CIN: L17309GJ2017PLC098117

04/09/2021

To,
The National Stock Exchange of India Limited,
Exchange Plaza,
Plot no. C/1, G Block,
Bandra-Kurla Complex
Bandra (E), Mumbai-400051

Dear Sir/Madam,

SUB.: Notice of the 04th Annual General Meeting and Annual Report of the Company for the financial year 2020-21
Ref: - SYMBOL: PASHUPATI

We would like to inform you that the 04th Annual General Meeting ("AGM") of the Company will be held on Thursday, 30th September, 2021 at 01:00 p.m. through Video Conferencing ("VC") / Other Audio-Visual Means ("OAVM"), in accordance with the applicable circulars issued by the Ministry of Corporate Affairs and the Securities and Exchange Board of India

Pursuant to Regulation 34(1) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are submitting herewith the Annual Report of the Company along with the Notice of AGM for the financial year 2020-21 which is being sent through electronic mode to the Members.

Kindly take the above information on your record.

Thanking You,
Yours faithfully,
For, PASHUPATI COTSPIN LIMITED

PASHUPATI COTSPIN LIMITED KADI GUJARAT

SAURIN JAGDISH BHAI PARIKH
Managing Director
(DIN: 02136530)

ALWAYS SETTING
NEW STANDARDS **OF EXCELLENCE**

PASHUPATI
COTSPIN LIMITED

ANNUAL REPORT 2020-21

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DISCLAIMER

Certain statements in this Report relating to our business operations and prospects may be forward-looking statements. These statements can be identified by usage of words such as 'believes', 'estimates', 'anticipates', 'expects', 'intends', 'may', 'will', 'plans', 'outlook' and other words of similar meaning in connection with a discussion of future operating or financial performance.

These forward-looking statements are dependent on assumptions, data or methods that may be incorrect or imprecise and hence may be incapable of being realised. Such statements are not guaranteed of future operating, financial and other results, but constitute our current expectations based on reasonable assumptions. The Company's actual results could materially differ from those projected in any forward-looking statements due to various future events, risks and uncertainties some of which are beyond our control. We do not assume any obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.

CORPORATE INFORMATION

CORPORATE IDENTITY NUMBER (CIN) **L17309GJ2017PLC098117**

BOARD OF DIRECTORS

Mr. Saurin Jagdish Bhai Parikh
Chairman & Managing Director

Mr. Tushar Rameshchandra Trivedi
Wholetime Director

Mr. DaksheshJayantilal Patel
Non-Executive Director

Mr. Sandip Ashwinbhai Parikh
Independent Director

Mrs. Sheela Kirtankumar Roy
Independent Director

COMPANY SECRETARY & COMPLIANCE OFFICER

Ms. Bijal Nareshbhai Thakkar

CHIEF FINANCIAL OFFICER (CFO)

Mr. Hareshkumar Rameshchandra Shah

STATUTORY AUDITOR

M/s. Mahendra N. Shah & Co
Chartered Accountants,
Statutory Auditor

COST AUDITOR

M/s. Ashish Bhavsar & Associates
Cost Accountants

SECRETARIAL AUDITOR

M/s. Khandelwal Devesh & Associates
Practicing Company Secretary

BANKER

Punjab National Bank
HDFC Bank Limited
Yes Bank Limited

REGISTRAR AND SHARE TRANSFER AGENT (RTA)

Link Intime India Pvt. Ltd.
C-101, 247 Park, L.B.S. Marg, Vikhroli (West), Mumbai-400083
E-mail: rnt.helpdesk@linkintime.co.in
Website: www.linkintime.co.in

COMMITTEES

AUDIT COMMITTEE

Mr. Sandip A. Parikh, Chairman
Mrs. Sheela K. Roy, Member
Mr. Saurin J.Parikh, Member

NOMINATION AND REMUNERATION COMMITTEE

Mrs. Sheela K. Roy Chairman
Mr. Sandip A. Parikh Member
Mr. Dakshesh J. Patel Member

STAKEHOLDERS RELATIONSHIP COMMITTEE

Mrs. Sheela K. Roy, Chairman
Mr. Tushar R. Trivedi, Member
Mr. Dakshesh J. Patel, Member

CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

Mr. Saurin J.Parikh, Chairman
Mrs. Sheela K. Roy, Member
Mr. Tushar R. Trivedi, Member

WARRANT ALLOTMENT COMMITTEE

(Dissolve on 24.07.2020)
Mr. SaurinJ.Parikh, Chairman
Mr. Dakshesh J. Patel, Member
Mrs. Sheela K. Roy, Member

REGISTERED OFFICE
Survey No.404 At & Post Balasar, Kadi-Detroj Road,
Kadi Mahesana-382715
Phone: 9099977560
E- MAIL : cs@pashupaticotspin.com
WEBSITE : www.pashupaticotspin.com

PASHUPATI GROUP AT A GLANCE

Pashupati Group is based near Kadi, Ahmedabad, Gujarat, the group has been established in the year 1997 and has diverse verticals like ginning, oil mill, de-linting, spinning, TFO, weaving (with sizing and warping) and finished fabric, warehousing, hotel, pharmaceuticals.The manufacturing facility of the Group is situated at Kadi of Mahesana District in Gujarat state, which is close to the rich cotton-growing areas of Maharashtra and Saurashtra (region) of Gujarat.

The Group has created an admirable reputation for themselves in the industry and diverse verticals with their motto 'FARM TO FASHION' at the forefront.

With unified commitment, the young and energetic skilled experts in the team, have always strived for a common goal. No wonder, today the Group narrates a story of triumph.

ABOUT THE COMPANY

Pashupati Cotspin Limited is the brightest feather in the cap of Pashupati Group. A strong pillar of the Pashupati Group, the Company was originally formed and registered as a Limited Liability Partnership under the Limited Liability Partnership Act, 2008 in the name and style of "Pashupati Cotspin LLP" in the year 2013. Further, "Pashupati Cotspin LLP" was thereafter converted from a Limited Liability Partnership to a Private Limited Company under part I Chapter XXI of Section 366 of Companies Act, 2013 with the name of Pashupati Cotspin Private Limited.

Later, the Company was converted into Public Limited Company and consequently, the name of the company was changed from "Pashupati Cotspin Private Limited" to "Pashupati Cotspin Limited".

The Company came up with its Initial Public Offer (IPO) on SME exchange of NSE i.e. NSE Emerge in the year 2017.

The company is engaged in the business of processing of Kapas (raw cotton) by way of Ginning of cotton, spinning of cotton yarn. The Company manufactures a wide range of products like Cotton bales, Cotton yarn and Black Cotton seeds (Delineate Seeds).

By setting up of the Ginning and Spinning unit the Company has entered into a forward integration of the Textile industry by the manufacturing of cotton yarn to cope up with the changes in the fashion consciousness, development in the cotton textile sector and synchronizing with the initiatives provided by the Central and the State Government.

The company has established a capacity of the spindlage of total 25536 spindle, and 56 ginning units. The plant is equipped with modern and automatic plant and machinery. The level of advancement determines the productivity of machines and labor, which in turn, determines the production and profitability of the Company. The technical team in spinning is well-equipped with modern spinning technology and processing techniques by virtue of which your company is able to ensure quality yarn. Technology is a crucial aspect of the cotton yarn industry. The Company is also using the storage space available for the purpose of letting it out to customers and thereby earning lease rentals as consideration.

The Promoters of the Company Mr. Saurin Jagdish Bhai Parikh, Mr. Trivedi Tushar R and Mr. Dakshesh Jayantilal Patel have more than two decades of experience in the cotton textile industry. The Promoters have sound knowledge of various aspects like the manufacturing process, marketing, finance and all kind of other commercial activities related to the cotton textile industry including but not limited to manufacturing and marketing of raw cotton, Cotton bales, Cottonseeds, yarn and by-products. Under the leadership of the promoters, the Company has been able to maintain cordial customer relationships and generate repeated order flows.

The company is in an advantageous position owing to its experienced promoters, location advantage of their manufacturing unit, forward integration, cost effective production, timely fulfillment of orders and scalable business model.

COUN
LOT NO.
CONE TIP
TPI
V.P
T.WT
SPEED
MARKA

OUR UNITS

Ginning Unit

DR Gin **112 NOS.**
2.5 Lakh Cotton
Bales per annum

Spinning Unit

Ring Spindles **37000 NOS**
9500 MT per annum- Cotton Yarn
Ne 12s to 60s in Single Yarn
Compact-Combed-Carded-
Lycra-Elli Twist- Weaving/Knitting

TFO Unit

TFO M/c **10 NOS.**
1700 MT per annum
Ne 2/20 to 2/40 Double Yarn

FUTURE OUTLOOK

As a future course of action, the company intends to cater to the increasing demand of its existing customers and also to increase the existing customer base by enhancing the distribution reach of their products in different parts of the country and also around the world. The Company proposes to increase its marketing and sales team which can focus in different regions and also maintain and establish relationships with customers.

The Company aims to achieve this by adding value to its customers through innovation, quality assurance, timely delivery, and reliability of their products.

The Company continues to invest in operational excellence throughout the organization. The Company is also addressing operational efficiency through continuous process improvement, customer service and technology development. Alignment of their people to "process improvement" through change management and upgrading of skills as required for customer satisfaction is a continuous activity. Awareness of this quality commitment is widespread among all the employees.

The Company constantly endeavors to improve our production process, skill up-gradation of workers, modernization of machineries to optimize the utilization of resources. The Company regularly analyzes its existing raw material procurement and manufacturing processes to identify the areas of bottlenecks and correct the same. This helps the Company in improving efficiency and putting resources to optimal use.

MISSION

An endeavor to create a platform that promotes innovation, honesty, growth and above all CUSTOMER SATISFACTION.

VISION

To keep up with time to bloom each year

- To launch an apparel line in the near future
- To create sustainable solutions for the society

MOTTO

- Adoption of best industry practices
- Quality above everything else
- Creation of an eco-cultured industry
- A feasible environment for the betterment of workers, industry and the society at large
- To make products from start to your cart

POLICIES

- Innovation and technical know-how that leads to the best production processes
- Investment in renewable energy for a sustainable future
- Focus on professional management and more system-driven features
- Reaping the benefits of yarn's captive consumption
- Enhancement of efforts toward research and development for better growth
- Best quality products at competitive rates

BOARD OF DIRECTORS

MR. SAURIN JAGDISHBHAI PARIKH Chairman and Managing Director

Mr. Saurin Jagdish Bhai Parikh, Mechanical Engineer by qualification, is Chairman and Managing Director and also the Promoter of the Company. He has more than 28 years of experience in the field of manufacturing and export of cotton trade like raw cotton, yarn and its by-products. He has been instrumental in taking major policy decisions of the Company. He plays a vital role in formulating business strategies and effective implementation of the same. He is responsible for the expansion and overall management of the business of our Company. His leadership abilities have been instrumental in leading the core team of the Company.

MR. TUSHAR R. TRIVEDI Whole-time Director

Mr. Tushar R Trivedi is the Whole-time Director of the Company. He holds a Diploma (Mechanical) from Tolani Foundation, Gujarat Technical Board. He is entrusted with the responsibility to look after the Purchase and Production of theCompany. He is a dynamic personality, having vast experience in the field of production planning and operation supervision.

MR. SANDIP ASWINBHAI PARIKH Independent Director

Mr. Sandip Aswinbhai Parikh is the Independent Director of the Company. He is a qualified Chartered Accountant and member of the Institute of Chartered Accountants of India. He has a distinguished track record of service to several global organizations providing counsel in addressing tax issues encompassing transfer pricing regulations applicable to multinational corporations.

MR. DAKSHESH JAYANTILAL PATEL Non-Executive Director

Mr. Dakshesh Jayantilal Patel is the Non-Executive Director of the Company. He holds a Bachelor's degree of Engineering (Civil) from MS University, Baroda and has over 28 years of experience in areas related to the manufacturing of raw cotton, cotton yarn and related products..

MRS. SHEELA KIRTANKUMAR ROY Independent Director

Mrs. Sheela Kirtankumar Roy is the Independent Director of the Company. She holds Bachelor of Commerce from Gujarat University and has experience of nearly 24 years in the field of Teaching.

FROM THE MD'S DESK

Dear Shareholders,

It is our absolute pleasure to share with you the performance of the company and our collective gains for the fiscal year 2020-21.

The fiscal year witnessed challenging times due to several macroeconomic factors; however, your company continues to grow owing to its business model, policies, strategies and the proven ability to survive through difficult times. The company also focused on technological enhancement, quality improvement and research and development in order to maintain and increase operational efficiency.

FINANCIAL PERFORMANCE REVIEW

Due to multiple macroeconomic factors which led to a slowdown in the global as well as Indian economy and the severe impact of the COVID-19 pandemic, the company's financial performance from April to September 2020 suffered and the industry faced nearly 25% reduction in the price of the raw materials.

However, circumstances have changed and the business pace has varied over a period of time. The company recorded operational revenue of Rs. 440,98,11,019. The Company performed exceptionally well in the later half of the year, i.e. from October to March and registered a positive growth as compared to the same period in the previous year.

The net profit also grew significantly from Rs. 3,48,01,265 in FY 2019-20 to Rs. 5,30,43,547 in FY 2020-21.

Your Directors take immense pleasure in informing that in the previous year, your Company paid dividend of (O.50 Paise) 5% and with the growth in its revenue this year your Board of Directors have recommended an increase in the payment of dividend and proposed (0.75 Paise) 7.5% final dividend for the Financial Year 2020-21.

INDUSTRY TREND

The textile industry was severely hit following the COVID-19 pandemic that led to uncertain times. According to a report from AEPC India, the global apparel market shrunk by 22%, coming down from US$ 1,635 billion in 2019 to US$ 1,280 billion in 2020. The consumption is expected to reach to pre-Covid levels over the next couple of years and then retrace its growth path to reach US$ 2,007 billion by 2025.

The demand for textile goods fell domestically and internationally as people focused only on buying essential goods and stocked on their savings. However, there was a silver lining in the dark clouds. The textile minister announced that India's market size in the textile front expects a 10x growth in the near future.

Moreover, due to a decent amount of stock maintained with the Cotton Corporation of India (CCI), the company has an opportunity to purchase from the CCI. Gradually, the demand in the United States and the European Union is also rising and India seems to be the forerunner in the exports front. Thus, your company believes that good times lie ahead of us.

SOCIAL INITIATIVES

The Company is very focused on contributing to society and has ably sought to integrate social concerns in its business operations. Completely understanding the significance of both of these factors, the Company has always believed in dedicating its time and financial resources in equal ratio. With our unwavering commitment to deliver something to society, the company has been planning to invest in renewable energy in the near future.

The group is cognizant of the needs of the people who work for it and undertakes social activities to ensure well being of its workers and society at large in the fields of education, health and skill development. A step further, to guarantee sustainability to its initiatives, the Company mainly contributes its CSR Funds to Pashupati Healthcare Foundation (Registered under Section 8 of the Companies Act, 2013), which is engaged in Cancer Awareness Activities.

"The Company is cognizant of the needs of the people who work for it and undertakes social activities to ensure well being of its workers and society at large"

LOOKING AHEAD

The company is focusing more on operational management, research and development and moving towards professional and well-qualified management to offer the best services to the customers.

The company is also in an endeavor to keep up with the best industry-standard practices in order to fulfill the demands of the dynamic business and also wishes to expand its geographic presence in the years to come.

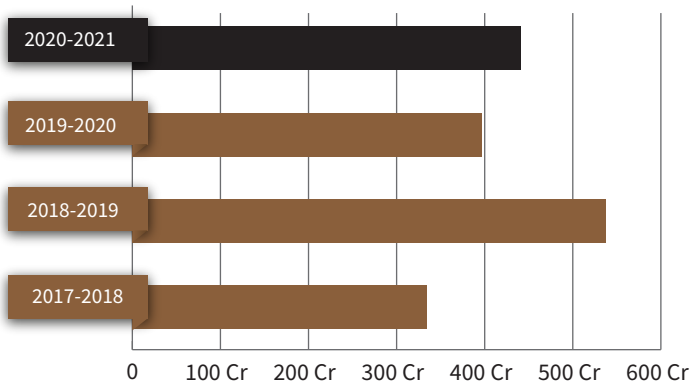
In conclusion, I would like to express my heartfelt gratitude towards the Board and our Management for their constant support and enthusiasm. I am extremely grateful to our employees, our clients, the leadership team and all our well-wishers, who have supported us with their trust and guidance through this challenging year. I acknowledge the support of our Creditors, Customers, Bankers and every other stakeholder for their faith and trust in our abilities. We also wish to thank the COVID-19 frontline workers for their selfless service to the greater community which is helping us all get through these tough times.

While the world is still shaken by the aftermath of the COVID-19 pandemic, we continue to look forward with enthusiasm and hope and also seek your support in our endeavor.

Stay Safe! Stay Healthy!

Thank you,

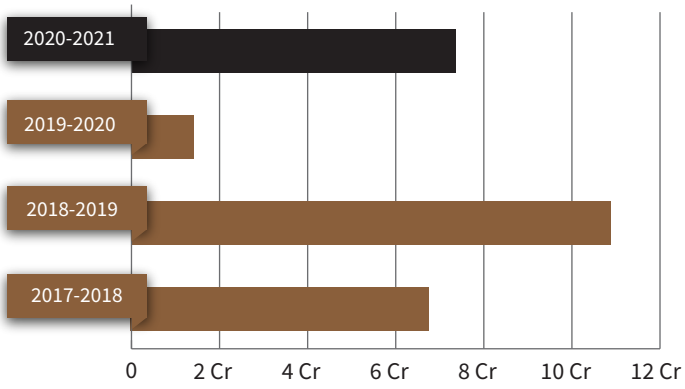
Saurin Parikh
Chairman & Managing Director



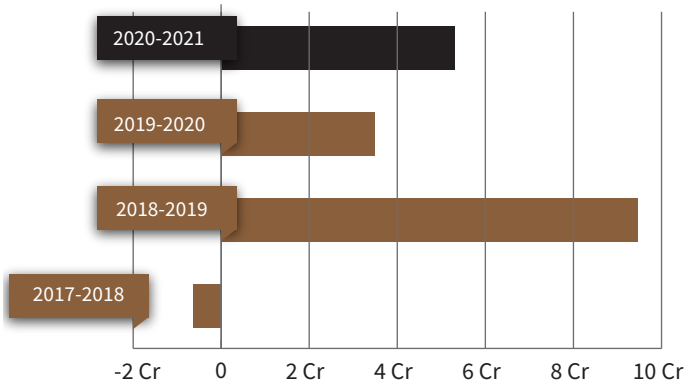
Total Revenue

Rs. 440,98,11,019

PROFIT BEFORE TAX

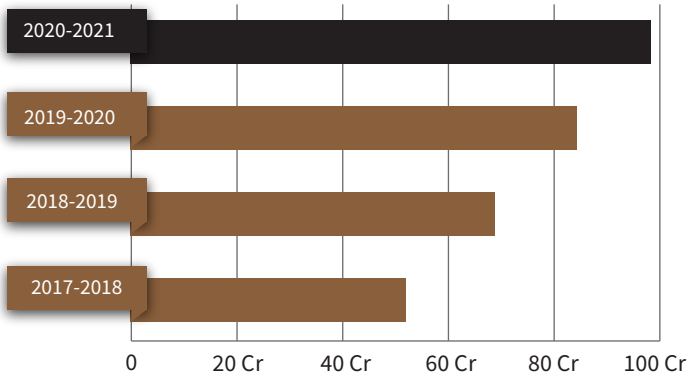


PROFIT/LOSS AFTER TAX



Net Worth

Rs. 98,45,60,857



OUR COMMITMENT TOWARDS THE SOCIETY

Society is at the heart of Pashupati and at the center of everything we do. We understand our role to strengthen society and have come up with several welfare initiatives that we undertake from time to time.

Our environmental and social initiatives enable us to do our bit towards the society and bring about a change in the world around us.

OUR GREEN INITIATIVE

We at Pashupati are strong believers of the notion that we don't inherit the earth from our ancestors, we borrow it from our children. The company aims to contribute to the Government of India's Renewable Energy target of 175GW by 2022 and bring about social, economical and environmental development by harnessing Clean and Sustainable Sources of Energy- Wind and Solar.

COVID-19 READINESS

The COVID-19 pandemic has disrupted demand and supply chains across industries, negatively impacting the business of companies and driving the global economy towards a recession. Governments of various countries had imposed stringent lockdowns in a bid to contain the spread of the disease. This in turn has forced companies to reconfigure how their employees work and how their core business processes are supported and delivered. These events could cause companies to pause and reprioritize their spending on technology and digitization. However, it is becoming evident that companies that have previously digitized their operations have been more resilient. The Company anticipates a slowdown due to global economic recession and impact on certain sectors. However, in the long run, we see increased opportunity for our business due to acceleration in digital transformation initiatives, being our primary focus. With the Government's support and introduction of new policies, revival is bound to occur and the company has various policies and plans in place to bounce back strongly.

NOTICE OF 4TH ANNUAL GENERAL MEETING

NOTICE is hereby given that the 04th (Forth) Annual General Meeting of the Shareholders of **PASHUPATI COTSPIN LIMITED** will be held on Thursday, 30th September, 2021 at 01.00 p.m. through Video Conferencing/ Other Audio-Visual Means (OAVM) to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Standalone audited Financial Statement of the Company for the financial year ended March 31, 2021 and the reports of the Board of Directors and Auditors thereon;

2. To appoint a Director in place of Mr. Tushar Rameshchandra Trivedi (DIN: 06438707) who retires by rotation and being eligible, offers himself for re-appointment.

3. To declare Final Dividend of ₹ 0.75 (Seventy-Five Paisa Only) (7.5%) per equity share for the Financial Year ended March 31, 2021 as recommended by the Board of Directors.

SPECIAL BUSINESS:

4. **Ratification of Remuneration of Cost Auditor of the Company.**

   To consider and if thought fit, to give your assent/dissent to the following resolution as an **Ordinary Resolution**:

   "RESOLVED THAT pursuant to the provisions of Section 148 of the Companies Act 2013 read with the Companies (Audit and Auditors) Rules, 2014, including any statutory modification(s) or re-enactment thereof, for the time being in force, M/s Ashish Bhavsar & Associates, Cost Accountants, Ahmedabad, the Cost Auditor appointed by the Board of Directors, to conduct the audit of the Cost Records of the Company for the financial year ending 31st March, 2022 be paid the remuneration of ₹35,000/- plus applicable taxes and out of pocket expenses incurred by them during the course of Audit.

   RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby authorised to take such steps and actions as may be necessary for implementing the above resolution."

5. **Ratification of Related Party Transactions entered by the Company with related parties.**

   To consider and if thought fit, to give your assent/dissent to the following resolution as an **Ordinary Resolution**:

   "RESOLVED THAT pursuant to the provisions of Section 188 and other applicable provisions of the Companies Act, 2013 read with the rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force) and pursuant to provisions of regulation 23 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 (including any statutory modification(s) or re-enactment thereof, members of the Company do hereby confirm, ratify and approve the contract and/or arrangements entered with the following related party during the F.Y. 2020-21 in the ordinary course of business and on arm's length basis be and is hereby approved and ratified.

Sr. No.	Name of the Related Party	Nature of Relationship	Name of Transaction	Amount (Rs)
1	Pashupati Cotyarn LLP	Mr. Saurin Parikh Managing Director and Mr. Dakshesh Patel Director of Company are also Partners in the LLP.	Machinery Capital Purchase	91,40,568/-
2	R V Enterprise	Mr. Saurin Parikh, Managing Director is a relative of Propritor.	Machinery Capital Purchase	27,28,821/-
3	Esha Miteshbhai Parikh	Relative of Mr. Saurin Parikh Managing Director of the Company.	Purchase of Godown	3,48,00,000/-

RESOLVED FURTHER THAT for the purpose of giving effect to the above, the Board/ Committee be and is hereby authorized to agree, make, accept and finalize all such terms, condition(s), modification(s) and alteration(s) as it may deem fit within the aforesaid limits and the Board/ Committee is also hereby authorized to resolve and settle all questions, difficulties or doubts that may arise with regard to giving effect to this Resolution and to do all such acts, deeds, things as may be necessary in its absolute discretion and to finalize any documents and writings related thereto"

Regd Office:
Survey No. 404, At & Post Balasar,
Kadi-Detroj Road, Kadi
Mahesana-382715, Gujarat

Date: 23/08/2021
Place: Ahmedabad

By Order of the Board of Directors
For, PASHUPATI COTSPIN LIMITED

Sd/-
Saurin Jagdish Bhai Parikh
Chairman & Managing Director
(DIN: 02136530)

NOTES

1. In view of the massive outbreak of the COVID-19 pandemic, social distancing is a norm to be followed, the Government of India; Ministry of Corporate Affairs allowed conducting Annual General Meeting through Video Conferencing (VC) or Other Audio-Visual Means (OAVM) and dispended the personal presence of the members at the meeting. Accordingly, the Ministry of Corporate Affairs issued Circular No. 14/2020 dated April 08, 2020, Circular No. 17/2020 dated April 13, 2020 and Circular No. 20/2020 dated May 05, 2020 prescribing the procedures and manner of conducting the Annual General Meeting through VC/OAVM. In terms of the said circulars, the 04th Annual General Meeting (AGM) of the members will be held through VC/OAVM. Hence, members can attend and participate in the AGM through VC/OAVM only. The detailed procedure for participation in the meeting through VC/OAVM is as per note no. 15 and available at the Company's website www.pashupaticotspin.com.

2. Information regarding appointment/re-appointment of Directors and Explanatory Statement in respect of special businesses to be transacted pursuant to Section 102 of the Companies Act, 2013 and/ or Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is annexed hereto.

3. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM and hence the Proxy Form and attendance slip are not annexed to this notice. However, the Body Corporates are entitled to appoint authorized representatives to attend the AGM through VC/OAVM and participate thereat and cast their votes through e-voting.

4. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.

5. In line with the aforesaid Ministry of Corporate Affairs (MCA) Circulars and SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2021/11 dated May 12, 2020 and Circular No. SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated January 15, 2021 as issued in continuation to its earlier Circular dated May 12, 2020, the Notice of AGM along with Annual Report 2020-21 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/Depositories. Member may note that Notice and Annual Report 2020-21 has been uploaded on the website of the Company at www.pashupaticotspin.com. The Notice can also be accessed from the websites of the Stock Exchange i.e. National Stock Exchange of India Limited at www.nseindia.com. The AGM Notice is also available on the website of NSDL (agency for providing the Remote E-voting facility) i.e, www.evoting.nsdl.com.

6. The Register of Members and Share Transfer Books of the Company will remain closed from Friday, 24th September, 2021 to Thursday, 30th September, 2021 (both days inclusive) For the purpose of determining the shareholders eligible for dividend, if any, declared by the shareholders of the Company at the Annual General Meeting and for the purpose of 04th Annual General Meeting.

7. Members seeking any information with regard to accounts are requested to write to the Company at least 10 days before the meeting so as to enable the management to keep the information ready.

8. The Final Dividend, subject to approval of Members at the Annual General Meeting on 30th September, 2021, will be paid to the Members whose names appear in the Register of Members, as on the date of Book Closure/Record Date of the Company and for that the Register of Members and Share Transfer Books of the Company will remain closed from Friday, 24th September, 2021 to Thursday, 30th September, 2021 (both days inclusive).

9. Members holding the shares in physical mode are requested to notify immediately the change of their address and bank particulars to the R & T Agent of the Company. In case shares held in dematerialized form, the information regarding change of address and bank particulars should be given to their respective Depository Participant.

10. In terms of Section 72 of the Companies Act, 2013, nomination facility is available to individual members holding shares in the physical form. The members, who are desirous of availing this facility, may kindly write to Company's R & T Agent for nominating form by quoting their folio number.

11. The Register of Directors' and Key Managerial Personnel and their shareholding maintained under Section 170 of the Companies Act, 2013, the Register of contracts or arrangements in which the Directors are interested under Section 189 of the Companies Act, 2013 and all other documents referred to in the Notice will be available for inspection in electronic mode.

12. The Members can join the AGM through the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1,000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.

13. **Process and manner for members opting for voting through Electronic means:**

    I. 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 the Circulars issued by the Ministry of Corporate Affairs dated January 13, 2021, in continuation and read with its 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. For this purpose, the Company has entered

into an agreement with National Securities Depository Limited (NSDL), as the Authorized e-voting agency for facilitating voting through electronic means. The facility of casting votes by a member using remote e-voting as well as e-voting system on the date of the AGM will be provided by NSDL.

II. Members whose names are recorded in the Register of Members or in the Register of Beneficial Owners maintained by the Depositories as on the Cut-off date i.e. Thursday, 23rd September, 2021, shall be entitled to avail the facility of remote e-voting as well as e-voting system on the date of the AGM. Any recipient of the Notice, who has no voting rights as on the Cut-off date, shall treat this Notice as intimation only.

III. A person who has acquired the shares and has become a member of the Company after the dispatch of the Notice of the AGM and prior to the Cut-off date i.e. Thursday, 23rd September, 2021, shall be entitled to exercise his/her vote either electronically i.e. remote e-voting or e-voting system on the date of the AGM by following the procedure mentioned in this part.

IV. The remote e-voting will commence on Monday, 27th September, 2021 at 9.00 a.m. and ends on Wednesday, 29th September, 2021 at 5.00 p.m. During this period, the members of the Company holding shares either in physical form or in demat form as on the Cut-off date i.e. Thursday, 23rd September, 2021 may cast their vote electronically. The members will not be able to cast their vote electronically beyond the date and time mentioned above and the remote e-voting module shall be disabled for voting by NSDL thereafter.

V. Once the vote on a resolution is cast by the member, he/she shall not be allowed to change it subsequently or cast the vote again. The voting rights of the members shall be in proportion to their share in the paid-up equity share capital of the Company as on the Cut-off date i.e. Thursday, 23rd September, 2021.

VI. The Company has appointed CS Devesh Khandelwal, Practising Company Secretary (Membership No. FCS: 4202; COP No: 6897), to act as the Scrutinizer for conducting the remote e-voting process as well as the e-voting system on the date of the AGM, in a fair and transparent manner.

14. Process for those shareholders whose email ids are not registered:

a. **For Physical shareholders -** please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (Self attested scanned copy of PAN Card), Aadhar (Self attested scanned copy of Aadhar Card) by email to cs@pashupaticotspin.com.

b. **For Demat shareholders -** please provide Demat account detials (CDSL-16 digit beneficiary ID or NSDL-16 digit DPID + CLID), Name, client master or copy of Consolidated Account statement, PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) to cs@pashupaticotspin.com.

15. THE INTRUCTIONS OF SHAREHOLDERS FOR REMOTEE-VOTING AND E-VOTING DURING AGM AND JOINING MEETING THROUGH VC/OAVM ARE AS UNDER:

i. The voting period begins on Monday, 27th September, 2021 at 9.00 a.m. and ends on Wednesday, 29th September, 2021 at 5.00 p.m. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date i.e. Thursday, 23rd September, 2021 may cast their vote electronically. The e-voting module shall be disabled by NSDL for voting thereafter.

ii. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. Thursday, 23rd September, 2021, may cast their vote electronically.

iii. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being Thursday, 23rd September, 2021.

iv. Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting.

v. In terms of SEBI circular 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.

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

Type of shareholders	Login Method
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 options available against company name or **e-Voting service provider - NSDL** and you will be re-directed to NSDL e-Voting 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 held 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 options available against company name or **e-Voting service provider - NSDL** and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
Individual Shareholders holding securities in demat mode with CDSL	1) Existing users who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or www.cdslindia.com and click on New System Myeasi. 2) After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of **e-Voting service provider i.e. NSDL. Click on NSDL** to cast your vote. 3) If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration 4) Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. **NSDL** where the e-Voting is in progress.
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. Once login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on options available against company name or **e-Voting service provider-NSDL** and you will be redirected to e-Voting website of NSDL 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. NSDL and CDSL.

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

LOGIN METHOD FOR SHAREHOLDERS OTHER THAN INDIVIDUAL SHAREHOLDERS HOLDING SECURITIES IN DEMAT MODE AND SHAREHOLDERS HOLDING SECURITIES IN PHYSICAL MODE.

How to Log-in to NSDL e-Voting website?

1. 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.

2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section.

3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.

   Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at https://eservices.nsdl.com/ with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.

4. Your User ID details are given below:

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12****** then your user ID is IN300***12******.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12********** then your user ID is 12**********
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example, if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Password details for shareholders other than Individual shareholders are given below:

   a) If you are already registered for e-Voting, then you can user your existing password to login and cast your vote.

   b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.

   c) How to retrieve your 'initial password'?

      (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e., a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8-digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.

      (ii) If your email ID is not registered, please follow steps mentioned below in process for those shareholders whose email ids are not registered

6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:

   a) Click on "Forgot User Details/Password?"(If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.

   b) Physical User Reset Password?" (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.

   c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address etc.

   d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.

7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.

8. Now, you will have to click on "Login" button.

9. After you click on the "Login" button, Home page of e-Voting will open.

16. The instructions for casting of votes electronically and join General Meeting on NSDL E-voting system are as under: -

a. After successful login at Step 1, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle and General Meeting is in active status.

b. Select "EVEN" of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on "VC/OAVM" link placed under "Join General Meeting".

c. Now you are ready for e-Voting as the Voting page opens.

d. Cast your vote by selecting appropriate options i.e., assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.

e. Upon confirmation, the message "Vote cast successfully" will be displayed.

f. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.

g. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

17. The results declared along with the Scrutinizer's Report shall be placed on the Company's website www.pashupaticotspin.com within two working days of the passing of the Resolutions at the 04th AGM of the Company and shall also be communicated to the Stock Exchanges where the shares of the Company are listed.

18. Instructions for members for e-voting on the day of AGM are as under: -

a) The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.

b) Only those Members/ shareholders, who will be present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.

c) Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.

d) The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.

19. Instruction for members for attending the AGM through VC/OAVM are as under:

a) Member will be provided with a facility to attend the EGM/ AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for Access to NSDL e-Voting system. After successful login, you can see link of "VC/OAVM link" placed under "Join General meeting" menu against company name. You are requested to click on VC/OAVM link placed under Join General Meeting menu. The link for VC/OAVM will be available in Shareholder/Member login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.

b) Members are encouraged to join the Meeting through Laptops for better experience.

c) Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.

d) Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.

e) Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at www.pashupaticotspin.com. The same will be replied by the company suitably.

f) Since the AGM will be held through VC/OAVM, the Route Map is not annexed in this Notice

Regd Office:
Survey No. 404, At & Post Balasar,
Kadi-Detroj Road, Kadi
Mahesana-382715, Gujarat

Date: 23/08/2021
Place: Ahmedabad

By Order of the Board of Directors
For, PASHUPATI COTSPIN LIMITED

Sd/-
Saurin Jagdish Bhai Parikh
Chairman & Managing Director
(DIN: 02136530)

CONTACT DETAILS

Company: PASHUPATI COTSPIN LIMITED
Regd. Office: Survey No.404 At & Post Balasar, Kadi-Detroj Road, Kadi Mahesana-382715
Phone: 9099977560
CIN: L17309GJ2017PLC098117
E-mail: cs@pashupaticotspin.com
Website: www.pashupaticotspin.com

Registrar and Transfer Agent: Link Intime India Pvt. Ltd.
Regd.Office: C-101, 247 Park, L.B.S. Marg, Vikhroli (West), Mumbai-400083
E-mail: rnt.helpdesk@linkintime.co.in
Website: www.linkintime.co.in

E-Voting Agency: National Securities Depository Limited (NSDL)
E-mail: evoting@nsdl.co.in
Phone: 1800 1020 990/1800 22 44 30

Scrutinizer: CS Devesh Khandelwal, Practicing Company Secretary (FCS: 6897 and COP: 4202)
E-mail: info@csdevesh.com

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

Item No. 4

The Board at its meeting held on 21st June, 2021 on the recommendation of Audit Committee, has appointed M/s Ashish Bhavsar & Associates, Cost Accountant, Ahmedabad as the Cost Auditor to conduct the audit of cost records of the Company for the financial year 2021-22 on a remuneration of ₹35,000/- (excluding Taxes) plus reimbursement of out-of-pocket expenses and conveyance.

In accordance with the provisions of Section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, the remuneration as mentioned above, payable to the Cost Auditor is required to be ratified by the shareholders of the Company. The Board recommends the aforesaid resolution for approval of the members.

None of the Directors, Key Managerial Personnel (KMP) of the Company or their relatives are concerned or interested in the aforesaid resolution except to the extent of their shareholding.

Item No. 5

The Company has entered into transactions during Financial Year 2020-21 with R V Enterprise, Pashupati Cotyarn LLP and Esha Miteshbhai Parikh. The Audit Committee & the Board of Directors of the Company have considered this Contracts/Arrangement and limits at their respective meetings and ratified and approved the Contracts/Arrangements and have also decided to seek ratification and approval of Shareholders pursuant to Section 188 of the Act, read with the Companies (Meetings of Board and its Powers) Rules, 2014. The Board accordingly recommends the resolution as set out in Item No. 5 of the Notice for ratification and approval of the members as an Ordinary Resolution. Interested members would not be eligible to vote on the resolution set out at item No.5 of the accompanying notice in term of Section 188 of the Companies Act, 2013 and SEBI Regulations.

None of the Directors except Mr. Saurin Jagdish Bhai Parikh, Mr. Tushar Rameshchandra Trivedi, and Mr. Dakshesh Jayantilal Patel along with their relatives are interested in the said resolution except to the extent of their Shareholding. The Board recommends the Ordinary Resolution set out at Item No. 5 of the Notice for approval by the Shareholders.

Regd Office:
Survey No. 404, At & Post Balasar,
Kadi-Detroj Road, Kadi
Mahesana-382715, Gujarat

Date: 23/08/2021
Place: Ahmedabad

By Order of the Board of Directors
For, PASHUPATI COTSPIN LIMITED

Sd/-
Saurin Jagdish Bhai Parikh
Chairman & Managing Director
(DIN: 02136530)

DETAILS OF DIRECTORS SEEKING APPOINTMENT / RE-APPONTMENT AS REQUIRED UNDER REGULATION 36 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS 2015

(In pursuance of Regulation 36(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015)

Name of Director	**Tushar Rameshchandra Trivedi**
DIN	06438707
Date of Birth	18/07/1972
Date of Appointment	03/07/2017
Relationship Between Directors inter se	Nil
Expertise in Specific functional area	He has more than 30 years of experience in the field of production planning and operation supervision.
Qualification	Diploma (Mechanical)
Other Board Membership*	Nil
Committee Membership in other public companies	Nil
Number of Shares held in the Company	3,39,000

*Pvt. Companies excluded.

Regd Office:
Survey No. 404, At & Post Balasar,
Kadi-Detroj Road, Kadi
Mahesana-382715, Gujarat

Date: 23/08/2021
Place: Ahmedabad

By Order of the Board of Directors
For, PASHUPATI COTSPIN LIMITED

Sd/-
Saurin Jagdish Bhai Parikh
Chairman & Managing Director
(DIN: 02136530)

DIRECTOR'S REPORT

Dear Members,

Your Directors take pleasure in presenting the 04th Annual Report on business and operations along with Audited Financial Statements and the Auditor's report of your Company for the financial year ended 31st March, 2021.

1. Financial Results

The Financial Performance of the company for the year ended 31st March; 2021 is summarized as below:

(Standalone) (₹ in Lakh except EPS)

Particulars for the year ended	March 31,2021	March 31,2020
Net revenue from Operations (Sales)	**44098.11**	**39701.11**
Profit Before Depreciation, Exceptional Item and Tax	2278.45	1141.95
Less: Depreciation	1540.58	1335.46
Profit Before Extra ordinary Items and Tax	**737.86**	**(193.50)**
Extra Ordinary Items	0.00	336.13
Profit Before Tax	**737.86**	**142.63**
Tax Expense		
- Current Tax	343.87	(63.54)
Less: MAT Credit Receivable	0.00	0.00
- Deferred Tax	(136.45)	(141.85)
Profit After Tax	**530.44**	**348.01**
EPS (Basic) (In ₹)	3.80	3.10
EPS (Diluted) (In ₹)	3.80	2.14

2. Overview of Company's Financial Performance:

During the year under review, your Company has achieved a total net sale of ₹ 44098.11 lakhs and achieved Net Profit after Tax (NP) of ₹ 530.44 lakhs. Your directors are optimistic about the performance of the Company in the coming years.

3. Share Capital

The authorised share capital of the Company as on date of balance sheet is ₹15,50,00,000/- divided into 1,55,00,000 equity shares of ₹10/- each.

The paid-up share capital of the Company as on date of balance sheet is ₹15,28,40,000/- divided into 1,52,84,000 equity shares of ₹10/- each.

a) Status of shares

As the members are aware, the Company's shares are compulsorily tradable in electronic form. As on March 31, 2021, 100.00% of the Company's total paid up capital representing 1,52,84,000 shares are in de-materialized form.

b) Other shares

Your company has not issued any equity shares with differential rights, sweat equity shares, employee stock options and did not purchase its own shares. Hence there is no information to be provided as required under Rule 4(4), Rule 8(13), Rule 12(9) and Rule 16(4) of the Companies (Share Capital and Debentures) Rules, 2014 and Section 62 of the Companies Act 2013 respectively.

4. Dividend

Your Directors are pleased to recommend a Final Dividend of Re. 0.75 (Rupee Seventy Five Paisa) (7.5%) per equity share of face value of ₹10/- each for the financial year ended on 31st March, 2021 which shall be paid subject to approval of members at the ensuing 04th Annual General Meeting.

The Final Dividend, subject to approval of Members at the Annual General Meeting on 30th September, 2021, will be paid to the Members whose names appear in the Register of Members, as on the date of Book Closure/Record Date of the Company for the purpose of 04th AGM and Payment of Final Dividend.

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

Since there was no unpaid/unclaimed dividend, the provision of Section 125 of the Companies Act, 2013 do not apply.

6. Change in the nature of business, if any-

There is no change in the nature of business carried out by the Company in the Year 2020-2021.

7. Amounts Transferred to Reserves:

In accordance to the provisions of Section 134(3)(j) of the Companies Act, 2013, (hereinafter "the Act") the Company has not proposed any amount to transfer to the General reserves of the Company for the financial year 2020-21.

8. Subsidiary, Joint Ventures and Associate Companies

During the year under review, your company has no subsidiaries, joint ventures or associate companies.

9. Public Deposit

The Company has not accepted or renewed any amount falling within the purview of provisions of Section 73 of the Companies Act, 2013 ("the Act") read with the Companies (Acceptance of Deposit) Rules, 2014 during the period under review. Hence, the requirement for furnishing the details of deposits which are not in compliance with Chapter V of the Act is not applicable.

10. Particulars of loan, Guarantees or Investment made under Section 186

The details of the loans, guarantees and investments are provided in the notes to the audited financial statements annexed with the Annual Report.

11. Annual Return of the Company:

Pursuant to Section 92(3) read with Section 134(3)(a) of the Companies Act, 2013, the Annual Return as on 31st March, 2021 is available on the Company's website at https://pashupaticotspin.com/annual-return/

12. Directors & Key Management Personnel

I. Composition of Board & Board Meetings

The Board of Directors of the Company has an optimum combination of Executive, Non-Executive and Independent Directors. As on the date of this report, the Board comprises of 5(Five) Directors, out of which 2 are Executive Directors, 1 is Non-Executive Director and 2 are Independent Directors that includes one Woman Independent Director. The Chairman of the Board is an executive Director.

The Board of Directors duly met Six (07) times on 17/06/2020, 29/06/2020, 24/07/2020, 07/09/2020, 11/11/2020, 22/12/2020 and 03/03/2021 during the year.

The Composition, category and attendance of each Director at the Board and Annual General Meeting and Number of other Directorship and Chairmanship/ Membership of Committee of each Director in various companies is as follows: -

Name of Director	Designation	Category	No of Board Meetings held during the year	No of Board Meetings attended during the year	Attendance at the Last AGM
Mr. Saurin Jagdish Bhai Parikh	Chairman & Managing Director	Promoter	07	07	Yes
Mr. Tushar Rameshchandra Trivedi	Whole Time Director	Promoter	07	07	Yes
Mr. Dakshesh Jayantilal Patel	Non-Executive Director	Promoter	07	07	Yes
Mr. Sandip Ashwinbhai Parikh	Non-Executive Director	Independent	07	07	Yes
Mrs. Sheela Kirtankumar Roy	Non-Executive Director	Independent	07	07	Yes

II. Appointments:

During the year under review, no Director has been appointed by the Company.

III. Cessations:

During the year under review, no Director has been resigned from the Company.

IV. Retirement by Rotation

In accordance with the provisions of Section 152 of the Companies Act, 2013 read with the Companies (Appointment & Qualification of Directors) Rules, and Companies Articles of Association, Mr. Tushar Rameshchandra Trivedi (DIN-06438707), Whole Time Director of the Company retires by rotation at the ensuing Annual General Meeting and being eligible offers himself for re-appointment. Necessary resolution for his re-appointment is placed before the shareholder for approval.

V. Profile of Directors seeking appointment / reappointment

As required under regulation 36(3) of SEBI (LODR), 2015, particulars of the Directors retiring and seeking reappointment at the ensuing Annual General Meeting is annexed to the notice convening 04th Annual General Meeting.

VI. Key Managerial Personnel

As on the date of this report, the following persons are the Key Managerial Personnel(s) of the Company:

a) Mr. Saurin Jagdish Bhai Parikh, Chairman & Managing Director

b) Mr. Tushar Rameshchandra Trivedi, Whole Time Director

c) Mr. Hareshkumar Rameshchandra Shah, Chief Financial Officer

d) Ms. Bijal Nareshbhai Thakkar, Company Secretary & Compliance Officer

VII. Declaration from Independent Director

All the Independent Directors of the Company have given their declarations stating that they meet the criteria of independence as prescribed under the Section 149(6) of the Companies Act, 2013 read with the rules made there under and read with Regulation 16(1)(b) of the Listing Regulations in the opinion of the Board, the Independent Directors meet the said criteria.

During the year under review the Independent Directors duly met pursuant to the provisions as specified in Schedule IV of the Companies Act, 2013 and the quorum was present throughout the meeting.

13. BOARD COMMITTEES

Your Company has five Committees of the Board, namely:

I. Audit Committee

II. Nomination and Remuneration Committee

III. Stakeholders' Relationship Committee

IV. Corporate Social Responsibility Committee

V. Warrant Allotment Committee (Dissolved on full conversion of all pending warrants)

Details of all the Committees along with their composition, terms of reference and meetings held during the year are provided in detail as below:

I. Audit Committee

The Audit Committee is duly constituted vide Board Resolution dated 26/07/2017 in accordance with SEBI (LODR) Regulations 2015 and Section 177 of the Companies Act, 2013 read with Rule 6 of the Companies (Meetings of the Board and its Powers) Rules, 2014 as amended from time to time. It adheres to the terms of reference which is prepared in compliance with Section 177 of the Companies Act, 2013, and SEBI (LODR) Regulations 2015. The constituted Audit Committee comprises following members:

Name	Category	Position	Number of meetings held	Number of meetings attended
Mr. Sandip Ashwinbhai Parikh	Independent Director	Chairman	2	2
Mrs. Sheela Kirtankumar Roy	Independent Director	Member	2	2
Mr. Saurin Jagdish Bhai Parikh	Managing Director	Member	2	2

Two third of the members are Independent Directors and all the members are financially literate. The composition, role, functions and powers of the Audit Committee are in line with the requirements of applicable laws and regulations. The Audit Committee shall oversee financial reporting process and disclosures, review financial statements, internal audit reports, related party transactions, financial and risk management policies, auditors' qualifications, compliance with Accounting Standards etc. and oversee compliance with Stock Exchanges and legal requirements concerning financial statements and fixation of audit fee as well as payment for other services etc.

Two Audit Committee meetings were held during the year 2020-21 on 29/06/2020, and 11/11/2020.

II. Nomination and Remuneration Committee

The Nomination and Remuneration Committee is constituted vide Board Resolution dated 26/07/2017 in accordance with SEBI (LODR) Regulations 2015 and Section 178 of the Companies Act, 2013 read with Rule 6 of the Companies (Meetings of the Board and its Powers) Rules, 2014 as amended from time to time. The Company Secretary acts as the Secretary to the Nomination and Remuneration Committee and the Committee Members are:

Name	Category	Position	Number of meetings held	Number of meetings attended
Mrs. Sheela Kirtankumar Roy	Independent Director	Chairman	1	1
Mr. Sandip Ashwinbhai Parikh	Independent Director	Member	1	1
Mr. Dakshesh Jayantilal Patel	Non-Executive Director	Member	1	1

The Board has in accordance with the provisions of sub-section (3) of Section 178 of the Companies Act, 2013 formulated the policy setting out the criteria for determining qualifications, positive attributes, independence of a Director and policy relating to remuneration of Directors, Key Managerial Personnel and other employees. The said policy is available on the Website of the Company www.pashupaticotspin.com.

One Nomination and Remuneration Committee Meeting was held during the year 2020-21 on 17.06.2020.

III. Stakeholders Relationship Committee

The Stakeholders Relationship Committee is constituted vide Board Resolution dated 26/07/2017 in compliance with the requirements of Section 178 of the Companies Act, 2013. Company Secretary is the Compliance Officer, who acts as the Secretary to the Committee and the Members of the Committee are:

Name	Category	Position	No. of meetings held	No. of meetings attended
Mrs. Sheela Kirtankumar Roy	Independent Director	Chairman	4	4
Mr. Tushar Rameshchandra Trivedi	Whole Time Director	Member	4	4
Mr. Dakshesh Jayantilal Patel	Non-Executive Director	Member	4	4

The Stakeholders Relationship Committee looks into shareholders' complaints related to transfer of shares, non-receipt of balance sheet besides complaints from SEBI, Stock Exchanges, Court and various Investor Forums. It oversees the performance of the Registrars and Transfer Agent, and recommends measures for overall improvement in the quality of investor services. The Company is in compliance with the SCORES, which has initiated by SEBI for processing the investor complaints in a centralized web-based redress system and online redressal of all the shareholders complaints.

Four meetings were held during the year 2020-21 on 22/05/2020, 28/09/2020, 15/12/2020 and 01/03/2021.

IV. Corporate Social Responsibility Committee

The Corporate Social Responsibility Committee is constituted in compliance with the requirements of Section 135 of the Companies Act, 2013, to undertake the below mentioned tasks:

A. To recommend the policy on Corporate Social Responsibility (CSR) and Implementation of the CSR Projects or program to be undertaken by the company as per the CSR Policy for consideration and approval by the Board of Directors.

B. Recommend the amount of expenditure to be incurred on the corporate social responsibility activities; and

C. Monitor the implementation of the Company's corporate social responsibility policy.

During the financial year ended 31st March, 2021, the Company has done CSR expenditure of ₹ 13,60,000 (Rupees Thirteen Lacs Sixty Thousand Only). The CSR initiative of the Company is mainly under promotion of healthcare specially relating to cancer awareness.

The Corporate Social Responsibility Committee comprises the following:

Name	Category	Position	No. of meetings held	No. of meetings attended
Mr. Saurin Jagdish Bhai Parikh	Managing Director	Chairman	3	3
Mrs. Sheela Kirtankumar Roy	Independent Director	Member	3	3
Mr. Tushar Rameshchandra Trivedi	Whole Time Director	Member	3	3

Three meetings were held during the year 2020-21 on 01/04/2020, 15/12/2020 and 25/03/2021.

The Company's CSR Policy statement and Annual Report on the CSR activities undertaken during the financial year ended 31st March, 2021 in accordance with section 135 of the Companies Act, 2013 and Companies (Corporate Social Responsibility Policy) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force) is set out in "**Annexure A**" to this Report.

V. Warrant Allotment Committee

Pursuant to 62 (1) (c) read with Section 42 of Companies Act, 2013 and Chapter V of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 and Special Resolution passed in Extra-Ordinary General Meeting dated 29th December, 2018, the Company had issued 50,00,000 (Fifty Lakh only) Share Warrants carrying an option/entitlement to subscribe to Equity shares of ₹10/- each and the Board of Directors in their meeting held on 28.01.2019 formed a committee named Warrant Allotment Committee to delegate all its power pertaining to allotment of 50,00,000 share warrants to the proposed allottees and conversion of such warrants into equity shares. Following directors are the members of the said committee.

Name	Category	Position	No. of meetings held	No. of meetings attended
Mr. Saurin Jagdish Bhai Parikh	Managing Director	Chairman	2	2
Mr. DaksheshJayantilal Patel	Non-Executive Director	Member	2	2
Mrs. Sheela Kirtankumar Roy	Independent Director	Member	2	2

Two meetings were held during the year 2020-21 on 13/07/2020 and 14/07/2020

The scope and function of the Committee and its terms of reference shall include the following;

A. Tenure:

The Warrant Committee shoul continue to be in function as a committee of the Board until otherwise resolved by the Board. The Board dissolved the said Committee on 24/07/2020, as all pending warrants are being converted into Equity shares and necessary formalities have been completed, therefore, now there is no matter of reference for this Committee remains.

B. Meetings:

The committee shall meet as and when the need arises. The quorum for the meeting shall be one third of the total strength of the committee or two members, whichever is higher. Meeting of the Committee shall be called by at least five days' notice in advance.

C. Terms of Reference:

- To call the balance amount i.e., 75% from the warrant holders
- To convert warrants in to Equity Shares on receipt of the balance amount of warrants
- To make application for listing and trading approval to NSE
- To issue Share to the allottees in dematerialize form
- To do application for corporate action with NSDL & CDSL as and when required in the matter of allotment and issue of shares on conversion of warrants
- To do application for Lock-in of shares issued on conversion of warrants
- Any other power specifically assigned by the Board of Directors of the Company from time to time by way of resolution passed by it in a duly conducted Meeting

14. Compliance Officer

The Compliance Officer of the Company is Ms. Bijal Nareshbhai Thakkar, who is also designated as Company Secretary of the Company.

15. Statements on Formal Annual Evaluation of Board

Nomination and Remuneration Committee annually evaluates the performance of individual Directors, Committees, and of the Board as a whole in accordance with the formal system adopted by it. Further, the Board also regularly in their meetings held for various purposes evaluates the performance of all the Directors, committees and the Board as a whole. The Board considers the recommendation made by Nomination and Remuneration Committee in regard to the evaluation of board members and also tries to discharge its duties more effectively. Each Board member's contribution, their participation was evaluated and the domain knowledge they bring. They also evaluated the manner in which the information flows between the Board and the Management and the manner in which the board papers and other documents are prepared and furnished.

16. Material changes and commitments, if any, affecting the financial position of the company which have occurred between the end of the financial year of the company to which the financial statements relate and the date of the report

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

17. Details of significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future

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

18. Conversion of Warrants into Equity Shares of the Company

During the year under review, pursuant to 62(1)(c) read with Section 42 of Companies Act, 2013 and Chapter V of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, the Company has allotted 4050000 Equity Shares of ₹10/- each at a premium of ₹49/- per Share in the meeting of the Board of Directors held on 24/07/2020, pursuant to Conversion of Equity Warrants issued on 28/01/2019.

19. Changes in Paid up-Share Capital of the Company

During the year under review, on 24/07/2020, the Company has allotted 4050000 equity shares of ₹10/- each on conversion of 4050000 warrants and accordingly the paid-up Equity Share Capital of the Company has been increased from ₹ 11,23,40,000/- (Rupees Eleven Crore Twenty-Three Lakhs Forty Thousand Only) divided into 1,12,34,000 (One Crore Twelve Lakhs Thirty-Four Thousand) Equity Shares of ₹10/- (Rupees Ten Only) each to ₹ 15,28,40,000/- (Rupees Fifteen Crore Twenty-Eight Lakhs Forty Thousand Only) divided into 1,52,84,000 (One Crore Fifty-Two Lakhs Eighty-Four Thousand) Equity Shares of ₹10/- (Rupees Ten Only) each.

Paid-up Share Capital	As at 31st March 2021		As at 31st March 2020	
	Shares	Capital	Shares	Capital
Equity Shares of Rs 10/- each	1,52,84,000	15,28,40,000	1,12,34,000	11,23,40,000

20. Auditors

1. Statutory Auditors

M/s. Mahendra N. Shah & Co., Chartered Accountants, the Statutory Auditors of the Company, were appointed at the 01st Annual General Meeting held on 17th September, 2018 to hold office for a period of 5 (Five) years i.e., from the conclusion of 01st (First) Annual General Meeting (AGM) till the conclusion of 06th (Six) Annual General Meeting to be held in the year 2023 at such remuneration as may be mutually agreed between the Board of Directors of the Company and the Statutory Auditors.

In accordance with the Companies Amendment Act, 2017, enforced on 7th May, 2018 by the Ministry of Corporate Affairs, the appointment of Statutory Auditors is not required to be ratified at every Annual General Meeting.

There are no qualifications, reservations or adverse remarks made by M/s. Mahendra N. Shah & Co., Chartered Accountants, the Statutory Auditors of the Company, in their report.

2. Cost Auditors

Pursuant to provisions of Section 148 and all other applicable provisions of the Companies Act, 2013, read with the Companies (Audit and Auditors) Rules, 2014 framed thereunder and the Cost Audit orders issued from time to time, the Board of Directors has appointed M/s. Ashish Bhavsar & Associates, Cost Accountants (FRN: 000387) as a Cost Auditors to conduct the audit of cost records of the Company. The Company has received consent from M/s. Ashish Bhavsar & Associates, Cost Accountants, to act as the Cost Auditor for conducting audit of the cost records for the Company along with a certificate confirming their independence and arm's length relationship.

The Ordinary Resolution seeking approval from members for remuneration payable to the said Cost Auditor forms a part of the Notice of this Annual General Meeting.

3. Secretarial Auditor

Pursuant to Section 204(1) of the Companies Act, 2013 and Rule 9 of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board of Directors of the Company has appointed M/s. Devesh Khandelwal & Associates, Practicing Company Secretaries, Ahmedabad to conduct Secretarial Audit of the Company. The secretarial audit of the Company has been conducted on a concurrent basis in respect of the matters as set out in the said rules and Secretarial Audit Report given by M/s. Devesh Khandelwal & Associates, Practicing Company Secretaries, Secretarial Auditor of the Company forms part of this report and is marked as "**Annexure-B**".

There are qualifications, reservations or adverse remarks made by M/s. Khandelwal Devesh & Associates, Practicing Company Secretaries, Secretarial Auditor of the Company in their report which are mentioned hereunder:

Qualifications	Explanations
Non-compliance of Regulation 29 of SEBI (LODR) Regulations, 2015 which states that the listed entity shall give prior intimation to stock exchange about the meeting of the board of directors in which the final dividend is to be recommended.	The Company failed to give prior intimation due to ongoing Covid-19 pandemic, some of employees of the Company were on work from home (WFH), including some key personnel therefore, the management could not discuss in length about various matters to be considered in the Board Meeting but in the Board Meeting held on 29.06.2020, the board members were of the view to recommend final dividend and accordingly in the meeting, the Board of Directors decided to recommend Final Dividend of ₹0.50 (Fifty Paisa Only) per equity share (i.e. 5% on the Paid up Equity Share Capital) for the Financial Year ended 31st March, 2020 subject to approval of the Shareholders at the ensuing Annual General Meeting (AGM). However, the Company has paid the fine amount of ₹11,800/- including GST.

The Board, at its meeting held on 21st June, 2021, has re-appointed M/s. Khandelwal Devesh & Associates, Company Secretaries, as Secretarial Auditor, for conducting Secretarial Audit of the Company for FY 2021–22.

21. Personnel

The information required under Section 197 of the Companies Act, 2013 read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is provided in the Report and marked as "**Annexure-C**". No employee of the Company was in receipt of the remuneration exceeding the limits prescribed in the rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

22. Management's Discussion and Analysis Report

The Management's Discussion and Analysis Report for the year under review, as stipulated under Regulation 34(2)(e) of the Listing Regulations is given as "**Annexure-D**" to this report.

23. Conservation of energy, technology absorption and foreign exchange earnings and outgo

A. CONSERVATION OF ENERGY:

A statement containing the necessary information required under Section 134(3) (m) of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014 are given as "**Annexure-E**" to this report.

B. TECHNOLOGY ABSORPTION:

i. the efforts made towards technology absorption: None

ii. the benefits derived like product improvement, cost reduction, product development or import substitution: None

iii. in case of imported technology (imported during the last three years reckoned from the beginning of the financial year)-

a) the details of technology imported: **None**

b) the year of import: **N.A.**

c) whether the technology been fully absorbed: **N.A.**

d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof: **N.A.**

e) the expenditure incurred on Research and Development: **Nil**

C. Foreign exchange Earnings & Outgo

- Foreign Exchange Earning: NIL
- Foreign Exchange Outgo: ₹44,95,728/-

24. Particulars of contracts or arrangements with related parties:

All related party transactions which were entered into during the financial year were on an arm's length basis and in the ordinary course of business.

The details of related party transactions are annexed to this Board Report in **Form AOC-2** and marked as "**Annexure-F**" to this report.

25. Statement regarding the development and implementation of Risk Management Policy

The Company has not developed and implemented any risk management policy as the risk threatening the business activity carried out by the Company during the year are minimal.

26. Board Evaluation

The Board carried out an annual performance evaluation of its own performance, the performance of the Independent Directors individually as well as the evaluation of the working of the Committees of the Board. The performance evaluation of all the Directors was carried out by the Nomination and Remuneration Committee. The performance evaluation of the Chairman and the Non-Independent Directors was carried out by the Independent Directors.

27. Adequacy of Internal Financial Control

The Company has designed and implemented a process driven framework for Internal Financial Controls ('IFC') within the meaning of the explanation to Section 134(5)(e) of the Act. For the year ended March 31, 2021, the Board is of the opinion that the Company has sound IFC commensurate with the nature and size of its business operations and operating effectively and no material weaknesses exist. The Company has a process in place to continuously monitor the same and identify gaps, if any, and implement new and / or improved controls wherever the effect of such gaps would have a material effect on the Company's operations.

During the year, no reportable material weakness was observed.

28. Directors' Responsibility Statement

In terms of Section 134 (5) of the Companies Act, 2013, the directors would like to state that:

(a) In the preparation of the annual accounts for the financial year ended March 31, 2021, the applicable accounting standards have been followed along with proper explanation relating to material departures.

(b) The directors have selected such accounting policies and applied them consistently and made judgments and estimates that were 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 and loss of the Company for that period under review.

(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 had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.

(f) The directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

29. Listing

The Equity shares of the Company are listed on SME platform of NSE (NSE EMERGE) and the Company has paid the annual listing fees for the year 2020-21.

30. Prevention of Sexual Harassment at Workplace

As per the requirement of the Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 and rules made thereunder, your Company has constituted Internal Complaints Committee (ICC) which is responsible for redressal of complaints related to sexual harassment.

Your directors declared and confirm that, during the year under review, there is no case filed under Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

31. Vigil Mechanism

The Company believes in the conduct of its affairs in a fair and transparent manner to foster professionalism, honesty, integrity and ethical behaviour in its employees & stakeholders. The Company has adopted a Whistle Blower Policy as a part of vigil mechanism.

Also, the Code of Business Conduct (Code) lays down important corporate ethical practices that shape the Company's value system and business functions and represents cherished values of the Company.

32. Human resources

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

33. Corporate Governance

Your Company has been complying with the principals of good Corporate Governance over the years and is committed to the highest standards of compliance. Pursuant to regulation 15(2) of the SEBI (LODR) Regulations 2015, the compliance with the corporate governance provisions as specified in regulations 17 to 27 and clauses (b) to (i) of Regulation 46 (2) and para-C, D and E of schedule V shall not apply to the listed entity which has listed its specified securities on the SME Exchange.

Therefore, the Corporate Governance Report is not applicable on the Company and therefore not provided by the Board.

34. Independent Directors' Meeting

The Independent Directors met on March 03, 2021 to discuss the performance evaluation of the Board, Committees, Chairman and the individual Directors.

The Independent Directors reviewed the performance of the non-independent Directors and Board as a whole. The Performance of the Chairman taking into account the views of Executive Directors and non-executive Directors and assessed the quality, quantity and timeline of flow of inform action between Company management and Board.

35. Secretarial Standards

The Company has complied with Secretarial Standards issued by the Institute of Company Secretaries of India on Board Meetings and General Meetings.

36. The details application made or any proceedings pending under the Insolvency and Bankruptcy Code, 2016:

During the financial year ended on March 31, 2021, there is no application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) against the Company.

37. The details of difference between amount of the valuation done at the time of one time settlement and the valuation done while taking loan from the Banks or Financial Institutions along with the reason thereof:

Not applicable during the year under review.

38. Acknowledgement

Your directors take this opportunity to express their sincere appreciation to the shareholders, customers, bankers, suppliers and other business associates for the excellent support and cooperation extended by them.

Your directors gratefully acknowledge the ongoing co-operation and support provided by the Central and State Governments, Stock Exchanges, SEBI, RBI and other Regulatory Bodies.

For and on behalf of the Board of Directors

Sd/-
Saurin Jagdish Bhai Parikh
Chairman & Managing Director
(DIN: 02136530)

Date: 23/08/2021
Place: Ahmedabad

Annexure- "A"

CORPORATE SOCIAL RESPONSIBILITY

1. **A brief outline of the Company's CSR Policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR Policy and projects and programs:**

   The Company has adopted a Corporate Social Responsibility ("CSR") Policy in accordance with the applicable provisions of Companies Act, 2013 and allied rules (hereinafter referred as "the Act"). This Policy is a guideline for Company's CSR activities intended to support local communities on a variety of socially desirable activities with a view to enable high impact and ensure measurable outcomes of the funds deployed towards such activities. The Company believes that economic value and social value are interlinked. A firm creates economic value by creating social value.

   The CSR policy of the Company is stated in www.pashupaticotspin.com

2. **CSR Committee:**

   The CSR Committee has been entrusted with responsibility of formulating and recommending to the Board, a Corporate Social Responsibility Policy indicating the activities to be undertaken by the Company as specified in Schedule VII to the Companies Act, 2013; recommending to the Board the amount of expenditure to be incurred; monitoring the implementation of framework of CSR Policy and ensuring that implementation of the project and programme is in compliance with the CSR Policy of the Company.

3. **Composition of the CSR Committee as on 31st March, 2021:**

   In accordance with the provisions of section 135 of Companies Act, 2013 read with Rule 5 of Companies (CSR Policy) Rules, 2014, the Company has constituted its CSR Committee, which presently comprises of three Directors.

Name	Category	Position
Mr. Saurin Jagdish Bhai Parikh	Managing Director	Chairman
Mrs. Sheela Kirtankumar Roy	Independent Director	Member
Mr. Tushar Rameshchandra Trivedi	Whole Time Director	Member

4. Average Net Profit of the Company for the last three financial years: ₹ 6,36,50,533/-
5. Prescribed CSR Expenditure: ₹ 12,73,011/-
6. **Details of CSR spent for the financial year:**

   a) Total amount spent for the financial year: ₹ 12,78,000/-*

   b) Amount unspent, if any: Nil

   c) Manner in which the amount spent during the financial year is detailed below:

The CSR activities/projects are implemented in accordance with the provisions of Companies Act, 2013 and Companies (Corporate Social Responsibility Policy) Rules, 2014:

S. No	CSR project or activity Identified.	Sector in which the Project is covered	Projects or programs 1) Local area or other 2) Specify the State and district where projects or programs were undertaken	Amount outlay (budget) Project or programs wise	Amount spent on the Projects or programs Sub-heads: (I) Direct expenditure on projects or Programs. (2) Overheads:	Cumulative expenditure up to the reporting period	Amount spent Direct or through implementing agency
1.	Cancer Awareness	Promoting Health Care	The Company has carried out Cancer Awareness Programme in various parts of State of Gujarat and India.	No	₹11,10,000/-	₹ 11,10,000/-	Through Pashupati Healthcare Foundation (Formerly Known as Human Wellness Foundation)
2.	Education Programme	Promoting Education	The Company has carried out Education Awareness Programme	No	₹2,50,000/-	₹2,50,000/-	Through Vidhya Bharti Gujarat Pradesh

*The Company has also done CSR expenditure of Rs.82,000/- during the Financial Year 2020-21, which relates to unspent CSR amount of Rs.82,000/- of the Previous Financial Year 2019-20 and therefore total amount spent is Rs.13,60,000/-

For and on behalf of the Board of Directors

Sd/-
Saurin Jagdish Bhai Parikh
Chairman & Managing Director
(DIN: 02136530)

Date: 23/08/2021
Place: Ahmedabad

Annexure- "B"

Form No. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31st March, 2021

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

To,
The Members,
Pashupati Cotspin Limited
Kadi, Gujarat.

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **PASHUPATI COTSPIN LIMITED** (CIN: L17309GJ2017PLC098117) (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on **31st March, 2021** ('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 the Company for the financial year ended on **31st March, 2021** according to the provisions of:

i. The Companies Act, 2013 **(the Act)** and the rules made there under.

ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;

iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;

iv. Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowing.

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

(a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

(b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015.

(c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018.

(d) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;

(e) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 *(not applicable to the company during the audit period)*

(f) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 *(not applicable to the company during the audit period)*;

(g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 *(not applicable to the company during the audit period)*;

(h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 *(not applicable to the company during the audit period)*;

I have relied on the representations made by the Company and its officers for systems and mechanism formed by the Company for compliances of other specific applicable Acts, Laws and Regulations to the Company as mentioned hereunder;

a) The Employees' Provident Funds and Miscellaneous Provisions Act, 1952

b) The Factories Act,1948

c) The Minimum Wages Act, 1948, and rules made there under

d) Payment of Gratuity Act, 1972

e) Payment of Bonus Act, 1965

I have also examined compliance with the applicable Clauses of the following:

(i) Secretarial Standards issued by The Institute of Company Secretaries of India;

(ii) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

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

a) Non-compliance of Regulation 29 of SEBI (LODR) Regulations, 2015 which states that the listed entity shall give prior intimation to stock exchange about the meeting of the board of directors in which the final dividend is to be recommended.

I further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

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

Board takes decision by majority of directors while the dissenting directors' views are captured and recorded as part of the minutes.

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, pursuant to 62 (1) (c) read with Section 42 of Companies Act, 2013 and Chapter V of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, on 24.07.2020 the Company has allotted 4050000 Equity Shares of ₹10/- each at a premium of ₹49/- per Share on conversion of 4050000 warrants issued on 28.01.2019.

I further report that there were no other instances of:

(i) Public/Rights of Shares/Preferential Issue of Shares/debentures/ sweat equity.

(ii) Redemption/buy-back of securities.

(iii) Merger/ amalgamation etc.

(iv) Major decisions taken by the members in pursuance to section 180 of the Companies Act, 2013

(v) Foreign technical collaborations.

For, Khandelwal Devesh & Associates,
Company secretaries,

Devesh Khandelwal
Proprietor
FCS: 6897
COP No.:4202
UDIN: F006897C000820468

Date: 23/08/2021
Place: Ahmedabad

Note: This report is to be read with my letter of even date which is annexed as Annexure herewith and forms and integral part of this report.

Annexure to Secretarial Audit Report

To,
The Members,
Pashupati Cotspin Limited
Kadi, Gujarat.

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

1. Maintenance of secretarial records is the responsibility of the management of the Company. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I 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. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, I have obtained the Management representations about the compliance of Laws, Rules and Regulations and happening of events etc.
5. The compliance of the provisions of corporate and other applicable Laws, Rules, Regulations, Standards is the responsibility of management. My examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For, Khandelwal Devesh & Associates,
Company secretaries,

Devesh Khandelwal
Proprietor
FCS: 6897
COP No.:4202
UDIN: F006897C000820468

Date: 23/08/2021
Place: Ahmedabad

Annexure- "C"

The ratio of the remuneration of each Director to the median employee's remuneration and other details in terms of sub-section 12 of Section 197 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

Sr. No.	Requirements	Disclosure	
I.	The ratio of the remuneration of each director to the median remuneration of the employees for the financial year	WTD	0.74 times
II.	The percentage increase in remuneration of each director, CFO, CEO, CS in the financial year	CFO	80 times
III.	The percentage increase in the median remuneration of employees in the financial year	No increase	
IV.	The number of permanent employees on the rolls of the Company as on 31st March, 2021	825	
V.	Average percentile increases already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration	Nil	
VI.	Affirmation that the remuneration is as per the remuneration policy of the company	Yes, it is confirmed	

For and on behalf of the Board of Directors

Sd/-
Saurin Jagdish Bhai Parikh
Chairman & Managing Director
(DIN: 02136530)

Date: 23/08/2021
Place: Ahmedabad

Annexure- "D"

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

INDUSTRY STRUCTURE & DEVELOPMENT

The textile industry occupies a unique place in India. One of the earliest to come into existence in India and is the second largest employment generator after agriculture. Textile Industry is providing one of the most basic needs of people and holds importance; maintaining sustained growth for improving quality of life. It has a unique position as a self-reliant industry, from the production of raw materials to the delivery of finished products, with substantial value-addition at each stage of processing; it is a major contribution to the country's economy. Its vast potential for creation of employment opportunities in the agricultural, industrial, organised and decentralised sectors & rural and urban areas, particularly for women and the disadvantaged is noteworthy.

According to data from indianretailer.com, Indian textiles and apparel industry contributed 2.3 percent to the GDP of India, 13 percent to industrial production, and 12 percent to export earnings (as of March 22, 2021).

The post-COVID era brings among massive opportunity for the textile industry. Since cloth is one of the basic commodities, the textile industry is expected to witness a boom in sales. Indian textiles and apparel industry have contributed 2.3 percent to the GDP of India, 13 percent to industrial production and 12 percent to export earnings. Post Covid-19 pandemic, when the Indian economy is showing green shoots of recovery, the future of the online textile industry looks promising in the wake of increased domestic consumption after a lockdown in addition to export demand playing an important role.

In accordance with days submitted by ibef.org, the report states that in April 2021, Union Minister Smriti Irani has assured strong support from the Textile Ministry to reduce industry's dependence on imported machine tools by partnering with engineering organisations for machinery production. She also stated that the PLI scheme for the textile industry is almost ready. The scheme aims to develop Man Made Fiber (MMF) apparel and technical textiles industry by providing incentive from 3-15% on stipulated incremental turnover for five years.

The Company is engaged in the business of processing of Kapas (raw cotton) by way of Ginning of cotton, spinning of cotton yarn and delineating Process. The products manufactured at our Company include Cotton bales, Cotton yarn and Black Cotton seeds (Delineate Seeds). By setting up of the Ginning and Spinning unit our Company cope up with the changes in the fashion consciousness, development in the cotton textile sector and synchronizing with the initiatives provided by the Central and the state Government.

SWOT ANALYSIS

Strengths

- **Well-established manufacturing facility**
- **Well-established marketing set-up:**

  We are engaged in the processing of textiles since incorporation. Over the years we believe that we have established a strong customer base and good marketing setup. Further, our group has sufficient marketing expertise and wide marketing network, which is and would be channelled for our business and future expansion, if any. We have dedicated divisions for marketing different types of products and for different geographical locations. The sales division and export division are responsible for marketing of our products and fabrics. All the divisions have well trained and adequate teams to handle daily activities and are supervised regularly.

- **Experienced Promoter & Management Team:**

  Our Management has adequate and rich experience in the textile business. Our Company is managed by a team of experienced personnel. The team comprises of personnel having operational and business development experience. We believe that our management team's experience and their understanding of the textile industry will enable us to continue to take advantage of both current and future market opportunities. Our management's experience and knowledge enable us in addressing and mitigating various risks inherent in our business, including competition, reliance on independent contractors, the global economic crisis related effects and fluctuations in the prices.

- **Strategic location of the manufacturing facility**

  Our manufacturing facility is located at Kadi of Mahesana District in Gujarat state which is close to the rich cotton-growing areas of Maharashtra and Saurashtra (region) of Gujarat and is highly advantageous for us.

Weaknesses

- Seasonal availability of raw Cotton
- Dependence on suppliers for products availability
- Volatility in currency
- Low Labour Productivity
- Fluctuation in prices of Cotton

Opportunities

- Large growth potential.
- Increasing demand of the product in international market and domestic market
- Government incentive for the growth of the Textile sector
- **Integration of Information Technology:**

  'Supply Chain Management' and 'Information Technology' has a crucial role in textile Manufacturing. Availability of EDI (Electronic Data Interchange), makes communication fast, easy, transparent and reduces duplication.
- India has the opportunity to increase its Unit Value Realization through moving up the technologically superior products.

Threats

- Market Competition
- Frequent changes in market trends
- High cost of labour
- Competition among spinners as the expansion is going on throughout industry

However, we are making all our efforts to cope up with all these challenges by continuous efforts at cost reduction, process improvements, diversification of products and improving efficiencies.

RISK AND CONCERN

Although cotton textile is one of the most important industries of India, it suffers from many problems. Cotton prices are increasing regularly as are other input costs including power and logistics. The present ongoing Covid -19 pandemic is affecting the textile sector in negative terms as it has affected consumption at various levels. Additionally, the prolonged effect of COVID-19 and the probabilities of the third wave will determine the after-effects that may arise and affect the business.

COMPETITION

The customer base for the cotton yarn manufactured by us includes local fabric producers and corporate buyers. The market for cotton yarn is highly competitive and fragmented, and we face competition from various local as well as well-established manufacturers. Moreover, as we seek to diversify into new geographical areas globally, we may face competition from existing players that have presence in respective markets. In order to counter the competition, our focus would be to provide products that would be of the superior quality, competitive pricing and timely available as per the requirements of our customer.

The textile industry in India will face intensified competition in both their export and domestic markets. However, the migration of textile capacity will be influenced by objective competitive factors and will be hampered by the presence of distorting domestic measures and weak domestic infrastructure in several developing and least developed countries.

There are six major challenges for the Indian textile industry. To remain competitive, an industry will need to deal with these challenges:

- Goods and Service Tax
- Increase Labor Wages and Worker's Salary
- Access to Latest Technology
- Environmental Challenges
- Lack of Institutional Support

To deal with extensive industrial competition, the textile industry in India needs focus on the following matters:

- Identify a need in the industry and satisfy it with a product or service
- Improve on existing products or services
- Focus on the needs of customers
- Do not underestimate competitors
- Good Marketing Strategies
- Good Industry working culture

MARKETING STRATEGY

We intend to focus on the following marketing strategies for yarn:

1. Direct sales to hosiery units.
2. Direct sales to textile mills (including power loom sector).
3. Exports to various countries.
4. Sales through brokers / business house.

GENERAL ECONOMIC AND BUSINESS CONDITIONS

As a Company with its complete operations in India, we are affected by general economic conditions in the country and in particular economic factors that affect Textile Industry in India. India's gross domestic product, or GDP, has been and will continue to be of importance in determining our operating results and future growth.

FACTORS AFFECTING OUR FUTURE RESULTS OF OPERATIONS: -

Our results of operations could potentially be affected by the following factors amongst others:

1. Disruption in our cotton textile business.
2. Effect of ongoing Covid-19 pandemic on overall economy and particularly on textile industry in which, we are operating.
3. Failure to comply with regulations prescribed by authorities of the jurisdictions in which we operate;
4. Inability to successfully obtain registrations in a timely manner or at all;
5. General economic and business conditions in the markets in which we operate and in the local, regional and national economies;
6. Our ability to effectively manage a variety of business, legal, regulatory, economic, social and political risks associated with our operations;
7. Disruption in supply of Raw Materials at our manufacturing facilities;
8. Recession in the market;
9. Changes in laws and regulations relating to the industries in which we operate;

10. Occurrence of Environmental Problems & Uninsured Losses;
11. Our ability to successfully implement our growth strategy and expansion plans;
12. Our ability to meet our capital expenditure requirements;
13. Our ability to attract, retain and manage qualified personnel;
14. Failure to adapt to the changing technology in our industry of operation may adversely affect our business and financial condition;
15. The timely completion of the Company's orders;
16. Changes in political and social conditions in India or in countries that we may enter, the monetary and interest rate policies of India and other countries, inflation, deflation, unanticipated turbulence in interest rates, equity prices or other rates or prices;
17. Occurrence of natural disasters or calamities affecting the areas in which we have operations;
18. Conflicts of interest with affiliated companies, the promoter group and other related parties;
19. The performance of the financial markets in India and globally;
20. Any adverse outcome in the legal proceedings in which we are involved;
21. Our ability to expand our geographical area of operation;
22. Concentration of ownership among our Promoters

INTERNAL CONTROL SYSTEM AND ADEQUACY

The Company has an adequate internal control system commensurate with its size and the nature of its business in order to achieve efficiency in operation and optimum utilization of resources. These controls ensure safeguarding of assets, reduction and detection of fraud and error, adequacy and completeness of the accounting records and timely preparation of reliable financial information.

KEY RATIOS

Sr. No.	Particular	Ratio For F.Y.		Variance
		2020-21	2019-20	
1.	**Debtors Turnover Ratio** Formula: Debtors Turnover Ration= Net Credit Sales/Average Account Receivable Definition: The Debtors Turnover Ratio also called as Receivables Turnover Ratio shows how quickly the credit sales are converted into the cash. This ratio measures the efficiency of a firm in managing and collecting the credit issued to the customers.	9.64 Times	9.99 Times	(3.51%)
2.	**Inventory Turnover Ratio** Formula: Inventory Turnover= Sales/Inventory Definition: Inventory turnover is a ratio showing how many times a company has sold and replaced inventory during a given period. A company can then divide the days in the period by the inventory turnover formula to calculate the days it takes to sell the inventory on hand.	7.33 Times	7.24 Times	1.24%
3.	**Interest Coverage Ratio** Formula: Interest Coverage Ratio= EBIT/Interest Expense Definition: The interest coverage ratio measures how many times a company can cover its current interest payment with its available earnings. The ratio is calculated by dividing a company's earnings before interest and taxes (EBIT) by the company's interest expenses for the same period.	1.60 Times	1.12 Times	43.71%
4.	**Current** Ratio Formula: Current Ratio=Current assets/ Current liability Definition: The current ratio is a liquidity ratio that measures whether a firm has enough resources to meet its short-term obligations. It compares a firm's current assets to its current liabilities, and is expressed as follows: The current ratio is an indication of a firm's liquidity.	1.65 Times	1.20 Times	37.39%
5.	**Debt Equity Ratio** Formula: Debt Equity Ratio = Debt/Total Equity Definition:The debt-to-equity ratio is a financial ratio indicating the relative proportion of shareholders' equity and debt used to finance a company's assets. Closely related to leveraging, the ratio is also known as risk, gearing or leverage.	1.32 Times	1.11 Times	18.66%

Sr. No.	Particular	Ratio For F.Y.		Variance
		2020-21	2019-20	
6.	**Operating Profit Margin Ratio** Formula: Operating profit margin= Operating Profit (EBIT)/ Net sales Definition: In business, operating margin—also known as operating income margin, operating profit margin, EBIT margin and return on sales —is the ratio of operating income to net sales, usually presented in percent. Net profit measures the profitability of ventures after accounting for all costs.	4.44%	2.60%	70.96%
7.	**Net Profit Margin Ratio** Formula: Net Profit Margin= Net Profit/ Net Sales Definition: The net profit percentage is the ratio of after-tax profits to net sales. It reveals the remaining profit after all costs of production, administration, and financing have been deducted from sales, and income taxes recognized.	1.20%	0.88%	37.22%
8.	**Return on Net Worth Ratio** Formula: Net Income/Shareholder's Equity Definition: The return on Net Worth is a measure of the profitability of a business in relation to the equity.	5.39%	4.12%	30.66%

FINANCIAL AND OPERATIONAL PERFORMANCE

(Standalone) (Amount in lakh. Except EPS)

Particulars for the year ended	March 31,2021	March 31,2020
Net revenue from Operations (Sales)	**44098.11**	**39701.11**
Profit Before Depreciation and Tax	**2278.44**	**1141.95**
Less: Depreciation	1540.58	1335.46
Profit Before Extra-Ordinary Items and Tax	**737.86**	**(193.50)**
Extra Ordinary Items	0.00	336.13
Profit Before Tax	**737.86**	**142.63**
Tax Expense		
- Current Tax	343.87	(63.54)
Less: MAT Credit Receivable	0.00	0.00
- Deferred Tax	(136.45)	(141.85)
Profit After Tax	**530.44**	**348.01**
EPS (Basic) (In ₹)	3.80	3.33
EPS (Diluted) (In ₹)	3.80	2.40

HUMAN RESOURCES AND INDUSTRIAL RELATIONS

The industrial relations remained cordial throughout the year. The employees of the Company have extended a very productive cooperation in the efforts of the management to carry the Company to greater heights. Continuous training down the line is a normal feature in the Company to upgrade the skills and knowledge of the employees and workmen of the Company.

CAUTIONARY STATEMENT

Statement in this report describing the Company's objectives, expectations or predictions may be forward looking statements within the meaning of applicable securities laws and regulations. Actual results may differ materially from those expressed in the statement. Important factors that could influence the company's operations include economic conditions affecting demand / supply and price condition in the domestic markets in which the company operates, changes in the government regulations, tax laws and other statutes and other incidental factors.

For and on behalf of the Board of Directors

Sd/-
Saurin Jagdish Bhai Parikh
Chairman & Managing Director
(DIN: 02136530)

Date: 23/08/2021
Place: Ahmedabad

Annexure- "E"

CONSERVATION OF ENERGY

The information under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 for the year ended March 31, 2021 is given here below and forms part of the Director's Report.

❖ **The steps taken for conservation of energy:**

In line with the Company's commitment towards conservation of energy, the company continues with its efforts aimed at improving energy efficiency through improved operational and maintenance practices.

The steps taken in this direction are as under:

The Company has installed solar roof top plant in the financial year 2018-19.

➢ **Installation of 2.2 Mega Watt (mw) Solar Roof Top Plant.**

A Rooftop PV System is a photovoltaic system which generates electricity from solar panels mounted on the rooftop of a residential or commercial building or structure.

Benefits of Installation of Solar Roof Top Plant:

➢ Reduction in Electricity bill.

➢ Reduction in Pollution.

➢ Saving in land requirement and costs. Panels will be placed in your rooftop. So, they don't require additional land.

Approx. Savings per Month:

➢ **Calculation:**

Average Units Generated per year (a)	26,24,615KWH
Cost per Unit (b)	₹ 7/-
Cost of Energy Saved (a*b) (c)	₹1,83,72,305/-
Recovery Period for Project (d)	6 Years
Cost of Capital Finance per year (e)	₹4,30,06,250/-
Total Savings per year ((c)-(e/d)) (f)	₹11,204,596/-
Total Savings per month (f/12)	₹9,33,716/-

Due to installation of 1 Mega Watt (mw) Solar Roof Plant the approx. savings of Company is ₹ 9,33,716/- per month.

The steps taken by the Company for utilizing alternate sources of energy:

➢ **Generation of Green Energy**

Green Energy is energy that can be extracted, generated, and/or consumed without any significant negative impact to the environment.

➢ The capital investment on energy conservation equipment's:

During the year under review, the Company has not carried out any capital investment on energy conservation equipment.

For and on behalf of the Board of Directors

Sd/-
Saurin Jagdish Bhai Parikh
Chairman & Managing Director
(DIN: 02136530)

Date: 23/08/2021
Place: Ahmedabad

Annexure- "F"

FORM NO. AOC-2

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.

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

1. Details of Contracts or arrangements or transactions not at arm's Length basis: -

Sr. No.	Name(s) of the related party and nature of relationship	Nature of Contracts/ Arrangements/ Transactions	Duration of The Contracts/ Arrangements/ Transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Justification for entering into such contracts or arrangements or transactions	Date(s) of approval by the Board	Amount paid as advances, if any:	Date on which the special resolution was passed in general meeting as required under first proviso to section 188
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
NIL								

2. Details of contracts or arrangements or transactions at Arm's length basis: -

Sr. No.	Name(s) of the related party and nature of relationship	Nature of Contracts/ Arrangements/ Transactions	Duration of The Contracts/ Arrangements/ Transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Date(s) of approval by the Board	Amount paid as advances, if any:
	(a)	(b)	(c)	(d)	(e)	(f)
1.	Pashupati Cotton Industries	Sale of Goods	For 5 years	₹14,90,05,321/-	Board of Directors on 28.03.2019 and Shareholders in AGM held on 26.09.2019 upto ₹200 Crore	-
2.	Pashupati Cotton Industries	Purchase of Goods	For 5 years	₹5,63,60,608/-	Board of Directors on 28.03.2019 and Shareholders in AGM held on 26.09.2019 upto ₹200 Crore	-
3.	Pashupati Cotyarn LLP (Formerly Known as Pashupati Oil Industries)	Sale of Goods	For 5 years	₹65,28,36,546/-	Board of Directors on 28.03.2019 and Shareholders in AGM held on 26.09.2019 upto ₹200 Crores	-
4.	Pashupati Cotyarn LLP (Formerly Known as Pashupati Oil Industries)	Purchase of Goods	For 5 years	₹1,41,86,078/-	Board of Directors on 28.03.2019 and Shareholders in AGM held on 26.09.2019 upto ₹200 Crores	-
5.	Pashupati Cotyarn LLP	Machinery Rent	For 5 years	₹55,80,332/-	Board of Directors on 18.05.2019 and Shareholders in AGM held on 21.09.2020 upto ₹3 Crores	-
6.	R V Enterprises	Purchase of Goods	For 5 years	₹225,87,26,819 /-	Board of Directors on 18.05.2019 and Shareholders in AGM held on 21.09.2020 upto ₹400 Crores	-
7.	S Raja Export Pvt Ltd	Sale of Goods	For 5 years	₹113,38,22,651/-	Board of Directors on 28.03.2019 and Shareholders in AGM held on 26.09.2019 upto ₹350 Crores	-

Sr. No.	Name(s) of the related party and nature of relationship	Nature of Contracts/ Arrangements/ Transactions	Duration of The Contracts/ Arrangements/ Transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Date(s) of approval by the Board	Amount paid as advances, if any:
	(a)	(b)	(c)	(d)	(e)	(f)
8.	Shree Pashupati Fabric LLP	Purchase of Goods	For 5 years	₹11,33,057/-	Board of Directors on 28.03.2019 and Shareholders in AGM held on 26.09.2019 upto ₹200 Crore	-
9.	Shree Pashupati Fabric LLP	Sale of Goods	For 5 years	₹15,83,65,790/-	Board of Directors on 28.03.2019 and Shareholders in AGM held on 26.09.2019 upto ₹200 Crore	-
10.	Pashupati Cotyarn LLP (Formerly Known as Pashupati Oil Industries)	Purchase of Fixed Assets	2020-21	₹91,40,568/-	Board of Directors on 07.09.2020	-
11.	R V Enterprises	Purchase of Fixed Assets	2020-21	₹27,28,821/-	Board of Directors on 17.06.2020	-
12.	Esha Mitesh Parikh	Purchase of Property	2020-21	₹3,48,00,000/-	Board of Directors on 22.12.2020	-
13.	Miteshbhai Jagdish Bhai Parikh	Fee	2020-21	₹3,00,000/-	Board of Directors on 17.06.2020	-
14.	Bhaveshbhai Jayantibhai Patel	Fee	2020-21	₹5,00,000/-	Board of Directors on 17.06.2020	-
15.	Daksheshbhai Jayantilal Patel	Fee	2020-21	₹7,00,000/-	Board of Directors on 17.06.2020	-

For and on behalf of the Board of Directors

Sd/-
Saurin Jagdish Bhai Parikh
Chairman & Managing Director
(DIN: 02136530)

Date: 23/08/2021
Place: Ahmedabad

INDEPENDENT AUDITOR'S REPORT

To the Membersof
PASHUPATI COTSPIN LIMITED

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of Pashupati Cotspin Limited (the 'Company') which comprise the Balance Sheet as at March 31, 2021, and the statement of Profit and Loss and Statement of cash flows for the year then ended, and notes to the financialstatements, including a summary of significant 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 in conformity with the Accounting Standards prescribed under Sec. 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principlesgenerallyaccepted in India, of the state of affairs of the Company as at March 31,2021, its profit, and its cash flows for the year ended on that date.

Basis for Opinion

We conductedour audit of the standalone financial statements in accordance with theStandards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilitiesfor the Audit of the Financial Statementssection of our report. We are independent of the Company in accordance with the Code of Ethics issued by 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 opinion on the standalone financial statements.

Emphasis of Matter

We draw attention to note no. 14 of the financial statement, wherein management while concluding no significant impact due to COVID-19 on current year's finance results has considered internal and external source of information relating to economic forecasts and estimates on realisablity of various classes of assets and expects to recover the carrying amount of these assets. However the assessment of impact of the COVID-19 is continuing process given the uncertainties associate with its nature and duration. The Company will continue to closely monitor any material changes to future economic conditions. Our opinion is not modified in respect of this matter.

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 opinionthereon, and we do not provide a separate opinion on these matters.

KEY AUDIT MATTER	RESPONSE TO KEY AUDIT MATTER
Measurement and Recognition of State Subsidy Receivable In terms of the Textile Policy of Government of Gujarat (GOG), the company is eligible for subsidy in the form of refund of state tax(SGST) on sales made from its plant located at Kadi for eligible products. The Government of Gujarat, made certain amendments to modalities for sanction and disbursement of the refund of such taxes under the new GST regime.	**Principal Audit Procedures** We have performed the following procedures in relation to the Recognition of State Subsidy Receivable with respect to State Tax (SGST): ➢ Evaluating the design and testing the operating effectiveness of the relevant controls over recognition and assessment of recoverability of the grant recognized under the Textile Policy of GOG. ➢ Discussion with company's legal team, management and external legal counsel,as applicable for their assessment of entitlement of benefits under such scheme. ➢ Engaging our internal specialists to assess relevant historical and recent update passed by the relevant authorities to evaluate the appropriateness of the conclusion reached by the management. ➢ Our tests of detail focused on transactions occurring within proximity of the year end in eligible products, obtaining evidence to support the appropriate timing of revenue recognition, based on terms and conditions set out in Textile Policy by GOG.

Informationother than Financial Statements & Auditors Report thereon.

The Company's Board of Directors is responsible for the Other Information. The Other Information comprises the information included in the Board's Report including Annexure to Board's Report (but does not include the standalone financial statements, and our auditor's reports 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 identified above and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

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

Management's Responsibility for the Standalone Financial Statements

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

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

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

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

Our objectives are to obtain reasonable assurance about whether the standalone financialstatements 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 materialmisstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they couldreasonably be expected to influence the economic decisions of users taken on the basis of these standalonefinancialstatements.

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

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

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

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

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

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 (the "Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of theCompanies Act,2013, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable .

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

(a) We have sought and obtained all the information andexplanations which to the best of our knowledge and belief are necessary for the purpose of our audit.

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

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

(d) In our opinion, the aforesaid Standalonefinancialstatements comply with the Accounting Standards specified under Section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014.

(e) On the basis of the written representations received from the directors as on 31st March, 2021taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021from being appointed as a director in terms of Section 164(2) of the Act.

(f) With respect to the adequacy of internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to or separate report in "Annexure B".

(g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid/provided by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

(h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rule, 2014, in our opinion and to the best of our information and according to the explanations given to us :

i. The Company has disclosed the impact of pending litigations on the financial position of its financial statements – Refer Note (1) of Part B to Notes to accounts;

ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

iii. Therehas been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

Mahendra N. Shah & Co.
Chartered Accountants
Firm's Registration No.-105775W

CA. Chirag M. Shah
Partner
Membership No.-F045706
UDIN:21045706AAAAIJ1822

Place: Ahmedabad
Date:21/06/2021

"Annexure A" to the Independent Auditors' Report

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirements' of our report of even date to the financial statements of the Company for the year ended March 31, 2021:

1. In respect of Fixed Assets :

(a) The Company is in the process of maintaining proper records which show full particulars, including quantitative details and situation of fixed assets;

(b) The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of five years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. According to information and explanation given to us, no material discrepancies were noticed on such verification.

(c) According to the audit process and based on records of the company,the title deeds of immovable properties are held in the name of the company.

2. In respect of Inventories:

According to information and explanation given to us, Physical verification of inventories has been conducted at reasonable interval by the Management and no material discrepancies were noticed on physical verification during the year.

3. According to information and explanation given to us, the Company has granted Unsecured Loans to Limited Liability partnerships which are covered in the Register maintained under section 189 of the Act. In this respect

(a) In our opinion and according to the information given to us, the terms and conditions of the loans given by the Company are not prima facie prejudicial to the interest of the company.

(b) The schedule of repayment of principal and payment of interest has been stipulated and repayments of principal amounts and/or receipts of interest have been regular as per stipulations.

(c) There are no overdue amounts as at the year-end in respect of both principal and interest.

4. In our opinion and according to the information and explanations given to us, the company has complied with provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees and security.

5. According to information and explanation given to us, the Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.

6. According to the information and explanation given to us the central government has prescribed maintenance of cost records under sub section (1) of section 148 of the Companies Act,2013. We are of the opinion, that prima facie, the company has maintained prescribed accounts and records. However we have not, made a detailed examination of the same.

7. According to information and explanations given to us in respect of statutory dues and on the basis of our examination of the books of account, and records,

(a) the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, GST, Duty of Customs, and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2021 for a period of more than six months from the date on when they become payable.

(b) According to the information and explanations given to us, there are no material dues of income tax, GST and duty of customs which have not been deposited with the appropriate authorities on account of any dispute.

8. The company has not defaulted in repayment of dues to Financial Institutions or banks or debenture holders.

9. According to the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans during the year. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company.

10. According to the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.

11. According to the information and explanations given by the management, the managerial remuneration has been paid or provided in due compliance of section 197 read with Schedule V to the Companies Act;

12. In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.

13. In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.

14. According to the information and explanations given by the management, the company has made preferential allotment or

private placement of 40,50,000 shares through conversion of convertible share warrants amounting to ₹23,89,50,000 during the year under review. The funds raised have been utilised for the object for which it was raised.

15. According to the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3(xv) of the Order are not applicable to the Company and hence not commented upon.

16. In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3(xvi) of the Order are not applicable to the Company and hence not commented upon.

Mahendra N. Shah & Co.
Chartered Accountants
Firm's Registration No.-105775W

CA. Chirag M. Shah
Partner
Membership No.-F045706
UDIN:21045706AAAAIJ1822

Place: Ahmedabad
Date:21/06/2021

Annexure 'B'

Report on the Internal Financial Controls under Clause (1) of Sub-section 3 of Section 143 of the Companies Act, 2013("the Act")

We have audited the internal financial controls over financial reporting of **PASHUPATI COTSPIN LIMITED** ("the Company") as of March 31, 2021 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls systems over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's Judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting.

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

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

Mahendra N. Shah & Co.
Chartered Accountants
Firm's Registration No.-105775W

CA. Chirag M. Shah
Partner
Membership No.-F045706
UDIN:21045706AAAAIJ1822

Place: Ahmedabad
Date:21/06/2021

PASHUPATI
COTSPIN LIMITED

BALANCE SHEET

AS AT 31 March,2021

(In ₹)

PARTICULARS	Note No.	As at 31 March,2021	As at 31.03.2020
A EQUITY & LIABILITIES			
1 SHARE HOLDERS FUND			
(a) Share Capital	2(a)	15,28,40,000	11,23,40,000
(b) Reserves & Surplus	2(b)	83,17,20,857	58,78,69,310
(c) Money Received Against Share Warrants	2(c)	-	14,38,12,500
2 NON CURRENT LIABILITIES			
(a) Long Term Borrowings	3	60,67,84,580	40,97,27,520
(b) Deferred Tax Liabilty	4	5,99,58,829	7,36,03,396
(c) Other Long Term Liabilities	5	36,79,147	41,13,889
(d) Long Term Provisions	6	74,59,241	40,37,083
3 CURRENT LIABILITIES			
(a) Short Term Borrowings	7	69,04,08,160	52,73,88,912
(b) Trade Payables	8		
(i) Total Outstanding dues to Micro, Small & Medium Enterprise		9,17,365	73,660
(ii) Total Outstanding dues to other than Micro, Small & Medium Enterprise		3,71,09,691	7,59,50,872
(c) Other Current Liabilities	9	24,25,04,708	49,38,72,886
(d) Short Term Provisions	10	1,16,61,021	97,69,060
Total		**2,64,50,43,599**	**2,44,25,59,088**
B ASSETS			
1 NON CURRENT ASSETS			
(a) Property Plant & Equipment	11		
(i) Tangible Assets		95,44,88,528	1,04,77,49,895
(ii) Capital Work-In-Progress		-	-
(b) Non Current Investments	12	6,45,77,203	6,08,94,286
(c) Long Term Loans and Advances	13	2,24,000	7,21,802
2 CURRENT ASSETS			
(a) Inventories	14	71,37,33,246	48,88,93,450
(b) Trade Receivables	15	40,08,25,214	51,37,31,025
(c) Cash and Cash Equivalents	16	1,87,06,281	1,71,55,599
(d) Short Term Loans and Advances	17	38,11,51,716	19,24,21,925
(e) Other Current Assets	18	11,13,37,411	12,09,91,106
Total		**2,64,50,43,599**	**2,44,25,59,088**
Significant Accounting Policies and Notes to Accounts	1		

As per our attached provisional report of even date
For Mahendra N. Shah & Co.
Chartered Accountants
FRN: 105775W

For and on belhalf of the Board of Directors
Pashupati Cotspin Limited

Chirag M. Shah
Partner
Membership No. F 045706
UDIN: 21045706AAAAIJ1822

Saurinbhai J. Parikh
Chairman & Managing Director
(DIN: 02136530)

Tushar R. Trivedi
Whole Time Director
(DIN: 06438707)

Hareshkumar Shah
Chief Financial Officer
Place: Ahmedabad
Date: 21/06/2021

Bijal Thakkar
Company Secretary
Place: Ahmedabad
Date: 21/06/2021

Place: Ahmedabad
Date: 21/06/2021

STATEMENT OF PROFIT AND LOSS

FOR THE YEAR ENDED 31 March,2021

(In Rs)

Particulars	Note No.	Year Ended March 31, 2021	Year Ended March 31, 2020
INCOME			
1 Revenue from Operations (Net)	19	4,40,98,11,019	3,97,01,11,273
2 Other Income	20	2,29,65,191	1,88,95,614
3 Total Revenue (1+2)		**4,43,27,76,210**	**3,98,90,06,887**
4 EXPENDITURE			
(a) Cost of Materials Consumed	21.a	3,71,81,79,157	3,20,55,57,993
(b) Changes in Inventories of Finished Goods	21.b	-8,02,64,802	12,20,83,394
(c) Employee Benefits Expense	22	11,66,23,094	9,55,29,710
(d) Finance Costs	23	12,20,75,057	12,24,92,405
(e) Depreciation	10	15,40,58,257	13,35,45,667
(f) Other Expenses	24	32,83,19,155	32,91,48,002
Total Expenses		**4,35,89,89,917**	**4,00,83,57,171**
5 Profit/(Loss) Before Tax & Exceptional Item		**7,37,86,293**	**-1,93,50,284**
Exceptional Item		-	3,36,12,815
6 Profit/ (Loss) Before Tax		**7,37,86,293**	**1,42,62,531**
Tax Expense:			
(a) Current Tax		3,51,71,000	38,56,000
(b) Deferred Tax Asset/(Reversal)		(1,36,44,567)	(1,41,84,735)
(c) Short/(Excess) Provision Of Tax		(7,83,687)	(1,02,09,999)
7 Profit\(Loss) After Tax		**5,30,43,547**	**3,48,01,265**
Earnings per equity share:			
(1) Basic		3.80	3.10
(2) Diluted		3.80	2.14
Significant Accounting Policies and Notes to Accounts	1		

As per our attached provisional report of even date
For Mahendra N. Shah & Co.
Chartered Accountants
FRN: 105775W

Chirag M. Shah
Partner
Membership No. F 045706
UDIN: 21045706AAAAIJ1822

Place: Ahmedabad
Date: 21/06/2021

For and on belhalf of the Board of Directors
Pashupati Cotspin Limited

Saurinbhai J. Parikh
Chairman & Managing Director
(DIN: 02136530)

Tushar R. Trivedi
Whole Time Director
(DIN: 06438707)

Hareshkumar Shah
Chief Financial Officer
Place: Ahmedabad
Date: 21/06/2021

Bijal Thakkar
Company Secretary
Place: Ahmedabad
Date: 21/06/2021

PASHUPATI COTSPIN LIMITED

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31ST MARCH, 2021

Particulars	2020-21		2019-20	
	Rupees	Rupees	Rupees	Rupees
A) CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit before tax as per Profit & Loss A/c		7,37,86,293		1,42,62,531
Adjustments :				
Depreciation and amortization	15,40,58,257		13,35,45,667	
Bad Debts & Sundry balance written off	1,60,57,727		-	
(Profit) / Loss on sale of Fixed Assets	1,28,939		-	
(Profit) / Loss on sale of Investment			-	
Foreign Exchange loss	2,71,390		(18,12,074)	
Dividend Income			-	
Interest Income	(1,16,14,477)		(1,59,68,204)	
Finance Cost	12,20,75,057	28,09,76,893	12,24,92,405	23,82,57,794
Operating Profit before working capital		**35,47,63,186**		**25,25,20,325**
Adjusted for :				
i) Trade Receivables,Loans & Advances	(10,09,63,184)		(23,77,40,405)	
ii) Stock	(22,48,39,796)		11,83,36,098	
iii) Trade Payable & Liabilities	(12,14,67,029)	(44,72,70,008)	15,15,00,195	3,20,95,888
		(9,25,06,823)		**28,46,16,213**
Direct Tax Paid		(1,64,24,369)		63,53,999
		(10,89,31,192)		**29,09,70,212**
Net Cash from Operating Activities		**(10,89,31,192)**		**29,09,70,212**
B) Cash Flow from Investing Activities :				
Purchase of Fixed Assets	(6,10,95,529)		(4,39,73,271)	
Sale of Fixed Assets	1,69,700			
Sale/(Purchase) of Investment (Net)	(26,84,277)		(18,04,860)	
Interest Received	1,16,14,477		1,59,68,204	
Net Cash used in Investing Activities		**(5,19,95,629)**		**(2,98,09,927)**
C) Cash Flow from Financing Activities				
Proceeds from/(Repayment of) Borrowings (Net)	-		-	
Interest Paid	(12,20,75,057)		(12,24,92,405)	
Dividend paid including distribution tax	(76,42,000)		(61,98,953)	
Proceeds /(Repayment) of long term loans and Borrowing	19,70,57,059		(25,97,92,819)	
Proceeds from Issuance Of Shares	9,51,37,500		12,61,12,500	
Net Cash from financing Activities		**16,24,77,502**		**(26,23,71,677)**
Net Increase in cash & cash equivalents (a+b+c)		**15,50,682**		**(12,11,392)**
Opening Balance of Cash & Cash equivalents		1,71,55,599		1,83,66,991
Closing Balance of Cash & Cash equivalents		1,87,06,281		1,71,55,599
Net Increase/(Decrease) in cash & cash equivalents		**15,50,682**		**(12,11,392)**

As per our attached provisional report of even date
For Mahendra N. Shah & Co.
Chartered Accountants
FRN: 105775W

Chirag M. Shah
Partner
Membership No. F 045706
UDIN: 21045706AAAAIJ1822

Place: Ahmedabad
Date: 21/06/2021

For and on belhalf of the Board of Directors
Pashupati Cotspin Limited

Saurinbhai J. Parikh
Chairman & Managing Director
(DIN: 02136530)

Tushar R. Trivedi
Whole Time Director
(DIN: 06438707)

Hareshkumar Shah
Chief Financial Officer
Place: Ahmedabad
Date: 21/06/2021

Bijal Thakkar
Company Secretary
Place: Ahmedabad
Date: 21/06/2021

Notes forming part of the Financial Statements

NOTE 1 : SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS :-

A) SIGNIFICANT ACCOUNTING POLICIES

(1) Information:

Pashupati Cotspin Ltd is a listed company incorporated in India. The Company is engaged in Cotton Ginning and manufacture, processing of yarn.

(2) Basis of Preparation:

The financial statements of the company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects. The financial statements have been prepared on accrual basis and under the historical cost convention. The accounting policies adopted in preparation of financial statements are consistent with those of previous year.

(3) Use of Estimates:

The presentation of financial statements in conformity with the GAAP requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual result and estimates is recognized in the period in which the results are known / materialized.

(4) Property Plant &Equipments:

Property Plant &Equipments are stated at Cost or at Revalued Amount, net of GST Credit less Accumulated Depreciation. All costs including financing costs till commencement of commercial production and Exchange rate variations relating to the Borrowing are capitalized / adjusted to the Property Plant &Equipments.

(5) Depreciation:

i. Depreciation on Property Plant &Equipments is provided on the Straight Line Method (SLM) Method on the basis of Useful Life prescribed in Schedule II to the Companies Act, 2013

ii. Depreciation on additions to the Property Plant &Equipments and the assets sold or disposed off, during the year is provided on pro-rata basis, at their respective rates with reference to the date of acquisition/installation or date of sale/disposal.

(6) Inventories:

(Inventories were taken as valued & certified by the partners.)

a) Raw Material – At lower of Cost or Net Realizable Value.

b) Stock in Progress - At lower of Cost or Net Realizable Value.

c) Finished Goods - At lower of Cost or Net Realizable Value.

d) Stores, Spares, Lubricants - At lower of Cost or Net Realizable Value.

e) Material In Transit - At Cost

f) Waste (Cotton and Yarn) - At Net Realizable value

(7) Foreign Currency Transactions:

(a) Foreign currency transactions are accounted for at the exchange rate prevailing on the date of the transaction. All monetary foreign currency assets and liabilities are converted at the exchange rates prevailing on the date of the balance sheet. All exchange differences other than those relating to the acquisition of Property Plant &Equipments from outside India are dealt with in the statement of profit and loss. Exchange gain or loss relating to Property Plant &Equipments acquired from outside India is adjusted in the cost of respective Property Plant & Equipments.

(b) In case of forward contracts, the gain / loss on contracts are treated as periodical expense or revenue. Any profit or loss arising on the cancellation or renewal of a forward exchange contract is recognized as income or expense for the year, except in case of a forward exchange contract relating to liabilities incurred for acquiring Property Plant &Equipments from outside India, in which case, such profit or loss is adjusted in the cost of Property Plant & Equipments.

(c) Exchange difference is calculated as the difference between the foreign currency amount of the contract translated at the exchange rate at the reporting date, or the settlement date where the transaction is settled during the reporting period, and the corresponding foreign currency amount translated at the later of the date of inception of the forward exchange contract and the last reporting date. Such exchange differences are recognized in the statement of profit and loss in the reporting period in which the exchange rates change.

(8) Retirement Benefits:

(a) The company has made provision of Gratuity liability of employees on basis of actuarial valuation report.

(b) Leave encashment has been charged to the Revenue Account on the basis of policy of the company.

(c) The company contribution to Provident Fund is charged to Revenue Account.

Notes forming part of the Financial Statements

(9) Borrowing Cost:

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.

(10) Revenue Recognition:

Income and Expenditure are recognized and accounted on Accrual Basis. Revenue from Sale of goods is recognized on delivery of the goods, when all significant contractual obligations have been satisfied, the property in the goods is transferred for a price, significant risks and rewards of ownership are transferred to customers & no effective ownership is retained However;

a) Revenue in respect of insurance/other claims etc. is recognized only when it is reasonably certain that the ultimate collection will be made.

b) Dividend income is recognized when the right to receive is established.

c) Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable rate of interest.

d) Interest received on delayed payment is accounted on receipt basis.

e) Lease Rent Income is recognized on accrual basis as per the terms of the Agreement.

f) All benefits, claims, entitlements etc. under TUF subsidy, Goods & Service Tax, Electricity, Government Textile Policy Benefits are recognized as per the terms of the scheme and on accrual basis.

(11) Segment Accounting:

The company manufactures and deals in single product i.e. Cotton Yarn only and therefore, Accounting Standard 17 on Segment Reporting is not applicable.

(12) Investments:

Long Term Investments are carried at cost. Temporary diminution in value of such investments, if any, is ignored.

(13) Provisions and contingencies:

A provision is recognized when the company has a legal and constructive obligation as a result of a past event, for which it is probable that cash outflow will be required and a reliable estimate can be made of the amount of the obligation. A contingent liability is disclosed when the Company has a probable obligation where it is not probable that an outflow of resources will be required to settle it. Contingent assets are neither recognized nor disclosed.

(14) Taxation:

(a) Direct Taxes :

Tax expense for the year, comprising Current Tax if any and Deferred Tax are included in determining the net profit for the year.

A provision is made for deferred tax for all timing differences arising between taxable incomes and accounting income at currently enacted tax rates.

Deferred tax assets are recognized only if there is reasonable certainty that they will be realized and are reviewed for the appropriateness of their respective carrying values at each balance sheet date.

(b) Indirect Taxes:

The liabilities are provided or considered as contingent depending upon the merit of each case and/or receiving the actual demand from the department.

(15) Impairment Loss:

Impairment Loss, if any, is provided to the extent the carrying amount of assets exceed their recoverable amounts. Recoverable amount is that which is higher of an asset's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of the assets and from its disposal at the end of its useful life. Net Selling Price is the amount obtainable from sale of the asset on arm's length basis between knowledgeable and willing parties less the cost of disposal.

B) NOTES ON ACCOUNTS:

1. Contingent Liabilities:

a) Bank guarantees amounting to ₹ 4,43,84,722/- (P.Y. ₹ 2,96,22,964/-) in favour of DGFT & Customs, ₹1,79,60,379/-(P.Y. ₹ 2,93,12,137/-) in favour of Uttar Gujarat Vij Company Limited.

b) The Company has availed benefit of concessional duty on Machineries imported under Export Promotion Capital Goods Scheme during the year 2013-14 to 2019-20. The Company's obligation for export was fixed of ₹ 137,06,47,168/- out of which company has fulfilled obligation of ₹74,52,39,604/- (of which 60,02,67,437/- claims are submitted but pending for approval) & obligation of ₹62,54,07,564 are pending to be fulfilled.

2. In terms of Accounting Standard 28 – Impairment of Assets issued by ICAI the Management has reviewed its Property Plant & Equipments and the difference between the carrying amount and recoverable value of relevant assets was not material. Hence, provision for impairment loss is not considered necessary to be made in the books.

Notes forming part of the Financial Statements

3. In respect of the Timing Differences due to the Depreciation Expense and Other Employee Benefit Expense, deferred tax asset is recognized in the books of ₹1,36,44,567/-, since the company has certainty that they will be realized in the near future.

4. **Disclosure on Corporate Social Responsibility (CSR) activities u/s 135 of the Companies Act, 2013 is as under:**

   During the financial year ended 31st March, 2021, the Company incurred CSR expenditure of ₹ 14,00,000/- (Rupees Fourteen Lakhs Only). The CSR initiative of the Company is mainly under promotion of Healthcare specially relating to cancer awareness.

5. **The following disclosure has been made on the information available with the Company, for suppliers who are registered as micro and small enterprises under 'MSMED Act.**

(In ₹)

Particulars	As at March 31, 2021	As at March 31, 2020
The principal amount and the interest due thereon remaining unpaid to any supplier at the end of each period:		
Principal	9,17,365/-	73,660/-
Interest	34,068/-	
The amount of interest paid by the buyer in terms of Section - 16 of the MSMED Act, 2006, along with the amounts of the payment made to the suppliers beyond the appointed day during each period	Nil	Nil
The amount of interest due and payable for the period of delay in making payment (Which have been paid but beyond the appointed day during the period) but without adding the interest specified under the MSMED Act, 2006	Nil	Nil
The amount of interest accrued and remaining unpaid at the end of the period.	Nil	Nil
The amount of further interest remaining due and payable even in the succeeding period, until such date when the interest dues as above are actually paid to the small enterprises, for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act, 2006	Nil	Nil
Total	**9,51,433/-**	**73,660/-**

There are no Micro, Small & Medium Enterprises to whom the company over dues, which are outstanding for more than 45 days as at March 31, 2021. This information is disclosed under the Micro, Small & Medium Enterprises Development Act, 2006 which has been determined to the extent such parties have been identified on the basis of the information available with the company.

6. **Earnings Per Share:**

(In ₹)

Particular	2020-21	2019-20
Net profit attributable to Shareholders	5,30,43,547	3,48,01,265
Weighted average number of equity shares	1,52,84,000	1,12,34,000
Basic earnings per share of ₹10/- each (in Rs)	3.80	3.33

7. **Related Party Disclosure:**

   A. List of Related Parties and Relationship:

Bhaveshkumar Jayantilal Patel	Relative of Directors
Ashish Rameshchandra Trivedi	Relative of Directors
Hariprabha Aravindbhai Parikh	Relative of Directors
Renukaben Jagdishchandra Parikh	Relative of Directors
Falguni Mitesh Parikh	Relative of Directors
Minaben Daksheshbhai Patel	Relative of Director
Miteshbhai JagdishBhai Parikh	Relative of Directors
Esha Miteshbhai Parikh	Relative of Directors
M/s S. Raja Export Private Limited	Mr. Saurin Parikh Managing Director of the Company is also Director and Shareholder in the Company.
M/s Pashupati Cotyarn LLP (converted from Pashupati Oil Industries to Pashupati Cotyarn LLP on 21/06/2018)	Mr. Saurin Parikh, Managing Director and Mr. Dakshesh Patel Director of Company are also Partners in the LLP.

Notes forming part of the Financial Statements

M/s Madhav Oil Industries	Mr. Saurin Parikh, Managing Director and Mr. Dakshesh Patel Director of Company are Partners in the firm.
M/s Pashupati Cotton Industry	Mr. Saurin Parikh Managing Director and Mr. Dakshesh Patel Director of Company are Partners in the firm.
M/s Shree Pashupati Fabric LLP	Mr. Saurin Parikh Managing Director, Mr. Tushar Trivedi Whole Time Director and Mr. Dakshesh Patel Director along with their relatives are partners of the LLP.
M/s Pashupati Solar Private Limited	Mr. Saurin Parikh Managing Director of the Company is also Director and Shareholder in the Company.
M/s Pashupati Healthcare Foundation	Mr. Saurin Parikh Managing Director of the Company is also Director and Shareholder in the Company.
M/s Global Park Developer LLP	Mr. Saurin Parikh Managing Director of the Company is also Director and Shareholder in the Company.
M/s Pashupati Fashion LLP	Mr. Saurin Parikh Managing Director, Mr. Tushar Trivedi Whole Time Director and Mr. Dakshesh Patel Director alongwith their relatives are partners of the LLP.
M/s Universal Industrial Park LLP	Mr. Saurin Parikh Managing Director and Mr. Dakshesh Patel Director are partners of the LLP.
M/s Pashupati Agro Green Industries	Mr. Saurin Jagdish Bhai Parikh Managing Director is a partner in the firm.
M/s R V Enterprise	Mr. Saurin Parikh, Managing Director is a relative of Proprietor.
M/s UNIZA Lifecare Private Limited	Mr. Saurin Parikh, Managing Director is also a Managing Director of the Company.
M/s UNIZA Healthcare LLP	Mr. Saurin Parikh, Managing Director is a Designated Partner of the LLP.

B. KEY MANAGERIAL PERSONNEL

Saurin Jagdish Bhai Parikh	Chairman & Managing Director
Tushar Rameshchandra Trivedi	Whole time Director
Hareshkumar Rameshchandra Shah	Chief Financial Officer (CFO)
Bijal Nareshbhai Thakkar	Company Secretary & Compliance Officer

C. Related Parties Transactions (₹):

Transactions	Associates/ Related Party	Enterprises owned or Significantly influenced by Key Managerial Personnel	Key Managerial Personnel
Purchase of Goods	2,330,406,561 (1,705,056,940)	NIL	NIL
Sale of Goods	2,094,030,308 (2,348,346,159)	NIL	NIL
For Various Expenses	6,380,332 (13,900,754.24)	NIL	7,00,000 (0)
Interest Income	7,213,483 (5,533,942)	NIL	NIL
Loan Received	1,50,000 (0)	NIL	0 (0)
Loan Repaid	7,58,86,700 (7,39,80,328)	NIL	0 (0)
Interest Expenses	1,419,193 (10,742,020)	NIL	7,21,572 (24,80,250)
Remuneration	NIL NIL	NIL	10,44,000 (7,93,193)
Investment-FIXED CAPITAL	10,750,000 (0)	NIL	NIL
Investment-CURRENT CAPITAL	50,350,000 (20,918)	NIL	NIL
Fixed Assets Purchase	46,669,389 (0)	NIL	NIL

Notes forming part of the Financial Statements

8. Disclosure pursuant to Accounting Standard - 15 [Revised] 'Employee Benefits:

A The Company has, with effect from 1st April, 2007, adopted Accounting Standard 15, Employee Benefits [Revised 2005] [the 'Revised AS 15']. In accordance with the transitional provisions governing gratuity valuation – defined benefit plan – long term liability based on actuarial valuation is as follows :

B The Amount (in ₹) as certified by the Approved Value is as under:

Period	From: 01/04/2020 To: 31/03/2021	From: 01/04/2019 To: 31/03/2020
Present value of the obligation at the beginning of the period	50,38,343	26,61,575
Interest cost	2,77,109	1,86,310
Current service cost	23,66,765	15,37,538
Past Service Cost	0	0
Benefits paid (if any)	0	0
Actuarial (gain)/loss	11,01,390	6,52,920
Present value of the obligation at the end of the period	87,83,607	50,38,343

Key results (The amount to be recognized in the Balance Sheet): (In ₹)

Period	As on: 31/03/2021	As on: 31/03/2020
Present value of the obligation at the end of the period	87,83,607	50,38,343
Fair value of plan assets at end of period	0	0
Net liability/(asset) recognized in Balance Sheet and related analysis	87,83,607	50,38,343
Funded Status	(87,83,607)	(50,38,343)

Expense recognized in the statement of Profit and Loss: (In ₹)

Period	From: 01/04/2020 To: 31/03/2021	From: 01/04/2019 To: 31/03/2020
Interest cost	2,77,109	1,86,310
Current service cost	23,66,765	15,37,538
Past Service Cost	0	0
Expected return on plan asset	(0)	(0)
Net actuarial (gain)/loss recognized in the period	11,01,390	6,52,920
Expenses to be recognized in P&L	37,45,264	23,76,768

Experience adjustment: (In ₹)

Period	From: 01/04/2020 To: 31/03/2021	From: 01/04/2019 To: 31/03/2020
Experience Adjustment (Gain) / loss for Plan liabilities	7,47,002	6,52,920
Experience Adjustment Gain / (loss) for Plan assets	0	0

The assumptions employed for the calculations are tabulated:

Period	From: 01/04/2020 To: 31/03/2021	From: 01/04/2019 To: 31/03/2020
Discount rate	5.50 % per annum	7.00 % per annum
Salary Growth Rate	5.00 % per annum	5.00 % per annum
Mortality	IALM 2012-14	IALM 2012-14
Expected rate of return	0	0
Withdrawal rate (Per Annum)	30.00% p.a.	30.00% p.a.

Notes forming part of the Financial Statements

Benefits valued:

Period	From: 01/04/2020 To: 31/03/2021	From: 01/04/2019 To: 31/03/2020
Normal Retirement Age	60 Years	60 Years
Salary	Last drawn qualifying salary	Last drawn qualifying salary
Vesting Period	5 Years of service	5 Years of service
Benefits on Normal Retirement	15/26 * Salary * Past Service (yr)	15/26 * Salary * Past Service (yr)
Benefit on early exit due to death and disability	As above except that no vesting conditions apply	As above except that no vesting conditions apply
Limit	2000000.00	2000000.00

Current Liability (*Expected payout in next year as per schedule III of the Companies Act, 2013) : (In ₹)

Period	As on: 31/03/2021	As on: 31/03/2020
Current Liability (Short Term)*	13,24,366	10,01,260
Non Current Liability (Long Term)	74,59,241	40,37,083
Total Liability	**87,83,607**	**50,38,343**

Sensitivity Analysis: Significant actuarial assumptions for the determination of the defined benefit obligation are discount rate and expected salary increase rate. Effect of change in mortality rate is negligible. Please note that the sensitivity analysis presented below may not be representative of the actual change in the defined benefit obligation as it is unlikely that the change in assumption would occur in isolation of one another as some of the assumptions may be correlated. The results of sensitivity analysis are given below:

Period	As on: 31/03/2021
Defined Benefit Obligation (Base)	87,83,607 @ Salary Increase Rate : 5%, and discount rate :5.5%
Liability with x% increase in Discount Rate	85,25,316; x=1.00% [Change (3)%]
Liability with x% decrease in Discount Rate	90,58,572; x=1.00% [Change 3%]
Liability with x% increase in Salary Growth Rate	90,57,012; x=1.00% [Change 3%]
Liability with x% decrease in Salary Growth Rate	85,21,799; x=1.00% [Change (3)%]
Liability with x% increase in withdrawal Rate	86,50,679; x=1.00% [Change (2)%]
Liability with x% decrease in withdrawal Rate	89,19,212; x=1.00% [Change 2%]

Reconciliation of liability in balance sheet (In ₹)

Period	From: 01/04/2020 To: 31/03/2021	From: 01/04/2019 To: 31/03/2020
Opening gross defined benefit liability/ (asset)	50,38,343	26,61,575
Expenses to be recognized in P&L	37,45,264	23,76,768
Benefits paid (if any)	0	0
Closing gross defined benefit liability/ (asset)	**87,83,607**	**50,38,343**

Notes forming part of the Financial Statements

9. AUDITORS' REMUNERATION:-

(In ₹)

	2020-21	2019-20
1. Audit Fees	3,00,000	3,00,000
2. Tax Audit	0	0
3 Traveling expenses	0	0
TOTAL	**3,00,000**	**3,00,000**

10. Details of Goods Imported:-

(In ₹)

	2020-21	2019-20
1. CIF value of goods imported:		
(a) Cotton	0	28,61,05,849
(b) Stores and Spares	1,00,368	0
(c) Plant and Machinery	43,95,360	3,96,57,603
TOTAL	**44,95,728**	**32,57,63,452**
2. Consumption:-		
(a.) Raw Materials:		
(i) Imported goods	0	28,61,05,849
(ii) Indigenous goods:		
Cotton	3,71,81,79,157	2,91,94,52,144
Cotton yarn	0	0
TOTAL	**3,71,81,79,157**	**3,20,55,57,993**
Imported	-	9%
Indigenous	100%	91%
(b.) Stores and Spares:		
(i) Imported goods	1,00,368	0
(ii) Indigenous goods	5,37,99,649	4,66,03,920
TOTAL	**5,39,00,017**	**4,66,03,920**
Imported	0.19%	0%
Indigenous	99.81%	100%

11. Export Sales :

(In ₹)

	2020-21	2019-20
Exports: Direct(FOB Value)	0	0
Through Merchant Exporters	1,13,38,22,650	1,00,56,48,071
	1,13,38,22,650	**1,00,56,48,071**

12. Expenditure in Foreign Currency:

(In ₹)

	2020-21	2019-20
Purchase of Plant and Machinery, Stores, Spares and Cotton	0	0
Travelling and Others	0	0
Interest on Foreign Currency Loan	0	0
Freight	0	0
Commission	0	0
TOTAL	**NIL**	**NIL**
3. Remittances of Dividend in Foreign Currency	NIL	NIL

Notes forming part of the Financial Statements

13. Long Term Borrowing :

Nature of Security :

a) Term loan from Oriental Bank of Commerce Ltd. Is secured by hypothecation of movable Current Assets and also secured by way of mortgage of immovable properties (excluding cost of land) and hypothecation of Movable Properties and Collateral Security of Directors and their Relatives.

b) Term loan from Yes Bank Ltd. Is secured by exclusive hypothecation of Solar Power Project assets created out of Bank Term Loans and Personal Guarantee of Directors.

c) Car loan from HDFC Bank Ltd. Is secured by exclusive hypothecation of Car.

d) Term Loan from HDFC Bank Ltd. is secured by exclusive charge on immovable collateral security of Industrial Godown Survey No. 919/1 & 435 and personal guarantee of directors and their relatives

Term of Repayment :

Particulars	Amount outstanding as on 31st March,2021	Financial year 2021-22	Financial year 2022-23	Financial year 2023-24	Financial year 2024-25	Financial year 2025-26	Financial year 2026-27 & Onwards
Total Amount Outstanding	80,95,85,907	60,67,84,574	47,16,87,747	34,72,39,386	22,42,41,762	13,32,28,818	11,22,63,106

14. In view of the unprecedented COVID-19 pandemic, the management has made a detailed assessment of its liquidity position for the next one year and recoverability of Property, Plant and Equipment, Investments, Trade Receivables and Inventories as at the balance sheet date. In assessing the recoverability, the Company has considered internal and external information up to the date of approval of these financial results and has concluded that there is no material impact on the operations and the financial position of the Company. However, the impact of the global health pandemic may be different from that estimated at the date of approval of these financial results and the Company will continue to closely monitor any material changes to future economic conditions.

As per our attached provisional report of even date
For Mahendra N. Shah & Co.
Chartered Accountants
FRN: 105775W

Chirag M. Shah
Partner
Membership No. F 045706
UDIN: 21045706AAAAIJ1822

Place: Ahmedabad
Date: 21/06/2021

For and on belhalf of the Board of Directors
Pashupati Cotspin Limited

Saurinbhai J. Parikh
Chairman & Managing Director
(DIN: 02136530)

Tushar R. Trivedi
Whole Time Director
(DIN: 06438707)

Hareshkumar Shah
Chief Financial Officer
Place: Ahmedabad
Date: 21/06/2021

Bijal Thakkar
Company Secretary
Place: Ahmedabad
Date: 21/06/2021

Notes forming part of the Financial Statements

Note No. 2(a) Share Capital

	As at 31 March,2021		As at 31 March 2020	
	Number	₹	Number	₹
Authorised Share Capital				
Equity Shares of Rs 10/- each	1,55,00,000	15,50,00,000	1,55,00,000	15,50,00,000
Issued				
Equity Shares of Rs 10/- each	1,52,84,000	15,28,40,000	1,12,34,000	11,23,40,000
Subscribed & Paid up				
Equity Shares of ₹ 10/- each fully paid	1,52,84,000	15,28,40,000	1,12,34,000	11,23,40,000
Total	**1,52,84,000**	**15,28,40,000**	**1,12,34,000**	**11,23,40,000**

Note No. 2.1

	As at 31 March,2021		As at 31 March 2020	
	Number	₹	Number	₹
Equity Shares outstanding at the beginning of the year	1,12,34,000	11,23,40,000	1,02,84,000	10,28,40,000
Shares Issued during the year	40,50,000	4,05,00,000	9,50,000	95,00,000
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	**1,52,84,000**	**15,28,40,000**	**1,12,34,000**	**11,23,40,000**

Note No. 2.2

Details of Shareholders holding more than 5% Shares.

Name of Shareholder	As at 31 March 2021		As at 31 March 2020	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Ashishbhai Rameshchandra Trivedi	9,04,000	5.91	600000	5.34
Bhaveshbhai Jayantibhai Patel	7,91,000	5.18	791000	7.04
Falguniben Miteshbhai Parikh	17,33,000	11.34	1125000	10.01
Hariprabhaben Arvindbhai Parikh	15,83,000	10.36	975000	8.68
Mukeshbhai Vithalbhai Patel	9,04,000	5.91	9,04,000	8.05
Renukaben Jagdishbhai Parikh	15,83,000	10.36	9,75,000	8.68
Saurinbhai Jagdishbhai Parikh	23,33,000	15.26	1725000	15.36

Note No. 2.3

There are no unpaid calls from Directors or officers.

Note No. 2.4

Equity shares rank pari pasu & subject to right, preference and restrictions under the Companies Act.

Note No. 2.5

Addition in Equity Shares of 40,50,000 are as a result of the conversion of Share Warrants as on July 24, 2020.

Notes forming part of the Financial Statements

Note No. 2(b)

(In ₹)

Reserves & Surplus	As at 31 March,2021	As at 31 March, 2020
(i) Share Securities Premium		
As per Last Balance Sheet	22,75,10,000	18,09,60,000
(+) Additions during the year	19,84,50,000	4,65,50,000
Closing Balance (a)	**42,59,60,000**	**22,75,10,000**
(iii) Surplus in Statement of Profit & Loss		
As per Last Balance Sheet	36,03,59,310	33,17,56,998
(+) Net Profit For the current year	5,30,43,547	3,48,01,265
(-) Dividend Paid	-76,42,000	-61,98,953
Closing Balance (b)	**40,57,60,857**	**360359310**
Total (a)+(b)	**83,17,20,857**	**58,78,69,310**

Note No. 2C

(In ₹)

Money Received Against Share Warrants	As at 31 March,2021	As at 31 March, 2020
Opening Balance	14,38,12,500	73,750,000
(+) Additions during the year (Warrant Application Money)	9,51,37,500	11,66,12,500
(-) Utilised during the year (Conversion into equity shares)	(23,89,50,000)	(4,65,50,000)
Closing Balance	**Nil**	**14,38,12,500**

The Company has allotted 50,00,000 (fifty lakhs) share warrants at ₹ 59/- per warrant convertible into Equity shares of ₹ 10/- each at a premium of ₹ 49/- per share to the Promoter(s)/Promoter Group and to Non-Promoters of the Company on the preferential basis.

The Company has made allotment of 40,50,000 shares through conversion of convertible share warrants amounting to ₹ 23,89,50,000 during the year under review.

NOTE 3: LONG TERM BORROWINGS

(In ₹)

Particulars	As at 31 March,2021	As at 31 March, 2020
A. Term Loans (Secured)*		
a) From Banks	80,95,85,907	50,85,43,092
Less:Current Maturities of long term debt	(20,28,01,328)	(17,83,38,672)
Total	**60,67,84,580**	**33,02,04,420**
B. From Others (Unsecured)		
Members ##	-	7,95,23,100
Total	**60,67,84,580**	**40,97,27,520**

*Note : Refer note no.13 of Notes To Accounts for information regarding terms of repayment and security.

Note: The Company has taken unsecured loan from the Directors and Members to meet the conditions stipulated by the banker of the bank.

NOTE 4: DEFERRED TAX LIABILITY

(In ₹)

Particulars	As at 31 March,2021	As at 31 March, 2020
Deferred Tax Liability	7,36,03,396	8,77,88,131
Less: Reversal of Deferred Tax Liability	(1,36,44,567)	(1,41,84,735)
Total	**5,99,58,829**	**7,36,03,396**

Notes forming part of the Financial Statements

Note 4.1:Components of Deferred Tax Liability (Net)

(In ₹)

Particulars	As at 31 March,2021	As at 31 March, 2020
Depreciation	6,72,20,996	7,80,73,615
Employee benefits	(72,62,167)	(44,70,219)
Other Timing Differences	-	-
Total	**5,99,58,829**	**7,36,03,396**

NOTE 5: OTHER LONG TERM LIABILITIES

(In ₹)

Particulars	As at 31 March,2021	As at 31 March, 2020
(a) Staff Deposit	10,49,554	12,21,964
(b) Warehouse Deposit	26,29,593	28,91,925
Total	**36,79,147**	**41,13,889**

NOTE 6: LONG TERM PROVISIONS

(In ₹)

Particulars	As at 31 March,2021	As at 31 March, 2020
Provision- From Employment Benefit		
Gratuity	74,59,241	40,37,083
Total	**74,59,241**	**40,37,083**

NOTE 7: SHORT TERM BORROWINGS

(In ₹)

Particulars	As at 31 March,2021	As at 31 March, 2020
Working Capital Loan From Bank(Secured)	69,04,08,160	52,73,88,912
Total	**69,04,08,160**	**52,73,88,912**

Note : 7.1

Primary secured by way of hypothecation of stocks of rawmaterial,work in progress,finishes goods,stores,spares & receivables & further secured way of mortgage of immovable properties (excluding cost of land) and hypothetication of Movable Properties and Colleteral Security of Directors and Their Relatives

NOTE 8: TRADE PAYABLES

(In ₹)

Particulars	As at 31 March,2021	As at 31 March, 2020
Trade Payables		
(i) Total Outstanding dues to Micro, Small & Medium Enterprise	9,17,365	73,660
(ii) Total Outstanding dues to other than Micro, Small & Medium Enterprise	3,71,09,691	7,59,50,872
Total	**3,80,27,056**	**7,60,24,532**

Refer Note No -6 of Part B of Notes to accounts for MSMED Disclosure

Notes forming part of the Financial Statements

NOTE 9: OTHER CURRENT LIABILITIES

(In ₹)

Particulars	As at 31 March,2021	As at 31 March, 2020
(ii) Current Maturities of Long Term Borrowings	20,28,01,328	17,83,38,672
(i) Statutory Remittances	18,03,707	26,05,083
(iii) Other Payables	3,30,53,134	3,12,21,280
(iv) Advance from Customer	48,46,540	28,17,07,852
Total	**24,25,04,709**	**49,38,72,887**

NOTE 10: SHORT TERM PROVISIONS

(In ₹)

Particulars	As at 31 March,2021	As at 31 March, 2020
Provision for Employee Benefits		
Gratuity	13,24,366	10,01,260
Bonus	1,03,36,655	87,67,800
Total	**1,16,61,021**	**97,69,060**

NOTE - 11 : Property Plant & Equipment :

Particulars	Gross Block At Cost				Depreciaiton				Net Block	
	Opening Balance as on April 1st, 2020	Additions During the Year	Adjustment \ Deductions\ Reclassifications During the year	Closing Balance as on March 31st, 2021	Opening Balance as on April 1st, 2020	Depreciation Provided During the year	Adjustment \Deductions During the year	Closing Balance as on March 31st, 2021	Closing Balance as on March 31st, 2021	Closing Balance as on March 31st, 2020
Tangible Assets										
Bridges, culverts, bunders, etc.	9,78,675	-	-	9,78,675	1,90,463	30,960	-	2,21,423	7,57,252	7,88,212
Computer software	7,55,751	-	-	7,55,751	3,87,498	94,387	-	4,81,885	2,73,866	3,68,253
Computer	11,94,765	1,22,394	-	13,17,159	9,09,668	1,80,955	-	10,90,623	2,26,536	2,85,097
Electrical Installation	2,76,95,833	-	-	2,76,95,833	1,64,72,293	24,12,987	-	1,88,85,279	88,10,554	1,12,23,540
Factory Building	29,41,38,368	3,48,00,000	-	32,89,38,368	4,14,53,279	98,99,504	-	5,13,52,783	27,75,85,585	25,26,85,090
Office Equipments	13,16,191	1,74,119	-	14,90,310	6,78,931	1,75,116	-	8,54,047	6,36,263	6,37,260
Plant & Machinery	1,29,16,33,613	2,59,99,016	-	1,31,76,32,629	53,89,76,349	13,92,39,665	-	67,82,16,014	63,94,16,615	75,26,57,265
Tubewell	6,30,670	-	-	6,30,670	5,99,137	-	-	5,99,137	31,534	31,534
Vehicle	1,67,98,809	-	-4,34,141	1,63,64,668	72,50,949	20,10,586	-1,35,502	91,26,033	72,38,635	95,47,860
Land	1,93,87,328	-	-	1,93,87,328	-	-	-	-	1,93,87,328	1,93,87,328
Furniture	1,48,500	-	-	1,48,500	10,042	14,098	-	24,140	1,24,360	1,38,458
Total	**1,65,46,78,503**	**6,10,95,529**	**-4,34,141**	**1,71,53,39,891**	**60,69,28,608**	**15,40,58,257**	**-1,35,502**	**76,08,51,363**	**95,44,88,528**	**1,04,77,49,895**
Previous Year (₹)	**1,56,76,98,980**	**8,69,79,523**	**-**	**1,65,46,78,503**	**47,33,82,941**	**13,35,45,667**	**-**	**60,69,28,608**	**1,04,77,49,895**	**1,09,43,16,039**

NOTE 12 : Non Current Investment

(In ₹)

Particulars	As at 31 March,2021	As at 31 March, 2020
Other Investment		
Investment in Corporate Entities**#	6,45,77,203	6,08,94,286
Total	**6,45,77,203**	**6,08,94,286**

** It includes Share of profit for the current year

These incudes amount invested and deposited in LLP in which Company is Partner.

Notes forming part of the Financial Statements

(In ₹)

Name of the Company	As at 31 March,2021	As at 31 March, 2020
Pashupati Cotyarn LLP	6,45,77,203	6,08,94,286

NOTE 13: Long Term Loans & Advances

(In ₹)

Particulars	As at 31 March,2021	As at 31 March, 2020
Unsecured, Considered Good		
Deposits others	34,000	4,22,559
Capital Advances	1,90,000	2,99,243
Total	**2,24,000**	**7,21,802**

NOTE 14: INVENTORIES

(At Lower of Cost or Net Realisable Value)

(In ₹)

Particulars	As at 31 March,2021	As at 31 March, 2020
Raw Materials	34,05,78,498	19,60,03,504
Finished Goods	32,50,22,268	24,58,62,965
WIP	2,46,32,808	3,01,42,550
Stores , Spares & Packing Material	2,34,99,672	1,68,84,431
Total	**71,37,33,246**	**48,88,93,450**

NOTE 15: TRADE RECEIVABLES

(In ₹)

Particulars	As at 31 March,2021	As at 31 March, 2020
Unsecured, Considered Good		
Trade receivables outstanding for a period less than six months from the date they are due for payment	35,50,76,474	42,46,25,018
Trade receivables outstanding for a period exceeding six months from the date they are due for payment	4,57,48,740	8,91,06,007
Total	**40,08,25,214**	**51,37,31,025**

@ Trade receivables are dues in respect of goods sold or services rendered in the normal course of business.

Where no due date is specifically agreed upon, the normal credit period allowed by the Company should be taken into consideration for computing the due date which may vary depending upon the nature of goods or services sold and the type of customers, etc.

There is Trade Receivable due from Directors, Officers Or Company in which Directors are Director.

(In ₹)

Name of the Company	As at 31 March,2021	As at 31 March, 2020
R V Enterprise	16,91,56,251	-
Shree Pashupati Fabric LLP	-	6,61,80,171
Pashupati Cotton Industries	13,65,72,930	5,99,52,071

Notes forming part of the Financial Statements

NOTE 16: CASH AND CASH EQUIVALENTS

(In ₹)

Particulars	As at 31 March,2021	As at 31 March, 2020
1. Cash and Cash equivalents shall be classified as:		
(a) Balances with Banks		
In Current Accounts	57,091	1,70,593
(b) Cash on Hand	2,79,689	40,917
2. Fixed Deposits Under Lien #		
(i) Against Borrowings	-	1,56,32,301
(ii) Against Guarantees	1,83,69,501	13,11,788
Total	**1,87,06,281**	**1,71,55,599**

Fixed Deposit with Maturity of more than 12 Month.

NOTE 17: SHORT TERM LOANS AND ADVANCES

(In ₹)

Particulars	As at 31 March,2021	As at 31 March, 2020
Unsecured, Considered Good		
(a) Loans and Advances		
(i) Advance to Suppliers	15,23,24,333	5,73,95,475
(ii) Others	17,66,03,324	4,13,83,631
(ii) Advance to Staff	21,31,449	21,79,922
(b) Prepaid Expenses	20,17,696	20,05,570
(c) Advance Tax (Net of Provision for Income Tax)	1,28,81,984	3,73,76,455
(d) Balances with Government Authorities	3,51,92,931	5,20,80,871
Total	**38,11,51,716**	**19,24,21,925**

There is Advance due from LLP in which Director of Company is Partner.

(In ₹)

Name of the Company	As at 31 March,2021	As at 31 March, 2020
Global Park Developers LLP	-	35,65,090

NOTE 18: OTHER CURRENT ASSETS

(In ₹)

Particulars	As at 31 March,2021	As at 31 March, 2020
Textile Benefit Receivable	11,06,70,326	12,09,91,106
Other	6,67,085	-
Total	**11,13,37,411**	**12,09,91,106**

Notes forming part of the Financial Statements

NOTE 19: REVENUE FROM OPERATIONS

(In ₹)

Particulars	For the year 2020-21	For the year 2019-20
Sale of Product		
1 Yarn Sales	2,19,41,51,489	2,04,65,04,368
2 Cotton Sales	2,14,11,43,466	1,84,60,31,510
TOTAL	**4,33,52,94,956**	**5,21,82,84,966**
	4,33,52,94,956	**3,89,25,35,879**
Sale of Services		
3 Other Operating Revenues	7,45,16,063	7,75,75,394
Total	**4,40,98,11,019**	**3,97,01,11,273**

NOTE 20: OTHER INCOME

(In ₹)

Particulars	For the year 2020-21	For the year 2019-20
1 Interest Income	1,16,14,477	1,59,68,204
2 Other Income	1,03,52,074	10,94,418
3 Foreign Exchange Gain	-	18,12,074
4 Share of profit from Pashupati cotyarn LLP	9,98,640	20,918
Total	**2,29,65,191**	**1,88,95,614**

NOTE 21.a: COST OF MATERIALS CONSUMED

(In ₹)

Particulars	For the year 2020-21	For the year 2019-20
Opening Stock	196003504	192256208
Add: Purchases	3,86,27,54,151	3209305289
Less: Closing Stock	-34,05,78,498	-196003504
Total	**3718179157**	**3205557993**

NOTE 21.b: CHANGES IN INVENTORIES OF FINISHED GOODS

(In ₹)

Particulars	For the year 2020-21	For the year 2019-20
Inventories at the End of the Year:		
Finished Goods	32,50,22,268	24,58,62,965
Stores, Spares & Packing Material	2,34,99,672	1,68,84,431
Work in process	2,46,32,808	3,01,42,550
	373154748	**292889946.1**
Inventories at the Beginning of the Year:		
Finished Goods	245862965.1	367545593
Stores, Spares & Packing Material	16884431	19686217
Work in process	30142550	27741530
	292889946.1	**414973340**
Total	**-80264802**	**122083393.9**

Notes forming part of the Financial Statements

NOTE 22: EMPLOYEE BENEFITS EXPENSE

(In ₹)

Particulars	For the year 2020-21	For the year 2019-20
Salaries and Wages	9,93,96,594	84917645
Bonus	40,86,330	4229351
Gratuity Expenses	37,45,264	23,76,768
Leave Encashment	47,21,641	237547
Contributions to Provident and Other Funds	6,02,022	610146
Staff Welfare Expenses	40,71,243	3158253
Total	**11,66,23,094**	**95529710**

NOTE 23: FINANCE COST

(In ₹)

Particulars	For the year 2020-21	For the year 2019-20
Bank Interest Exp.	11,18,80,877	10,84,72,783.7
Other Borrowing Cost	79,23,958	7,97,351.24
Interest on Unsercured Loan	22,70,222	1,32,22,270
Total	**12,20,75,056.7**	**12,24,92,404.9**

NOTE 24: OTHER EXPENSES

(In ₹)

Particulars	For the year 2020-21	For the year 2019-20
Transportation Expenses	84,18,442	1,52,65,212.3
Brokerage & Commission Expenses	53,33,106.32	35,41,979.63
Legal & Consultancy Charges	46,19,400.82	31,75,945
Power and Fuel	20,84,13,377.8	20,82,92,104.4
Donation	16,76,841.4	16,81,950.4
Foreign Exchange Rate Difference	2,71,390	0
Loss on Sale of Fixed Assets	1,28,939	0
Bad Debts Written Off	1,60,57,727	0
Repairing & Maintenance :-		
Machinery (including spares)	5,91,49,954.89	5,10,36,143.37
Building	4,05,598	1,68,299
others	8,37,387.76	18,84,668.44
Labour Expenses	5,86,027	28,56,762
CSR Expenses	14,00,000	16,85,000
Insurance	44,96,850	29,75,524
Travelling Expenses	5,62,053	2,56,513
Loading & Unloading Expenses	7,00,589	78,74,153
Quality Claim & Weight Shortage Claims	83,886.58	2,96,891.53
Rent,Rates & Taxes	60,05,944	1,40,50,054
Auditors Remuneration (Refer Note Below)	3,00,000	3,00,000
Stationery, Printing, Postage & Telephone	4,45,213	3,91,894.5
General Expenses	84,26,427.1	1,34,14,907.65
Total	**32,83,19,154.7**	**32,91,48,002.2**

Notes forming part of the Financial Statements

Note: 24.1

(In ₹)

Particulars	For the year 2020-21	For the year 2019-20
Payments to the Auditors comprises :		
As Auditors - Statutory Audit	3,00,000	3,00,000
Total	**3,00,000**	**3,00,000**

As per our attached provisional report of even date
For Mahendra N. Shah & Co.
Chartered Accountants
FRN: 105775W

Chirag M. Shah
Partner
Membership No. F 045706
UDIN: 21045706AAAAIJ1822

Place: Ahmedabad
Date: 21/06/2021

For and on belhalf of the Board of Directors
Pashupati Cotspin Limited

Saurinbhai J. Parikh
Chairman & Managing Director
(DIN: 02136530)

Tushar R. Trivedi
Whole Time Director
(DIN: 06438707)

Hareshkumar Shah
Chief Financial Officer
Place: Ahmedabad
Date: 21/06/2021

Bijal Thakkar
Company Secretary
Place: Ahmedabad
Date: 21/06/2021

Notes:

Notes:

Notes:

PASHUPATI
COTSPIN LIMITED

Survey No. 404, At- Balasar,

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Gujarat, INDIA.

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