>	<p>Our audit procedures included:</p> <ul style="list-style-type: none"> Assessing the appropriateness of the inventory valuation method followed by the management and by comparing with applicable AS.



products, the company is dealing with and the absence of adequate records, valuation of inventory may be misstated.

Also, NRV is being based on the assumptions/judgment of the management. Inappropriate assumptions of NRV can impact the assessment of the carrying value of inventories.

- Performing substantive testing by selecting samples of inward and outward movement of inventory during the year by verifying the underlying documents, which included sales invoices / purchase invoice and bill of entry.
- Evaluating the design and implementation of the Company's internal controls over the Landed Cost of Inventory and Net Realizable Value (NRV) assessment.
- Considered the valuation certificate provided by the management and stock statements submitted to the banks.

We have determined that there are no other key audit matters to communicate in our report.

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

- The Parent's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility and Sustainability Report and Corporate Governance in Annual report, but does not include the consolidated financial statements, standalone financial statements and our auditor's report thereon.
- Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
- In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.
- If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Consolidated Financial Statements

The Parent's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated cash flows and consolidated changes in equity of the Group in accordance with the accounting principles generally accepted in India, including Ind AS specified under section 133 of the Act. The respective Board of Directors of the Companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair



view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Parent, as aforesaid.

In preparing the consolidated financial statements, the respective Management and Board of Directors of the companies included in the Group are responsible for assessing the ability of the respective entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intend to liquidate their respective entities or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are also responsible for overseeing the financial reporting process of the Group.

Auditors' Responsibility for the Audit of the Consolidated Financial Statements

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of financial statements on whether the Company has adequate internal financial controls with reference to consolidated financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the consolidated financial statement made by the Management.
- Conclude on the appropriateness of the Management and Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the appropriateness of this assumption. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated annual 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 consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entity included in the consolidated financial statements of which we are the independent auditors.

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

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements 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.

Emphasis of Matter

We draw attention to Foot Note (a) of Note No. 17 – Trade Payables, wherein management of the company has disclosed that some of the creditors have not intimated their status as 'MSME Suppliers' as per 'Micro, Small and Medium Enterprises Development Act, 2006' and they have been classified under Non MSME creditors. In absence of any corroborative evidence we are unable to confirm if the said classification is correct or not. Our opinion is not qualified in this matter.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit of the consolidated financial statements, we report, to the extent applicable, that:
 - j) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.



- k) In our opinion, proper books of account as required by law are maintained by the Group including relevant records relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books.
- l) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including Other Comprehensive Income, the Consolidated Statement of Cash Flows and the Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
- m) In our opinion, the aforesaid Consolidated financial statements comply with the Indian Accounting Standard (Ind AS) specified under Section 133 of the Act.
- n) The observation relating to the maintenance of accounts and other matters connected therewith, are as stated in paragraph (b) above.
- o) *With respect to the adequacy of the internal financial controls with reference to consolidated financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure A" which is based on the auditors' reports of the Parent and subsidiary company. Our report expresses a Qualified opinion on the adequacy and operating effectiveness of internal financial controls with reference to consolidated financial statements of those companies.*
- p) 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, and based on our audit of the respective companies, the remuneration paid by the Parent and the subsidiary company to their respective directors during the year is in accordance with the provisions of Section 197 of the Act.

- q) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us;
- i. Based on the information and explanations provided to us, the Group does not have any pending litigations that would require disclosure of their impact on the consolidated financial position;
- ii. Based on the information and explanations provided to us, the Group does not have any material foreseeable losses on long-term contracts including derivative contracts.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Parent and its subsidiary company incorporated in India.
- iv. a) The respective Managements of the Parent and its subsidiary, which is a company incorporated in India, have represented to us that, to the best of their knowledge and belief, as disclosed in note 44.02 (a) to the consolidated financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Parent or the subsidiary to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner



whatsoever by or on behalf of the Parent or the subsidiary ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

- b) The respective Managements of the Parent and its subsidiary, which is a company incorporated in India, have represented to us that, to the best of their knowledge and belief, as disclosed in the note 44.02 (b) to the consolidated financial statements, no funds have been received by the Parent or the subsidiary from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Parent or the subsidiary shall, 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 performed by us, which we 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.
- d) The Company has neither declared nor paid any dividend during the year.

- e) Based on our examination, we note that the Parent Company has used an accounting software for maintaining its books of account for the financial year ended March 31, 2025. While the software includes a feature for recording an audit trail (edit log), we observed that this feature was *not consistently operated* throughout the year for all relevant transactions. Consequently, an

audit trail was not consistently available for our examination during the course of our audit. We are therefore unable to comment on whether the audit trail feature was tampered with or preserved in accordance with the statutory requirements for record retention for the entire financial year. We have, however, performed alternative audit procedures to obtain sufficient appropriate audit evidence on the accuracy of the books of account.

- f) With respect to the matters specified in clause (xxi) of paragraph 3 and paragraph 4 of the Companies (Auditor's Report) Order, 2020 ("CARO"/ "the Order") issued by the Central Government in terms of Section 143(11) of the Act, according to the information and explanations given to us, and Based on the CARO report issued by us of subsidiary company included in the consolidated financial statements to which reporting under CARO is applicable, we report that there are no qualifications or adverse remarks by the auditors in the CARO reports of the subsidiary company included in the consolidated financial statements except as stated below.

Sr. No.	Name of the company	Paragraph numbers of the CARO report
1	Banganga Paper Mills Limited	4. Paragraph i clause a sub clause A 5. Paragraph ii clause a 6. Paragraph ii clause b

For JAIN CHHAJED AND ASSOCIATES
Chartered Accountants



BANGANGA PAPER INDUSTRIES LIMITED

41st Annual Report 2024-25

FRN No. 127911W

CA Suyash Chhajed

Partner

M. No. 121597

UDIN: 25121597BMIFYX9767

Place: Nashik

Dates: May 15, 2025



**Annexure 'A' to the Independent Auditor's Report**

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

Report on the Internal Financial Controls with reference to consolidated financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the consolidated Ind AS financial statements of the Company as at and for the year ended March 31, 2025, we have audited the internal financial controls with reference to consolidated financial statements of **Banganga Paper Industries Limited** (hereinafter referred to as "Parent") and its subsidiary company which is a company incorporated in India, as of that date.

Management's and Board of Directors' Responsibilities for Internal Financial Controls

The respective Company's management and Board of Directors of the Parent and its subsidiary company which is a company incorporated in India, are responsible for establishing and maintaining internal financial controls with reference to consolidated financial statements based on "the internal control with reference to consolidated financial statements criteria established by the respective Companies 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 (ICAI)". These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective 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 internal financial controls with reference to consolidated financial statements of the Parent and its subsidiary company which is a company incorporated in India, based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing, prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls with reference to consolidated financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to consolidated financial statements 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 consolidated financial statements and their operating effectiveness. Our audit of internal financial controls with reference to consolidated financial



statements included obtaining an understanding of internal financial controls with reference to consolidated financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditor of the subsidiary company which is a company incorporated in India, in terms of their report referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to consolidated financial statements of the Parent and its subsidiary company which is a company incorporated in India.

Meaning of Internal Financial Controls with reference to consolidated financial statements

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

Inherent Limitations of Internal Financial Controls with reference to consolidated financial statements

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Parent and its subsidiary company, which is incorporated in India and audited by us, have not maintained, in all material respects, adequate internal financial controls with reference to consolidated financial statements as at March 31, 2025. Based on our audit and the criteria for internal financial control with reference to consolidated financial statements established by the respective companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the



BANGANGA PAPER INDUSTRIES LIMITED

41st Annual Report 2024-25

Institute of Chartered Accountants of India, certain material weaknesses were identified in the design and operating effectiveness of such internal financial controls.

A material weakness is a deficiency, or a combination of deficiencies, in internal financial control with reference to consolidated financial statements, such that there is a reasonable possibility that a material misstatement of the consolidated financial statements will not be prevented or detected on a timely basis

For JAIN CHHAJED AND ASSOCIATES
Chartered Accountants
(Firm Registration No: 127911W)

CA Suyash Chhajed
Partner
(Membership No. 121597)
UDIN: 25121597BMIFYX9767

Place: Nashik
Date: May 15, 2025



**BANGANGA PAPER INDUSTRIES LIMITED****41st Annual Report 2024-25****BANGANGA PAPER INDUSTRIES LIMITED****CIN : L51900MH1984PLC033082****AUDITED CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES AS ON 31ST MARCH, 2025****(Amount in INR Lakhs, Unless Otherwise Stated)**

Sr. No.	PARTICULARS	NOTES	As at 31.03.2025	As at 31.03.2024
I.	ASSETS			
1)	NON CURRENT ASSETS			
(a)	Property, Plant and Equipment	3	1,698.61	-
(b)	Capital Work in Progress	3	6.29	-
(c)	Investment Property		-	-
(d)	Goodwill		3.63	-
(e)	Other Intangible Asset		-	-
(f)	Financial Assets			
	(i) Investments	4	125.28	-
	(ii) Other Financial Assets	6	0.24	-
	(iii) Loans	5	14.12	-
(g)	Intangible asset under development		-	-
(h)	Deferred Tax Assets		-	-
	TOTAL NON CURRENT ASSETS		1,848.17	-
2)	CURRENT ASSETS			
(a)	Inventories	7	753.50	-
(b)	Financial Assets			
	(i) Investments		-	-
	(ii) Trade Receivables	8	651.23	18.25
	(iii) Cash and Cash Equivalents	9	68.57	1.07
	(iv) Bank Balances other than Cash & Cash Equivalents		-	-
	(v) Loans	10	16.06	-
	(vi) Other Current Assets	11	562.97	32.80
	(vii) Other Financial Assets		-	-
(c)	Other Current Assets		-	-
	TOTAL CURRENT ASSETS		2,052.34	52.12
	TOTAL ASSETS		3,900.50	52.12

**BANGANGA PAPER INDUSTRIES LIMITED****41st Annual Report 2024-25****BANGANGA PAPER INDUSTRIES LIMITED****CIN : L51900MH1984PLC033082****AUDITED CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES AS ON 31ST MARCH, 2025****(Amount In INR Lakhs, Unless Otherwise Stated)**

II. EQUITY AND LIABILITIES			
1) EQUITY			
(a) Equity Share Capital	12	1,197.88	24.88
(b) Other Equity	13	362.65	3.12
TOTAL EQUITY		1,560.53	28.00
(c) Non Controlling Interest		0.47	
2) LIABILITIES			
(a) NON-CURRENT LIABILITIES			
(i) Financial Liabilities			
(a) Borrowings	14	610.50	-
(b) Lease Liabilities		-	-
(c) Other Financial Liabilities		-	-
(ii) Provisions		-	-
(iii) Deferred Tax Liability	16	32.49	-
(iv) Other Non Current Liabilities			
TOTAL NON CURRENT LIABILITIES		643.46	-
(b) CURRENT LIABILITIES			
(i) Financial Liabilities			
(a) Borrowings	15	390.01	-
(b) Lease Liabilities		-	-
(c) Trade Payables			
Total Outstanding dues of MSME		882.01	-
Total Outstanding dues of Creditors other than MSME	17	241.34	
(d) Other Financial Liabilities		-	-
(ii) Other Current Financial Liabilities			-
(iii) Other Current Liabilities	18	63.20	20.00
(iv) Provisions	19	62.16	4.12
(iv) Current Tax Liabilities	20	57.79	-
TOTAL CURRENT LIABILITIES		1,696.52	24.12
TOTAL EQUITY AND LIABILITIES		3,900.50	52.12

The accompanying notes 1 to 45 are an integral part of the Standalone Financial Statements

In terms of our report attached

For Jain Chhajed & Associates**FRN No. 127911W****Chartered Accountants****For and on Behalf of Board of Directors****Banganga Paper Industries Limited****Chetan Dhattrak***Director*

DIN: 10064427

Jayshree Dhattrak*Director*

DIN: 10064293

CA Suyash Chhajed*Partner*

Mem No.121597

Place : Nashik

Dated : 15/05/2025

UDIN: 25121597BMIFYX9767

Santosh B. Ugale*CFO***Jitendra R. Patil***CS*

M.NO. 39055

**BANGANGA PAPER INDUSTRIES LIMITED****41st Annual Report 2024-25****BANGANGA PAPER INDUSTRIES LIMITED****CIN : L51900MH1984PLC033082****STATEMENT OF AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH 2025****(Amount In INR Lakhs, Unless Otherwise Stated)**

Sr.N o.	Particulars	Note	For the year ended 31.03.2025	For the year ended 31.03.2024
1	<u>INCOME</u>			
	Revenue from Operations	21	5,809.63	39.40
	Other Income	22	14.69	-
	TOTAL INCOME		5,824.32	39.40
2	<u>EXPENSES</u>			
	Cost of Material Consumed	23	5,297.26	30.65
	Purchases of Stock in Trade		-	-
	Change in Inventories of Finished Goods, Stock-in-Trade and Work in Progress	24	(128.83)	-
	Employee Benefits Expense	25	104.61	4.31
	Finance Cost	26	83.33	-
	Depreciation & Amortisation Expenses	27	140.92	-
	Other Expenses	28	61.15	6.63
	TOTAL EXPENSES		5,558.43	41.59
3	Profit / (Loss) before Tax (1-2)		265.89	(2.19)
4	<u>Tax Expenses :</u>			
	Provision for - Current Tax		55.04	-
	Deffered Tax		22.56	-
			77.60	-
5	Profit / (Loss) After Tax (3-4)		188.29	(2.19)
6	<u>Other Comprehensive Income</u>			
(i)	Items that will not be reclassified to profit or loss		-	-
(ii)	Items that will be reclassified to profit or loss		-	-
	Total Comprehensive Income for the year (Net of Tax)		188.29	(2.19)
7	Minority Interest		0.06	
8	Total Comprehensive Income for the year (6-7)		188.23	(2.19)
	Earnings Per Equity Share (FV of Rs. 1/- each)			
	(* not annualised) (In Rs)			
	Basic and Diluted (Rs. Ps.)	29	0.233	(0.088)

The accompanying notes 1 to 45 are an integral part of the Standalone Financial Statement

In terms of our report attached

For Jain Chhajed & Associates

FRN No. 127911W

Chartered Accountants

CA Suyash Chhajed

Partner

Mem No.121597

Place : Nashik

Dated : 15/05/2025

UDIN: 25121597BMIFYX9767

For and on Behalf of Board of Directors**Chetan Dhatrak**

Director

DIN: 10064427

Jayshree Dhatrak

Director

DIN: 10064293

Santosh B. Ugale

CFO

Jitendra R. Patil

CS

M.NO. 39055

**BANGANGA PAPER INDUSTRIES LIMITED****41st Annual Report 2024-25****BANGANGA PAPER INDUSTRIES LIMITED****CIN : L51900MH1984PLC033082****AUDITED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED ON 31ST MARCH, 2025****(Amount In INR Lakhs, Unless Otherwise Stated)**

Sr.N o.	Particulars	For the Year Ended	
		As at 31.03.2025	As at 31.03.2024
A	Cash Flow from Operating Activities		
	Net Profit Before Tax as per the Statement of Profit and Loss	265.89	(2.19)
	Adjustments for:		
	Depreciation	140.92	-
	Finance Costs	83.33	-
	Interest on Fixed Deposits	(12.93)	-
	Operating Profit before working capital changes	477.21	(2.19)
	Changes in working capital		
	(Increase) / Decrease in Trade Receivables	(632.97)	(12.80)
	(Increase) / Decrease in Other Current Assets and Loans	(546.23)	(8.20)
	(Increase) / Decrease in Non-Current Assets	(14.36)	-
	(Increase) / Decrease in Inventories	(753.50)	-
	Increase / (Decrease) in Trade Payables	1,123.35	-
	Increase / (Decrease) in Provisions and Other Current Liabilities	111.17	13.19
	Cash Generated from / (used in) operations	(235.34)	(10.00)
	Income Taxes Paid	-	(4.78)
	Minority Interest	(0.47)	-
	NET CASH FLOW FROM / (USED IN) OPERATING ACTIVITIES (A)	(235.81)	(14.78)
B	Cash Flow From Investing Activities		
	Investments in Property, Plant & Equipments	(1,845.81)	-
	Investments in Subsidiary	(125.28)	-
	Interest on Fixed Deposits	12.93	-
	Capital Advances	-	12.83
	NET CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES (B)	(1,958.16)	12.83
C	Cash Flow From Financing Activities		
	Proceeds from Share Capital	1,173.00	-
	Proceeds from Securities Premium	219.53	-
	Proceeds from Reserves	(48.23)	-
	Proceeds from Borrowings	1,000.50	-
	Payment of Finance Costs	(83.33)	-
	NET CASH FLOW FROM / (USED IN) FINANCING ACTIVITIES (C)	2,261.48	-
	NET INCREASE / (DECREASE) IN CASH & CASH EQUIVALENTS (A + B + C)	67.51	(1.95)
	Cash and Cash Equivalents at the beginning of the year	1.07	3.01
	CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	68.57	1.07
	CASH AND CASH EQUIVALENTS COMPRISES		
	Balances with Banks		
	On Current / Escrow Accounts	63.99	0.96
	Deposits with original maturity of less than three months	-	-
	Cash on hand	4.58	0.11
	TOTAL CASH AND BANK BALANCES AT THE END OF THE YEAR	68.57	1.07



BANGANGA PAPER INDUSTRIES LIMITED

41st Annual Report 2024-25

BANGANGA PAPER INDUSTRIES LIMITED
CIN : L51900MH1984PLC033082

AUDITED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED ON 31ST MARCH, 2025

The accompanying notes 1 to 45 are an integral part of the Standalone Financial Statements
Standalone Statement of Cash Flow Statement has been prepared under the "Indirect Method"
as set out in Ind AS - 7 'Statement of Cash Flows'

In terms of our report attached

For Jain Chhajed & Associates

FRN No. 127911W

Chartered Accountants

CA Suyash Chhajed

Partner

Mem No.121597

For and on Behalf of Board of Directors

Chetan Dhatrak

Director

DIN: 10064427

Jayshree Dhatrak

Director

DIN: 10064293

Place : Nashik

Dated : 15/05/2025

UDIN: 25121597BMIFYX9767

Santosh B. Ugale

CFO

Jitendra R. Patil

CS

M.NO. 39055

**BANGANGA PAPER INDUSTRIES LIMITED****41st Annual Report 2024-25****CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED MARCH 31, 2025****A. EQUITY SHARE CAPITAL****(Amount In INR Lakhs, Unless Otherwise Stated)**

Particulars	As at 31.03.2025	As at 31.03.2024
Balance at the beginning of the current reporting year	24.88	24.88
Changes in Equity Share Capital due to prior year errors	-	-
Restated balance at the beginning of the current reporting year	24.88	24.88
Changes in equity share capital during the current year	1,173.00	-
Balance at the end of the current reporting year	1,197.88	24.88

B. OTHER EQUITY

PARTICULARS	Equity Component of Compound Financial Instruments	Reserves and Surplus					Revalua tion Reserve	Item of OCI Remeasureme nts of Defined Benefit Plans	Total
		Capital Reserv e	Securities Premium	General Reserve	Capital Redemption Reserve	Retained Earnings			
Balance as at April 01, 2024	-	-	-	-	-	3.12	-	-	3.12
Profit for the year	-	-	-	-	-	188.23	-	-	188.23
Securities Premium arised on issue of shares	-	-	234.60	-	-	-	-	-	234.60
Expenses incurred	-	-	(15.07)	-	-	(48.23)	-	-	(63.30)
Other comprehensive income / (loss) (net of tax)	-	-	-	-	-	-	-	-	-
Balance as at 31st March, 2025	-	-	219.53	-	-	143.12	-	-	362.65
Balance as at April 01, 2023	-	-	-	-	-	5.31	-	-	5.31
Profit for the year	-	-	-	-	-	(2.19)	-	-	(2.19)
Other comprehensive income / (loss) (net of tax)	-	-	-	-	-	-	-	-	-
Balance as at 31st March, 2024	-	-	-	-	-	3.12	-	-	3.12

Foot Note:

(a) Retained earnings represents the cumulative profits of the Company which can be utilised in accordance with the provisions of the Companies Act, 2013.

(b) Securities Premium Reserve represents the amount received in excess of par value of Securities issued by the Company, which may be utilised for purposes specified u/s 52(2) of the Companies Act, 2013.

The accompanying notes 1 to 45 are an integral part of the Standalone Financial Statements

In terms of our report attached

For Jain Chhajed & Associates

FRN No. 127911W

Chartered Accountants

For and on Behalf of Board of Directors

CA Suyash Chhajed

Partner

Mem No.121597

Chetan Dhatriak

Director

DIN: 10064427

Jayshree Dhatriak

Director

DIN: 10064293

Place : Nashik

Dated : 15/05/2025

UDIN: 25121597BMIFYX9767

Santosh B. Ugale

CFO

Jitendra R. Patil

CS

M.NO. 39055

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****NOTE 3: PROPERTY, PLANT AND EQUIPMENTS AND CAPITAL WORK IN PROGRESS**

Particulars	As at 31.03.2025	As at 31.03.2024
Carrying amounts of:		
Factory Land	368.55	-
Factory Buildings	271.85	-
Plant & Equipment	987.71	-
Furniture & fixtures	2.45	-
Vehicles	64.08	-
Office Equipment	2.44	-
Computer	1.52	-
TOTAL	1,698.61	-
Capital work-in-progress (CWIP)	6.29	-
TOTAL - CWIP	6.29	-

COST OF ASSETS

Particulars	Factory Land	Factory Buildings and Electrifications	Plant & Equipment	Furniture & fixtures	Vehicles	Office Equipment	Computer	Total
Balance as at April 01, 2023	-	-	-	-	-	-	-	-
Additions								-
Disposals / adjustments*	-	-	-	-	-	-	-	-
Balance as at March 31, 2024	-	-	-	-	-	-	-	-
Balance as at April 01, 2024	365.50	279.37	979.22	2.88	38.56	3.47	0.78	1,669.78
Additions	3.05	6.43	196.94	-	33.69	-	1.24	241.35
Disposals / adjustments*	-	-	2.68	-	-	-	-	2.68
Balance as at March 31, 2025	368.55	285.80	1,173.48	2.88	72.25	3.47	2.02	1,908.45

ACCUMULATED DEPRECIATION

Particulars	Freehold Land	Factory Buildings and Electrifications	Plant & Equipment	Furniture & fixtures	Vehicles	Office Equipment	Computer	Total
Balance as at April 01, 2023	-	-	-	-	-	-	-	-
Depreciation expense	-							-
Eliminated on disposal of assets	-	-	-	-	-	-	-	-
Balance as at March 31, 2024	-	-	-	-	-	-	-	-
Balance as at April 01, 2024	-	5.00	60.68	0.15	2.58	0.37	0.14	68.92
Depreciation expense	-	8.95	125.10	0.27	5.59	0.66	0.36	140.92
Eliminated on disposal of assets	-	-	-	-	-	-	-	-
Balance as at March 31, 2025	-	13.94	185.78	0.43	8.17	1.03	0.50	209.85
Carrying Amount as at March 31, 2024	-	-	-	-	-	-	-	-
Carrying Amount as at March 31, 2025	368.55	271.85	987.71	2.45	64.08	2.44	1.52	1,698.61



BANGANGA PAPER INDUSTRIES LIMITED

41st Annual Report 2024-25

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025

NOTE 3: PROPERTY, PLANT AND EQUIPMENTS AND CAPITAL WORK IN PROGRESS

Movement in capital work-in-progress is as follows:

Particulars	As at 31.03.2025	As at 31.03.2024
As at the beginning of the year	-	-
Additions / (Capitalisations)	6.29	-
As at the end of the year	6.29	-

AGEING FOR CAPITAL WORK-IN-PROGRESS AS AT MARCH 31, 2025 IS AS FOLLOWS:

For the year ended 31st March 2025

Particulars	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	Total
Projects in progress -Sollar Installations	-	6.29	-	-	6.29
Projects temporarily suspended	-	-	-	-	-
Total	-	6.29	-	-	6.29

For the year ended 31st March 2024

For the year ended 31st March 2025	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	Total
Projects in progress -Sollar Installations	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-
Total	-	-	-	-	-

**BANGANGA PAPER INDUSTRIES LIMITED****41st Annual Report 2024-25****NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****NOTE 4 - INVESTMENTS**

Particulars	(Rs. in Lakhs)	
	As at 31.03.2025	As at 31.03.2024
Investments in Fixed Deposits		
Fixed Deposit with Banks and Financial Institutions	120.65	-
Accrued Interest on Fixed Deposit	4.63	-
TOTAL	125.28	-

NOTE 5 - NON CURRENT FINANCIAL ASSETS - LOANS

Particulars	(Rs. in Lakhs)	
	As at 31.03.2025	As at 31.03.2024
Loans to realted parties - Unsecured Considered good	14.12	-
TOTAL	14.12	-

NOTE 6 - NON CURRENT FINANCIAL ASSETS - OTHERS

Particulars	Non Current		Current	
	As at 31.03.25	As at 31.03.24	As at 31.03.25	As at 31.03.24
Non-Current				
Security Deposits	0.24	-	-	-
TOTAL	0.24	-	-	-

NOTE 7 - INVENTORIES

Particulars	As at 31.03.2025	As at 31.03.2024
(a) Raw materials	262.42	-
(b) Boiler Fuel	20.41	-
(c) Finished goods	370.62	-
(d) Stores	100.06	-
TOTAL	753.50	-

(Valued at lower of cost and net realisable value)

NOTE 8 - TRADE RECEIVABLES

Particulars	(Rs. in Lakhs)	
	As at 31.03.2025	As at 31.03.2024
(a) Secured - Considered good	632.97	-
(b) Unsecured - Considered good	18.25	18.25
(c) Which have significant increase in Credit risk and	-	-
(d) Credit impaired	-	-
Less: Impairment loss on credit impaired trade receivables	-	-
TOTAL	651.23	18.25

**BANGANGA PAPER INDUSTRIES LIMITED****41st Annual Report 2024-25****NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****Trade Receivables Ageing Note as at 31st March 2025****(Rs. in Lakhs)**

Particulars	Not Due	Outstanding for following periods from due date of					Total
		Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
i) Undisputed Trade Receivables – considered good	-	-	632.74	16.62	-	1.87	651.23
ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
iv) Disputed Trade Receivables – considered good	-	-	-	-	-	-	-
v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
TOTAL	-	-	632.74	16.62	-	1.87	651.23

Trade Receivables Ageing Note as at 31st March 2024**(Rs. in Lakhs)**

Particulars	Not Due	Outstanding for following periods from due date of					Total
		Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
i) Undisputed Trade Receivables – considered good	-	14.75	3.50	-	-	-	18.25
ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
iv) Disputed Trade Receivables – considered good	-	-	-	-	-	-	-
v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
TOTAL	-	14.75	3.50	-	-	-	18.25

**BANGANGA PAPER INDUSTRIES LIMITED****41st Annual Report 2024-25****NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****NOTE 9 - CASH & CASH EQUIVALENTS**

Particulars	As at 31.03.2025	As at 31.03.2024
a) Cash on hand	4.58	0.11
b) Balances with Banks In current account	63.99	0.96
TOTAL	68.57	1.07

Foot Note:

Refer note 42

NOTE 10 - CURRENT LOANS AND ADVANCES

(Rs. in Lakhs)

Particulars	As at 31.03.2025	As at 31.03.2024
Advance to Staff	10.19	-
Power Projects	5.69	-
Other Advances	0.19	-
TOTAL	16.06	-

NOTE 11 - OTHER CURRENT ASSETS

(Rs. in Lakhs)

Particulars	As at 31.03.2025	As at 31.03.2024
Balance with Revenue Authorities		
TDS/TCS Receivables	9.82	-
Government Grants & Incentives Receivable	492.34	-
MAT Credit for FY 2023-24	2.94	-
GST Receivable FY 2023-24	0.89	-
Other Assets		
Interest Receivable - MSEDCL	12.57	-
Preliminary Expenses	11.32	-
Prepaid Insurance	0.28	-
Unsecured and Considered good		
To Others	32.80	32.80
TOTAL	562.97	32.80

Foot Note:

(a) Government grants & Incentive receivable includes IPS claim, Power Tariff claim, Interest claim etc. receivable by the company under package scheme of incentive - 2013 and 2019 policies of the Maharashtra State Government. The said provisions are made on account of Eligibility Certificates or/and Claim Approval Certificates issued by the Joint Director of Industries (JDI), Nashik.

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****NOTE 12: EQUITY SHARE CAPITAL**

(Rs. in Lakhs)

PARTICULARS	As at 31.03.2025	As at 31.03.2024
a) Authorised Share Capital		
2,50,000 Equity Shares of Rs.10/- each	-	25.00
12,00,00,000 Equity Shares of Rs.1/- each	1,200.00	-
	1,200.00	25.00
b) Issued, Subscribed and Fully Paid-up		
2,48,800 Equity shares of Rs.10/- each		24.88
11,97,88,000 Equity Shares of Rs.1/- each	1,197.88	
TOTAL	1,197.88	24.88

Foot Note:

(a) On July 9, 2024, pursuant to in-principle approval received from SEBI, the Company completed a preferential issue of 32,30,000 equity shares of Rs. 10 each at a price of Rs. 12 per share for cash consideration and 85,00,000 equity shares of Rs. 10 each at a price of Rs. 12 per share pursuant to a swap arrangement, to non-promoter investors. The issue resulted in an increase in the Company's equity share capital by Rs. 11,73,00,000 and securities premium by Rs. 2,35,80,000. Expenses directly attributable to the issue, including dematerialisation charges, legal and professional fees, advertisement expenses, registrar and filing expenses, have been adjusted against the Securities Premium Account in accordance with Section 52 of the Companies Act, 2013.

(b) On January 3, 2025, the Company effected a stock split in the ratio of 1:10. Accordingly, each equity share of face value of Rs. 10 was subdivided into ten equity shares of face value of Rs. 1 each. The stock split increased the number of equity shares outstanding by ten times without altering the aggregate amount of share capital. Consequent to the stock split, the number of shares outstanding, earnings per share, and all per-share information for prior periods presented in these financial statements have been restated, wherever applicable, to reflect the revised face value and number of shares.

c) Reconciliation of the Equity Shares outstanding at the beginning and at the end of the period

Particulars	As at 31.03.2025		As at 31.03.2024	
	No. of Shares	Rs. In Lakhs	No. of Shares	Rs. In Lakhs
Balance at the beginning of the year	2,488,000	24.88	2,488,000.00	24.88
Add : Issued during the year	117,300,000	1,173.00	-	-
Balance at the end of the year	119,788,000	1,197.88	2,488,000.00	24.88

d) Rights of Equity Shareholders

The Company has only one class of equity shares having a face value of Rs. 1/- Per share. Each holder of equity shares is entitled to one vote per share and dividend in Indian rupees, if proposed by the Board of Directors, which is subject to the approval of the shareholders in the ensuing Annual General Meeting. The Board of Directors have not declared dividend for the year ending 31st March, 2025.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

**BANGANGA PAPER INDUSTRIES LIMITED****4th Annual Report 2024-25****NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****e) Details of Shareholders holding more than 5% shares of the Company**

Name of Shareholders	As at 31.03.2025		As at 31.03.2024	
	No of Shares held	% held	No of Shares held*	% held
Smt. Snehalata Madanmohan Vyas	-	-	15,997	6.43%
Smt. Neeta Laxmikant Murarka	-	-	13,350	5.37%
Mrs. Jayashree Karbhari Dhatriak	42,500,000	35.48%	-	-
Mr. Chetan Karbhari Dhatriak	21,250,000	17.74%	-	-
Mr. Karbhari Pandurang Dhatriak	21,250,000	17.74%	-	-

f) Shares held by Promoters

Promoter Name	As at 31.03.2025		As at 31.03.2024		% of change during the year
	No of Shares	% of Total Shares	No of Shares*	% of Total Shares	
Mrs. Jayashree Karbhari Dhatriak	42,500,000	35.48%	-	0.00%	35.48%
Mr. Chetan Karbhari Dhatriak	21,250,000	17.74%	-	0.00%	17.74%
Mr. Karbhari Pandurang Dhatriak	21,250,000	17.74%	-	0.00%	17.74%
Mrs. Snehalata Madanmohan Vyas	159,970	0.13%	15,997	6.43%	-6.30%

Foot Note:

*The Company effected a stock split on January 3, 2025, subdividing each equity share of ₹10 into ten equity shares of ₹1 each. Accordingly, the previous year's number of shares has been restated to make them comparable with the current year.

NOTE 13: OTHER EQUITY

Particulars	As at 31.03.2025	As at 31.03.2024
Securities Premium	219.53	-
Retained Earnings	143.12	3.12
TOTAL	362.65	3.12

NOTE 14 - NON-CURRENT BORROWINGS

Particulars	Non Current		Current Maturities for long term debt	
	As at 31.03.2025	As at 31.03.2024	As at 31.03.2025	As at 31.03.2024
Secured				
Term Loans - Secured from Banks	613.69	-	223.27	-
Term Loans - Secured from Financial Institutions	-	-	-	-
	613.69	-	223.27	-
Unsecured Loans				
Loans from related parties	(3.19)	-	-	-
	(3.19)	-	-	-
TOTAL	610.50	-	223.27	-

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****Foot Note:**

The Group's borrowings represent loans availed by the subsidiary company. The holding company has not availed

any borrowings during the reporting period. Details of the subsidiary's borrowings are as under:

(a) The Company has availed vehicle loans from State Bank of India for vehicles used in business operations. The loans carry interest rates ranging from 8% p.a. to 10% p.a. and are secured by way of hypothecation and exclusive charge on the respective vehicles procured out of such loans.

(b) The company has availed term loans from HDFC Bank for the investments in Property, Plant and Equipment. The rate of interest varies from 9.00% p.a. to 9.60% p.a. These loans are secured by way of:

Primary Security for HDFC Bank:

- Exclusive charge on plant and machinery (moveable assets) acquired against facility sanctioned

Collateral Security for HDFC Bank:**Personal Guarantee of Directors and Fixed deposits****Registered mortgage of following properties**

1. Residential Property-Plot No.2B Pandurang Niwas, Hemkunj Rajpal Colony, Panchavati 422003. owned by Mr. Karbhari P. Dhatrak and Mr. Prabhakar P. Dhatrak.
2. NA Plot-Plot No. 2 & 3 Opp Ozar Airport, Janori, Akrale Road 422202 owned by Mrs. Jayshree K.Dhatrak.
3. Factory Building- Gat No. 186 Nashik Peth Road, Gavalwadi Road, Banganga Paper Mill, At Ramshej 422202 owned by the company.
4. NA Plot No. 1 Akrale Road, Janori, Opp Cargo Airport Ozer 422202 owned by Mrs. Jayshree K. Dhatrak.
5. Residential Property-Plot No.18 S. No,Bungalow at Shramdeep, Tidke Colony, Near HDFC Bank 422001. owned by Mrs. Jayshree K. Dhatrak.

NOTE 15 - CURRENT BORROWINGS

Particulars	As at 31.03.2025	As at 31.03.2024
Secured from Banks		
Cash Credit	166.74	-
Current Maturities of Long Term Debts	223.27	-
TOTAL	390.01	-

Foot Note :

(a) The company has availed cash credit loan of Rs.3.50 crores from the HDFC Bank. As per sanction letter of HDFC Bank, rate of interest is at 9.10% p.a.

(b) The limit is secured by charge on all existing and future stock and book debts and fixed deposits with HDFC bank and collateral security consisting of residential property-Plot No.18 S. No, Bungalow at Shramdeep, Tidke Colony, Near HDFC Bank 422001. owned by Mrs. Jayshree K. Dhatrak.

NOTE 16 - DEFFERED TAX LIABILITY

Particulars	As at 31.03.2025	As at 31.03.2024
Deferred Tax Liability	32.49	-
TOTAL	32.49	-

**BANGANGA PAPER INDUSTRIES LIMITED****41st Annual Report 2024-25****NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****NOTE 17 - TRADE PAYABLES**

Particulars	As at 31.03.2025	As at 31.03.2024
a. Total outstanding dues of Micro, Small Enterprises	882.01	-
b. Total outstanding dues of creditors other than Micro, Small Enterprises	241.34	-
TOTAL	1,123.35	-

Foot Note:

(a) Company has not received intimation from few suppliers about their status as 'MSME Supplier' as per 'Micro, Small and Medium Enterprises Development Act, 2006' and they have been classified under Non MSME creditors.

Trade Payables Ageing Note as at 31st March 2025

Particulars	Not Due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
i) MSME	-	831.35	49.27	1.39	-	882.01
ii) Others	-	233.10	5.11	3.13	-	241.34
iii) Disputed Dues - MSME	-	-	-	-	-	-
iv) Disputed Dues - Others	-	-	-	-	-	-
Total	-	1,064.46	54.38	4.52	-	1,123.35

Trade Payables Ageing Note as at 31st March 2024

Particulars	Not Due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
i) MSME	-	-	-	-	-	-
ii) Others	-	-	-	-	-	-
iii) Disputed Dues - MSME	-	-	-	-	-	-
iv) Disputed Dues - Others	-	-	-	-	-	-
Total	-	-	-	-	-	-

NOTE 18 - OTHER CURRENT LIABILITIES

Particulars	As at 31.03.2025	As at 31.03.2024
GST Payable	39.38	-
TDS & TCS Payable	2.44	-
PF Payable	1.15	-
ESIC Payable	0.13	-
PT Payable	0.11	-
Other credit balance	20.00	20.00
TOTAL	63.20	20.00

Foot Note:

Refer note 42

**BANGANGA PAPER INDUSTRIES LIMITED****41st Annual Report 2024-25****NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****NOTE 19 - CURRENT PROVISIONS**

Particulars	As at 31.03.2025	As at 31.03.2024
Salary and Bonus Payable	8.49	-
Audit and Professional Fees Payable	4.15	-
Electricity Charges Payable	19.50	-
Director's Remuneration payable	22.91	-
Canteen Expenses Payable	3.25	-
Provision for Expenses	3.87	4.12
TOTAL	62.16	4.12

Foot Note:

(a) Mainly includes provision for expenses

NOTE 20 - CURRENT TAX LIABILITIES

Particulars	As at 31.03.2025	As at 31.03.2024
Income Tax Provisions	57.79	-
TOTAL	57.79	-

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****NOTE 21 - REVENUE FROM OPERATIONS**

Particulars	Year ended 31.03.2025	Year ended 31.03.2024
Sale of Products & Services	5,676.18	39.40
Revenue linked Incentive under PSI Scheme	133.45	-
TOTAL	5,809.63	39.40

Foot Note :

(a) Revenue Linked Incentive under PSI Scheme mainly consists of subsidy receivable from the Government of Maharashtra under the Package Incentive Scheme – 2013 and 2019 policies. The incentive is linked to the Company's sales and is recognized based on the terms of Eligibility Certificates sanctioned under the scheme.

NOTE 22 - OTHER INCOME

Particulars	Year ended 31.03.2025	Year ended 31.03.2024
Interest on Fixed Deposits	12.93	-
Forex Income	0.99	-
Packaging and Forwarding Charges	0.11	-
Interest on IT Refund	0.04	-
Other Income	0.61	-
TOTAL	14.69	-

NOTE 23 - COST OF MATERIAL CONSUMED

Particulars	Year ended 31.03.2025	Year ended 31.03.2024
Raw material consumed		
Inventory at the beginning of the year	432.44	-
Add : Purchases during the year - Indigenous	4,572.79	30.65
Add : Other Manufacturing Cost / Cost of Production	662.64	-
Less : Inventory at the end of the year	(370.62)	-
TOTAL	5,297.26	30.65

Foot Note:

(a) Above purchase figures are shown as net of rate differences, debit notes issued for defective materials and warranty claims.

**BANGANGA PAPER INDUSTRIES LIMITED****41st Annual Report 2024-25****NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****NOTE 23a - COST OF PRODUCTION / OTHER MANUFACTURING COST**

Particulars	Year ended 31.03.2025	Year ended 31.03.2024
Other Manufacturing Cost / Cost of Production		
Freight Inward	0.04	-
Factory general Expenses	1.28	-
Electricity & Fuel Charges	468.58	-
Clearing & Forwarding Expenses	2.66	-
Insurance Expense	3.98	-
Security charges	9.84	-
Oxygen & LPG Gas Expense	0.07	-
Repairs & Maintenance	58.13	-
Transportation & hire Charges	12.58	-
Canteen Expenses	3.29	-
Waste Paper Sorting & Cleaning Expenses	102.18	-
Other Charges	0.00	-
TOTAL	662.64	-

NOTE 24 - CHANGE IN INVENTORIES OF FINISHED GOODS AND STOCK-IN-TRADE

Particulars	Year ended 31.03.2025	Year ended 31.03.2024
Inventories at the beginning of the year		
-Stock of Boiler Fuel	154.24	-
-Finished Goods	-	-
-Stores	99.82	-
	254.05	-
Inventories at the end of the year		
-Stock of Boiler Fuel	262.42	-
-Finished Goods	20.41	-
-Stores	100.06	-
	382.89	-
Changes in Inventories	(128.83)	-

NOTE 25 - EMPLOYEE BENEFIT EXPENSES

Particulars	Year ended 31.03.2025	Year ended 31.03.2024
Employee Benefit Expenses		
Salary & Wages	79.58	4.31
Staff Incentives	18.01	-
Contribution to Provident Fund and Other Funds		
ESIC Employer Contribution	1.12	-
PF Employer Contribution	5.90	-
TOTAL	104.61	4.31

Foot Note:

Refer note: 40

**BANGANGA PAPER INDUSTRIES LIMITED****41st Annual Report 2024-25****NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****NOTE 26 - FINANCE COSTS**

Particulars	Year ended 31.03.2025	Year ended 31.03.2024
Finance Cost		
Interest on Term Loans	82.18	-
Other Borrowing Cost/ Loan arrangement fees	1.15	-
TOTAL	83.33	-

NOTE 27 - DEPRECIATION & AMORTISATION EXPENSES

Particulars	Year ended 31.03.2025	Year ended 31.03.2024
Depreciation on Plant Property and Equipement	140.92	-
TOTAL	140.92	-

NOTE 28 - OTHER EXPENSES

Particulars	Year ended 31.03.2025	Year ended 31.03.2024
Printing and Courier Expenses	0.72	-
Advertisement Expenses	0.38	-
Audit Fees	1.09	0.25
Telephone Expenses	1.14	-
Insurance Expenses	10.00	-
Legal & Professional Expenses	11.52	1.08
Preliminary Expenses Written off	3.77	-
Loan Processing Charges	1.24	-
Rates & Taxes	2.53	-
Travelling Expenses	1.38	-
Balances Written Off	(3.43)	-
Director's Remuneration	28.50	-
LC Charges	6.33	-
Listing Expenses	(14.03)	3.84
ROC Filing Fees	3.84	0.12
Miscellaneous Expenses	1.07	0.98
Physical & Demat Charges	1.15	0.24
Custody Fees	0.11	0.11
Bank Charges	0.05	0.02
GST Expenses	0.75	-
Professional Charges	3.04	-
TOTAL	61.15	6.63

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****NOTE 29 - EARNINGS PER SHARE (EPS)**

Particulars	Year ended 31.03.2025	Year ended 31.03.2024
Profit for the year	188.29	(2.19)
Weighted average number of equity shares outstanding during the year (Nos.) - Basic and Diluted	806.88	24.88
Earnings per share (Face value Rs.1 per share) Basic and Diluted (Rs.)	0.233	(0.088)

Foot Note:

During the preparation of the unaudited financial results for the quarter and year ended March 31, 2025, the Earnings Per Share (EPS) was inadvertently computed using the total number of equity shares outstanding as at year-end, rather than the weighted average number of equity shares outstanding during the reporting period, as required under Ind AS 33.

This error has been rectified in the audited financial statements. EPS has now been correctly computed using the weighted average number of equity shares outstanding during the period.

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****(Amount In INR Lakhs, Unless Otherwise Stated)****30. CONTINGENT LIABILITIES AND PENDING LITIGATIONS**

The Group does not have any contingent liabilities or pending litigations which would impact its financial position.

31. CURRENT ASSETS AND LIABILITIES:

In the opinion of the Board of Directors, the current assets are valued approximately at their realizable value in the ordinary course of business. Adequate provisions have been made for all known liabilities, which are not considered excessive.

32. DEFERRED TAX LIABILITY:

The Group does not have any Deferred Tax Liability as of 31st March, 2025.

33. EARNINGS AND EXPENDITURE IN FOREIGN EXCHANGE:

Particulars	31.03.2025	31.03.2024
a) Earnings in Foreign Exchange	0.99	-
b) Expenditure / Remittance in Foreign Exchange	-	-

34. REPORTABLE SEGMENT:

The Group has not identified any separate reportable segments as per the provisions of Indian Accounting Standard (IND AS) 108 on "Operating Segments."

35. PREVIOUS YEAR'S FIGURES:

The figures for the previous year have been reworked, regrouped, rearranged, or reclassified, wherever necessary, to ensure comparability with the current year's figures.

36. RELATED PARTY DISCLOSURES:

Related party disclosures, as required by IND AS 24, "Related Party Disclosures", notified under Section 133 of the Companies Act, 2013 (As certified by the Management).

A. List of Related Parties:**I. Key Management Personnel (KMP):**

Mrs. Jayashree Karbhari Dhatriak
Mr. Chetan Karbhari Dhatriak
Mr. Karbhari Pandurang Dhatriak
Smt. Snehalata Madanmohan Vyas (up to 09th July 2024)

II. Other Related Parties:**Subsidiary:**

Banganga Paper Mills Limited

**BANGANGA PAPER INDUSTRIES LIMITED****41st Annual Report 2024-25****NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****B. Transactions with Related Parties:**

Nature of Transactions	FY 2024-25		FY 2023-24	
Particulars	Transaction Value for the year	Closing Balances	Transaction Value for the year	Closing Balances
A) Key Management Personnel -				
Unsecured Loans	3.50	3.50	-	-
Salary Expenses			2.75	-
B) Subsidiary - Banganga Paper Mills Limited				
Loans Given	356.58	356.58	-	356.58
Investment Made	1,020.00	1,020.00	-	1,020.00

37. DETAILS OF LOANS GIVEN, INVESTMENTS MADE, AND GUARANTEES PROVIDED UNDER SECTION 186(4) OF THE COMPANIES ACT, 2013:

Particulars	31.03.2025	31.03.2024
Investments as at 31st March, 2025:		
Banganga Paper Mills Limited	1,020.00	-
Loans Given as at 31st March, 2025:		
Banganga Paper Mills Limited	356.58	-
Purpose: Loan given to Banganga Paper Mill Limited is towards		

The shareholders of the Company, at the Extraordinary General Meeting held on 29th June, 2024, have accorded their approval for making investments, granting loans, and providing guarantees or securities in connection with loans to persons or bodies corporate, up to an amount not exceeding ₹150.00 crores, over and above the limits of 60% of the paid-up share capital, free reserves and securities premium account or 100% of the free reserves and securities premium account, whichever is higher, as prescribed under Section 186 of the Companies Act, 2013.

37.01. Disclosure under Section 187 of the Companies Act, 2013

No provision has been made towards interest income on the above loans. This is not in compliance with the requirements of Section 186(7) of the Companies Act, 2013, which mandates charging interest at a rate not lower than the prevailing yield of Government securities corresponding to the tenor of the loan.

The financial impact of non-recognition of such interest income has not been quantified.



NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025

38. FAIR VALUES

38.01 Financial Instruments by Category:

Below is a comparison of the carrying amounts and fair values of the Group's financial assets and liabilities as recognized in the financial statements:

Particulars	As at 31.03.2024		As at 31.03.2023	
	Carrying Value	Fair Value	Carrying Value	Fair Value
Financial Assets				
a) Financial Assets Designated at Amortised Cost:				
1. Loans and Advances	16.06	16.06	-	-
2. Trade Receivables	651.23	651.23	18.25	18.25
3. Cash and Cash Equivalents	68.57	68.57	1.07	1.07
4. Others	562.97	562.97	32.80	32.80
5. Non Current Investments	125.28	125.28	-	-
6. Non Current Other Financial Assets	0.24	0.24	-	-
7. Non Current Loans and Advances	14.12	14.12	-	-
Total	1,438.48	1,438.48	52.12	52.12
Financial Liabilities:				
b) Financial Liabilities Designated at Amortised Cost:				
1. Borrowings Long Term and Short Term	1,000.50	1,000.50	-	-
2. Trade Payables	241.34	241.34	-	-
3. Other Current Liabilities	63.20	63.20	-	-
4. Provisions	62.16	62.16	4.12	4.12
Total	1,367.21	1,367.21	4.12	4.12

38.02 Fair Valuation Techniques And Policies

The Group has established procedures for valuing its financial assets and liabilities based on the most relevant and reliable data available. The Fair Value of financial assets and liabilities is determined as the amount 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. Below are the methods and assumptions used to estimate Fair Values:

(a) Cash and Cash Equivalents, Trade Receivables, and Other Current Financial Assets and Liabilities

The Fair Value of cash and cash equivalents, trade receivables, and other current financial assets and liabilities approximate their carrying amounts, as these instruments have short-term maturities.

(b) Non-Current Borrowings and Security Deposits

The Fair Value of unsecured non-current borrowings and security deposits is determined based on discounted cash flow analysis using current lending rates. These financial instruments are classified as Level 2 in the fair value hierarchy due to the use of observable inputs. The Fair Value of secured non-current borrowings approximates their carrying amount, reflecting the interest-bearing nature of these instruments.

(c) Investments in Equity Instruments

The Fair Value of investments in equity instruments is derived from quoted market prices in active markets. The Fair Value of mutual funds is based on the published Net Asset Value (NAV) at the reporting date.

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****38.03 Fair Value Hierarchy**

The following hierarchy is used to determine and disclose the fair value of financial instruments by valuation technique:

Level 1: Quoted prices / published Net Assets Value (unadjusted) in active markets for identical assets or liabilities. It includes fair value of financial instruments traded in active markets and are based on quoted market prices at the Balance Sheet date and financial instruments like mutual funds for which Net Assets Value is published by mutual fund operators at the Balance Sheet date.

Level 2: Inputs, other than quoted prices included within level 1, that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices). It includes fair value of the financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined by using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on the Group specific estimates. If all significant inputs required to fair value an instrument are observable then instrument is included in level 2.

Level 3: Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs). If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

39. FINANCIAL RISK MANAGEMENT - OBJECTIVE AND POLICIES

The Group is exposed to market risk and credit risk. Risk management is carried out by the Group under policies approved by the Board of Directors. This Risk management plan defines how risks associated with the Group will be identified, analysed, and managed. It outlines how risk management activities will be performed, recorded, and monitored by the Group. The basic objective of risk management plan is to implement an integrated risk management approach to ensure all significant areas of risks are identified, understood and effectively managed, to promote a shared vision of risk management and encourage discussion on risks at all levels of the organization to provide a clear understanding of risk / benefit trade-offs, to deploy appropriate risk management methodologies and tools for use in identifying, assessing, managing and reporting on risks, and to determine the appropriate balance between cost and control of risk and deploy appropriate resources to manage/optimize key risks. Activities are developed to provide feedback to management and other interested parties (e.g. Audit committee, Board etc.). The results of these activities ensure that risk management plan is effective in the long term.

39.01 Market Risk and Sensitivity:

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 three types of risk: foreign currency rate risk, interest rate risk and other price risks, such as equity price risk and commodity risk. Financial instruments affected by market risk include loans and borrowings, deposits and investments.

(a) Foreign Currency Exchange Risk and Sensitivity

Foreign exchange risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in foreign currency exchange rates.

During the year ended March 31, 2025, the Group undertook two foreign currency purchase transactions. While the Group is not regularly involved in foreign currency transactions, these limited exposures may be subject to foreign exchange rate fluctuations.

The Group monitors such exposures and considers the impact to be immaterial. Accordingly, the overall foreign exchange risk is considered low.

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****(b) Interest Rate Risk and Sensitivity :**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market interest rates.

The Group has secured loans from HDFC Bank. These loans are subject to interest rate movements, and therefore, the Group is exposed to interest rate risk to the extent of these borrowings.

The Group monitors interest rate fluctuations and manages its exposure through regular review of financing arrangements. The overall exposure to interest rate risk is considered manageable.

(c) Commodity Price Risk :

The Group's revenue primarily involves sales of goods and does not involve any service. Therefore, the Group is exposed to Commodity price risks.

39.02 Credit Risk

Credit risk is the risk that a counter party will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Group is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks and other financial instruments.

a) Trade Receivables :

The Group extends credit to customers in normal course of business. The Group considers factors such as credit track record in the market and past dealings with the Group for extension of credit to customers. The Group evaluates the concentration of risk with respect to trade receivables as low. Therefore, the Group does not expect any material risk on account of non performance by any of the counterparties.

b) Financial Instruments and Cash Deposits :

The Group considers factors such as track record, size of the institution, market reputation and service standards to select the banks with which balances are maintained. The Group does not maintain significant cash in hand. Excess balance of cash other than those required for its day to day operations is deposited into the bank.

39.03 Liquidity Risk :

Liquidity risk is the risk that the Group may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses. It will encounter difficulty in raising funds to meet commitments associated with financial instruments that are settled by delivering cash or another financial asset. The Group's objective is to, at all times, maintain optimum levels of liquidity to meet its cash and collateral requirements.

Competition and Price Risk :

The Group faces competition from local and foreign competitors. Nevertheless, it believes that it has competitive advantage in terms of high quality products and by continuously upgrading its expertise and range of products to meet the needs of its customers.

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****Note 40: Employee Benefit Obligations****(i) Defined Contribution Plan**

The Group contributes to statutory defined contribution retirement benefit plans, namely Provident Fund (PF) and Employees' State Insurance (ESIC), for eligible employees.

The Group's contributions to these plans are recognized as expense in the Statement of Profit and Loss on an accrual basis.

Particulars	FY 2024-25	FY 2023-24
Charge to the Statement of Profit and Loss based on contributions:		
Employees' State Insurance (ESIC)	1.12	-
Provident Fund (PF)	5.90	-

(ii) Defined Benefit Plan**a) Gratuity**

In the Holding Group, since sufficient number of employees are not on the rolls as required under the Payment of Gratuity Act, 1972, the disclosures as required under Ind AS 19 – Employee Benefits have not been provided.

The Subsidiary Group was incorporated in FY 2023-24. As at March 31, 2025, no employee has completed the minimum qualifying period of five years' continuous service under the Payment of Gratuity Act, 1972. Accordingly, no provision for gratuity is made, and no actuarial valuation has been carried out.

NOTE 41: DISCLOSURES UNDER THE MICRO, SMALL AND MEDIUM ENTERPRISES DEVELOPMENT ACT, 2006

The information of MSME creditors has been determined to the extent of such parties identified on the basis of the information available with the Group regarding the status of parties under the MSMED Act and has been relied upon by the auditors. Group has not made any provision for interest to be paid / payable to micro and small enterprises during the year.

Particulars	FY 2024-25	FY 2023-24
a) The principal amount and the interest due thereon remaining unpaid to suppliers	882.01	
b) (i) The delayed payments of principal amount paid beyond the appointed date during the entire accounting year	-	-
(ii) Interest actually paid under Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006	-	-
c) (i) Normal Interest accrued during the year, for all the delayed payments, as per the agreed terms	-	-
(ii) Normal Interest payable for the period of delay in making payment, as per the agreed terms	-	-
d)(i) Total Interest accrued during the year	-	-
(ii) Total Interest accrued during the year and remaining unpaid	-	-
The above information regarding Micro, Small and Medium enterprises has been determined to the extent such parties have been identified on the basis of information available with the Group.	-	-

Footnote:

(a) Company has not received intimation from few suppliers about their status as 'MSME Supplier' as per 'Micro, Small and Medium Enterprises Development Act, 2006' and they have been classified under Non MSME creditors.

(b) Company has not made any provision for interest to be paid / payable to micro and small enterprises during the year.

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****NOTE 42: RECLASSIFICATION OF ITEMS**

During the preparation of the audited financial statements for the year ended March 31, 2025, certain presentation changes have been made in order to align the classification of items with the requirements of Ind AS and Schedule III of the Companies Act, 2013.

42.01 Cash and Cash Equivalents

In the unaudited financial results for the quarter and year ended March 31, 2025, balances in current accounts with banks were presented under the head "Bank Balances Other Than Cash and Cash Equivalents." In these audited financial statements, such balances have been appropriately classified under "Cash and Cash Equivalents" in accordance with Ind AS 7 Statement of Cash Flows.

42.02. Other Current Liabilities (Comparative Year – FY 2023–24)

In the unaudited financial results for the quarter and year ended March 31, 2025, certain comparative figures relating to the year ended March 31, 2024 were presented under "Current Tax Liabilities (Net)" instead of "Other Current Liabilities." In these audited financial statements, such amounts have been appropriately regrouped under "Other Current Liabilities" to conform to the current year's presentation.

These reclassifications/regroupings pertain only to the presentation of financial statement line items and have no impact on the total assets, liabilities, equity, or profit of the Group.

43. FINANCIAL RATIOS

Ratio	Numerator	Denominator	FY 2024-25	FY 2023-24	% of increase or decrease	Reasons
Current Ratio (in times)	Total Current Assets	Total Current Liabilities	1.21	2.16	-44.01%	Due to higher sundry creditors in the subsidiary Group, resulting in current liabilities exceeding current assets.
Debt - Equity Ratio (in times)	Debt consists of borrowings and lease liabilities.	Total Equity (TNW)	0.64	-	0.00%	This not comparable with the previous year as the Group had no borrowings in the previous year (PY).
Debt Service Coverage Ratio (in times)	Earning for Debt Service	Debt Service	1.14	-	-	Group had no borrowings in the PY hence the ratios are not comparable.
Return on Equity Ratio (%)	Profit for the year less Preference dividend (if any)	Average Total Equity	0.24	-0.08	-415.03%	Due to profits earned by the subsidiary Group, whereas the holding Group had reported a loss in the previous year

**BANGANGA PAPER INDUSTRIES LIMITED****41st Annual Report 2024-25****NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025**

Inventory Turnover Ratio (in times)	Cost of RM consumed + Changes in inventories of FG, WIP and SIT	Average Inventory	13.72	-	-	Group had no inventory in the PY hence the ratios are not comparable.
Trade Receivables Turnover Ratio (in times)	Revenue from operations (including other income)	Average Trade Receivables	17.36	2.78	523.45%	Due to an increase in sales and trade receivables in the subsidiary Group during the current year.
Trade Payables Turnover Ratio (in times)	Cost of RM consumed + Changes in inventories of FG, WIP and SIT	Average Trade Payables	9.20	-	-	Group had no trade payables in the PY hence the ratios are not comparable.
Net Capital Turnover Ratio (in times)	Revenue from operations (including other income)	Average Working Capital	30.27	1.74	1642.14%	Due to an increase in revenue along with higher levels of current assets and current liabilities in the current year
Net Profit Ratio (%)	Profit after Tax for the year	Revenue from Operations	0.03	-0.06	-158.33%	Due to the turnaround in profitability during the current year as compared to the loss incurred in the previous year
Return on Capital Employed (%)	Profit before tax and finance costs	Capital Employed	0.22	-0.08	-380.45%	Primarily on account of new share capital infusion and an increase in EBITDA during the current year.
Return on Investment (%)	Interest on bank deposits	Average invested funds in bank deposits	0.21	-	-	Group had no investments in the PY hence the ratios are not comparable.

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025****44. OTHER STATUTORY INFORMATION****44.01 Cryptocurrency and Virtual Currency Transactions**

The Group has not traded or invested in cryptocurrency or virtual currency during the financial year.

44.02 Loans, Advances, and Investments to Intermediaries

The Group has not advanced, loaned, or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries), with the understanding that the Intermediary shall:

- (a) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Group (Ultimate Beneficiaries), or
- (b) Provide any guarantee, security, or the like to or on behalf of the Ultimate Beneficiaries.

44.03 Funds Received from Funding Party

The Group has not received any funds from any person(s) or entity(ies), including entities (Funding Party), with the understanding (whether recorded in writing or otherwise) that the:

- (a) Funding Party shall 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
- (b) Provide any guarantee, security, or the like on behalf of the Ultimate Beneficiaries.

44.04 Transactions Not Recorded in Books of Account

The Group does not have any transactions that were not recorded in the books of account or disclosed as income during the year in the tax assessments under the Income-tax Act, 1961.

44.05 Benami Property Proceedings

No proceedings have been initiated or are pending against the Group for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder.

44.06 Declaration as Wilful Defaulter

The Group has not been declared a wilful defaulter by any bank, financial institution, or other lender.

44.07 Transactions with Struck-off Companies

The Group does not have any transactions with companies that have been struck off under Section 248 of the Companies Act, 2013 or Section 560 of the Companies Act, 1956.

44.08 Borrowings Secured by Current Assets

The Group does not have any borrowings from banks or financial institutions that are secured by current assets.

44.09 Internal Financial Control

During the year, the Group has identified certain weaknesses in its internal financial controls over financial reporting. The Management is in the process of implementing appropriate measures to strengthen the controls and ensure compliance with the requirements of Section 143(3)(i) of the Companies Act, 2013.

The auditors have reported the deficiency in their report under the "Report on Other Legal and Regulatory Requirements" section.



BANGANGA PAPER INDUSTRIES LIMITED

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025

45. Amendment of Financial Statements

The Management and authorities have the power to amend the financial statements in accordance with Section 131 of the Companies Act, 2013.

As per our report of even date

For Jain Chhajed & Associates

FRN No. 127911W

Chartered Accountants

For and on Behalf of Board of Directors

CA Suyash Chhajed

Partner

Mem No.121597

Chetan Dhatrak

Director

DIN: 10064427

Jayshree Dhatrak

Director

DIN: 10064293

Place : Nashik

Dated : 15/05/2025

UDIN: 25121597BMIFYX9767

Santosh B. Ugale

CFO

Jitendra R. Patil

CS

M.NO. 39055

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

for the year ended March 31, 2025

Note 1: Material accounting policies**C. Corporate Information**

Banganga Paper Industries Limited (Earlier Known as Inertia Steel Limited) ("the Company") is domiciled and incorporated in India under the provision of the Companies Act, 1956 and its shares are listed on the Bombay Stock Exchange ('BSE'). The registered office of the Company is situated at 422, Tulsiani Chambers, Nariman Point, Mumbai - 400021, Maharashtra, India.

The Group is primarily engaged in the trading of goods, provision of services, and the manufacturing of paper and related products. The Holding Company mainly carries out trading activities, while the Subsidiary Company is involved in manufacturing of paper products along with related operations.

The financial statements of the Company for the year ended 31st March, 2025 were approved and adopted by the Board of Directors at their meeting held on 15th May, 2025.

The subsidiary considered in these Consolidated Financial Statements is:

Name of the Group	Country of Incorporation	% voting power held as at March 31, 2025	% voting power held as at March 31, 2024
Banganga Paper Mills Limited (BPML)	India	99.96%	-

D. Material Accounting Policies**s) Statement of Compliance**

The consolidated financial statements of the Company have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 and relevant provisions of the Companies Act, 2013 ("the Act") (as amended from time to time).

t) Basis of preparation

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

- certain financial assets and liabilities that are measured at fair value;
- defined benefit plans - plan assets measured at fair value; and
- share-based payments.

The financial statements are presented in Indian Rupees which is the functional currency and presentation currency of the Company and all values are rounded to the nearest lakhs (INR 00,000), except where otherwise indicated.

u) Operating cycle



The operating cycle of the Company is the time between the acquisition of assets for processing and their realisation in cash or cash equivalents. When the Company's normal operating cycle is not clearly identifiable, it is assumed to be twelve months.

v) Property, plant and equipment**Recognition and measurement**

Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment, if any. The cost of property, plant and equipment includes purchase price, including freight, duties, taxes and any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

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

Property, plant and equipment are derecognized from financial statements, either on disposal or when no economic benefits are expected from its use or disposal. The gain or losses arising from disposal of property, plant and equipment are recognized in the Statement of Profit and Loss in the year of occurrence.

Assets under construction include the cost of property, plant and equipment that are not ready to use at the balance sheet date. Advances paid to acquire property; plant and equipment before the balance sheet date are disclosed under other non-current assets. Assets under construction are not depreciated as these assets are not yet available for use.

Subsequent expenditures

Subsequent expenditures related to an item of property, plant and equipment are added to its carrying value only when it is probable that the future economic benefits from the asset will flow to the Company and cost can be reliably measured. All other repair and maintenance costs are recognized in the Statement of Profit and Loss during the year in which they are incurred.

Intangible Assets

An intangible asset shall be recognized if, and only if:

- c) it is probable that the expected future economic benefits that are attributable to the asset will flow to the Company; and
- d) the cost of the asset can be measured reliably.

Intangible assets are stated at cost less accumulated amortization and impairment. Intangible assets are amortized over their respective individual estimated useful lives on a straight-line basis, from the date that they are available for use.

Computer software's / licenses are carried at historical cost. They have an expected finite useful life of 3 years and are carried at cost less accumulated amortization and impairment losses. Computer licenses which are purchased on annual subscription basis are expensed off in the year of purchase.

Depreciation and amortization

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value.



Depreciation / Amortization on property, plant & equipment of the Company has been provided using the straight line method based on the useful life specified in Schedule II to the Companies Act, 2013. The useful life is as follows:

Class of Asset	Useful Life
Buildings	30 years
Plant & Equipment	8 years
Furniture & Fixtures	10 years
Office Equipment	5 years
Vehicles	8 years
Computers	3 years

Assets acquired on lease and leasehold improvements are amortized over the primary period of the lease on straight line basis.

The estimated useful lives and residual values of the property, plant & equipment and intangible assets are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

w) Impairment of non-financial assets:

The carrying values of all non-current assets are reviewed for impairment, either on a stand-alone basis or as part of a larger cash generating unit, when there is an indication that the assets might be impaired. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less cost of disposal and value in use. Any provision for impairment is charged to the income statement in the year concerned. Non-financial assets that suffered an impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

x) Leases

The Company has evaluated its lease arrangements in accordance with Ind AS 116 – Leases, and has concluded that it does not have any arrangements that qualify as leases. Accordingly, the requirements of Ind AS 116 are not applicable for the year ended March 31, 2025.

y) 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

The Company classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and
- those measured at amortised cost.

The classification depends on the Company's business model for managing financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in the statement of profit and loss or other comprehensive income. For investments in debt instruments, this will depend on the business model in which the investment is held. For



investments in equity instruments, this will depend on whether the Company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income.

Amortised cost: Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost.

Fair value through profit or loss: Assets that do not meet the criteria for amortised cost or FVOCI are measured at fair value through profit or loss.

Financial liabilities

All financial liabilities (other than derivative instruments) are subsequently measured at amortized cost using the effective interest method. The carrying amounts of financial liabilities that are subsequently measured at amortized cost are determined based on the effective interest method. Interest expense that is not capitalised as a part of cost of an asset is included in the "Finance Costs".

Trade Receivables

Trade receivables are amounts due from customers for goods sold or services rendered in the ordinary course of business. They are classified as current assets if collection is expected within the Company's normal operating cycle or within 12 months after the reporting date, whichever is longer. Trade receivables are initially recognized at transaction price and are subsequently measured at amortized cost, less provision for impairment, if any. The Company applies the simplified approach permitted by Ind AS 109 – Financial Instruments to measure expected credit losses (ECL) on trade receivables, which requires lifetime expected credit losses to be recognized from initial recognition of the receivables.

z) Revenue recognition**Revenue from Operations**

Revenue comprises revenue from the sale of goods and services by the Subsidiary Company, which engages in MG Craft paper manufacturing and related trading activities.

Revenue is recognized when it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured, regardless of when the proceeds are received. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes and duties collected on behalf of the Government.

i) Sale of Goods

Revenue from the sale of goods is recognized when the significant risks and rewards of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated cost can be estimated reliably, there is no continuing effective control or managerial involvement with the goods, and the amount of revenue can be measured reliably. Revenue is recognized net of trade discounts, rebates, and applicable taxes.

ii) Sale of Services

Revenue from sale of services is recognized as per the terms of the contract with the buyer, based on the stage of completion, when the outcome of the transaction can be reliably estimated. The percentage of completion method requires the Group to estimate the services performed to date as a proportion of the total services to be performed.

Interest Income:

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be



measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

aa) Inventories:**Trading Unit**

Inventories are valued at lower of cost and net realisable value. Cost of Inventories comprise costs of purchase and other costs incurred in bringing the inventories to their present condition and location. Net realisable value is the estimated selling price in the ordinary course of business less necessary costs to complete the sale.

Manufacturing Unit

Inventories are valued at the lower of cost and net realizable value. Cost is determined on FIFO basis and comprises all costs of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. The cost of conversion includes a systematic allocation of fixed and variable production overheads based on the normal capacity of production facilities. Net realizable value represents the estimated selling price in the ordinary course of business, less estimated costs of completion and costs necessary to make the sale. Inventories comprise raw materials, work-in-progress and finished goods.

bb) Cash and cash equivalents

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

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

cc) Foreign currency transactions

Foreign currency transactions are recorded at the exchange rates prevailing on the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate prevailing as at the reporting date. Exchange differences arising on settlement or translation of monetary items are recognized in the Statement of Profit and Loss in the year in which they arise.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated at the exchange rates prevailing at the date of the transaction. Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined.

dd) Taxes

Income tax expense represents the sum of the current tax and deferred tax.

Current tax charge is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of profit and loss because some items of income or expense are taxable or deductible in different years or may never be taxable or deductible. The Company's liability for current tax is calculated using Indian tax rates and laws that have been enacted by the reporting date.

Current tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority.

The Company periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.



Deferred tax is the tax expected to be payable or recoverable in the future arising from temporary differences between the carrying amounts of assets and liabilities in the balance sheet and the corresponding tax bases used in the computation of taxable profit. It is accounted for using the balance sheet liability method. Deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which deductible temporary differences can be utilised. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset realised, based on tax rates that have been enacted or substantively enacted by the reporting date.

Deferred income tax assets and liabilities are off-set against each other and the resultant net amount is presented in the balance sheet, if and only when the Company currently has a legally enforceable right to set-off the current income tax assets and liabilities.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the asset to be recovered.

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

MAT Credit is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the MAT credit becomes eligible to be recognised as an asset, the said asset is created by way of a credit to the statement of profit and loss and shown as MAT credit entitlement. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT credit entitlement to the extent there is no longer convincing evidence to the effect that the Company will pay normal income tax during the specified period.

ee) Earnings per share

Basic earnings per share is calculated by dividing the profit for the period attributable to the owners of Company by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares.

Diluted earnings per share is computed using the net profit for the year attributable to the shareholder' and weighted average number of equity and potential equity shares outstanding during the year including share options, convertible preference shares and debentures, except where the result would be anti-dilutive. Potential equity shares that are converted during the year are included in the calculation of diluted earnings per share, from the beginning of the year or date of issuance of such potential equity shares, to the date of conversion.

ff) Employee benefits

c) Short term employee benefits

A liability is recognised for benefits accruing to employees in respect of salaries, wages, performance incentives, medical benefits and other short term benefits in the period the related service is rendered, at the undiscounted amount of the benefits expected to be paid in exchange for that service.

d) Post-Employment Benefits

Defined Contribution Plans



The Company's/Group's defined contribution plans include Superannuation, Employees' Pension Scheme (under the provisions of the Employees' Provident Funds and Miscellaneous Provisions Act, 1952), statutory Provident Fund (PF), and Employees' State Insurance (ESIC). Contributions under these plans are recognized as an expense in the Statement of Profit and Loss on an accrual basis in the period in which they are incurred. The Company has no further obligation beyond making these contributions.

Defined Benefit Plans

Liability for defined benefit plans, such as gratuity is determined based on valuations carried out by an independent actuary as at the balance sheet date. These plans require the Company/Group to provide a specified benefit to employees, and the obligation is recognized in the Statement of Profit and Loss over the period of employment using the projected unit credit method.

Gratuity:

The Company/Group provides for gratuity, a defined benefit plan covering eligible employees. As per Ind AS 19 – Employee Benefits, gratuity is recognized only for employees who have completed the minimum qualifying period of continuous service under the Payment of Gratuity Act, 1972.

Holding Company: Since the Company does not have sufficient employees on its rolls, disclosures as required under Ind AS 19 have not been provided.

Subsidiary Company: The subsidiary was incorporated in FY 2023-24. As at March 31, 2025, no employee has completed the minimum qualifying period of five years' continuous service. Accordingly, no provision for gratuity is required, and no actuarial valuation has been carried out.

gg) Investment in subsidiary.

In the consolidated financial statements, the Company's investment in its subsidiary has been eliminated in accordance with Ind AS 110 – Consolidated Financial Statements. Investments comprise fixed deposits with banks, which are classified as financial assets under Ind AS 109 – Financial Instruments. These are measured at amortized cost using the effective interest method, as the business model is to hold such assets to collect contractual cash flows, which represent solely payments of principal and interest. Interest income is recognized in the Statement of Profit and Loss on a time-proportion basis, taking into account the effective interest rate.

hh) Exceptional items

When items of income or expense are of such nature, size or incidence that their disclosure is necessary to explain the performance of the Company for the year, the Company makes a disclosure of the nature and amount of such items separately under the head "Exceptional items".

ii) Segment reporting

The Company/Group is primarily engaged in a single business activity and operates in a single geographical segment. In accordance with Ind AS 108 – *Operating Segments*, no separate reportable segments exist for the year ended March 31, 2025. Consequently, segment reporting is not applicable for the year.

For the purpose of this assessment, the Company/Group has considered the internal reporting provided to the Chief Operating Decision Maker (CODM) and has concluded that all operations relate to a single business segment and are conducted within a single geographic region.

The Managing Director of the Company has been identified as CODM and he is responsible for allocating the resources, assess the financial performance and position of the Company and makes strategic decisions.

jj) Provision and contingent liabilities



A provision is recognised if as a result of a past event, the Company has a present obligation (legal or constructive) that can be estimated reliably and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are recognised at the best estimate of the expenditure required to settle the present obligation at the balance sheet date.

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

Note 2: Critical estimates and judgements

In applying the accounting policies, which are described in note 1B, the management are required to make judgements (other than those involving estimations) that have a significant impact on the amounts recognized and to make estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and after considering the impact of macro-economic factors including geo- political factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

This note provides an overview of the areas that involved a higher degree of judgement or complexity, and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed.

h) Tax:

The Company reviews at each balance sheet date the carrying amount of deferred tax assets. The factors used in estimates may differ from actual outcome which could lead to an adjustment to the amounts reported in the financial statements.

i) Estimation of useful life

Useful lives of tangible assets and intangible assets are based on the estimate by the management. The useful lives as estimated are same as prescribed in Schedule II of the Companies Act, 2013. In cases, where the useful lives are different from that prescribed in Schedule II, they are based on management estimate, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes, manufacturers' warranties and maintenance support. Assumptions also need to be made, when the Company assesses, whether an asset may be capitalized and which components of the cost of the asset may be capitalised.

The useful lives and residual values of Company's assets are determined by management at the time the asset is acquired and reviewed annually for appropriateness. The lives are based on historical experience with similar assets as well as anticipation of future events which may impact their life such as changes in technology.

j) Provisions and contingent liabilities

The Company exercises judgement in measuring and recognising provisions and the exposures to contingent liabilities related to pending litigation or other outstanding claims subject to negotiated settlement, mediation, arbitration or government regulation, as well as other contingent liabilities. Judgement is necessary in assessing



the likelihood that a pending claim will succeed, or a liability will arise, and to quantify the possible range of the financial settlement. Because of the inherent uncertainty in this evaluation process, actual losses may be different from the originally estimated provision.

k) Impairment of assets

The Company reviews the carrying amounts of its property, plant and equipment, Capital work in progress and intangible assets, whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. If any such indication exists, the recoverable amount of the asset is estimated to determine the extent of the impairment loss (if any). Further details on the Company's accounting policies on this are set out in the accounting policy above. Determining whether an asset is impaired requires an estimation of the recoverable amount, which requires company to estimate the Fair value less cost of disposal.

l) Investment in Subsidiary

The carrying amount of the Company's investment in its subsidiary is subject to management's estimates and judgements regarding its recoverable value. Under Ind AS 27 – *Separate Financial Statements*, investments in subsidiaries are carried at cost. Management assesses whether there is any indication of impairment in the value of the investment. This assessment involves estimating the recoverable amount based on the subsidiary's future cash flows, expected profitability, and overall business outlook. Any change in these estimates could lead to recognition of an impairment loss in the Statement of Profit and Loss.

In the current year, no impairment loss has been recognized as management believes that the carrying amount of the investment is fully recoverable.

m) Employee Benefits

The measurement of employee benefits, particularly defined benefit plans such as gratuity, involves management estimates and judgements regarding actuarial assumptions including discount rates, future salary increases, employee turnover, and mortality rates.

During the year:

Holding Company: Since the Company does not have sufficient employees on its rolls, no provision for gratuity has been recognized, and no actuarial assumptions have been applied.

Subsidiary Company: The subsidiary was incorporated in FY 2023-24. As at March 31, 2025, no employee has completed the minimum qualifying period of five years' continuous service under the Payment of Gratuity Act, 1972. Accordingly, no provision for gratuity has been recognized, and no actuarial assumptions have been applied.

For defined contribution plans such as Provident Fund (PF) and Employees' State Insurance (ESIC), contributions are made as per statutory requirements and recognized as an expense on an accrual basis; no further estimates or judgements are involved.

n) Consolidation Adjustments

During the preparation of the consolidated financial statements, management applies judgements and estimates to eliminate the effects of inter-company transactions and balances in accordance with Ind AS 110 – Consolidated Financial Statements.

Key areas requiring judgement and estimation include:

Inter-company Balances and Loans: Determining the correct elimination of outstanding balances, including advances, loans, and fixed deposits, between the Holding Company and its Subsidiary.

Inter-company Transactions: Eliminating inter-company sales, purchases, and other transactions to avoid double counting of revenue and expenses.

Unrealized Profits: Assessing and eliminating unrealized profits arising from inter-company transfers of inventory, fixed assets, or other items.



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Minority Interests (if applicable): Judgement in measuring the non-controlling interest in the net assets and profit/loss of the Subsidiary.
Management believes that the assumptions and estimates applied in these consolidation adjustments are reasonable and provide a true and fair view of the consolidated financial position and results of operations.

For Jain Chhajer & Associates
FRN No. 127911W
Chartered Accountants

For and on Behalf of Board of Directors
Banganga Paper Industries Limited

CA Suyash Chhajer
Partner
M. No.:121597


Chetan Dhatrak
Director
DIN: 10064427

Jayshree Dhatrak
Director
DIN: 10064293

Place : Nashik
Dated : 15/05/2025
UDIN: 25121597BMIFYX9767

Santosh B. Ugale
CFO

Jitendra R. Patil
CS
M.NO. 39055



**BANGANGA PAPER INDUSTRIES LIMITED****41st Annual Report 2024-25****FORM NO. MGT-11****PROXY FORM**

[Pursuant to Sec. 105(6) of the Companies Act, 2013 & Rule 19(3) of the Companies (Management & Administration) Rules, 2014]

Name of the Member(s):		Email Id:	
Registered Address:		Folio No/*Client ID:	
		*DP Id:	

*Applicable for investors holding shares in electronic form.

I/We being the member(s) of _____ shares of Inertia Steel Limited, hereby appoint:

- 1) _____ of _____ having Email Id _____ or failing him
- 2) _____ of _____ having Email Id _____ or failing him
- 3) _____ of _____ having Email Id _____

and whose signature(s) are appended below as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 41st Annual General Meeting of the Company, to be held on Tuesday, the 30th day of September, 2025 at 09:00 A.M. at Registered Office of the Company at Sr. No. 186, Gavalwadi Road, Ashewadi, Ramshej, Nashik, Maharashtra 422003., Ashewadi, Nashik, Maharashtra, India, 422003 and at any adjournment thereof in respect of such resolutions as are indicated below:

** I wish my above Proxy to vote in the manner as indicated in the box below:

RESOLUTIONS	FOR	AGAINST
8) To consider and adopt the Audited Financial Statements consisting of Balance Sheet as at 31st March, 2025, the Statement of Profit and Loss for the year ended on that date and the Cash Flow Statement for the year ended on that date along with schedules, notes and annexure and the Reports of the Board of Directors and Auditors thereon		
9) To appoint a Director in place of Shri. Karabhari Dhatrak (DIN: 10065729), who retires by rotation at this Annual General Meeting and being eligible offers herself for reappointment		
10) To Confirm and Approve the Appointment of Shri. Dilip Madhavrao Sanap (DIN: 10330679) As the Independent Director of The Company:		
4) To Confirm and Approve the Appointment of Smt. Suvarna Prakash Kute (Din: 10038963) As the Independent Director of The Company		
5) To Appointment Of M/S. Ritika A Agarwal Associates, Practicing Company Secretary (Membership No. 62717) As the Secretarial Auditors of The Company at the 41 st Annual General Meeting for A Term Of 5 Consecutive Years, Including the Manner in Which the Remuneration and Other Terms of Appointment of The Secretarial Auditors Shall Be Fixed		

Signed this _____ day of September, 2025

Signature of Shareholder

Affix
Revenue
Stamp

**ATTENDANCE SLIP
41st ANNUAL GENERAL MEETING**

Please fill Attendance Slip and hand it over at the entrance of the meeting hall.
Joint shareholders may obtain additional Slip at the venue of the meeting.

*DP ID-Client ID / Folio No.:	
Name of the Sole / First Holder: (in BLOCK LETTER)	
Address of Sole / First Holder:	
Name of Joint Holder(s), if any (in BLOCK LETTER)	
No. of shares held:	

I certify that I am a Member/ Proxy of the Company.

I hereby record my presence at the 41st ANNUAL GENERAL MEETING of the Company held on Tuesday, the 30th day of September, 2025 at 09:00 A.M. at Registered Office of the Company at Sr. No. 186, Gavalwadi Road, Ashewadi, Ramshej, Nashik, Maharashtra 422003., Ashewadi, Nashik, Maharashtra, India, 422003

Signature of Shareholder / Proxy

**Applicable for investors holding shares in electronic form.*



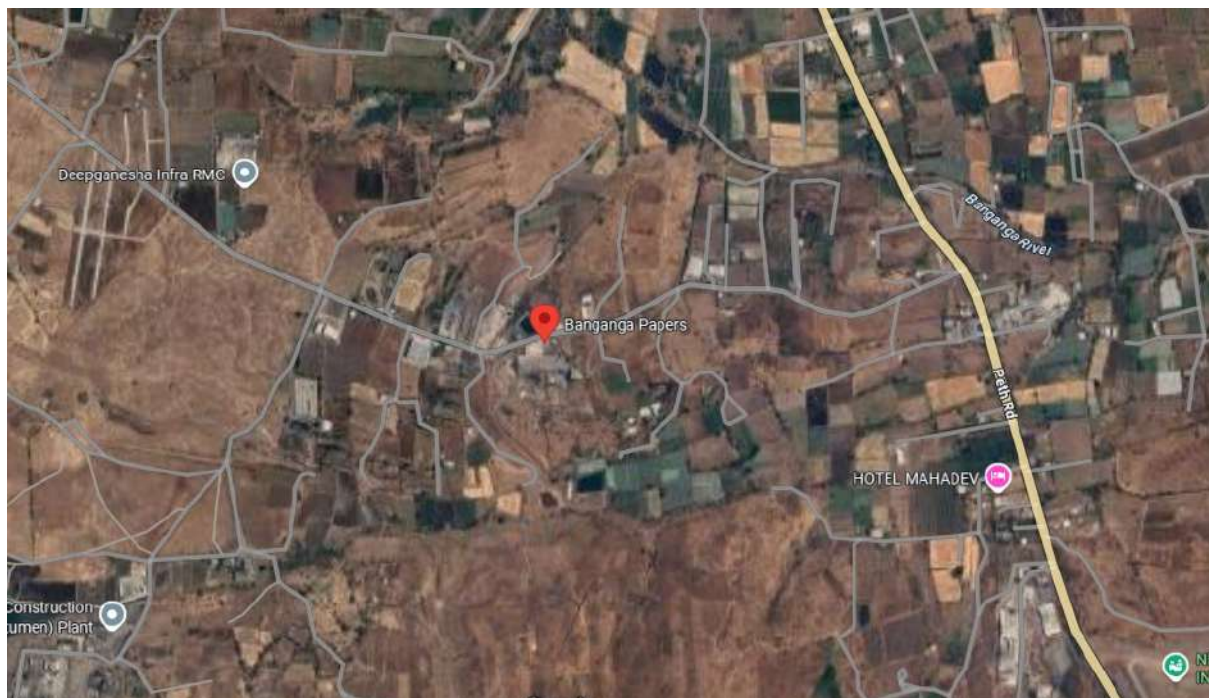
BANGANGA PAPER INDUSTRIES LIMITED

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IMPORTANT NOTICE TO MEMBERS . . .

To support the 'Green Initiative', Members who have not yet registered their email addresses are requested to register the same with their DPs in case the shares are held by them in electronic form or with the Share Transfer Agent of the Company in case the shares are held by them in physical form.

Route Map of Venue:



If undelivered please return to :

BANGANGA PAPER INDUSTRIES LIMITED

CIN - L51900MH1984PLC033082

Sr. No. 186, Gavalwadi Road, Ashewadi, Ramshej, Nashik, Maharashtra 422003., Ashewadi, Nashik, Nashik, Maharashtra, India, 422003

Email: info@bangangapapers.com Website: www.bangangapapers.com