

# AI CHAMPDANY INDUSTRIES LIMITED

(A TRADING HOUSE recognised by Govt. of India) (Established in 1873)  
Pioneer Weaves & Spinners of Natural & Synthetic blended Fabrics & Yarns

**REGD. OFFICE :**

25, PRINCEP STREET,  
KOLKATA - 700 072, INDIA  
Phone : 91 (33) 2237-7880-85  
Fax : 91 (33) 2225 0221 /  
2236 3754

G.P.O. Box No. 543  
Kolkata - 700001  
E-mail : [cil@ho.champdany.co.in](mailto:cil@ho.champdany.co.in)  
Web : [www.jute-world.com](http://www.jute-world.com)

CIN : L51909WB1917PLC002767



Date: 02.08.2025

To  
Corporate Relationship Dept.  
**BSE Limited**  
1<sup>st</sup> Floor, New Trading Ring  
Rotunda Building, P.J. Towers  
Dalal Street Fort  
Mumbai 400 001

**Scrip Code - 532806**

**Sub: Submission of Notice and Annual Report of 107th Annual General Meeting**

Dear Sir/Madam,

Pursuant to the provisions of Regulation 30 and Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find attached herewith the Notice and Annual Report of the 107th Annual General Meeting (AGM) of the Company.

The 107th AGM is scheduled to be held on **Monday, 25th August, 2025 at 12:30 P.M. (IST)** through **Video Conference (VC) / Other Audio-Visual Means (OAVM)**.

The Notice, forming part of the Annual Report for the financial year 2024-25, is being sent only through email to the members of the Company at their registered email addresses. The same has also been uploaded on the Company's website at [www.jute-world.com](http://www.jute-world.com).

This is for your information and records.

Yours faithfully,

For AI Champdany Industries Ltd

Dharmendra Kumar Singh  
Company Secretary  
**COMPANY SECRETARY  
AND  
COMPLIANCE OFFICER  
AI CHAMPDANY INDUSTRIES LTD.  
25, PRINCEP STREET  
KOLKATA - 72**

## **AI Champdany Industries Limited**

(CIN: L51909WB1917PLC002767)

Registered Office : 25, Princep Street, Kolkata – 700 072

Email : [cil@ho.champdany.co.in](mailto:cil@ho.champdany.co.in), Website : [www.jute-world.com](http://www.jute-world.com)

Phone : (033) 2237 7880 to 85 / 2225 1050 / 7924 / 8150 Fax: (91) (33) 22250221 / 22363754

### **NOTICE**

Notice is hereby given that the **107<sup>th</sup>** Annual General Meeting of the Members of the Company will be held on **Monday 25<sup>th</sup> day of August, 2025** at 12.30 P.M. through Video Conferencing (“VC”)/ Other Audio-Visual Means (“OAVM”) to transact the following business(es):

#### **Ordinary Business:**

1. To receive, consider and adopt the Audited Financial Statement of the Company for the financial year ended 31<sup>st</sup> March, 2025, the report of the Board of Directors and Auditors thereon;
2. To Appoint a Director in place of Mr. Harsh Vardhan Wadhwa, (DIN 08284212) who retires by rotation and being eligible offers himself for reappointment

#### **Special Business:**

3. To Consider and, if thought fit, to pass with or without modification the following resolution as a Special Resolution:

#### **APPOINTMENT OF MR. JAYANTA JASH (DIN: 09352733) AS AN INDEPENDENT DIRECTOR OF THE COMPANY FOR FIRST TERM OF TWO YEARS**

“**RESOLVED THAT** pursuant to the provisions of Sections 149, 152 and 161 read with Schedule IV and other applicable provisions of the Companies Act, 2013 (‘Act’), if any and the Companies (Appointment and Qualification of Directors) Rules, 2014 and Regulations 16 and 25 of SEBI (LODR) Regulations, 2015 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force), Mr. Jayanta Jash (DIN: 09352733) who was appointed as an Additional Director (in the category of Non-Executive Independent Director) by the Board of Directors with effect from 30th May, 2025 and who holds office upto the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing from a Member proposing his candidature for the office of Director and who has submitted a declaration that he meets the criteria of independence as provided under the Act and SEBI (LODR) Regulations 2015, be and is hereby appointed as an Independent Director of the Company, not liable to retire by rotation, to hold office for a term of upto 2 (two ) consecutive years upto the conclusion of 109<sup>th</sup> AGM of the company to be held in the year 2027.

4. To Consider and, if thought fit, to pass with or without modification the following resolution as a Special Resolution:

#### **RE-APPOINTMENT OF MR. MUKUL BANERJEE (DIN: 07527632) AS AN INDEPENDENT DIRECTOR OF THE COMPANY FOR SECOND TERM OF FIVE YEARS**

“**RESOLVED THAT** pursuant to the provisions of Section 149, 152 read with Schedule IV and other applicable provisions, if any of the Companies Act, 2013 and The Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modifications or re-enactment thereof, for the time being in force) and pursuant to the provisions of SEBI (LODR) Regulations, 2015, including any modification or amendment thereof, Mr. Mukul Banerjee (DIN: 07527632) who was appointed as Independent Director for 2 years at the 105<sup>th</sup> Annual General Meeting (AGM) and who holds office upto the date of ensuing AGM and who is eligible for re-appointment and in respect of whom a notice pursuant to Section 160 of the Companies Act, 2013 has been received from a member signifying his intention to propose Mr. Mukul Banerjee a candidate for the office of the director, be and is hereby re-appointed as an

independent director of the company, not liable to retire by rotation, for 2nd term of 5 (five) years from the conclusion of this AGM till the conclusion of the 112th AGM to be held in the year 2030.

**“RESOLVED FURTHER THAT** the Board be and is hereby authorised to do all such acts, deeds, matters and things, as may be considered, necessary, expedient or desirable to give effect to this resolution”

5. To Consider and, if thought fit, to pass with or without modification the following resolution as an Ordinary Resolution:

**APPOINTMENT OF M/S. K. ARUN & CO., PRACTISING COMPANY SECRETARIES, KOLKATA, AS SECRETARIAL AUDITORS OF THE COMPANY FOR THE FINANCIAL YEARS 2025-26 TO 2029-30**

**“RESOLVED THAT**, pursuant to the provisions of Section 204 of the Companies Act, 2013 and Regulation 24A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and other applicable provisions, if any, M/s. K. Arun & Co., Practising Company Secretaries (C.P. No. 2270), Kolkata, be and is hereby appointed as the Secretarial Auditors of the Company to conduct the Secretarial Audit for a term of five (5) consecutive financial years commencing from the financial year 2025-26 up to and including the financial year 2029-30, on such terms and conditions including remuneration as may be determined by the Board of Directors of the Company

**“RESOLVED FURTHER THAT** the Board of Directors be and is hereby authorised to do all such acts, deeds, matters and things, as may be considered, necessary, expedient or desirable to give effect to this resolution”

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

**RATIFICATION OF REMUNERATION OF COST AUDITORS**

**“RESOLVED THAT** pursuant to the provisions of Section 148 and all other applicable provisions of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force) M/s. N. Radhakrishnan & Co., Cost Accountants, being the Cost Auditors appointed by the Board of Directors of the Company, to conduct the audit of the Cost Records of the Company for the financial year ending 31<sup>st</sup> March, 2026, be paid the remuneration as set out in the Statement annexed to the Notice convening this meeting.

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

By Order of the Board

Place :Kolkata  
Date :30.05.2025

Dharmendra Kumar Singh  
Company Secretary

**Notes:**

- a) The relative Explanatory Statement, pursuant to Section 102(1) of the Companies Act, 2013 with respect to the special businesses are annexed hereto and forms part of this notice.
- b) The Ministry of Corporate Affairs ('MCA'), inter alia, vide its General Circular No(s). 14/2020 dated April 8, 2020, 17/2020 dated April 13, 2020, 20/2020 dated May 5, 2020 and subsequent circulars issued in this regard, the latest being General Circular No. 09/2023 dated September 25, 2023, (collectively referred to as 'MCA Circulars'), has permitted the holding of the AGM through Video Conferencing ('VC') or through Other Audio-Visual Means ('OAVM'), without the physical presence of the Members at a common venue. In compliance with the provisions of the Companies Act, 2013 ("the Act"), the SEBI (LODR) Regulations, 2015 ("SEBI Listing Regulations") and MCA Circulars, the 107th AGM the Company is being held through VC/OAVM.
- c) 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. However, the Body Corporates are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and participate there at and cast their votes through e-voting.
- d) The Members can join the AGM in the VC/OAVM mode 30 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 1000 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.
- e) 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.
- f) 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 (LODR) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020 and May 05, 2020 and December 28, 2022, 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) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-Voting system as well as venue voting on the date of the AGM will be provided by NSDL.
- g) In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at [www.jute-world.com](http://www.jute-world.com). The Notice can also be accessed from the websites of the Bombay Stock Exchange i.e. [www.bseindia.com](http://www.bseindia.com) and 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](http://www.evoting.nsdl.com).
- h) AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 08, 2020 and MCA Circular No. 17/2020 dated April 13, 2020, MCA Circular No. 20/2020 dated May 05, 2020 and MCA Circular No. 2/2021 dated January 13, 2021 and MCA Circular No 2/2022 dated May 05/2022 and September 25, 2023.
- i) Corporate Members intending to send their authorized representatives to attend the Meeting are requested to send to the company a certified copy of the Board Resolution authorizing their representative not less than 48 hours before the commencement of the meeting, to attend and vote on their behalf at the meeting.
- j) In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.
- k) Members who hold shares in dematerialized form are requested to write their Client ID and DP ID numbers and those who hold shares in Physical form are requested to write their Folio Number in the Attendance Slip for attending the meeting.
- l) Brief details of the Directors, who are seeking appointment/re-appointment, are annexed thereto as per the requirements of Regulation 36(3) of the SEBI (LODR) Regulations, 2015 and Secretarial Standard 2 issued by ICSI.
- m) The Notice of the 107<sup>th</sup> AGM and instructions for e-voting and Copies of Annual Report for the financial year 2024-25 are being sent by electronic mode to all members whose email addresses are registered with the Company / Depository Participant(s).
- n) The register of Members and the Share Transfer Book of the Company will remain closed from **18<sup>th</sup> August, 2025 to 25<sup>th</sup> August, 2025** (both days inclusive).

- o) The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Companies Act, 2013, will be available for inspection by the members at the AGM.
- p) The Company has entered into necessary arrangements with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) to enable the shareholders to dematerialize their shareholdings in the Company for which they may contact the Depository Participants of either of the Depositories.
- q) To prevent fraudulent transactions, members are advised to exercise due diligence and notify the Registrar and Share Transfer Agent of the Company of any change in their address or demise of any member as soon as possible at the following address :

**M/s MCS Share Transfer Agent Ltd**  
**383, Lake Gardens, 1<sup>st</sup> Floor, Kolkata – 700 045**  
**Phone : 40724051-53, Fax: 40724054, Email: mcssta@rediffmail.com**

Members are requested to address all correspondence, including dividend matters if any, to the aforesaid Share Transfer Agent of the Company. Members are advised not to leave their demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned Depository Participant and holdings should be verified.

- r) The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN / address proof to the Company / Registrar and Share Transfer Agent.
- s) As approved by the Shareholders, the company has sub divided the Equity Shares of Rs. 10/- each into 2 equity shares of Rs. 5/- each with effect from September 19, 2008. Shareholders who have not yet surrendered old share certificates of face value of Rs. 10/- each, are requested to surrender the same to the Registrar and Share Transfer Agent to enable the Company to dispatch the new share certificates in lieu of old certificates.
- t) Members may also note that the Notice of the 107<sup>th</sup> AGM and the Annual Report for the financial year 2024-25 will be available on the Company's website; [www.jute-world.com](http://www.jute-world.com). The physical copies of the aforesaid documents will also be available at the Company's Registered Office for inspection during normal business hours on working days. Members who require communication in physical form in addition to e-communication, or have any other queries, may write to us at [aicilinvestors@gmail.com](mailto:aicilinvestors@gmail.com)
- u) Members who hold shares in physical form in multiple folios in identical names or joint holding in the same order of names are requested to send the Share Certificates to Registrar & Share Transfer Agent (i.e. MCS Share Transfer Agent Ltd.), for consolidation into a single folio.
- v) Non-Resident Indian Members are requested to inform M/s MCS Share Transfer Agent Ltd, immediately of:
  - (a) Change in their residential status on return to India for permanent settlement.
  - (b) Particulars of their bank account maintained in India with complete name, branch, account type, account number and address of the bank with pin code number, if not furnished earlier.
- w) **Members who have not registered their Email address so far are requested to register their email address for receiving all communication including Annual Report, Notices, Circulars, etc from the company electronically.**

**Please provide your e-mail address mentioning the Company's name and Folio Number to our Registrar, M/s MCS Share Transfer Agent Ltd. , by post at their postal address 383, Lake Gardens, 1<sup>st</sup> Floor, Kolkata – 700 045 or by email at [mcssta@rediffmail.com](mailto:mcssta@rediffmail.com) in case shares held in physical form.**

- x) Members holding shares in single name and physical form are advised to make nomination in respect of their shareholding in the company. The nomination form can be downloaded from the company's website [www.jute-world.com](http://www.jute-world.com).
- y) Mandatory update of PAN, KYC and Nomination details and linking of PAN and Aadhaar by holders of physical shares: SEBI vide its Circular dated November 03, 2021 has made it mandatory for the shareholders holding shares in physical form to furnish PAN, KYC details and Nomination in the prescribed forms to the RTA of the Company. In



case of failure to provide required documents and details as per the aforesaid Circular, all folios of such shareholders shall be frozen on or after April 01, 2023 by the RTA. Further, such frozen securities shall be referred by the RTA or the Company to the administering authority under the Benami Transactions (Prohibitions) Act, 1988 and or Prevention of Money Laundering Act, 2002, if they continue to remain frozen as of December 31, 2025.

In compliance with the above stated Circular, the Company has sent individual communication to its shareholders holding shares in the physical form requesting them to update their PAN, KYC details and Nomination. In order to avoid freezing of folios, such members are requested to furnish details in the prescribed form as mentioned in the aforesaid SEBI circular along with the supporting documents, wherever required, to our RTA, M/s MCS Share Transfer Agent Ltd, for immediate action. A copy of such forms can be downloaded from the website of the Company at ; [www.jute-world.com](http://www.jute-world.com) or from the website of our RTA at [www.mcsregistrars.com](http://www.mcsregistrars.com). In case of any query / assistance, members are requested to contact our RTA, M/s MCS Share Transfer Agent Ltd 383, Lake Gardens, 1<sup>st</sup> Floor, Kolkata – 700 045; Email: [mcssta@rediffmail.com](mailto:mcssta@rediffmail.com))

**t) Voting through electronic means:**

1. In compliance with provisions of Section 108 of the Companies Act, 2013 and other applicable provisions of the Act, read with Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Rules, 2015 and Regulation 44 of the SEBI (LODR) Regulations, 2015, the Company is pleased to provide members facility to exercise their right to vote on resolutions proposed to be considered at the 107<sup>th</sup> AGM by electronic means and the business may be transacted through E-Voting Services. The facility of casting the votes by the members using an electronic voting system from a place other than venue of the AGM (“remote e-voting”) will be provided by National Securities Depository Limited (NSDL)
2. The facility for voting through Ballot paper shall be made available at the AGM and the members attending the meeting who have not cast their vote by remote e-voting shall be able to exercise their right at the meeting through ballot paper.
3. Members who have already cast their vote by remote e-voting prior to the 107<sup>th</sup> AGM may also attend the AGM but shall not be entitled to cast their vote again.
4. The e-voting period commences on **22<sup>th</sup> August, 2025** (9-00 A.M.) till **24<sup>th</sup> August, 2025**. (5-00 P.M.). During this period shareholders of the Company holding shares either in physical form or in dematerialised form as on cut-off date of **18<sup>th</sup> August, 2025**, may cast their vote electronically. The e-voting module shall also be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by the shareholder, the shareholder shall not be allowed to change it subsequently.
5. In terms of the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 and Regulation 44 of the SEBI (LODR) Regulations, 2015 the Company is providing electronic e-voting facility to exercise votes on the items of business given in this Notice at the 107<sup>th</sup> AGM through electronic voting system, to members whose names are recorded in the register of members or in the register of beneficial owners maintained by the depositories as on **18<sup>th</sup> August, 2025** being the Cut-Off date ( Cut-Off date for the purpose of Rule 20(2)(ii) of the Companies (Management and Administration) Rules fixed for determining Voting Rights of Members, entitles to participate in the remote e-voting process, through the remote e-voting platform provided by NSDL.
6. The voting rights of members shall be in proportion to their shares of the paid-up equity share capital of the Company as on the cut-off date in the register of members or in the register of beneficial owners maintained by the depositories as on **18<sup>th</sup> August, 2025**. Any person, who acquires shares of the Company and become member of the Company after dispatch of the notice and holding shares as of the cut-off date i.e **18<sup>th</sup> August, 2025**, may obtain the login ID and password by sending a request at [evoting@nsdl.com](mailto:evoting@nsdl.com) or [mcssta@rediffmail.com](mailto:mcssta@rediffmail.com) or [aicilinvestors@gmail.com](mailto:aicilinvestors@gmail.com)

7. The process and manner for remote e-voting are as under:

**THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING AND JOINING GENERAL MEETING ARE AS UNDER:-**

The remote e-voting period begins on **22<sup>nd</sup> August, 2025** at 9.00 A.M. and ends on **24<sup>th</sup> August, 2025** at 5.00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. **18<sup>th</sup> August, 2025** may cast their vote electronically. 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 **18<sup>th</sup> August, 2025**.

**How do I vote electronically using NSDL e-Voting system?**

*The way to vote electronically on NSDL e-Voting system consists of “Two Steps” which are mentioned below:*

**Step 1: Access to NSDL e-Voting system**

**A) Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode**

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.	<ol style="list-style-type: none"><li>Existing <b>IDeAS</b> user can visit the e-Services website of NSDL Viz. <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a> either on a Personal Computer or on a mobile. On the e-Services home page click on the “<b>Beneficial Owner</b>” icon under “<b>Login</b>” which is available under ‘<b>IDeAS</b>’ section, this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on “<b>Access to e-Voting</b>” under e-Voting services and you will be able to see e-Voting page. Click on company name or <b>e-Voting service provider i.e. NSDL</b> and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li><li>If you are not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a>. Select “<b>Register Online for IDeAS Portal</b>” or click at <a href="https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp</a></li><li>Visit the e-Voting website of NSDL. Open web browser by</li></ol>

typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or **e-Voting service provider i.e. 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.

4. Shareholders/Members can also download NSDL Mobile App “**NSDL Speede**” facility by scanning the QR code mentioned below for seamless voting experience.

**NSDL Mobile App is available on**



Individual Shareholders holding securities in demat mode with CDSL

1. Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The users to login Easi /Easiest are requested to visit CDSL website [www.cdslindia.com](http://www.cdslindia.com) and click on login icon & New System Myeasi Tab and then user your existing my easi username & password.
2. After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers’ website directly.
3. If the user is not registered for Easi/Easiest, option to register is available at CDSL website [www.cdslindia.com](http://www.cdslindia.com) and click on login & New System Myeasi Tab and then click on registration



	<p>option.</p> <p>4. Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page. The system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.</p>
Individual Shareholders (holding securities in demat mode) login through their depository participants	<p>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 <b>e-Voting service provider-NSDL</b> 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 &amp; voting during the meeting.</p>

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	Please contact NSDL helpdesk by sending a request at <a href="mailto:evoting@nsdl.com">evoting@nsdl.com</a> or call at +91 22 48867000
Individual Shareholders holding securities in demat mode with CDSL	Please contact CDSL helpdesk by sending a request at <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at toll free no. 1800225533

## **B) 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 use 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](http://www.evoting.nsdl.com).
- b) Physical User Reset Password?" (If you are holding shares in physical mode) option available on [www.evoting.nsdl.com](http://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.com](mailto:evoting@nsdl.com) 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.

## **Step 2: Cast your vote electronically and join General Meeting on NSDL e-Voting system.**

### **How to cast your vote electronically and join General Meeting on NSDL e-Voting system?**

1. 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.
2. 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 Meeting”.
3. Now you are ready for e-Voting as the Voting page opens.
4. 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.
5. Upon confirmation, the message “Vote cast successfully” will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution you will not be allowed to modify your vote..

### **General Guidelines for shareholders**

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to [guptarinku123@gmail.com](mailto:guptarinku123@gmail.com) with a copy marked to [evoting@nsdl.com](mailto:evoting@nsdl.com) Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) can also upload their Board Resolutions/Power of attorney/Authority letter etc by clicking on "**Upload Board Resolution/Authority Letter displayed under “ e.voting Tab in their login.**

2. Any person holding shares in physical form and non-individual shareholders, who acquires shares of the Company and becomes member of the Company after the notice is send through e-mail and holding shares as of the cut-off date i.e. **18<sup>th</sup> August, 2025** may obtain the login ID and password by sending a request at [evoting@nsdl.com](mailto:evoting@nsdl.com) or Issuer/RTA. However, if you are already registered with NSDL for remote e-voting, then you can use your existing user ID and password for casting your vote. If you forgot your password, you can reset your password by using “Forgot User Details/Password” or “Physical User Reset Password” option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on toll free no. +91 22 48867000 . In case of Individual Shareholders holding securities in demat mode who acquires shares of the Company and becomes a Member of the Company after sending of the Notice and holding shares as of the cut-off date i.e. **18<sup>th</sup> August, 2025** may follow steps mentioned in the Notice of the AGM under Step 1 :“Access to NSDL e-Voting system”(Above).

3. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the “**Forgot User Details/Password?**” or “**Physical User Reset Password?**” option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com) to reset the password. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on toll free no.: +91 22 48867000 or send a request at to Pallavi Mhatre, Senior Manager at [evotng@nsdl.co.in](mailto:evotng@nsdl.co.in)

4. The voting rights of members shall be in proportion to their shares of the paid up equity share capital of the company as on the cut-off date i.e. **18<sup>th</sup> August, 2025**

- i. Mrs. Rinku Gupta, Practicing Company Secretary (Membership No. F9237, CP No.9248) has been appointed as the Scrutinizer to scrutinize the e-voting and poll process in a fair and transparent manner.
- ii. The Scrutinizer shall, immediately after the conclusion of voting at the AGM, first count the votes cast at the Meeting, thereafter unblock the votes cast through remote e-voting in the presence of atleast two (2) witnesses not in the employment of the company and make, within a period not exceeding 48 (Forty Eight hours) of conclusion of the AGM, a consolidated Scrutinizer's Report of the total votes casted in favour or against, if any, forthwith to the Chairman of the Company or Director authorized by him in writing who shall countersign the same and declare the results of the voting forthwith.
- iii. The results shall be declared on or after the AGM of the Company. The results along with the Scrutinizer's Report will be placed on the website of Company i.e. [www.jute-world.com](http://www.jute-world.com) and on the website of NSDL i.e. [www.evoting.nsdl.com](http://www.evoting.nsdl.com) immediately after the declaration of results by the Chairman or any person authorized by him in writing and shall be communicated to the BSE Limited. The resolution shall be deemed to be passed at the AGM of the Company, scheduled to be held on Monday **25<sup>th</sup> August, 2025**.

**Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:**

1. In case shares are held in physical mode please provide 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 [aicilinvestors@gmail.com](mailto:aicilinvestors@gmail.com).
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), 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 [aicilinvestors@gmail.com](mailto:aicilinvestors@gmail.com). If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at step 1 (A) i.e. Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.
3. Alternatively shareholder/members may send a request to [evoting@nsdl.com](mailto:evoting@nsdl.com) for procuring user id and password for e-voting by providing above mentioned documents.
4. 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 required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

**THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE AGM ARE AS UNDER:-**

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.
2. 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.
3. 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.
4. 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.

**INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:**

1. Member will be provided with a facility to attend the 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 meeting**” menu against company name. You are requested to click on VC/OAVM link placed under Join 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.
2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. 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.
5. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker may send their request mentioning their name, demat account number/folio number, email id, mobile number at [aicilinvestors@gmail.com](mailto:aicilinvestors@gmail.com) latest by Wednesday **20<sup>th</sup> August, 2025**.
6. 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 [aicilinvestors@gmail.com](mailto:aicilinvestors@gmail.com). The same will be replied by the company suitably.
7. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
8. When a pre-registered speaker is invited to speak at the meeting but he / she does not respond, the next speaker will be invited to speak. Accordingly, all speakers are requested to get connected to a device with a video/ camera along with good internet speed.
9. The Company reserves the right to restrict the number of questions and number of speakers, as appropriate, for smooth conduct of the AGM.
10. Members who need assistance before or during the AGM, can contact Mr. Amit Vishal, Deputy Vice President- NSDL at [evoting@nsdl.com](mailto:evoting@nsdl.com)



**INFORMATION AS REQUIRED IN PURSUANCE OF REGULATION 36(3) OF LISTING REGULATIONS  
IN RESPECT OF DIRECTORS BEING RE-APPOINTED/APPOINTED**

**Item No.2**

**Appointment of Mr. Harsh Vardhan Wadhwa, (DIN 08284212) who retires by rotation and being eligible offers himself for reappointment**

Brief Profile of Mr. Harsh Vardhan Wadhwa

DIN: 08284212

Date of Birth: 28<sup>th</sup> July, 1995

Date of Appointment: 14<sup>th</sup> November, 2022

Qualification: Graduate from St. Xaviers College, Kolkata and Studied International Relations at Harvard Extension School, Cambridge, MA, USA

Expertise in specific functional areas: He has Experience in Business operations and finance since last few years.

Disclosure of relationship between directors inter se: NIL

Directorship in other Listed Companies: Nil

Membership/Chairmanship in Committees of other Listed Companies: Nil

Shareholding in the Company as on 31<sup>st</sup> March, 2025: Equity NIL. shares

**Item No.3**

**Appointment of Mr. JAYANTA JASH as Non Executive Director Independent Director for a Term of 2 years**

Brief Profile of Mr. JAYANTA JASH

**DIN:** 09352733

Date of Birth: 31<sup>st</sup> October 1951

Date of Appointment: 30<sup>th</sup> May, 2025

Qualification : Chartered Accountant

Expertise in specific functional areas: Vast experience in the field of Finance and Taxation

Disclosure of relationship between directors inter se : NIL

Directorship in other Listed Companies: Nil

Membership/ Chairmanship in Committees of other Listed Companies: NIL

Shareholding in the Company as on 31<sup>st</sup> March, 2025: NIL

**Item No.4**

**Reappointment of Mr. Mukul Banerjee as Independent Director for 2<sup>nd</sup> Term of 5 years**

Brief Profile of Mr. Mukul Banerjee

DIN: 07527632

Date of Birth: 23<sup>rd</sup> March, 1953

Date of Appointment: 30<sup>th</sup> May, 2023

Qualification: M.com, LLB and CAIIB

Expertise in specific functional areas: Finance

Disclosure of relationship between directors inter se: NIL

Directorship in other Listed Companies: Acknit Industries Ltd

Membership/Chairmanship in Committees of other Listed Companies: One (Acknit Industries Ltd)

Shareholding in the Company as on 31<sup>st</sup> March, 2025: Equity NIL

By Order of the Board

Place: Kolkata

Date: 30.05.2025

Dharmendra Kumar Singh  
Company Secretary

## ANNEXURE TO THE NOTICE

### EXPLANATORY STATEMENT PURSUANT TO SECTION 102(2) OF THE COMPANIES ACT, 2013

#### Item No.3

The Board of Directors of the Company, pursuant to the provisions of Section 161 of the Companies Act, 2013 ("the Act") and the Articles of Association of the Company, appointed Mr. Jayanta Jash (DIN: 09352733) as an Additional Director in the category of Non-Executive Independent Director of the Company with effect from 30th May, 2025. In terms of Section 161 of the Act, he holds office up to the date of this Annual General Meeting.

The Company has received a notice in writing from a Member under Section 160 of the Act proposing the candidature of Mr. Jayanta Jash for appointment as a Director of the Company. Mr. Jash has consented to act as a Director and has submitted a declaration confirming that he meets the criteria of independence as prescribed under Section 149(6) of the Act and Regulation 16(1)(b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI LODR Regulations").

The Board, after evaluating his background, experience, and declarations, recommends the appointment of Mr. Jayanta Jash as an Independent Director of the Company for a term of **2 (two) consecutive years**, commencing from the date of this Annual General Meeting and ending at the conclusion of the 109th Annual General Meeting to be held in the year 2027, not liable to retire by rotation.

Brief Profile of Mr. Jayanta Jash:

Mr. Jayanta Jash is a qualified Chartered Accountant, holding Membership No. 050259. He brings with him extensive professional experience spanning across the areas of Audit, Finance, and Taxation. Over the years, he has developed a strong acumen in financial strategy, regulatory compliance, and business advisory functions. His deep understanding of financial systems and tax frameworks positions him as a valuable asset to the Board, especially in strengthening the Company's governance and compliance oversight.

The Board is of the opinion that the Company will benefit immensely from his expertise and recommends the resolution for the approval of the Members.

None of the Directors and Key Managerial Personnel of the Company and their relatives, except Mr. Jayanta Jash and his relatives, is in any way, financially or otherwise, concerned or interested in the resolution set out under Item No. 3.

#### Item No.4

Mr. Mukul Banerjee (DIN: 07527632) was appointed as an Independent Director of the Company at the 105th Annual General Meeting for a term of two years, and he holds office up to the date of the ensuing Annual General Meeting. Based on the recommendation of the Nomination and Remuneration Committee and considering his performance and contributions, the Board of Directors has approved his re-appointment for a second term of five (5) consecutive years.

A notice under Section 160 of the Companies Act, 2013 has been received from a Member proposing his candidature for the office of Director. Mr. Banerjee has given his consent for re-appointment and has also submitted a declaration confirming that he continues to meet the criteria of independence as prescribed under Section 149(6) of the Companies Act, 2013 and Regulation 16(1)(b) of SEBI (LODR) Regulations, 2015.

In the opinion of the Board, Mr. Banerjee is independent of the management and possesses the required integrity, expertise, and experience to continue as an Independent Director. The Board is of the view that the Company will benefit from his rich experience and guidance and recommends his re-appointment for a second term.

Brief Profile of Mr. Mukul Banerjee:

Mr. Mukul Banerjee (DIN: 07527632) is a highly accomplished professional with a robust academic and banking background. He holds a Master of Commerce (M.Com) degree, a Bachelor of Laws (LL.B.), and is also a Certified Associate of the Indian Institute of Bankers (CAIIB). His experience spans banking, compliance, finance, and governance, making him a valuable contributor to the Board's deliberations.

None of the Directors or Key Managerial Personnel of the Company or their relatives, except Mr. Mukul Banerjee and his relatives, is concerned or interested, financially or otherwise, in the resolution set out under Item No. 4.

#### Item No. 5

Pursuant to the provisions of Section 204 of the Companies Act, 2013 read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Regulation 24A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, every listed company is required to annex a Secretarial Audit Report with its Board's Report issued by a Company Secretary in Practice.

In compliance with the above provisions, the Board of Directors at its meeting held on 30th May, 2025, subject to the approval of shareholders at the ensuing Annual General Meeting, approved the appointment of M/s. K. Arun & Co.,

Practising Company Secretaries (C.P. No. 2270), Kolkata, as the Secretarial Auditors of the Company for a term of five (5) consecutive financial years, commencing from the financial year 2025–26 to 2029–30.

The terms and conditions of their appointment, including remuneration, shall be determined by the Board of Directors of the Company, as deemed fit from time to time.

Brief Profile of M/s. K. Arun & Co., Company Secretaries:

Established in 1995, M/s. K. Arun & Co., Company Secretaries, is a reputed professional firm specializing in Corporate Management Consultancy and Secretarial Compliance Services. The firm is driven by a commitment to excellence, professionalism, and ethical conduct, offering customized and high-quality solutions designed to enhance corporate governance and regulatory compliance.

With decades of experience, the firm has built a strong reputation for guiding companies through complex regulatory frameworks and assisting in the achievement of their strategic and compliance goals effectively and efficiently.

The Board is of the opinion that the expertise and experience of M/s. K. Arun & Co. would be valuable in ensuring continued adherence to the highest standards of secretarial and corporate compliance practices.

Accordingly, the Board recommends the resolution for the approval of the Members.

None of the Directors, Key Managerial Personnel or their relatives are in any way, financially or otherwise, concerned or interested in the resolution set out at Item No. 5 of the Notice.

#### **item No.6**

The Board, on the recommendation of the Audit Committee, has approved the appointment and remuneration of M/s N. Radhakrishnan & Co., Cost Accountants (Firm Reg. No. 000056) as the Cost Auditors to conduct the audit of the Cost records of the company for the financial year ending 31<sup>st</sup> March, 2026 at a remuneration of Rs. 30000/- (i.e. Cost Audit Fees) plus applicable taxes and reimbursement of out of pocket expenses not exceeding Rs. 1000/- per annum.

In accordance with the provisions of section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors has to be ratified by the shareholders of the Company.

Accordingly, consent of the members is sought for passing an Ordinary Resolution as set out at Item No.6 of the Notice for ratification of the remuneration payable to the Cost Auditors for the financial year ending 31<sup>st</sup> March, 2026.

The Board recommends passing of the resolution as set out under Item No.6 as an ordinary resolution for approval by the shareholders.

By Order of the Board

Place: Kolkata  
Date: 30.05.2025

Dharmendra Kumar Singh  
Company Secretary

# AI Champdany Industries Limited

CIN: L51909WB1917PLC002767

## BOARD OF DIRECTORS

Mr. Nirmal Pujara, Chairman &  
Managing Director  
Mr. Harsh Vardhan Wadhwa, Whole Time Director  
Mr. L Jha, Executive Director  
Mr. Mrinal Kanti Roy, Independent Director  
(upto 20.03.2025)  
Mr. Mukul Banerjee, Independent Director  
Mrs. Mina Agarwal, Independent Director

## CHIEF FINANCIAL OFFICER

Mr. L Jha

## COMPANY SECRETARY & COMPLIANCE OFFICER

Mr Gopal Sharma (upto 16.07.2024)  
Mr. Dharmendra Kumar Singh  
(From 14.08.2024)

## AUDITORS

G Basu & Co.  
**Chartered Accountants**  
FRN 301174 E

## BANKERS

Bank of Baroda  
Bank of Maharashtra

## REGISTERED OFFICE

25, Princep Street  
Kolkata-700 072  
Phone: 2237 7880/85  
Fax: 033-2236 3754/033-2225 0221  
E-mail: [cil@ho.champdany.co.in](mailto:cil@ho.champdany.co.in)  
Website: [www.jute-world.com](http://www.jute-world.com)

## REGISTRAR & TRANSFER AGENT

MCS Ltd  
383, Lake Gardens, 1st floor,  
Kolkata-700045  
Phone: (033) 4072-4051 to 53

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Wellington Jute Mill  
9, G T Road  
Rishra, Hooghly  
West Bengal  
Pin: 712 248

Yarn Unit  
9, G T Road, Rishra  
Hooghly  
West Bengal  
Pin: 712 248

Weaving Unit  
9, G T Road, Rishra  
Hooghly  
West Bengal  
Pin: 712 248

Fine Yarn Unit  
I, West Ghosh Para Road  
Jagatdal, 24, Parganas  
(N) West Bengal  
Pin: 743 125

Flax Unit  
1, West Ghosh Para Road  
Jagatdal, 24, Parganas (N)  
West Bengal  
Pin: 743 125

Yarn Weaving Unit  
Naity Road, Konnagar  
Hooghly  
West Bengal  
Pin: 712 246

Libra Carpet & Yarn Unit  
Choudwar  
Cuttack  
Odisha  
Pin: 754 025

# AI CHAMPDANY INDUSTRIES LIMITED

## DIRECTORS' REPORT

### TO THE SHAREHOLDERS,

Your directors are pleased to present the Annual Report of your Company and the Company's Audited Financial Statements for the financial year ended 31st March 2025.

### FINANCIAL RESULTS

PARTICULARS	Year ended 31st March, 2025	Year ended 31st March, 2024
Profit/(Loss) before Finance Cost, Depreciation, and Tax	(5920.35)	(3670.35)
Finance Cost	43.86	137.80
Depreciation and Amortization	289.82	191.63
Profit / (Loss) Before Tax	(6254.03)	(3999.78)
Provision for Tax: - Current Tax - Deferred Tax (Asset) / Liabilities	(150.74)	(54.68)
Profit / (Loss) After Tax	(6103.29)	(3945.10)
Other Comprehensive Income/(Loss)	(915.39)	259.08
Total Comprehensive Income/(Loss)	(7018.68)	(3686.02)

### DIVIDEND

Your directors do not recommend any dividend on Equity and Preference Shares in view of loss sustained by the company.

### OPERATIONS

During the year sales/income from operations was Rs.90.22 Crores as compared to previous year of Rs.44.27 Crores. Presently all the units are running except for Flax Unit, Konnagar Unit, Weaving Unit Rishra and Choudwar units.

The company is taking steps to improve the productivity and reduce cost by overhauling old machineries and installing more cost saving machineries like Jute Spreaders and S4 looms. The Government demand for jute bags was slow in the first half of the year but improved considerably in later part of the year. Due to geo political conditions export demand has been sluggish.

### CHANGE IN THE NATURE OF BUSINESS, IF ANY

There has been no change in the nature of business of the Company during the year under review.

### RISK MANAGEMENT FRAMEWORK

The Company has in place a robust Risk Management Framework, duly approved by the Board of Directors. This framework outlines a structured approach for identifying, assessing, and mitigating various risks that may impact the Company's operations and objectives.

The implementation and administration of the Risk Management Framework have been entrusted to the Executive Director and Chief Financial Officer (CFO), and the framework is periodically reviewed by the Audit Committee and the Board of Directors to ensure its continued relevance and effectiveness.

Based on the assessment of risks outlined in the financial statements and the Management Discussion and Analysis Report, none of the risks currently identified appear to pose any significant existential threat to the Company.

### DISCLOSURES UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE

During the year under review, no complaint of sexual harassment has been received from any women employee.



## **PARTICULARS OF EMPLOYEES**

There was no employee who was in receipt of remuneration exceeding the limit specified in Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

## **CHANGES IN SHARE CAPITAL**

During the year there was no change in paid up Equity Capital of the Company. However 1,24,14,353 numbers of 2% Non Convertible Cumulative Preference Share of Rs. 5 each has been renewed for another term of 5 years on 30.03.2025 in application of section 48(i) of the companies act, 2013

## **KEY MANAGERIAL PERSONNEL**

The following are the Key Managerial Personnel of the Company as on the date of this report:

- i) Mr. Nirmal Pujara, Managing Director
- ii) Mr. Harsh Vardhan Wadhwa, Whole Time Director
- iii) Mr. Lalanjee Jha, Executive Director and CFO.
- iv) Mr. Gopal Sharma, Company Secretary (up to 16.07.2024)
- v) Mr. Dharmendra Kumar Singh, Company Secretary (From 14.08.2024 )

## **PARTICULARS REGARDING CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO**

In accordance with the provisions of Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014, the particulars relating to conservation of energy, technology absorption, and foreign exchange earnings and outgo are provided in a separate statement annexed to this Report and form an integral part of it.

## **DIRECTORS RETIRE BY ROTATION**

As per provisions of Section 152 of the Companies Act 2013 and Articles of Association of the Company, Mr. Harsh Vardhan Wadhwa (DIN 08284212), Whole Time Director retires by rotation at the forthcoming AGM and being eligible, offers himself for reappointment. The Board recommends his reappointment for approval of the members.

## **CESSATION**

The Board regrets to inform the cessation of Mr. Mrinal Kanti Roy, Non-Executive Independent Director, who ceased to hold office with effect from 20th March, 2025 due to his sad demise. The Board places on record its deep appreciation for the valuable guidance and contributions made by Mr. Roy during his association with the Company and convey its heartfelt condolences to his family.

## **DISCLOSURES ON MANAGERIAL REMUNERATION**

Details of Managerial Remuneration as required under section 197 (12) read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is given in Annexure-IB of this Report.

## **STATUTORY AUDITORS & AUDITORS REPORT**

M/s. G. Basu & Co., Chartered Accountants (ICAI FRN 301174E) continue as Statutory Auditors of the Company upto the conclusion of 109th AGM to be held in the calendar year 2027.

The report given by the Statutory Auditor on the financial statements of the Company forms an integral part of the Annual Report. There is no qualification, reservation, adverse remark of the statutory auditor in their report. The Auditors have not reported any fraud during the year.

## **COST AUDITORS**

Pursuant to provisions of Section 148(1) of the Companies Act, 2013 ,your Board of Directors have re-appointed M/s. N Radhakrishnan & Co., Cost Accountants (Firm Regn No.000056) as Cost Auditor of the Company for the Financial year 2025-2026 for conducting the Audit of Cost records maintained by the company. The Cost Audit is in progress and report will be filed with the authority within the prescribed time period in accordance with the Act and relevant rules made there under. A proposal for ratification of remuneration of cost Auditors for the FY 2025-26 will be placed before the members of the Company at the ensuing AGM for ratification/approval.

## **DIRECTORS' RESPONSIBILITY STATEMENT**

In terms of Provisions of Section 134 (5) of the Companies Act, 2013 your Directors have confirmed that:

- a) In the preparation of the Annual Accounts for the Financial Year ended 31st March, 2025, the applicable Accounting Standards have been followed along with proper explanation relating to material departures, if any;

- b) They have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit/(Loss) of the Company for that period;
- c) They have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) The Annual Accounts for the financial year ended 31st March, 2025 have been prepared on a going concern basis;
- e) They have laid down internal financial controls for the Company which are adequate and are operating effectively.
- f) They have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## **EXTRACT OF ANNUAL RETURN**

Pursuant to provisions of section 92(3) of the Companies Act, 2013 read with and rule 12(1) of the Companies (Management and Administration) Rules, 2014, an extract of Annual Return in MGT- 9 is available on the website of the company i.e [www.jute-world/financials/annualreport](http://www.jute-world/financials/annualreport)

## **SECRETARIAL AUDIT**

The Board of Directors has re-appointed M/s K. Arun & Co., Company Secretaries (C.O.P. 2270), to carry out the Secretarial Audit of the Company for a first term of five consecutive financial years, commencing from the Financial Year 2025-26 and ending with the Financial Year 2029-30, subject to the approval of the shareholders at the ensuing Annual General Meeting.

The Secretarial Audit Report for the Financial Year ended 31st March 2025 is given as **Annexure-II**.

The Report of Secretarial Auditors does not contain any Qualification, Reservation or Adverse Remark.

## **INTERNAL AUDITORS**

The Board of Directors have re-appointed M/s. Vimal & Seksaria, a firm of Chartered Accountants to carry out the Internal Audit for the Financial Year 2025-26.

## **MEETINGS OF THE BOARD**

Four Meetings of the Board of Directors were held during the year ended 31st March 2025. Details of composition of Board, Attendance of each Director etc. are provided in the "Report on Corporate Governance".

## **LISTING WITH THE STOCK EXCHANGE**

The Company's shares are listed on the Bombay Stock Exchange Ltd (BSE) and Annual Listing Fees for financial year 2025-26 has been paid to the Stock Exchange.

## **SIGNIFICANT & MATERIAL ORDERS PASSED BY THE REGULATORS**

No significant & Material Orders relating to settlement of tax liabilities, operation of patent rights, depression in market value of investments, institution of cases by or against the company, purchase of capital assets or destruction of any asset etc. were passed by the Regulators for or against the Company during the financial year ended 31st March 2025.

However one of the shareholders has filed petition against company alleging issues resulting in hindrance in disposal of immovable asset. Company has denied frivolous and vexatious claims and matter is pending disposal by NCLT

## **MATERIAL CHANGES AFFECTING THE COMPANY**

There were no material change and commitment made affecting the financial position of the Company between 1st April, 2025 and 30th May, 2025 which is the date of the report.

## **SUSPENSION OF WORK**

Flax Unit, Konnagar Unit, Weaving Unit Rishra and Choudwar unit have been subject to suspension of work for 365 days during the year under review due to labour problems.

## **INTERNAL FINANCIAL CONTROL SYSTEM WITH REFERENCE TO THE FINANCIAL STATEMENTS AND ITS ADEQUACY**

The Company has in place adequate Internal Financial Controls with reference to the financial statements. These controls are designed to ensure the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of accounting records, and the timely preparation of reliable financial information.

The internal control system of the Company is commensurate with the size, scale, and complexity of its operations and encompasses key processes to ensure compliance with applicable laws, regulations, policies, and procedures.

The Internal Audit of the Company is conducted by M/s. Vimal & Seksaria, Chartered Accountants. The Internal Auditors provide independent assurance to the Audit Committee and the Board of Directors on the adequacy and effectiveness of the Internal Financial Control system, with specific reference to risk management, operational controls, and financial reporting.

The Internal Auditors continuously monitor and evaluate the effectiveness of internal control systems to ensure that risks are appropriately identified and managed. The Audit Committee periodically reviews the Internal Audit Reports and recommendations and oversees the implementation of corrective actions. The Audit Committee also interacts with the Statutory Auditors to understand their views on the financial reporting process, internal controls, and the overall financial practices of the Company.

## **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186 OF THE COMPANIES ACT 2013**

Particulars of Investments made by the Company have been disclosed in note no.38 to the Financial Statements for the Financial Year Ended 31st March 2025. The Company has neither given any loan nor furnished any guarantee during the year.

## **PARTICULARS OF CONTRACTS, ARRANGEMENTS ENTERED INTO WITH RELATED PARTIES**

There was no contact or arrangement with any related party as referred to in Sub-section 1 of section 188 of Companies act, 2013 which were not in ordinary course of business or not on arm's length basis.

## **PREVENTION OF INSIDER'S TRADING**

Pursuant to the provisions of the SEBI (Prohibition of Insider Trading) Regulations, 2015, as amended from time to time, the Company has adopted a Code of Conduct for Prevention of Insider Trading in the securities of the Company. The Code is applicable to all Directors, Officers, Designated Persons, and their immediate relatives.

The Code, inter alia, prohibits the dealing in the securities of the Company by such persons while in possession of unpublished price sensitive information (UPSI). It also lays down procedures to be followed and disclosures to be made while dealing in the securities of the Company.

The Company Secretary has been designated as the Compliance Officer for the purpose of monitoring adherence to the Code and ensuring compliance with the aforesaid regulations.

## **MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

Management Discussion and Analysis Report for the year under review as stipulated under Regulation 34 of the Listing Regulations is presented in Annexure-IA forming part of this Annual report.

## **CORPORATE GOVERNANCE**

The Company has implemented procedures and adopted practices in conformity with the Code of Corporate Governance as prescribed by the Securities and Exchange Board of India (SEBI). It is committed to maintaining the highest standards of corporate governance and ethical conduct in all its activities.

A detailed Report on Corporate Governance is annexed to this Annual Report. A Certificate from the Statutory Auditors of the Company confirming compliance with the conditions of Corporate Governance as stipulated under the applicable SEBI regulations is also attached and forms an integral part of this Report.

## **ENVIRONMENT AND SAFETY**

The Company is committed to maintaining environmentally sustainable and safe operations. It remains conscious of its responsibility towards environmental protection and the well-being of all stakeholders. The Company's policy mandates that all operations be conducted in a manner that ensures the safety of employees, contractors, and the surrounding community, while also ensuring compliance with applicable statutory and industry standards.

The Company strives to minimize its environmental impact by adhering to best practices, promoting the conservation of natural resources, and continuously improving its processes to enhance environmental performance.

## **INDUSTRIAL RELATIONS**

Industrial relations across all units and branches of the Company remained generally cordial and peaceful throughout the year. The Company maintained constructive engagement with employees and their representatives, fostering a collaborative work environment.

However, certain exceptions were noted in respect of units where suspension of work was in effect, as detailed in the Management Discussion & Analysis Report annexed herewith.

**ACKNOWLEDGEMENTS**

Your Directors take this opportunity to place on record their appreciation for the continuous support, encouragement and co-operation received from the Company's bankers, the Government of West Bengal, customers, employees, shareholders and other business associates.

Place: Kolkata  
Dated: 30.05.2025

On Behalf of the Board  
N. Pujara  
(DIN 00047803)  
L. Jha  
(DIN 08972636) } Directors

**ANNEXURE-I A TO THE DIRECTORS' REPORT  
MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

**A. Industry Structure and Development:**

India is the world's biggest producer of jute, followed by Bangladesh. The jute industry is among the oldest industries in India. In India, the jute industry plays a key role in the eastern region of the country. It supports about 40 lakh farm families and provides livelihood to lakhs of workmen. The Government of India has issued Jute Packing Order whereby food grains have to be packed 100% in jute bags and sugar 20% in jute bags. There is an increasing awareness world over to increase usage of environment friendly natural products. This has led to increase in demand for jute shopping bags.

**Opportunities/Threats, Risks & Concerns:**

**Opportunities**

1. Strong support of the Government of India by Jute Packaging Order whereby 100% food grain and 20% sugar must be packed in jute bags.
2. Worldwide awareness and environment friendly products increasing. So jute products have a good opportunity
3. Demand for jute diversified products like shopping bag etc. increasing

**Threats**

1. Shortage of workers increasing.
2. Shortage of raw jute due to farmer opting for other more remunerative crop
3. Strong competition from Bangladesh whose labour and fiber is cheaper than India

**Outlook:**

Due to large carryover of fiber and good crop availability of Raw Jute in 2024-25 comfortable. Prices were reasonable and held steady. As the farmer did not get very attractive prices, farmers opted to grow other crop. Therefore total production of raw jute is likely to be quite less this year and prices are expected to increase significantly. Due to geopolitical tension export demand is expected to be sluggish. However due to favorable weather conditions the Government demand for Jute bags is likely to be robust.

**B. Internal Control System & Adequacy:**

The Company has adequate internal control system commensurate with its size and nature of business. The internal control systems are designed in such way that all the assets are safeguarded and protected against loss and all transactions are authorized, recorded and reported correctly. The Audit Committee monitors and evaluates and reviews the Internal Financial Control systems of the Company. Regular Internal Audits and checks are carried out to provide assurance that the responsibilities at various levels are discharged effectively and that adequate systems are in place.

**C. Financial Performance with respect to Operational Performance:**

Sales / Income from operation increased sharply from Rs 44.27 Crore to Rs.90.22 Crore. The company managed to reduce the old stock. By improving the working in the units, the company was able to increase the production and turnover by two times. The company expects to achieve still higher sales turnover this year.

**D. Material Development in Human Resources/Industrial Relations Front:**

The Company continues to rationalize its workforce by installing modern cost saving machines and overhauling the old machines.

**E. Cautionary Statements:**

Certain statements in this report may be construed as forward looking statements which have been made as required by laws and regulations, as applicable. There are several factors, which would be beyond the control of management and as such, may affect the actual results, which could be different from that envisaged.

Place: Kolkata  
Dated: 30.05.2025

On Behalf of the Board  
N. Pujara  
(DIN 00047803)  
L. Jha  
(DIN 08972636) } Directors



# ANNEXURE-IB TO THE DIRECTORS' REPORT

Statement under Section 197(12) of the Companies Act, 2013, read with Rule 5 (1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

Rule	Particulars	
(i)	The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year 2024-25 (amount in lacs)	Mr. Nirmal Pujara, MD Mr. Lalanjee Jha, Executive Director & CFO Mr. Harsh Vardhan Wadhwa, WTD 64 : 1 24 : 1 12 : 1
(ii)	The percentage increase in remuneration of each Director, Chief Financial Officer and Company Secretary, in the financial year 2024-25 Director: Mr. Nirmal Pujara, Managing Director Mr. Lalanjee Jha, Executive Director & CFO Mr. Harsh Vardhan Wadhwa, Whole Time Director  C.S. : Mr. G Sharma (upto 16.07.2024) C S : Mr. D Singh (from 14.08.2024)	Unchanged Unchanged Unchanged  Unchanged Unchanged
(iii)	The percentage increase in the median remuneration of employees in the financial year;	Unchanged
(iv)	The number of permanent employees on the rolls of company	2383
(v)	Average percentage increase 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	During the last financial year there was increase in remuneration of managerial and non-managerial employees of the Company
(vi)	Affirmation that the remuneration is as per the remuneration policy of the company	Yes

# AI CHAMPDANY INDUSTRIES LIMITED

## ANNEXURE TO THE DIRECTORS' REPORT

Information as per Section 134(3)(m) read with Rule 8 of the Companies (Accounts) Rules, 2014 and forming part of the Directors' Report for the year ended 31st March, 2025

### A. CONSERVATION OF ENERGY

- i) The Company continues its efforts to conserve energy and has taken the following steps on ongoing basis:
  - a. Replacement of Conventional Fluorescent Lamps with Light Emitting Diode (LED) type lamp fittings.
  - b. Replacing in phased manner High Power Sodium Vapour lamps fittings by Metal Halide Lamp fittings and good quality copper ballast.
  - c. Mounting of spinning motors outside machine frame to reduce power consumption, ball bearing and grease consumption and reduction of breakdown and fire hazard as well as increase in the productivity. Power factor already improved from 95% to 99% to get more rebate in power bill.
  - d. Putting variable frequency with driving looms.
  - e. Taking care for maximum utilization of energy and to reduce the energy consumption, capacitors have been installed in every department to improve power factor and always try to maintain it to 99% to reduce losses. All motors, electrical & electronic equipments and machine parts are regularly checked and maintained to reduce losses.
  - f. Regular checking and maintenance of Steam pipe lines, valves, steam traps to reduce the loss of steam and finally consumption of fuel in the Boiler.  
Continuous monitoring of system voltage and power factor to minimize losses, follow rigid routine preventive / proactive maintenance schedule of machine, use of energy efficient motors, elimination of idle / under loading of machines.
- ii) Constant efforts are being made to identify new technologies to improve the working of the plants for reduction in consumption of energy and cost of production.
- iii) In recent period there is no capital investment related to conservation of energy.

### B. TECHNOLOGY ABSORPTION

#### RESEARCH AND DEVELOPMENT (R & D)

R&D Projects are being pursued in house & in conjunction with IJIRA/Jute Board for development of value added items having combinations of jute blended with other natural and manmade fibre and improvement of end products including linen yarn.

#### BENEFITS DERIVED AS A RESULTS OF THE ABOVE R&D AND FUTURE PLAN OF ACTION:

Technology absorption, adaptation and innovation –

- a) By taking out Motor from Machine to outside Energy saving is 20 units per day per frame.
- b) Motor will remain cool, comparatively clean, wear & tear of Motor will be decreased and most important fire hazards will be eliminated.
- c) Consumption of Bearing will be reduced considerably for spinning section.
- d) By using armoured cable on Spinning Machine Main line fire hazard and line losses will be minimized.

Benefits are expected to accrue in terms of value addition, cost optimization, better turnaround improvement of quality and serviceability.

#### TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION, EFFORTS IN BRIEF MADE TOWARDS TECHNOLOGY ABSORPTION AND INNOVATION:

Continued assistance being sought for technology transfers and up-gradation from developed countries for perpetual improvement of existing products and developments of newer products. The Company had adopted technology of fine yarn and soil saver; further improvements are anticipated in development of HCF Food Grade jute products.

#### EXPENDITURE ON R&D:

In accordance with the Company's consistent practice, expenditure on R&D activities remains merged with various heads of account.

**DETAILS OF IMPORTED TECHNOLOGY:**

No technology has been imported during the year.

**C. FOREIGN EXCHANGE EARNINGS AND OUTGO**

Activities relating to exports, initiatives taken to increase exports, development of new export markets for products, services and export plans:

The Company has taken several initiatives for development of new products by way of diversification of product folio and cost reduction for export market.

**Total foreign exchange used and earned (Rs. in lacs)**

		<b>Current Year</b>	<b>Previous Year</b>
Used	:	<b>390.89</b>	<b>167.04</b>
Earned	:	<b>0.00</b>	<b>82.63</b>

Place: Kolkata  
Dated: 30.05.2025

On Behalf of the Board  
N. Pujara  
(DIN 00047803)  
L. Jha  
(DIN 08972636) } Directors

# CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

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

To,  
The Members of  
AI Champdany Industries Ltd  
25, Princep Street  
Kolkata – 700072

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of AI Champdany Industries Limited having CIN: L51909WB1917PLC002767 and having registered office at 25, Princep Street, Kolkata – 700072 (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10 (i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal [www.mca.gov.in](http://www.mca.gov.in)) as considered necessary and explanations furnished to us by the Company & its officers, We hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31st March, 2025 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority.

Sr No	Name of Director	DIN	Date of appointment of Company
1	NIRMAL PUJARA	00047803	30/05/2012
2	HARSH VARDHAN WADHWA	08284212	14/11/2022
3	MUKUL BANERJEE	07527632	30/05/2023
4	LALANJEE JHA	08972636	14/11/2020
5	MINA AGARWAL	06948015	10/03/2021

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

FOR RINKU GUPTA & ASSOCIATES  
COMPANY SECRETARIES

Place: Kolkata  
Date: 30.05.2025

RINKU GUPTA  
COMPANY SECRETARY IN PRACTISE  
FCS-9237, CP No.:9248  
UDIN F009237G000651661

**ANNEXTURE - II TO THE DIRECTORS' REPORT  
SECRETARIAL AUDIT REPORT  
FOR THE FINANCIAL YEAR ENDED 31ST DAY OF MARCH, 2025  
[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2015]**

To,  
The Members,  
AI Champdany Industries Limited  
CIN: L51909WB1917PLC002767

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

Based on our verification of 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, and authorized representatives during the conduct of Secretarial Audit, we hereby report that in our opinion the Company has, during the audit period covering the financial year ended 31st March, 2025 complied with the statutory provisions listed hereunder and also that the Company has proper board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended 31st March, 2025 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 and the rules made there under;
- III. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- IV. The following Regulations (as amended from time to time) and Guide lines prescribed under the Securities and Exchange Board of India Act, 1992:-
  - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - (b) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
  - (c) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  - (d) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993;
- V. The company operates in the Jute Industry and compliances are made with the applicable regulatory authorities and the guidelines laid down by them. We have also examined the compliance by the company of the following statutory provisions/standards/regulations:
  - a. The uniform Listing Agreements entered into by the Company, with BSE Limited.
  - b. The Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
  - c. The Secretarial Standards (SS - 1 and SS - 2) issued by the Institute of Company Secretaries of India. Though the Company inadvertently miscalculated the timegap between two consecutive Board Meetings.

**We further report that:**

The Board of Directors of the Company is duly constituted with proper balance of Executive Director, Non-Executive Directors, Independent Directors and Woman Director. Further, during the period under review the changes made in the Board were as per the provisions of the Companies Act, 2013 and SEBI Regulations.

Adequate Notice is given to all Directors to schedule the Board/Committee meetings. Information and circulation of the agenda with detailed information thereof, convening of meetings was done in compliance with the applicable laws, rules, regulations and guidelines, etc. A system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

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

We further report that during the period under review, Mr. Lalanjee Jha (DIN 08972636), had been reappointed as Executive Director of the Company for a period of 5 (Five) years effective from the June 01, 2024. Moreover, Mr. Gopal Sharma resigned from the position of the Company Secretary of the Company with effect from July 16, 2024 and in his position Mr. Dharmendra Kumar Singh was appointed as the Company Secretary and Compliance officer of the Company with effect from August 14, 2024.

We further report that the Company, due to an inadvertent error in its internal scheduling system, miscalculated the time gap between two consecutive Board Meetings. As a result, a penalty of ₹ 10,000/- plus GST was levied by BSE Ltd. (the Stock Exchange). In response, the Company has taken corrective measures by reviewing and strengthening its internal scheduling and compliance mechanisms. This includes upgrading its scheduling software and providing additional training to relevant personnel to ensure strict adherence to prescribed timelines and to mitigate the risk of recurrence. We further report that, during the period under review, as explained and represented by the management, there were no specific events/actions in pursuance of the above referred laws, rules, regulations, guidelines, standards etc., having a major bearing on the Company's affairs.

Furthermore, a delay of 15 days was observed in the submission of the Company's Audited Financial Statements to the Stock Exchange, as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Consequently, a penalty of ₹ 75,000/- plus applicable GST was imposed by BSE Ltd.

We further report that, during the period under review, as explained and represented by the management, there were no specific events/actions in pursuance of the above referred laws, rules, regulations, guidelines, standards etc., having a major bearing on the Company's affairs.

**Place: Kolkata**

**Date: 30.05.2025**

**For K.Arun&Co  
Company Secretaries**

**Yashraj Agarwalla Partner  
C.P.No.:23365  
UDIN: A062686G000502092  
FRN: P1995WB046000  
Peer Review No: 5182/2023**



**AUDITORS' CERTIFICATE ON COMPLIANCE WITH  
THE CONDITIONS OF CORPORATE GOVERNANCE**

**To,**

**The Members of AI Champdany Industries Limited**

We have examined the compliance of conditions of Corporate Governance by AI Champdany Industries Limited for the year ended **31st March, 2025** as stipulated in the Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015.

The compliance of conditions of the Corporate Governance is the responsibility of the Company's management. Our examination was carried out in accordance with the Guidance Note on Certification of Corporate Governance issued by the Institute of Chartered Accountants of India and was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in SEBI Listing Regulations, 2015.

We state that all investors' grievances were redressed within 30 days of lodgment of grievances and as on **31st March, 2025** no investor complaint is pending against the company as per the records maintained by The Stakeholders Relationship/ Grievance committee.

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

For **G.Basu & Co.**  
*Chartered Accountants*  
R.No. 301174E

Place: Kolkata  
Date: 30.05.2025  
UDIN: 25052498BNIYCU8992

**Kalyan Biswas**  
*Partner*  
(M. No.- 052498)

## AI CHAMPDANY INDUSTRIES LIMITED

### Corporate Governance Report for the year ended 31st March 2025

In alignment with its commitment to uphold the highest standards of transparency and integrity, the Company continues to adopt and implement sound corporate governance practices. It strives to ensure strict compliance with all applicable laws and regulations, while conducting its business in a fair, ethical, and transparent manner—both in practice and in perception. Pursuant to Regulation 34(3) read with Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI (LODR) Regulations, 2015"), the Company hereby presents its Report on Corporate Governance for the financial year ended 31st March 2025.

#### Company's Philosophy on Code of Governance

The Company firmly believes that strong corporate governance is essential for building and maintaining investor confidence, as well as fostering long-term relationships with all stakeholders. This, in turn, supports the Company in achieving its strategic and operational objectives. The foundation of the Company's governance framework rests on its core values—Independence, integrity, accountability, transparency, responsibility, and fairness. The Company remains committed to incorporating and upholding the best practices of corporate governance and strives to achieve the highest standards in this regard to enhance its overall value and that of its stakeholders.

#### Board of Directors

The Board of Directors of the Company comprises six members, including three Executive Directors—namely, the Managing Director, the Whole-Time Director, and an Executive Director & Chief Financial Officer—and three Non-Executive Independent Directors, one of whom is a Woman Director. The composition of the Board is in accordance with the requirements laid down under Regulation 26(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Directors bring with them a diverse and extensive range of experience, knowledge, and skills, which collectively contribute to effective governance and strategic decision-making. Brief profiles of the Directors are provided separately in this Annual Report.

In line with the Listing Regulations, no Director serves as a member in more than ten committees or as a Chairperson in more than five committees across all public listed companies in which they serve. All Independent Directors meet the criteria of independence as prescribed under applicable regulations. Further, no Director is related to any other Director on the Board.

The Board regularly reviews compliance reports pertaining to all applicable laws and ensures that appropriate actions are taken to maintain compliance both in letter and in spirit. Details of Directors seeking appointment or re-appointment are provided in the Annexure to the Notice of the ensuing Annual General Meeting.

The composition of the Board, along with attendance at Board Meetings and the last Annual General Meeting, as well as the number of other Directorships and Committee positions held by each Director, is presented below:

Name of the Director	DIN	Category	Attendance		No. of Directorship(s) and committee Memberships/Chairmanships in other companies		
			Board Meetings	Last AGM	Other Directorships**	Committee Membership***	Committee Chairmanship
Mr. N.Pujara (Chairman)	00047803	Managing Director	4	Yes	9	4	4
Mr.Harsh Vardhan Wadhwa	08284212	Whole Time Director	4	yes	3	-	-
Mr.LalanjeeJha	08972636	Executive Director & CFO	4	Yes	-	-	-
Mr. Mrinal Kanti Roy (Upto 20.03.2025)	00224442	Independent, Non-Executive	4	Yes	-	-	-
Mrs. Mina Agarwal	06948015	Independent, Non-Executive	4	Yes	1	1	-
Mr. Mukul Banerjee	07527632	Independent, Non-Executive	3	Yes	1	2	-

**\*\*Other Directorships do not include Directorships of private limited companies, Section 8 companies and foreign companies and Alternate Directorships**

**\*\*\*Only membership of Audit Committee and Stakeholders Relationship Committee is considered**

### **Responsibilities**

The Board of Directors acts as the custodian of shareholders' interests and is entrusted with the responsibility of enhancing long-term shareholder value. It provides strategic direction and oversight to the management, ensuring that the Company operates in a responsible, ethical, and sustainable manner. The Board has a formal schedule of matters specifically reserved for its review and decision-making, which includes evaluating the Company's overall performance, ensuring the adequacy of financial resources, monitoring regulatory compliance, safeguarding the interests of all stakeholders, and maintaining transparent and timely communication with shareholders.

### **Independent Directors**

The Company has complied with the definition of Independent Director as specified under Regulation 16(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the provisions of Section 149(6) of the Companies Act, 2013. Further, the Company has received necessary declarations from all the Independent Directors under Section 149(7) of the Companies Act, 2013 confirming that they meet the criteria of independence as prescribed.

### **Role of Independent Directors**

Independent Directors play a vital role in the deliberations of the Board by bringing their extensive experience and expertise in diverse areas such as finance, housing, accountancy, law, and public policy. Their combined knowledge and exposure to best practices in corporate governance contribute significantly to providing independent, unbiased, and strategic perspectives in boardroom discussions. This, in turn, supports the Company in achieving its long-term objectives and maintaining high standards of governance.

The Audit Committee, the Nomination and Remuneration Committee, and the Stakeholders Relationship Committee are all composed of a majority of Independent Directors. These committees operate within clearly defined terms of reference, in accordance with the provisions of the Companies Act, 2013, the SEBI Listing Regulations, and as approved by the Board from time to time. All Directors, including Independent Directors, ensure that their responsibilities in other roles or organisations do not conflict with or impair their fiduciary duties towards the Company.

### **Training of Independent Directors**

Whenever new Non-Executive and Independent Directors are inducted in the Board they are introduced to our Company's culture through appropriate orientation session and they are also introduced to our organisation structure, our business, constitution, board procedures, inherent risks and management strategies.

### **Performance Evaluation of Non-Executive and Independent Directors**

The Board evaluates the performance of Non-Executive and Independent Directors every year. All the Non-Executive and Independent Directors are eminent personalities having wide experience and proven track record in the field of business, finance, industry and administration.

### **Separate Meeting of the Independent Directors**

The Independent Directors held a Meeting on 14th February 2025, without the attendance of Non-Independent Directors and members of Management in which items, inter alia, discussed/reviewed includes:

- i) Review of performance of non-independent Directors and the Board as a whole;
- ii) Review of performance of the Chairman of the Company, taking into account the views of Directors;
- iii) Assessment of quality, quantity and timeliness of flow of information between the functional Management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

### **Meetings of the Board**

During the financial year ended 31st March, 2025, Four Board meetings were held on 14th June, 2024, 14th August, 2024, 14th November, 2024 and 14th February, 2025.

### **Audit Committee**

The Audit Committee of the Company has constituted pursuant to the provisions of Section 177 of the Companies Act, 2013 and the provisions of Regulation 18 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. It has the following terms of reference and composition:

Terms of references/scope of the Company audit committee inter alia include:

1. To Oversee the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.
2. To recommend the appointment, remuneration and removal the auditors of the company.
3. To approve the transactions of the company with related parties.
4. To review with the management, the annual financial statements and auditor's report thereon before submission to the Board for approval, with particular reference to;
  - a. Matters required to be included in the Directors' Responsibility Statement in terms of clause (c) of Sub-Section 3 of Section 134 of the Companies Act, 2013;
  - b. Changes, if any, in accounting policy and practices and reason for the same;
  - c. Major accounting entries involving estimates based on the exercise of judgment by the management;
  - d. Significant adjustments made in the financial statement arising out of audit findings;
  - e. Compliance with listing and other legal requirement relating to financial statements;
  - f. Disclosure of any related party transactions;
  - g. Qualifications in the draft audit report;

Reviewing, with the management, the quarterly financial statements and annual financial statements before submission to the Board for approval

The Audit Committee also reviews such matters as considered appropriate by it or referred to it by the board.

#### Composition, Meetings and Attendance:

The Audit Committee of the Company comprises of Three Directors, two of whom are Independent Directors and all of them are expert in Corporate Finance, accounts and corporate laws. The Committee met four times during the year, the details of which are given below. The Company Secretary is the Secretary of the Audit Committee. The terms of reference of the Audit Committee are as contained in Section 177 of the Companies Act, 2013 read with Regulation 18 of the SEBI (LODR) Regulations, 2015.

During the Financial year 2024-25, four meetings of the Audit Committee were held as

14/06/2024	14/08/2024	14/11/2024	14/02/2025
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#### The attendance of Audit Committee Meetings

Name of the Director	Category	Number of Meeting Held	Number of Meeting Attended
Mr. Mrinal Kanti Roy- Chairman (Up to 20.03.2025)	Non-Executive, Independent	4	4
Mr. Nirmal Pujara	Managing Director	4	4
Mrs. Mina Agarwal	Non-Executive, Independent	4	4

#### Nomination and Remuneration Committee (NRC)

**Composition:** The NRC Committee of the Board comprises of following Directors as given below and their attendance are as follows

Name of the Director	Category	Number of Meeting Held	Number of Meeting Attended
Mr. Mrinal Kanti Roy-Chairman Up to 20.03.2025	Non-Executive, Independent	1	1
Mrs. Mina Agarwal	Non-Executive, Independent	1	1
Mr. Mukul Banerjee	Non-Executive, Independent	1	1

#### Terms of Reference:

The Committee has been constituted to review/recommend/approve remuneration of the Managing Director/Chief Financial Officer, Company Secretary and other senior employees based on their performance.

The role of the Nomination and Remuneration Committee inter alia, includes formulation of criteria for determining qualifications, positive attributes and independence of a Director and recommendation to the Board of the remuneration policy; formulation of criteria for evaluation of Independent Directors and the Board devising a policy on Board diversity;

and identification of persons who are qualified to become Directors and who may be appointed in senior management in accordance with the criteria laid down and recommend to the Board their appointment and removal. The Nomination and Remuneration Committee has formulated the criteria for Board evaluation.

#### Meetings:

During the financial year ended 31st March 2025, One Nomination and Remuneration Committee meeting were held on 14th August, 2024.

#### DETAILS OF REMUNERATION PAID TO THE DIRECTORS FOR THE YEAR ENDED 31st MARCH 2025.

The Company pays to its Non-Executive Directors remuneration by way of sitting fees and to its Executive Director/ Managing/Whole Time Directors by way of salary and perquisites. Remuneration is paid as per approval of the Nomination & Remuneration Committee, Board of Directors and shareholders. The Board, on the recommendations of the Nomination & Remuneration Committee, approves the annual increment. The appointment/reappointment of Managing / Whole Time Directors are contractual and subject to termination by three months' notice in writing on either side.

Given below are the details of remuneration paid to Directors during the financial year 2024-25:

Name of Director	Sitting Fees (Rs.)	Salary (Rs.)	Perquisites (Rs.)	Commission (Rs.)
1. Mr. Nirmal Pujara	NIL	64,80,000	NIL	NIL
2. Mr. Lalanjee Jha	NIL	24,00,000	NIL	NIL
4. Mrs Mina Agarwal	1,40,000	NIL	NIL	NIL
5. Mr Harsh Vardhan Wadhwa	NIL	12,00,000	NIL	NIL
6. Mr. Mrinal Kanti Roy	1,40,000	Nil	NIL	NIL
7 Mr. Mukul Banerjee	55,000	Nil	NIL	NIL

#### Stakeholders' Relationship Committee

The Board has set up a Stakeholders' Relationship Committee consisting of following Directors as under:

- i) Mrs Mina Agarwal –Chairman (Independent non-executive Director)
- ii) Mr. N Pujara –Member (Managing Director)
- iii) Mr. Mrinal Kanti Roy– Member (Independent non-executive Director)

During the financial year ended 31st March 2025, one Stakeholder's Relationship Committee meeting was held on 14th February 2025.

The detailed positions of the shareholders' complaints as on 31st March 2025 are as under:

- a) Number of complaints received from Investors –NiL
- b) Number of complaints resolved/action taken –NiL
- c) Number of Complaints pending as on 31st March, 2025 –NiL

Investors' grievances are resolved expeditiously.

#### Compliance Officer:

Mr. Dharmendra Kumar Singh was appointed as the Company Secretary & Compliance Officer of the company with effect from 14th August 2024.

#### General Body Meeting

Location and time where the last three Annual General Meetings were held.

Financial Year	Location of Meeting	Date	Time	No of Special Resolution Passed
2021-22	Through Video Conference(VC)/ other Audio Video means (OAVM )	30 <sup>th</sup> September,2022	12-30 PM	3
2022-23	Through Video Conference(VC)/ other Audio Video means (OAVM )	31 <sup>st</sup> August,2023	12-30 PM	3
2023-24	Through Video Conference(VC)/ other Audio Video means (OAVM )	14 <sup>th</sup> September, 2024	12-30 PM	1

There is no item in the Agenda of ensuing AGM which requires passing a Special resolution through Postal Ballot.

#### Disclosures on Related party transactions

There were no transactions with related parties that may have potential conflict with the interest of the Company. Details of related party transactions entered into by the Company in the ordinary course of its business and at arm's length price are included in the notes forming part of the financial statements. There were no financial or commercial transactions by the senior management with the Company where they have personal interest that may have a potential conflict with the interest of the Company at large.

The material financial and commercial transactions where persons in management have personal interest, exclusively relate to transactions involving Key Management Personnel forming part of the disclosure on related parties referred to in Notes to Annual Accounts, which were reported to Board of Directors. The Register of contracts containing the transactions in which Directors are interested is placed before the Board regularly for approval.

#### Capital Markets

The Company has complied with all the legal requirements related to Capital Markets during the year 2024-25.

#### Whistle Blower policy

The Company has in place an Employee concern (Whistle Blower) which is also available on the Company's website i.e. [www.jute-world.com](http://www.jute-world.com). No personnel have been denied access to the Audit Committee to lodge their grievances.

#### Issue of Shares

There have been no public issues, right issues or other public offerings during the year ended 31st March 2025. The Company has not issued any GDRs / ADRs / Warrants or any convertible instruments. No presentations were made to Institutional Investors and analysts during the year.

#### Means of Communication

The unaudited quarterly and audited annual financial results along with the notes are normally published in one National English Newspaper (Financial Express) and one Bengali Newspaper (ArthikLipi) circulating in Kolkata, within 48 hours of approval by the Board and are intimated to Stock Exchange. The quarterly results of the Company are put on the web site of the Company after these are submitted to the Stock Exchange. Our web site address is [www.jute-world.com](http://www.jute-world.com).

#### General Shareholders' information:

##### a) AGM Date Time and Venue

<b>Day, Date, and Time</b>	Monday 25 <sup>th</sup> August,2025 at 12.30 PM
<b>Venue</b>	Through VC/OAVM

##### b) Financial Calendar Tentative

The Financial Year of the Company is April 1 to March 31.

Tentative Financial Reporting for the Financial Year 2025-26 is as under:



Result of Quarter ending 30 <sup>th</sup> June, 2025	<b>On or before August 14, 2025</b>
Result of Quarter ending 30 <sup>th</sup> September, 2025	<b>On or before November 14, 2025</b>
Result of Quarter ending 31 <sup>st</sup> December, 2025	<b>On or before February 14, 2026</b>
Result of Quarter ending 31 <sup>st</sup> March, 2026	<b>On or before May 30, 2026</b>
Annual General Meeting for the year, 2026	<b>On or before September 30, 2026</b>

c) **Book Closure period:** From 18.08.2025 to 25.08.2025 (both days inclusive)

d) **Listing on Stock Exchange**

The Company's Equity shares are listed on BSE Ltd. Annual Listing fees as prescribed have been paid to BSE Ltd for the year 2025-26.

e) **Scrip Code**

Name of Stock Exchange	Code
BSE LTD	532806

f) **Stock price data**

	<b>BSE LTD (BSE)</b>	
<b>MONTH</b>	<b>High (Rs.)</b>	<b>Low (Rs.)</b>
Apr'2024	56.95	49.30
May'2024	60.61	51.52
Jun'2024	70.50	52.00
Jul'2024	63.47	49.55
Aug'2024	59.89	47.02
Sep'2024	53.90	42.00
Oct'2024	66.80	40.11
Nov'2024	76.83	48.74
Dec'2024	63.96	51.80
Jan'2025	60.74	40.20
Feb'2025	47.95	37.50
Mar'2025	48.30	37.25

g) **Registrar and Share Transfer Agents**

The Company has appointed M/s.MCS Share Transfer Agent Limited having its office at 383, Lake Gardens, 1st floor, Kolkata – 700045as Registrar for both demat and physical segment.

h) **Share Transfer System**

Shares in demat and physical form are being processed by the registrar on regular basis. Share transfer requests received in physical form are registered within 15 days from the date of receipt and demat requests are normally confirmed within an average of 15 days from the date of receipt.

i) **Distribution of Shareholding as on 31st March 2025**

	<b><u>Equity</u></b>			
<b><u>Group of Shares</u></b>	<b><u>No. of Share-holders</u></b>	<b><u>% of share-holders</u></b>	<b><u>No. of Shares held</u></b>	<b><u>% of Total Shares</u></b>
1 to 500	3608	91.2955	217193	0.7062
501 to 1000	169	4.2763	122474	0.3982
1001 to 2000	87	2.2014	121706	0.3957
2001 to 3000	34	0.8603	83167	0.2704
3001 to 4000	10	0.2530	35528	0.1155
4001 to 5000	6	0.1518	27906	0.0907
5001 to 10000	7	0.1771	42939	0.1396
Above 100000	31	0.7844	30102918	97.8835
<b><u>Grand Total</u></b>	<b><u>3952</u></b>	<b><u>100.0000</u></b>	<b><u>30753831</u></b>	<b><u>100.0000</u></b>

### **2% Preference Share**

Group of Shares	No. of Share-holders	% of share holders	No. of Shares held	% of Total Shares
1 to 500	68	72.3404	10510	0.0847
501 to 1000	6	6.3830	5532	0.0446
1001 to 2000	6	6.3830	8663	0.0698
2001 to 3000	2	2.1277	4800	0.0387
3001 to 4000	3	3.1915	10400	0.0838
4001 to 5000	1	1.0638	5000	0.0403
5001 to 10000	1	1.0638	10000	0.0806
10001 to 50000	1	1.0638	30000	0.2417
50001 to 100000	0	0.0000	0	0.0000
100001 and above	6	6.3830	12329448	99.3161
GRAND TOTAL	94	100.0000	12,414,353	100.0000

### **0.1% Preference Share**

Group of Shares	No. of Share-holders	% of share holders	No. of Shares held	% of Total Shares
1 to 500	-	-	-	-
501 to 1000	-	-	-	-
1001 to 2000	-	-	-	-
2001 to 3000	-	-	-	-
3001 to 4000	-	-	-	-
4001 to 5000	-	-	-	-
5001 to 10000	-	-	-	-
10001 to 50000	-	-	-	-
50001 to 100000	-	-	-	-
100001 and above	3	100.00	13250000	100.00
GRAND TOTAL	3	100.0000	13,250,000	100.0000

#### j) Categories of Shareholders as on 31 March 2025

Particulars	<b><u>Equity</u></b>			<b><u>2% Preference</u></b>		
	No. of Holders	Holding/ Shares held	% to Capital	No. of Holders	Holding/ Shares held	% to Capital
Promoters Group	18	18112654	58.89560	5	9773156	78.7247
Indian Financial Institutions/Banks	28	2672582	8.69024	4	2558332	20.6078
Central / State Government	3	764	0.00248	-	-	-
Foreign Institutional Investors	2	1332	0.00433	-	-	-
Bodies Corporate	77	491420	1.59791	5	4240	0.0342
Trust & Foundations	2	11	0.00004	-	-	-
NRI	39	8004	0.02603	-	-	-
Foreign Bodies Corporate	2	8533332	27.74722	-	-	-
Individual & clearing member	3781	933732	3.03615	80	78625	0.6333
Total	3952	30753831	100.0000	94	12414353	100.0000

**0.1% Preference share**

Particulars	No. of Holders	Holding/ Shares held	% to Capital
Promoters Group	3	13250000	100.0000
Indian Financial Institutions/Banks	-	-	-
Central / State Government	-	-	-
Foreign Institutional Investors	-	-	-
Bodies Corporate	-	-	-
Trust & Foundations	-	-	-
NRI	-	-	-
Foreign Bodies Corporate	-	-	-
Individual	-	-	-
Total	3	13250000	100.0000

**k) Dematerialization of shares**

As on 31st March 2025, 75.96% of total holding of Equity Shares and 79.39 % of total holding of 2% Preference Shares have been dematerialised

**l) ISIN allotted by NSDL/CDSL to Shares of the Company:**

INE 768E01024 for Equity Share and INE768E04010 for 2% Preference Share

**m) Plant Location :**

As appearing on the first page of Annual Report

**n) Investors' Correspondence:**

For any assistance regarding transfer or transmissions of shares, change of address, non-receipt of dividends and Annual report, issue of duplicate share certificates, dematerialization and other query relating Shares of the Company investor may please write on the following address given below :

<b>MCS Share Transfer Agent Ltd</b> <b>Registrar &amp; Transfer Agent</b> Unit : AI Champdany Industries Ltd 383, Lake Gardens, 1st floor, Kolkata-700045 Telephone: (033)4072-4051-53, Fax (033) 4072-4054	<b>The Share Department</b> <b>AI Champdany Industries Ltd</b> 25, Princep Street, Kolkata-700072; Telephone (033) 2237 7880 to 85; Fax: (033) 2225 0221, 2236 3754
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Shareholders, holding shares in electronic mode, should address all their correspondences to their respective Depository Participant.

**o) The Investors Education and Protection Fund**

The shareholders and other stakeholders are hereby informed that pursuant to provisions of Section 124(5) of the Companies Act, 2013, all dividends remaining unpaid/ unclaimed for a period of 7 years from the date they became due for payment will have to be transferred to the Investors Education and Protection Fund (IEPF) set up by the Central Government. The company has already transferred to the IEPF unpaid/unclaimed dividend for the financial year ended 31 March 2008 which remained unpaid/ unclaimed for a period of 7 years from the date they became due.

**p) Appointment/Reappointment of Directors**

The individual details of Director seeking appointment /re-appointment at the ensuing Annual General Meeting of the Company are provided in the Annexure accompanying the notice of the Annual General Meeting.

**q) Auditors' certificate on Corporate Governance**

The Statutory Auditors have certified that the Company has complied with the conditions of Corporate Governance as stipulated in Listing Regulations and same is annexed to this report.

**r ) CEO/CFO Certification**

The Managing Director and Chief Financial Officer of the Company give Annual certification on financial reporting and internal controls to the Board in terms of regulation 17(8) of Listing Regulations

**s ) Code of Conduct:**

**a) Code of Conduct for Board of Directors and Senior Management**

The Company's Code of Conduct, as adopted by the Board of Directors, is applicable to all Directors and Senior Management of the Company

**b) Company's Code of Conduct for prevention of Insider Trading**

The Company has adopted a Model Code of Conduct for prevention of Insider Trading in the shares and securities of the Company pursuant to the provisions of Insider Trading Regulations formulated by Securities and Exchange Board of India (SEBI). The Code, inter-alia, prohibits purchase/sale of shares of the Company by Directors, officers and designated employees while in possession of unpublished price sensitive information in relation to the Company. Company secretary was the Compliance Officer for the purpose of these regulations.

**Mandatory and non-mandatory requirements**

**a ) Status of Compliance of the mandatory requirements**

The Company has adopted/complied with all mandatory requirements on Corporate Governance.

**b) Status of Compliance of the Non-mandatory requirements**

The Company has not adopted non-mandatory suggestions relating to sending six-monthly information to each household of shareholders.

**Declaration by the Managing Director on the Code of Conduct:**

Pursuant to Regulation 26 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 I, Nirmal Pujara, Managing Director of AI Champdany Industries Ltd. declare that all the Board Members & Senior Executives of the company have affirmed their compliance with the Code of Conduct during the year ended 31st March 2025 .

Place: Kolkata  
Dated: 30th May, 2025

N. Pujara  
Managing Director  
DIN 00047803

## **Certification under Regulation 17(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

To,  
The Board of Directors  
**AI Champdany Industries Limited**  
25, Princep Street,  
Kolkata – 700 072

We, Nirmal Pujara, Managing Director and Lalanjee Jha, Executive Director & Chief Financial Officer(CFO) of AI Champdany Industries Ltd do hereby certify that:

A. We have reviewed the financial statements and the cash flow statement for the financial year ended March 31, 2025 and to the best of our knowledge and belief:

1. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
2. These statements together present a true and fair view of the Company's affairs and are in compliance with Indian Accounting Standards, applicable laws and regulations.

B. There are to the best of our knowledge and belief, no transactions entered into by the Company during the year ended March 31, 2025 which are fraudulent, illegal or violative of the Company's Code of Conduct.

C. We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting. Deficiencies in the design or operation of such internal controls, if any, of which we are aware have been disclosed to the auditors and the Audit Committee and steps have been taken to rectify these deficiencies

D. We have indicated to the Auditors and Audit Committee that :

1. There has been no Significant changes in internal control over financial reporting during the year;
2. There has been no Significant changes in accounting policies during the year requiring disclosure in the notes to the financial statements; and
3. We are not aware of any instance during the year of significant fraud with involvement therein of the management or any employee having a significant role in the Company's internal control system over financial reporting.

**Mr. L Jha**  
Executive Director & CFO

**Mr. Nirmal Pujara**  
Managing Director

Date: 30th May, 2025  
Place: Kolkata

# INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF AI CHAMPDANY INDUSTRIES LIMITED  
Report on the Audit of the Financial Statements of AI Champdany Industries Limited

## Opinion

We have audited the accompanying financial statements of AI Champdany Industries Limited ("the Company"), which comprise the Balance Sheet as at 31st March 2025, the statement of profit and loss (including other comprehensive income), the statement of changes in Equity and the cash flow statement for the year on that date, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the financial statement"). In our opinion and to the best of information and according to the explanations given to us, the aforesaid 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 Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the company as at 31st March 2025, the loss, comprehensive income/loss, changes in equity and its cash flows for the year ended on that date.

## Basis for Opinion

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

## Key Audit Matters

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

Key audit matter	How our audit addressed the key audit matter
<b>A. Input Output ratio:</b>	<b>Our key procedures included the following:</b> Low contribution margin is attributed to processing of old inputs leading to extra process resulting in increased cost of production as per technical report submitted by management which has been relied upon by us.
<b>B. Sundry Debtors</b>	<b>Our key procedures included the following:</b> Old outstanding dues against sundry debtors part of which appearing in barred by time limitation not being provided for on stated ground of realizability of same which has been relied upon by us.
<b>C. Revenue Recognition</b>  Revenue for the company consists primarily of sale of products.  Revenue from the sale of products is recognized at the moment when performance obligation of the underlying products have been completed and is measured net of discounts, incentives and rebates given to the customers.	<b>Our key procedures included the following:</b> a) Assessed the appropriateness of the company's revenue recognition accounting policies, including those relating to discounts, incentives and rebates by comparing with the applicable accounting standards; b) Tested the operating effectiveness of the general IT control environment and key IT application controls over recognition of revenue, calculation of discounts, incentives and rebates; c) Performed test of details:



<p>The estimation of discounts, incentives and rebates recognized, related to sales made during the year, is material and considered to be complex and judgmental. Therefore, there is a risk of revenue being misstated as a result of inaccurate estimates of discounts, incentives and rebates.</p> <p>Further, the company focuses on revenue as a key performance measure. Therefore, revenue was our area of focus included whether the accruals were misstated and appropriately valued, whether rebates and discounts was recorded in the correct period and whether the significant transactions had been accurately recorded in the Statement of Profit and Loss.</p> <p>Refer corresponding note for amounts recognized as revenue from sale of products</p>	<p>i) Agreed samples of sales, discounts, incentives and rebates to supporting documentation and approvals; and</p> <p>ii) Obtained supporting documents for sales transactions recorded either side of year end as well as credit notes issued after the year ended to determine whether revenue was recognized in the correct period.</p> <p>d) Performed focused analytical procedures:</p> <p>i) Compared the revenue for the current year with the prior year for variance/ trend analysis and where relevant, completed further inquiries and testing to corroborate the variances by considering both internal and external benchmarks, overlaying our understanding of industry; and</p> <p>ii) Compared the discounts, incentives and rebates of the current year with the prior year for variance/ trend analysis and where relevant, completed further inquiries and testing to corroborate the variances by considering both internal and external benchmarks, overlaying our understanding of industry</p> <p>e) Considered the appropriateness of the company's description of the accounting policy, disclosures related to revenue, discounts, incentives and rebates and whether these are adequately presented in the financial statement.</p> <p><u>Due cognizance has been taken during the course of</u></p>
<p><b>D. One shareholder has lodged a petition against the company, whose allegation includes inter-alia various accounting treatment / disclosure in financial statement.</b></p> <p><b>E. Litigations and claims –provisions and contingent liabilities</b></p> <p>As disclosed in Notes detailing contingent liability and provision for contingencies, the company is involved in direct, indirect tax and other litigations ('litigations') that are pending with different statutory authorities.</p> <p>Whether a liability is recognized or disclosed as a contingent liability in the financial statements is inherently judgmental and dependent on a number of significant assumptions and assessments.</p> <p>The amounts involved are potentially significant and determining the amount, if any, to be recognized or disclosed in the financial statements, is inherently subjective.</p>	<p>verification, of specific issues raised by the complainant for the purpose of certifying the financial statement in true and fair perspective.</p> <p><b>Our key procedures included the following:</b></p> <ul style="list-style-type: none"> <li>• Assessed the appropriates of the company's accounting policies, including those relating to provision and contingent liability by comparing with the applicable accounting standards;</li> <li>• Assessed the company process for identification of the pending litigations and completeness for financial reporting and also for monitoring of significant developments in relation to such pending litigations;</li> <li>• Engaged subject matter specialists to gain an understanding of the current status of litigations and monitored changes in the disputes, if any, through discussions with the management and by reading external advice received by the company, where relevant, to establish that the provisions had been appropriately recognized or disclosed as required;</li> <li>• Assessed the company's assumptions and estimates in respect of litigations, including the liabilities or provisions recognized or contingent liabilities disclosed in the financial statements. This involved assessing the probability of an unfavorable outcome of a given proceeding and the reliability of estimates of related amounts;</li> <li>• Performed substantive procedures on the underlying calculations supporting the provisions recorded;</li> <li>• Assessed the management's conclusions through</li> </ul>

	understanding precedents set in similar cases; and Considering the appropriateness of the company's description of the disclosures related to litigations and whether these adequately presented in the financial statements.
<b>F. Valuation of investments and impairment thereof</b> I. Non-Current Investments in Unquoted equity instruments.  II. Current Investments in unquoted mutual funds.  III. Fixed Deposit with Bank.	<b>Our key procedures included the following:</b> Verified with reference to latest registered valuers report;  Valuation report based on simple average of valuation of investee on EBIDTA concept, Revaluation concept, and Discounted cash flow concept.  Verified with reference to duly declared NAV of the investee.  Verified with reference to banks confirmation and computation of interest accrued thereon.

#### **Information Other than the Financial Statements and Auditor's Report There**

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholders' information, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

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

#### **Management's Responsibility for the Financial Statements**

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

In preparing the financial statements, the Board of Directors of the company 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 is also responsible for overseeing the company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal controls 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 policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the company to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the financial statements.

Maturity is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the 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 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 financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

#### **Report on Other Legal and Regulatory Requirements**

1. As required by section 197(16) of the Act based on our audit, we report that the Company has paid remuneration to its directors during the year in accordance with the provisions of and limits laid down under section 197 read with Schedule V to the Act.
2. As required by Section 143(3) of the Act, based on our audit we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid financial statements.
  - b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid financial statements have been kept so far as it appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the financial statements.
  - d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e) On the basis of written representations received from the directors as on 31st March, 2025 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2025 from being appointed as a director in terms of Section 164(2) of the Act.
  - f) With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in "Annexure 1". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the company's internal financial controls over financial reporting.

- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
- i. The financial statements disclose impact of pending litigations on the financial position of the company in note no. 26 of financial statement.
  - ii. The company has not entered into long term contracts.
  - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the company.
  - iv. To the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or longed or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding whether recorded in writing or invest in other persons or entities indentified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provided any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
  - v. To the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
  - vi. Nothing has come to our notice that has caused us to believe that the representation under clause (iv) and (v) above contain any material mis-statement.
  - vii. No dividend or part was declared by company during the year as per Section 123 of Companies Act, 2013.
  - viii. Based on our examination which included test checks, observe that the company has used an accounting software, i.e, Oracle-based for maintaining its books of account during the year. During the course of our audit, we did not come across any instance of audit trail feature being tampered with.
3. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure 2" a statement on the matters specified in paragraphs 3 and 4 of the Order to the extent applicable.

UDIN : 25052498BNIYCU8992  
Place : Kolkata  
Date : 30th May, 2025

**For G. Basu & Co.**  
Chartered Accountants  
R. No. 301174E  
Kalyan Biswas  
Partner  
MRN 052498

## Annexure-1

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act") referred to in Para V (2) (f) of our report of even date.**

We have audited the internal financial controls over financial reporting of **AI CHAMPDANY INDUSTRIES LIMITED** ("the Company") as of **31st March, 2025** in conjunction with our audit of the financial statements of the Company for the year ended on that date.

### **Management's Responsibility for Internal Financial Controls**

The 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 Companies Act, 2013.

### **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 Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India.

Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness.

Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk.

The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement 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 purposes in accordance with generally accepted accounting principles.

#### **A company's internal financial control over financial reporting includes those policies and procedures that:**

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

### **Inherent Limitations of Internal Financial Controls over Financial Reporting**

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

### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting in perspective subject to exigency of strengthening of control mechanism and coordination, and gearing up of follow up efforts which courts or elsewhere for expediting the disposal of contingent liabilities, and such internal financial controls over financial reporting were operating effectively as at 31st March 2025, 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.

UDIN : 25052498BNIYCU8992  
Place : Kolkata  
Date : 30th May, 2025

**For G. Basu & Co.**  
Chartered Accountants  
R. No. 301174E  
Kalyan Biswas  
Partner  
MRN 052498

## Annexure 2

Report on the matters specified in Paragraphs 3 and 4 of THE COMPANIES (AUDITOR'S REPORT) ORDER, 2020, referred to in Para V (1) of our report of even date

- I. a. The Company has maintained proper records showing full particulars including quantitative details and situation of PPE.  
b. The company has no intangible assets.  
c. The Property, Plant and Equipment have been physically verified by the management at year end. As confirmed no material discrepancies between books records and the physical verification have been noticed on such verification.  
d. The title deeds of immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the Company.  
e. No revaluation of property, Plant and Equipment is done during the year.  
f. No proceedings have been initiated or are pending against the company for holding any Benami property under the Benami Transactions (Prohibition) Act.
- II. a. The inventories have been physically verified at year end by the management. As confirmed the discrepancies noticed on physical verification between the physical stock and book records were not material and have been properly dealt with in the books of account.  
b. The company has not taken any Borrowing for working capital in excess of 5 crores during the year.
- III. The Company has not granted any Loans, Secured or Unsecured to Companies, Firms, Limited Liability Partnerships or Other parties covered in the register maintained under section 189 of the Companies Act, 2013.
- IV. The Company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of grant of Loans, making Investments and providing guarantees and securities.
- V. The Company has not accepted deposits from the public within the meaning of Sections 73 to 76 of the Act and the Rules framed thereunder to the extent notified. Accordingly, paragraph 3(V) of the Order is not applicable.
- VI. On the basis of records produced we are of the opinion that prima facie cost records and accounts prescribed by the Central Government under sub section (1) of section 148 of the Companies Act, 2013 in respect of products of the company covered under the rules under said section have been made and maintained. However, we are neither required to carry out nor have carried out any detailed examination of such accounts and records.
- VII. a. According to information and explanations given to us, the company is generally regular in depositing with statutory authorities undisputed statutory dues to the extent applicable to it which though subject to occasional delay.  
b. Details of dues of Income Tax, Sales Tax, Service Tax, Customs Duty, Excise Duty, VAT, Goods & Service tax and others cess which have not been deposited as on 31st March, 2025 on accounts of dispute are furnished below:

Name of the Statute	Nature of dues	Forum where dispute is pending	Amount involved (Rs. in lacs)
Bhatpara Municipality	Municipal Tax & Land Revenue	Review Board	188.55
ESI Act	ESI dues	ESI Court	328.01
Income Tax Act, 1961	Income Tax	CIT (Appeal)	8,327.95

- VIII. According to the information and explanations given to us, no transactions were surrendered or disclosed as Income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961) which have not been recorded in the books of accounts.
- IX. a. Based on our audit procedures and as per the information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of dues to any bank, financial institution or government. Company has no debenture holder.
- b. As informed, the company has not been declared wilful defaulter by any bank or financial institution or other lender.
- c. Company did not avail any term loan from bank.
- d. The company is not taken any funds from any entity persons on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- e. The company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associates companies.
- X. a. No monies were raised by way of Initial Public Offer or Further Public Offer;
- b. The company has not made any preferential allotment or private placement of shares or convertible debentures during the year. However, the company has renewed its preference share during the year for another term of five years, subject to consensus to the effect in the preference shareholders meeting.
- XI. a. No fraud by the company or on the company by its officers or employees has been noticed or reported during the year.
- b. No report under section 143(12) of the Act has been filed with the Central Government for the period covered by our audit in FORM ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2024 with the Central Government.
- c. According to the information and explanations given to us including the representation made to us by the management, whistle-blower mechanism is in existence in the company. However, no complaint is stated to have been received.
- XII. The Company is not a Nidhi Company and accordingly paragraph 3 (XII) of the Order is not applicable.
- XIII. All transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details of related parties transactions have been disclosed in the Financial Statements as required by the applicable accounting standards.
- XIV. a. The company has an internal audit system and periodic reporting by an external agency.
- b. The reports of the Internal Auditors for the period under audit were considered by the statutory auditor;
- XV. The Company has not entered into any non-cash transaction with directors.
- XVI. a. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. The company is not a Core Investment Company (CIC). The management has not yet informed whether the Group has one or more CIC.
- b. The company has not conducted any Non-Banking Financial or Housing Financial activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve bank of India Act, 1934;
- XVII. The company has incurred cash losses for the current year as well as in the immediately preceding previous year.
- XVIII. There has been no resignation of the statutory auditors during the period.

- XIX. On the basis of the financial ratios read with available assets of the company measured in terms of fair value, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statement, the auditor's knowledge of the Board of Directors and management plans, no material uncertainty exists as on the date of the audit report that the company is not capable of meeting its liabilities existing at the date of Balance Sheet as on when they fall due within a period of one year from the Balance Sheet date.
- XX. a. In respect of other than ongoing project the company has not transferred unspent amount to a Fund specified in Schedule VII to the Companies Act within period of six months of the expiry of the financial year in compliance with second proviso to sub-section (5) of section 135 of the said Act;
- b. The company has not prepared any consolidated financial statement during the year. Considering note no-49 in the notes to financial statement, this para is not applicable to this company.

UDIN : 25052498BNIYCU8992  
Place : Kolkata  
Date : 30th May, 2025

**For G. Basu & Co.**  
Chartered Accountants  
R. No. 301174E  
Kalyan Biswas  
Partner  
MRN 052498

# AI CHAMPDANY INDUSTRIES LIMITED

BALANCE SHEET AS AT 31st MARCH, 2025

Rs in lacs

	Notes	As at 31st Mar 2025	As at 31st Mar 2024
<b>ASSETS</b>			
<b>I Non - Current Assets</b>			
(a) Property, Plant and Equipment	2	5,074.86	5,172.37
(b) Capital work in progress		760.53	642.94
(c) Investment Property (Free hold land)		188.64	188.64
(d) Financial Assets-			
i) Investments	3	50.27	66.80
(e) Deferred Tax Assets (Net)	13	655.18	502.25
(f) Other Non Current Assets	4	19.18	116.72
<b>Total Non - Current Assets</b>		<b>6,748.66</b>	<b>6,689.72</b>
<b>II Current Assets</b>			
(a) Inventories	5	9,610.93	10,433.45
(b) Financial Assets			
i) Trade Receivables	6	873.06	686.40
ii) Cash and Cash Equivalents	7	15.88	18.63
iii) Bank Balance other than (ii) above			
(including FD Maturing within 3 to 12 months)		128.59	42.84
iv) Advances	7A	245.42	261.64
v) Others	7B	3,904.13	4,332.24
(c) Current Tax Assets	7C	329.90	188.96
(d) Other Current Assets	8	420.87	550.52
<b>Total Current Assets</b>		<b>15,528.78</b>	<b>16,514.67</b>
<b>TOTAL ASSETS</b>		<b>22,277.44</b>	<b>23,204.39</b>
<b>EQUITY AND LIABILITIES</b>			
(a) Equity Share Capital	9	1,537.69	1,537.69
(b) Other Equity	10	(4,502.51)	2,524.70
<b>Total Equity</b>		<b>(2,964.82)</b>	<b>4,062.39</b>
<b>LIABILITIES</b>			
<b>I Non - Current Liabilities</b>			
(a) Financial liabilities			
i) Borrowings	11	6,342.19	1,945.72
ii) Other financial liabilities	12	10,817.28	10,493.10
(b) Other Non Current Liabilities	13A	500.00	-
<b>Total Non - Current Liabilities</b>		<b>17,659.47</b>	<b>12,438.82</b>
<b>II Current Liabilities</b>			
(a) Financial Liabilities			
i) Borrowing	14	-	2,206.33
ii) Trade Payables			
Total outstanding dues of Creditors other than			
Micro Enterprises & Small Enterprises	15	4,537.92	2,682.08
iii) Other Financial Liabilities	16	237.33	153.17
(b) Other Current Liabilities	17	150.42	229.15
(c) Provisions	18	2,657.12	1,432.45
<b>Total Current Liabilities</b>		<b>7,582.79</b>	<b>6,703.18</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>22,277.44</b>	<b>23,204.39</b>
Material Accounting Policies	1		

Accompanying notes form integral part of the financial statements .  
In term of our report of even date attached  
For G.Basu & Co.  
Chartered Accountants  
FRN 301174E

On behalf of the Board

N. Pujara  
Managing Director  
DIN: 00047803

K. Biswas  
Partner  
Membership No.052498  
UDIN No. 25052498BNIYCU8992  
Kolkata, 30th May 2025

D. K Singh  
Company Secretary &  
Compliance Officer

Lalanjee Jha  
Executive Director & CFO  
DIN:08972636

Harsh Vardhan Wadhwa  
Whole Time Director  
DIN: 08284212

# AI CHAMPDANY INDUSTRIES LIMITED

## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31,2025

Rs in lacs

		Year Ended		
		Notes	2024-25	2023-24
I	Revenue from Operations	19	9,021.85	4,427.25
II	Other Income	20	101.92	781.79
III	<b>Total Income</b>		<b>9,123.77</b>	<b>5,209.04</b>
IV	<b>EXPENSES</b>			
	Cost of Materials Consumed		6,521.77	1,990.89
	Purchase of Stock-in- Trade		97.80	723.70
	Changes in Inventories of Finished Goods, Work-in Progress and Stock in Trade	21	1,252.72	3,039.17
	Employee Benefits Expenses	22	4,616.54	1,567.13
	Finance Cost	23	43.86	137.80
	Depreciation and Amortization Expenses	2A	289.82	191.63
	Other Expenses	24	2,555.29	1,558.50
	<b>Total Expenses</b>		<b>15,377.80</b>	<b>9,208.82</b>
V	Profit/(Loss) Before Exceptional Items and tax		(6,254.03)	(3,999.78)
VI	Exceptional Items		-	-
VII	<b>Profit/(Loss) Before Tax</b>		<b>(6,254.03)</b>	<b>(3,999.78)</b>
VIII	Tax Expenses			
	Current Tax		-	-
	MAT Credit Available		-	-
	Current Wealth Tax		-	-
	Adjustment relating to earlier years (Taxes)		-	-
	Total current tax expense		-	-
	Deferred Tax(Income)/Expense		(150.74)	(54.68)
	<b>Total tax expense</b>		<b>(150.74)</b>	<b>(54.68)</b>
IX	Profit/(Loss) for the Period/year		(6,103.29)	(3,945.10)
X	Other Comprehensive Income			
	i)Items that will be reclassified to profit/(loss)		-	-
	ii)Tax relating to Items that will be reclassified to profit/(loss)		-	-
	iii)Items that will not be reclassified to profit/(loss)		(917.57)	258.89
	iv)Tax relating to Items that will not be reclassified to profit/(loss)		2.18	0.19
	Total other comprehensive Income		(915.39)	259.08
XI	<b>Total comprehensive Income</b>		<b>(7,018.68)</b>	<b>(3,686.02)</b>
XII	Earnings per share (face value of Rs 5 each)			
	Basic and Diluted (Rs)		(19.89)	(12.87)
	Material Accounting Policies	1		

Accompanying notes form integral part of the financial statements .

On behalf of the Board

In term of our report of even date attached

For G.Basu & Co.

Chartered Accountants

FRN 301174E

N. Pujara  
Managing Director  
DIN: 00047803

K. Biswas  
Membership No.052498  
UDIN No. 25052498BNIYCU8992  
Kolkata, 30th May 2025

D. K Singh  
Company Secretary &  
Compliance Officer

Lalanjee Jha  
Executive Director & CFO  
DIN:08972636

Harsh Vardhan Wadhwa  
Whole Time Director  
DIN: 08284212

# AI CHAMPDANY INDUSTRIES LIMITED

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2025

Particulars	Rs in lacs	
	31.03.2025	31.03.2024
<b>A. Cash flow from Operating activities :</b>		
Profit/(Loss) before Taxation	(6,254.03)	(3,999.78)
Add:- Adjustments for :		
Profit on Sale of Investment	-	(1.85)
Assignment of leasehold right	-	(300.00)
Depreciation and Amortisation	289.82	191.63
Finance Cost	37.81	137.80
Interest Income	(39.44)	(94.68)
Rent Income	(11.44)	(16.71)
Liability No longer required written back	-	(322.23)
Dividend from Investments	(0.65)	(0.62)
Subsidy Amortised	(3.70)	-
Currency Fluctuation	-	(3.17)
Profit on Sale of Property, Plant & Equipment	(4.52)	-
	267.88	
Operating Profit/(Loss) before working Capital Changes	(5,986.15)	(4,409.61)
Add/(Less):- Adjustments for :		
(Increase)/Decrease in Inventories	822.52	2,366.30
(Increase)/Decrease in Trade and Other Receivables	387.31	444.86
(Decrease)/Increase in Trade Payables and Other Liabilities	2,505.30	(1,153.01)
Cash Generated from Operations :	3,715.13	1,658.15
Direct Taxes	(2,271.02)	(2,751.47)
	(39.62)	(10.00)
Net Cash from / (used in) operating activities	(2,310.64)	(2,761.46)
<b>B. Cash flow from Investing Activities :</b>		
Purchase of Property, plant & equipment	(212.98)	(139.73)
Proceeds from Sale of Property, plant & equipment/Capital Asset	520.35	-
Proceed from sale of fixed deposit	-	966.21
Proceed from sale of Investment	-	6.72
Proceed from assignment of leasehold right	-	300.00
Purchase of Investments	(85.74)	-
Proceed from disposal of CWIP	-	126.68
Investment in CWIP	(117.59)	-
Receipt of Loan Given	-	34.82
Rent Received	11.44	16.71
Interest Received	39.44	296.80
Dividend Received	0.65	0.62
Net Cash from / (used in) investing activities	155.57	1,608.84
<b>C. Cash flow from Financing Activities :</b>		
Proceeds from borrowings	4,396.47	1,299.77
Repayment of short term borrowings ( including current maturities)	(2,206.34)	-
Repayment of lease liability	-	(0.19)
Interest Paid	(37.81)	(137.80)
Net Cash from / (used in ) Financing Activities	2,152.32	1,161.78
Net increase / (decrease) in cash and cash equivalents (A+B+C)	(2.75)	9.17
Cash and Cash Equivalents (Opening balance)	18.63	9.46
Cash and Cash Equivalents (Closing balance)	15.88	18.63

Accompanying notes form integral part of the financial statements .

In term of our report of even date attached

For G.Basu & Co.

Chartered Accountants

FRN 301174E

On behalf of the Board

N. Pujara

Managing Director

DIN: 00047803

K. Biswas

Partner

Membership No.052498

UDIN No. 25052498BNIYCU8992

Kolkata, 30th May 2025

D. K Singh

Company Secretary &

Compliance Officer

Lalanjee Jha

Executive Director & CFO

DIN:08972636

Harsh Vardhan Wadhwa

Whole Time Director

DIN: 08284212



# AI CHAMPDANY INDUSTRIES LIMITED

Segmentwise revenue,results,assets and liabilities for the year ended March 31,2025

Sl no	Particulars	Rs in lacs	
		Year ended	
		31.03.2025	31.03.2024
		Audited	Audited
1	<b>Segment Revenue</b>		
	a. Jute/ Jute Diversified Products /securities & Services	8,362.68	4,027.24
	b. Flax Products	659.17	400.01
	Revenue from operations	9,021.85	4,427.25
2	<b>Segment Results</b>		
	a. Jute/ Jute Diversified Products & Services	(6,035.09)	(4,565.09)
	b. Flax products	(277.01)	(78.69)
	Sub total	(6,312.10)	(4,643.78)
	Less : Finance costs	43.86	137.80
	Less: Un-allocable expenditure net off un-allocable (income)/expenditure	(101.92)	(781.79)
		(6,254.03)	(3,999.78)
	Exceptional Items	-	-
	Profit/(Loss) before tax	(6,254.03)	(3,999.78)
	Less:Tax expenses	(150.74)	(54.68)
	Net Profit/(Loss) for the period / year	(6,103.29)	(3,945.10)
	i)Items that will be reclassified to profit/(loss)	-	-
	ii)Tax relating to Items that will be reclassified to profit/(loss)	-	-
	iii)Items that will not be reclassified to profit/(loss)	(917.57)	258.89
	iv)Tax relating to Items that will not be reclassified to profit/(loss)	2.18	0.19
	Total Comprehensive Income	(7,018.68)	(3,686.02)
3	<b>Segment Assets</b>		
	a. Jute/ Jute Diversified Products & Services	16,991.26	18,405.10
	b. Flax products	4,231.66	4,426.81
	c. Unallocated Assets	1,054.52	372.48
	Total	22,277.44	23,204.39
4	<b>Segment Liabilities</b>		
	a. Jute/ Jute Diversified Products & Services	18,845.51	14,777.87
	b. Flax products	4,419.60	4,218.01
	c. Unallocated Liabilities	1,977.15	139.75
	Total	25,242.26	19,135.63

# AI CHAMPDANY INDUSTRIES LIMITED

## STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31,2025

### A. Equity Share Capital

Rs in lacs

Balance as at March 31,2024	Changes in Equity share capital during the year	Balance as at March 31,2025
1537.69	-	1,537.69
Balance as at March 31,2023	Changes in Equity share capital during the year	Balance as at March 31,2024
1537.69	-	1,537.69

### B. Other Equity

Rs in lacs

Particulars	Security Premium Reserve	Capital Reserve	Capital Redemption Reserve	Revaluation Reserve	General Reserve	Retained Earnings	Equity Instruments through OCI	Total
<b>For Financial Year 2023-24</b>								
Balance as on 01.04.2023	3,754.89	16.54	250.00	2,105.53	2,834.00	(2,797.42)	53.55	6,217.09
Adjustment for the Year against depreciation on revalued component of Fixed assets		(3.70)		(6.18)				(9.88)
Non Current Instrument (Routed through OCI)							(1.78)	(1.78)
Actuarial Impact on gratuity (Routed through OCI)						264.37		264.37
Profit for the year						(3,945.10)		(3,945.10)
<b>Balance as on 31.03.24</b>	<b>3,754.89</b>	<b>12.84</b>	<b>250.00</b>	<b>2,099.35</b>	<b>2,834.00</b>	<b>(6,478.15)</b>	<b>51.77</b>	<b>2,524.70</b>
<b>For Financial Year 2024-25</b>								
Balance as on 01.04.2024	3,754.89	12.84	250.00	2,099.35	2,834.00	(6,478.15)	51.77	2,524.70
Adjustment for the Year against depreciation on revalued component of Fixed assets		(3.70)		(4.83)				(8.53)
Non Current Instrument (Routed through OCI)							(14.35)	(14.35)
Actuarial Impact on gratuity (Routed through OCI)						(901.04)		(901.04)
Profit for the year						(6,103.29)		(6,103.29)
<b>Balance as on 31.03.25</b>	<b>3,754.89</b>	<b>9.14</b>	<b>250.00</b>	<b>2,094.52</b>	<b>2,834.00</b>	<b>(13,482.48)</b>	<b>37.42</b>	<b>(4,502.51)</b>

For G.Basu & Co.  
Chartered Accountants  
FRN 301174E

On behalf of the Board

N. Pujara  
Managing Director  
DIN: 00047803

K. Biswas  
Partner  
Membership No.052498  
UDIN No. 25052498BNIYCU8992  
Kolkata, 30th May 2025

D. K Singh  
Company Secretary &  
Compliance Officer

Lalanjee Jha  
Executive Director & CFO  
DIN:08972636

Harsh Vardhan Wadhwa  
Whole Time Director  
DIN: 08284212

# NOTES TO THE FINANCIAL STATEMENTS AS ON AND FOR THE YEAR ENDED 31ST MARCH 2025

## 1. Material Accounting Policies to the Financial Statements for the year ended 31st March 2025

### 1.1. CORPORATE AND GENERAL INFORMATION

AI Champdany Industries Ltd. ("the Company") is a public limited company domiciled in India and has its listing on the BSE Limited. The company assumed its present status including name in 2006 after series of merger, the oldest of the parties to merge being Champdany Jute Company Ltd. established in 1873. The Company belongs to a renowned industrial house of Kolkata, the "Wadhwa Group" which took over controlling stake in 1967 from foreign management. The registered office of the Company is situated in Kolkata. The Company's principal business is manufacturing and trading of jute products.

## 2. BASIS OF PREPARATION & PRESENTATION OF FINANCIAL STATEMENT

### 2.1. Statement of Compliance

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

### 2.2. Basis of Measurement

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

- Certain Financial Assets and Liabilities are measured at Fair value/ Amortised cost (refer accounting policy regarding financial instruments);
- Derivative Financial Instruments are measured at fair value;
- Defined Benefit Plans – plan assets are measured at fair value.

### 2.3. Functional and Reporting Currency

The Financial Statements are presented in Indian Rupee (INR), which is the functional currency of the Company and the currency of the primary economic environment in which the Company operates. All financial information presented in INR has been rounded off to the nearest lakhs as per the requirements of Schedule III, unless otherwise stated.

### 2.4. Use of Estimates and Judgements

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

### 2.5. Presentation of Financial Statements

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

### 2.6. Operating Cycle for current and non-current classification

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

An asset is classified as current when it is:

- Expected to be realized or intended to sold or consumed in normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realized within twelve months after the reporting period; or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All the other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle;
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period; or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Company classifies all other liabilities as non-current. Deferred Tax Assets and Liabilities are classified as non current assets and liabilities respectively.

### **3A. RECENT ACCOUNTING PRONOUNCEMENTS ISSUED BUT NOT MADE EFFECTIVE**

Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended 31 March 2025, MCA has not notified any new standards or amendments to the existing standards applicable to the Company.

### **3B. APPLICATION OF NEW OR AMENDED STANDARDS**

Following amendment of Ind AS 1, the concept of 'Significant Accounting Policies' has given way to 'Material Accounting Policies', the latter enjoins disclosure of only accounting policies in company specific context out of multiple options granted out of multiple options granted under Ind AS for such treatments. Pursuant to this the accounting policies have been divided into two parts: -

- Material Accounting Policies
- Other Accounting Policies

### **4A. MATERIAL ACCOUNTING POLICIES**

A summary of the material and other accounting policies applied in the preparation of the financial statements are as given below. These accounting policies have been applied consistently to all the periods presented in the financial statements.

#### **4A.1 INCOME TAX**

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

##### **4A.1.1 Current Tax:**

Current tax liabilities (or assets) for the current and prior periods are measured at the amount expected to be paid to or recovered from the taxation authorities using the tax rates applicable to the reporting period.

##### **4A.1.2 Deferred Tax**

- Deferred Tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

- Deferred tax is recognized using balance sheet approach on temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes (i.e., tax base). Deferred tax is also recognized for carry forward of unused tax losses and unused tax credits.
- Deferred tax assets are recognized to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized.
- The carrying amount of deferred tax assets is reviewed at the end of each reporting period. The Company reduces the carrying amount of a deferred tax asset to the extent that it is no longer probable that sufficient taxable profit will be available to allow the benefit of part or that entire deferred tax asset to be utilized. Any such reduction is reversed to the extent that it becomes probable that sufficient taxable profit will be available.
- Deferred tax relating to items recognized outside the Statement of Profit and Loss is recognized either in other comprehensive income or in statement of change in equity. Deferred tax items are recognized in correlation to the underlying transaction either in OCI or directly in equity.
- Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Company intends to settle its current tax assets and liabilities on a net basis.

## **4A.2 PROPERTY, PLANT AND EQUIPMENT**

### **4A.2.1 Tangible Assets**

#### **4A.2.1.1 Recognition and Measurement:**

- Property, plant and equipment & Investment Property have been carried under cost model.
- Property, plant and equipment held for use in the production or/and supply of goods or services, or for administrative purposes, are stated in the balance sheet under cost model i.e. cost, less any accumulated depreciation and accumulated impairment losses (if any), except for freehold land which are carried at historical cost.
- Cost of an item of property, plant and equipment acquired comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting any trade discounts and rebates, any directly attributable costs of bringing the assets to its working condition and location for its intended use and present value of any estimated cost of dismantling and removing the item and restoring the site on which it is located. Such costs include borrowing cost if recognition criteria are met.
- If significant parts of an item of property, plant and equipment including their major components have different useful lives, then they are accounted for as separate items of property, plant and equipment.
- Profit or loss arising on the disposal of property, plant and equipment are recognized in the Statement of Profit and Loss.

#### **4A.2.1.2 Subsequent Measurement:**

- Subsequent costs are included in the asset's carrying amount, only when it is probable that future economic benefits associated with the cost incurred will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced.
- Major Inspection/ Repairs/ Overhauling expenses are recognized in the carrying amount of the item of property, plant and equipment as a replacement if the recognition criteria are satisfied. Any Unamortized part of the previously recognized expenses of similar nature is derecognized.

#### **4A.2.1.3 Depreciation and Amortization:**

- Depreciation on Property, Plant & Equipment is provided on Straight Line Method in terms of life span of assets prescribed in Schedule II of the Companies Act, 2013 or as reassessed by the Company based on the technical evaluation.
- In case the cost of part of tangible asset is significant to the total cost of the asset and useful life of that part is different from the remaining useful life of the asset, depreciation is provided thereon on straight line method based on internal assessment and independent technical evaluation carried out by external valuer.
- Depreciation on additions/disposals during the year is provided on pro-rata basis depending on the usage period of asset since/upto the date of installation/disposal.
- Depreciation on assets built on leasehold land, which is transferrable to the lessor on expiry of lease period, is amortized over the period of lease.
- Depreciation method, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate.

#### **4A.2.1.4 Disposal of Assets**

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between net disposal proceeds and the carrying amount of the asset and is recognized in the statement of profit and loss.

#### **4A.2.1.5 Capital Work in Progress**

Capital work-in-progress is stated at cost which includes expenses incurred during construction period, interest on amount borrowed for acquisition of qualifying assets and other expenses incurred in connection with project implementation in so far as such expenses relate to the period prior to the commencement of commercial production.

### **4A.3 RECOGNITION OF INCOME AND EXPENSES**

4A.3.1 Revenue from Contracts with customers is recognized on transfer of control of promised goods or services to a customer at an amount that reflects the consideration to which the company is expected to be entitled to in exchange for those goods or services.

Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (net of variable consideration) allocated to that performance obligation. The transaction price of goods sold and services rendered is net of variable consideration on account of various discounts and schemes offered by the company as part of the contract. This variable consideration is estimated based on the expected value of outflow. Revenue (net of variable consideration) is recognized only to the extent that it is highly probable that the amount will not be subject to significant reversal when uncertainty relating to its recognition is resolved.

#### **4A.3.2 Sale of Products:**

Revenue from sale of products is recognized when the control on the goods have been transferred to the customer. The performance obligation in case of sale of products is satisfied at a point in time i.e., when the material is shipped to

the customer or on delivery to the customer, as may be specified in the contract.

4A.3.3 Sales are measured at the fair value of consideration received or receivable. Sales recognized is net of GST, intermediary sales, rebates.

4A.3.4 Dividend for distribution is accounted for at the point of approval by relevant authority with due disclosure in financial statements of dividend declared/recommended/proposed pending distribution.

4A.3.5 Other incomes have been recognized on accrual basis in financial statements except for cash flow information.

4A.3.6. Dividend income is accounted when the company's right to receive the payment is established, which is generally when the appropriate authority approves the dividend.

#### **4A.4 GOVERNMENT GRANTS**

Government grant are recognized at their fair value, where there is reasonable assurance that the grant will be received and all attached conditions will be complied with. When the grant relates to an expense item, it is recognized as income on a systematic basis over the period that the related costs, for which it is intended to compensate, are expensed.

The grant relating to the acquisition/ construction of an item of property, plant and equipment are included in non current liabilities as deferred income and are credited to profit or loss on the same systematic basis as the respective assets are depreciated over their expected life and are presented within other operating income.

Alternatively, the same can be presented by deducting the grant from the carrying amount of the asset.

#### **4A.5 INTANGIBLE ASSETS**

##### **4A.5.1 Intangible Assets are initially recognized at: -**

- 1) In case the assets are acquired separately, then at cost
- 2) In case the assets are acquired in a business combination then at fair value.
- 3) In case the assets are internally generated then at capitalized development cost subject to satisfaction of criteria of recognition (identifiability, control and future economic benefit) laid down from clause 11 to 17 of INDAS 38.

Following initial recognition, intangible assets are carried at cost less any accumulated amortization and accumulated impairment loss. Research costs are recognized as expense in the period in which it is incurred.

4A.5.2. Intangible assets with finite useful life are assessed for impairment whenever there is an indication that the intangible assets may be impaired. Intangible assets with infinite useful life including goodwill are tested for impairment annually.

4A.5.3 Intangible assets with finite useful life are amortized over the useful economic life on a straight line basis.

4A.5.4 Intangible Assets under development is stated at cost which includes expenses incurred in connection with development of Intangible Assets in so far as such expenses relate to the period prior to the getting the assets ready for use.

#### **4B. OTHER ACCOUNTING POICIES**

##### **4B.1 CASH AND CASH EQUIVALENTS**

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short term deposits with an original maturity of three months or less, which are subject to an insignificant risk of change in value. For the purpose of the statement of cash flows, cash and cash equivalents includes cash on hand, term deposits and other short-term highly liquid investments, net of bank overdrafts as they are considered an integral part of the Company's cash management. However, Bank overdrafts are shown within short term borrowings in the balance sheet.



## **4B.2 EMPLOYEE BENEFITS**

### **4B.2.1 Short Term Benefits**

Short term employee benefit obligations are measured on an undiscounted basis and are expensed as the related services are provided. Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within twelve months after the end of the period in which the employees render the related service are recognized in respect of employees' services up to the end of the reporting period.

### **4B.2.2 Other Long Term Employee Benefits**

The liabilities for earned leaves that are not expected to be settled wholly within twelve months are measured as the present value of the expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted using the government securities (G-Sec) at the end of the reporting period that have terms approximating to the terms of related obligation. Remeasurements as the result of experience adjustment and changes in actuarial assumptions are recognized in statement of profit and loss.

### **4B.2.3 Post-Employment Benefits**

The Company operates the following post-employment schemes:

- **Defined Contribution Plan**

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

- **Defined Benefit Plans (Gratuity)**

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

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

Re-measurements of the net defined benefit obligation, which comprise actuarial gains and losses, the return on plan assets (excluding interest) and the effect of the asset ceiling, are recognized in other comprehensive income. Remeasurement recognized in other comprehensive income is reflected immediately in retained earnings and will not be reclassified to the statement of profit and loss.

## **4B.3 FOREIGN CURRENCY TRANSACTIONS**

- Foreign currency (other than the functional currency) transactions are translated into the functional currency using the spot rates of exchanges at the dates of the transactions. Monetary assets and liabilities

denominated in foreign currencies are translated at the functional currency spot rate of exchanges at the reporting date.

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

#### **4B.4 BORROWING COSTS**

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

#### **4B.5 EARNINGS PER SHARE**

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

#### **4B.6 IMPAIRMENT OF NON-FINANCIAL ASSETS**

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

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

## **4B.7 PROVISIONS, CONTINGENT LIABILITIES & CONTINGENT ASSETS**

### **4B.7.1 Provisions**

Provisions are recognized when there is a present obligation (legal or constructive) as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are determined by discounting the expected future cash flows (representing the best estimate of the expenditure required to settle the present obligation at the balance sheet date) at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognized as finance cost.

### **4B.7.2 Contingent Liabilities**

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

### **4B.7.3 Contingent Assets**

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

## **4B.8 NON-CURRENT ASSETS HELD FOR SALE**

Non-current assets and disposal groups are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use. This condition is regarded as met only when the asset (or disposal group) is available for immediate sale in its present condition subject only to terms that are usual and customary for sales of such asset (or disposal group) and its sale is highly probable. Management must be committed to the sale, which should be expected to qualify for recognition as a completed sale within one year from the date of classification.

Non-current assets (and disposal groups) classified as held for sale are measured at the lower of their carrying amount and fair value less costs to sell. Non-current assets are not depreciated or amortised.

## **4B.9 LEASES**

### **Where the Company is the lessee**

#### **Right of use assets and lease liabilities**

A lease is defined as 'a contract, or part of a contract, that conveys the right to use an asset (the underlying asset) for a period of time in exchange for consideration'. The Company enters into leasing arrangements for various assets. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether: (i) the contract involves the use of an identified asset (ii) the Company obtains substantially all of the economic benefits from use of the asset through the period of the lease and (iii) the Company has the right to direct the use of the asset.

## **Recognition and initial measurement**

At lease commencement date, the Company recognizes a right-of-use asset and a lease liability on the balance sheet. The right-of-use asset is measured at cost, which is made up of the initial measurement of the lease liability, any initial direct costs incurred by the Company, an estimate of any costs to dismantle and remove the asset at the end of the lease (if any), and any lease payments made in advance of the lease commencement date (net of any incentives received).

## **Subsequent measurement**

The Company depreciates the right-of-use assets on a straight-line basis from the lease commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The Company also assesses the right-of-use asset for impairment when such indicators exist.

At lease commencement date, the Company measures the lease liability at the present value of the lease payments unpaid at that date, discounted using the interest rate implicit in the lease if that rate is readily available or the Company's incremental borrowing rate. Lease payments included in the measurement of the lease liability are made up of fixed payments (including in substance fixed payments) and variable payments based on an index or rate. Subsequent to initial measurement, the liability will be reduced for payments made and increased for interest. It is re-measured to reflect any reassessment or modification, or if there are changes in in-substance fixed payments. When the lease liability is re-measured, the corresponding adjustment is reflected in the right-of-use asset.

The Company has elected to account for short-term leases and leases of low-value assets using the practical expedients. Instead of recognizing a right-of-use asset and lease liability, the payments in relation to these are recognized as an expense in statement of profit and loss on a straight-line basis over the lease term.

## **Where the Company is the lessor**

Leases in which the Company does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Rental income from operating lease is recognized on a straight-line basis or another systematic basis as per the terms of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognized over the lease term on the same basis as rental income. Contingent rents are recognized as revenue in the period in which they are earned. Leases are classified as finance leases when substantially all of the risks and rewards of ownership transfer from the Company to the lessee. Amounts due from lessees under finance leases are recorded as receivables at the Company's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease.

## **4B.10 MEASUREMENT OF FAIR VALUES**

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

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

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

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

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

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

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 — Inputs of lowest level that is significant to fair value measurement are observable for the asset or liability, either directly or indirectly; and
- Level 3 — Inputs of lowest level that is significant to fair value measurement are unobservable for the asset or liability. External valuers are involved for valuation of significant assets & liabilities. Involvement of external valuer is decided by the management of the company considering the requirements of Ind AS and selection criteria include market knowledge, reputation, independence and maintenance of professional standards. Transfer of assets and liabilities (recognized on recurring basis), if occurs between the levels of hierarchy are determined by re-assessing categorization (based on lowest level input that is significant for fair value measurement as a whole) at the end of each reporting period.

The company determines policies and procedures for both recurring fair value measurement, such as derivative instruments and unquoted financial assets measured at fair value and non-recurring measurement such as assets held for distribution in discontinued operation.

#### 4B.11 INVENTORIES

Inventories are valued at the lower of cost and net realizable value (NRV). Cost is measured by including, unless specifically mentioned below, cost of purchase and other costs incurred in bringing the inventories to their present location and condition. NRV is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs of sale.

Cost formula are as follows:

Particulars	Cost Formula
Raw Material, Consumables, Stores & Spares,	Weighted average basis.
Stock-in-trade	On Cost basis
Finished Goods & Work-in-Progress	At cost of input plus labour and related manufacturing overhead including depreciation.
Scrap Materials	At net realizable value.
Securities	On FIFO basis

#### 4B.12 FINANCIAL INSTRUMENTS

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

#### 4B.12.1 Financial Assets

##### Recognition and Initial Measurement:

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

Financial assets are classified, at initial recognition as financial assets measured at fair value or financial assets at amortized cost.

- Classification and Subsequent Measurement:

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

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

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

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

After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the statement of profit or loss. The losses arising from impairment are recognised in the profit or loss. This category generally applies to trade receivables, cash and bank balances, loans and other financial assets of the company.

- **Measured at FVTOCI:** A debt instrument is measured at the FVTOCI if both the following conditions are met:
  - **Business Model Test:**
  - The objective of the business model is achieved by both collecting contractual cash flows and selling the financial assets; and
  - **Cash Flow Characteristic Test:**
  - The asset's contractual cash flows represent SPPI.

Debt instruments meeting these criteria are measured initially at fair value plus transaction costs. They are subsequently measured at fair value with any gains or losses arising on re-measurement recognized in other comprehensive income, except for impairment gains or losses and foreign exchange gains or losses. Interest calculated using the effective interest method is recognized in the statement of profit and loss in investment income.

- **Measured at FVTPL:** FVTPL is a residual category for debt instruments. Any debt instrument, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as FVTPL. In addition, the company may elect to designate a debt instrument, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL.

Debt instruments included within the FVTPL category are measured at fair value with all changes recognized in the statement of profit and loss. Equity instruments which are, held for trading are classified as at FVTPL.

- **Equity Instruments designated at FVTOCI:** For equity instruments, which has not been classified as FVTPL as above, the company may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The company makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable. In case the company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to P&L, even on sale of investment.

- **Derecognition:**

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

- **Impairment of Financial Assets:**

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

#### **4B.12.2 Financial Liabilities**

- **Recognition and Initial Measurement:**

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

- **Subsequent Measurement:**

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

- **Financial Guarantee Contracts:**

Financial guarantee contracts issued by the company are those contracts that require a payment to be made to reimburse the holder for a loss it incurs because the specified debtor fails to make a payment when due in accordance with the terms of a debt instrument. Financial guarantee contracts are recognized initially as a liability at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee. Subsequently, the liability is measured at the higher of the amount of loss allowance determined as per impairment requirement of Ind AS 109 and the amount recognized less cumulative amortization.



#### Derecognition:

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

#### **4B.12.3 Offsetting financial instruments**

Financial assets and liabilities are offset and the net amount is reported in the balance sheet when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the counterparty.

#### **4B.12.4 Derivative financial instruments:**

The Company deals in derivative financial instruments viz. foreign exchange forward contracts, to manage its exposure to foreign exchange rate risks. The Company does not hold derivative financial instruments for speculative purposes.

Derivatives are initially recognised at fair value at the date the derivative contracts are entered into and are subsequently re-measured to their fair value at the end of each reporting period. The resulting gain or loss is recognised in profit or loss immediately.

#### **4B.13 OPERATING SEGMENT**

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision makers. The chief operating decision maker of the Company is responsible for allocating resources and assessing performance of the operating segments and accordingly is identified as the chief operating decision maker. The Company has identified two reportable segments i.e. Jute/Jute diversified products & Services & 'flax products' based on the information reviewed by the CODM.

#### **4C. SIGNIFICANT JUDGEMENTS AND KEY SOURCES OF ESTIMATION IN APPLYING ACCOUNTING POLICIES**

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

- Recognition of Deferred Tax Assets:

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

- Classification of Leases:

The Company enters into leasing arrangements for various assets. The classification of the leasing arrangement as a finance lease or operating lease is based on an assessment of several factors, including, but not limited to, transfer of ownership of leased asset at end of lease term, lessee's option to purchase and estimated certainty of

exercise of such option, proportion of lease term to the asset's economic life, proportion of present value of minimum lease payments to fair value of leased asset and extent of specialized nature of the leased asset.

- Defined Benefit Obligation (DBO):

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

- Provisions and Contingencies:

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

- Impairment of Financial Assets:

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

- Allowances for Doubtful Debts:

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

- Fair value measurement of financial Instruments:

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

- Sales Return:

The Company accounts for sales returns accrual by recording an allowance for sales returns concurrent with the recognition of revenue at the time of a product sale. This allowance is based on the Company's estimate of expected sales returns. The Company deals in various products and operates in various markets. Accordingly, the estimate of sales returns is determined primarily by the Company's historical experience in the markets in which the Company operates.

## 2 Property, Plant and Equipment

### a) For year ended on 31.03.2025

Rs in lacs

Particulars of Assets	GROSS COST/VALUE				DEPRECIATION / AMORTISATION				NET BLOCK	
	As at 1st April 2024	Additions during the year	Sales / Adjustments during the year	As at 31-Mar 2025	As at 1st April 2024	For the year	On assets sold/adjusted during the year	As at 31-Mar 2025	As at 31-Mar 2025	As at 31-Mar 2024
Freehold Land	1,597.90	-	-	1,597.90	-	-	-	-	1,597.90	1,597.90
Leasehold Land	27.21	-	-	27.21	4.60	0.57	-	5.17	22.04	22.61
Buildings	1,162.24	75.31	-	1,237.55	426.49	34.73	-	461.22	776.33	735.75
Plant & Equipment	5,158.19	134.67	15.50	5,277.36	2,358.08	257.91	-	2,615.99	2,661.37	2,800.11
Vehicles	23.04	-	0.33	22.71	13.18	1.02	-	14.20	8.51	9.86
Furniture and Fixtures	5.52	-	-	5.52	3.24	0.10	-	3.34	2.18	2.28
Office Equipments	8.16	3.00	-	11.16	4.31	0.32	-	4.63	6.53	3.85
<b>Total</b>	<b>7,982.26</b>	<b>212.98</b>	<b>15.83</b>	<b>8,179.41</b>	<b>2,809.90</b>	<b>294.65</b>	<b>-</b>	<b>3,104.55</b>	<b>5,074.86</b>	<b>5,172.37</b>
Capital work in progress	642.94	117.58	-	760.53					760.53	642.94

### b) For year ended on 31.03.2024

Particulars of Assets	GROSS COST/VALUE				DEPRECIATION / AMORTISATION				NET BLOCK	
	As at 1st April 2023	Additions during the year	Sales / Adjustments during the year	As at 31-Mar 2024	As at 1st April 2023	For the year	On assets sold/adjusted during the year	As at 31-Mar 2024	As at 31-Mar 2024	As at 31-Mar 2023
Freehold Land	1,597.90	-	-	1,597.90	-	-	-	-	1,597.90	1,597.90
Leasehold Land	27.37	-	0.16	27.21	4.03	0.57	-	4.60	22.61	23.34
Buildings	1,093.67	68.57	-	1,162.24	391.04	35.45	-	426.49	735.75	702.63
Plant & Equipment	3,329.13	1,829.06	-	5,158.19	2,198.20	159.89	-	2,358.09	2,800.10	1,130.93
Vehicles	15.49	7.55	-	23.04	11.65	1.53	-	13.18	9.86	3.84
Furniture and Fixtures	5.52	-	-	5.52	3.10	0.15	-	3.24	2.28	2.42
Office Equipments	7.42	0.74	-	8.16	4.08	0.23	-	4.31	3.85	3.34
Non Serviceable Fixed Assets	1,766.04	-	1,766.04	-	-	-	-	-	-	1,766.04
<b>Total</b>	<b>7,842.54</b>	<b>1,905.92</b>	<b>1,766.20</b>	<b>7,982.26</b>	<b>2,612.09</b>	<b>197.81</b>	<b>-</b>	<b>2,809.90</b>	<b>5,172.37</b>	<b>5,230.45</b>
Capital work in progress	769.62	-	126.68	642.94					642.94	769.62

Fair value of investment property based on last valuation report is Rs 6085.00 lacs which is subject to revaluation in each 5 years.

		Rs in lacs	
		31.03.2025	31.03.2024
<b>2A Depreciation and Amortization Expenses</b>			
Depreciation transferred to Profit & loss A/c		289.82	191.63
Depreciation transferred to Revaluation Reserve		4.83	6.18
		294.65	197.81
		Rs in lacs	
		31.03.2025	31.03.2024
<b>3 Investments</b>			
Investment in Equity Instruments			
Fully paid			
<u>Quoted</u>			
Aptech Limited :			
14,420 Equity Shares of Rs. 10 each	16.86	33.40	
<u>Unquoted</u>			
Landale & Clark Limited :			
3,140 Equity Shares of Rs. 100 each	4.60	4.60	
A I C Properties Limited :			
5000 Equity Shares of Rs.10 each	0.17	0.17	
Naffar Chandra Jute Mills Limited :			
50,000 Equity Shares of Rs.10 each	0.00	0.00	
Woodlands Multispeciality Hospital Limited :			
3,600 Equity Shares of Rs.10 each	20.98	20.98	
West Range Properties Private Limited :			
44,000 Equity Shares of Rs 10 each	7.66	7.66	
	50.27	66.80	
1) Aggregate amount of quoted investment	3.67	3.67	
2) Aggregate market value of quoted investment	16.86	33.40	
3) Aggregate amount of unquoted investment	33.41	33.41	
4) Aggregate amount of impairment in value of investments	3.59	3.59	
		Rs in lacs	
		31.03.2025	31.03.2024
<b>4 Other Non Current Assets</b>			
Advance Payment of Income Tax		19.18	116.72
		Rs in lacs	
		31.03.2025	31.03.2024
<b>5 Inventories</b>			
Raw Materials	1,163.94	760.43	
Work-in-Progress	1,027.33	1,784.30	
Finished & semi finished goods	5,989.07	6,484.82	
Stock- in-Trade	578.25	578.25	
Stores and Spares	820.44	793.76	
Scrap	31.90	31.90	
	9,610.93	10,433.45	
		Rs in lacs	
		31.03.2025	31.03.2024
<b>6 Trade Receivables (Unsecured)</b>			
Considered good	873.06	686.40	
Significant increase in credit risk	18.88	18.88	
	891.94	705.27	
Less: Allowance for doubtful debts	18.88	18.88	
	873.06	686.40	

		Rs in lacs	
7	Cash and Cash Equivalents	31.03.2025	31.03.2024
	Balance with banks	15.51	17.55
	Cash in hand	0.37	1.08
		15.88	18.63

		Rs in lacs	
7A	Advances	31.03.2025	31.03.2024
	Unsecured Considered good	245.42	261.64
		245.42	261.64

		Rs in lacs	
7B	Others	31.03.2025	31.03.2024
	Claim receivable	3,904.13	4,332.24
		3,904.13	4,332.24

		Rs in lacs	
7C	Current Tax Assets	31.03.2025	31.03.2024
	Advance payment of Taxes	329.90	188.96

		Rs in lacs	
8	Other Current Assets	31.03.2025	31.03.2024
	Prepaid expenses	14.87	13.32
	Advance to employees	2.30	1.84
	Other Loans and Advances	321.11	400.75
	Deposit with Government Authorities	82.59	134.61
		420.87	550.52

9	SHARECAPITAL					Rs in lacs	
		Par Value	31.03.2025			31.03.2024	
		Rs					
i)	Authorised						
	3,10,00,000 Equity Shares	5	1,550.00			1,550.00	
	13,250,000 0.1% Preference Shares	10	1,325.00			1,325.00	
	12,500,000 2% Preference Shares	5	625.00			625.00	
			3,500.00			3,500.00	
ii)	Equity share capital						
	Issued,Subscribed and fully paid						
	30,753,831 Equity Shares	5		1,537.69	5		1,537.69
	12,414,353 2% Preference Shares	5	620.72		5	620.72	
	Less: Transferred to Non current Borrowings		620.72	-		620.72	-
	1,32,50,000 0.1% Preference Shares	10	1,325.00		10	1,325.00	
	Less: Transferred to Non current Borrowings		1,325.00	-		1,325.00	-
				1,537.69			1,537.69

i) 12,414,353 non-convertible 2% Cumulative Preference Shares of Rs 5 each would mature for redemption on 29.03.2030. Preference shareholders are entitled to get fixed rate of dividend in preference to the equity share but are not entitled to vote at General Meeting of the Company unless dividend has been in arrears for the prescribed minimum period.

ii) The company has allotted 1,32,50,000 non-convertible 0.1% Non-Cumulative Preference Shares of Rs 10 each on 20.02.2020 which are redeemable at the end of 20 years at par.

iii) Reconciliation of number of shares						
	31.03.2025					
	Equity shares of Rs 5 each	Rs in lacs	2% Cumulative Preference shares of Rs 5 each	Rs in lacs	0.1% Cumulative Preference shares of Rs 10 each	Rs in lacs
Outstanding as at April1,2023	3,07,53,831	1,537.69	1,24,14,353	620.72	1,32,50,000	1,325.00
Issued and Alloted during the Previous Year						
Outstanding as at March31/April1,2024	3,07,53,831	1,537.69	1,24,14,353	620.72	1,32,50,000	1,325.00
Issued and Alloted during the year						
Outstanding as at March 31,2025	3,07,53,831	1,537.69	1,24,14,353	620.72	1,32,50,000	1,325.00

iv) Shareholders holding more than 5% shares in the Company

	31.03.2025		31.03.2024	
	No of Shares	% Holding	No of Shares	% Holding
I Equity Shares of Rs 5 each				
Aldgate International S A	42,66,666	13.87	42,66,666	13.87
Blancatex A G	42,66,666	13.87	42,66,666	13.87
Rishra Investments Ltd	49,48,832	16.09	49,48,832	16.09
Shibir India Ltd	40,62,595	13.21	40,62,595	13.21
Amar Investments Ltd	36,56,619	11.89	36,56,619	11.89
Damodardas Jerambhai Wadhwa	38,34,942	12.47	38,34,942	12.47
Canara Bank	19,49,332	6.34	19,49,332	6.34
II 2% Cumulative Preference Shares of Rs 5 each				
Amar Investments Ltd	96,64,450	77.85	96,64,450	77.85
Canara Bank	19,49,332	15.70	19,49,332	15.70
III 0.1% Non-Cumulative Preference Shares of Rs 10 each				
Amar Investments Ltd	32,50,000	24.52	32,50,000	24.52
Shibir India Ltd	50,00,000	37.74	50,00,000	37.74
Rishra Investments Ltd	50,00,000	37.74	50,00,000	37.74

10 Other Equity

Particulars	Security Premium Reserve	Capital Reserve	Capital Redemption Reserve	Revaluation Reserve	General Reserve	Retained Earnings	Rs in lacs	
							Equity Instruments through OCI	Total
For Financial Year 2023-24								
Balance as on 01.04.2024	3,754.89	16.54	250.00	2,105.53	2,834.00	(2,797.42)	53.55	6,217.09
Adjustment for the Year against depreciation on revalued component of Fixed assets	-	(3.70)		(6.18)				(9.88)
Non Current Instrument (Routed through OCI)							(1.78)	-
Actuarial Impact on gratuity (Routed through OCI)						264.37		264.37
Profit for the year						(3,945.10)		(3,945.10)
<b>Balance as on 31.03.24</b>	<b>3,754.89</b>	<b>12.84</b>	<b>250.00</b>	<b>2,099.35</b>	<b>2,834.00</b>	<b>(6,478.15)</b>	<b>51.77</b>	<b>2,524.70</b>
For Financial Year 2024-2025								
Balance as on 01.04.24	3,754.89	12.84	250.00	2,099.35	2,834.00	(6,478.15)	51.77	2,524.70
Adjustment for the Year against depreciation on revalued component of Fixed assets		(3.70)		(4.83)				(8.53)
Non Current Instrument (Routed through OCI)							(14.35)	-
Actuarial Impact on gratuity (Routed through OCI)						(901.04)		(901.04)
Profit for the year						(6,103.29)		(6,103.29)
<b>Balance as on 31.03.25</b>	<b>3,754.89</b>	<b>9.14</b>	<b>250.00</b>	<b>2,094.52</b>	<b>2,834.00</b>	<b>(13,482.48)</b>	<b>37.42</b>	<b>(4,502.51)</b>

Footnotes

- a) Capital Reserve: Amount is meagre and as such hardly is going to serve any material purpose.
- b) Capital Redemption Reserve: The Company has recognised capital redemption reserve on redemption of preference shares from its retained earnings. The amount in capital redemption reserve is equal to nominal amount of the preference shares redeemed. The purpose of these reserve is for issuance of bonus shares as and when declared.
- c) Securities Premium: the amount received in excess of face value of the equity shares is recognised in securities premium. The purpose reserve is for issuance of bonus shares as and when declared or amortization of preliminary expenses

- d) General Reserve: the reserve arises on transfer from retained earnings/ statement of profit and loss. The purpose of retention of such reserve is for identification of free reserve for use of same when deemed necessary in ways authorised by Companies Act/rule including issuance of bonus shares.
- e) Retained Earnings: retained earnings generally represents the undistributed profit accumulated over the years.
- f) Equity Instruments through OCI: the company as recognised changes in the fair value of certain investments in equity instruments ( net of deferred tax applicable thereon) in other comprehensive income for the purpose of utilising same at the point of disposal of relevant investment as and when done at a future date.
- g) Revaluation Reserve: created in the past through revaluation of certain assets. Purpose of retention of same is for utilisation at the point of disposal of corresponding assets.

#### 11 Borrowings

- a) Unsecured loan from companies
- b) 2% cumulative non-convertible redeemable preference shares
- c) 0.1% Non-cumulative non-convertible redeemable preference shares

Rs in lacs	
31.03.2025	31.03.2024
4,396.47	-
620.72	620.72
1,325.00	1,325.00
6,342.19	1,945.72

#### 12 Other Financial Liabilities

- a) Others

Rs in lacs	
31.03.2025	31.03.2024
10,817.28	10,493.10
10,817.28	10,493.10

13 Deferred Tax	Rs in lacs					
	Recognised in Balance Sheet		Recognised In Profit & Loss		Recognised In OCI	
	31.03.2025	31.03.2024	31.03.2025	31.03.2024	31.03.2025	31.03.2024
Arising out of PPE	(197.55)	(194.79)	(2.76)	456.24		
Expenses allowable on payment basis	6.29	6.29	-	-		
Other items giving rise to temporary differences	844.08	690.57	153.50	(401.56)	-	-
Fair Valuation of financial instruments	2.36	0.18			2.18	0.19
Total	655.18	502.25	150.74	54.68	2.18	0.19

The aggregate of Unabsorbed depreciation upto Assessment Year 2017-18 or Rs. 709.22 Lacs against which Deferred Tax Amounting to Rs. 238.55 Lacs has been recognised.

No Deferred Tax has been recognised against cash loss as a measure of abundant precaution.

#### 13A Other Non Current Liabilities

- Advance against Capital Asset

Rs in lacs	
31.03.2025	31.03.2024
500.00	-
500.00	-

#### 14 Short Term Borrowings

Secured loan payable on demand from Bank

- a) Cash credit (including packing credit)\*
- b) Current maturities of long term loan

Rs in lacs	
31.03.2025	31.03.2024
-	2,129.26
-	77.07
-	2,206.33

\* Secured by hypothecation of inventories, book debts and other current assets by way of first charge and second charge of fixed assets and pledge of shares of Champdany Constructions Ltd ranking pari-passu among banks in consortium ie Bank of Baroda, Indian Bank (erstwhile Allahabad Bank) and Bank of Maharashtra.

#### 15 Trade Payable

Total outstanding dues other than Micro Enterprises & Small Enterprises

According to bills, challans and correspondences of suppliers none is observed to fall within the purview of Micro and small Enterprises within the meaning of MSMED Act 2006, based on absence of disclosure to this effect by the suppliers being statutorily mandated.

Rs in lacs	
31.03.2025	31.03.2024
4,537.92	2,682.08

#### 16 Other Financial Liabilities

- a) Security Deposits
- b) Employees related dues

Rs in lacs	
31.03.2025	31.03.2024
11.35	32.12
225.98	121.06
237.33	153.17

#### 17 Other Current Liabilities

- a) Advance from customers
- b) Statutory liabilities

Rs in lacs	
31.03.2025	31.03.2024
52.96	215.41
97.46	13.73
150.42	229.15



		Rs in lacs	
		31.03.2025	31.03.2024
<b>18 Provisions</b>			
i) Gratuity		2,515.37	1,366.89
ii) Superannuation		10.57	10.57
iii) Bonus		99.75	27.34
iv) Income Tax		31.43	27.64
		2,657.12	1,432.45
		Rs in lacs	
		2024-25	2023-24
<b>19 Revenue from operations</b>			
a) Sale of Product & Services			
i) Export		-	82.63
ii) Domestic		8,998.94	2,439.08
iii) Securities		-	1,443.98
b) Other operating revenue			
i) Loss of Inventory under Insurance claim		-	334.36
ii) Others		22.91	127.20
		9,021.85	4,427.25
		Rs in lacs	
		2024-25	2023-24
<b>20 Other Income</b>			
Profit on sale of fixed assets		4.52	-
Profit on sale of Investment (Net)		-	1.85
Profit on Assignment of leasehold right		-	300.00
Dividend Income		0.65	0.62
Rental Income		11.44	16.71
Interest Income		39.44	94.68
Currency Fluctuation		4.94	3.17
Liabilities no longer required written back		-	322.23
Provision debt realise		35.86	-
Others		5.07	42.54
		101.92	781.79
		Rs in lacs	
		2024-25	2023-24
<b>21 Changes in Inventories</b>			
<u>Opening stock</u>			
Finished Goods		6,484.82	10,261.04
Work-in-Process		1,784.30	1,571.83
Stock- in-Trade		578.25	53.67
	(A)	8,847.37	11,886.54
<u>Closing Stock</u>			
Finished Goods		5,989.07	6,484.82
Work-in-Process		1,027.33	1,784.30
Stock- in-Trade		578.25	578.25
	(B)	7,594.65	8,847.37
	(A-B)	1,252.72	3,039.17
		Rs in lacs	
		2024-25	2023-24
<b>22 Employees Benefits Expenses</b>			
Salaries, Wages and Bonus		3,998.28	1,265.63
Contribution to Provident and other Funds		604.10	285.40
Employees welfare expenses		14.16	16.10
		4,616.54	1,567.13
		Rs in lacs	
		2024-25	2023-24
<b>23 Finance Cost</b>			
Interest expenses		37.82	109.58
Bank and Bill discounting charges on export		6.04	28.22
		43.86	137.80

	Rs in lacs	
	2024-25	2023-24
<b>24 Other Expenses</b>		
Stores and spares consumed	748.80	429.81
Power and fuel	595.12	255.45
Processing expenses	67.94	51.54
Repairs to building	45.43	30.23
Repairs to machinery	9.79	1.77
Repairs (others)	16.66	3.86
Insurance	63.71	57.70
Rates and Taxes	29.16	36.56
Export Freight	5.33	1.21
Transport and handling	277.79	50.19
Export expenses	2.02	0.37
Rent	14.78	14.35
Auditors Remuneration	3.55	3.55
Director's Fees	3.35	3.50
Currency Loss	0.80	-
Professional Charges	284.27	247.60
Security Service Charges	121.31	99.68
Miscellaneous expenses	154.57	271.13
Loss on Insurance Claim	110.91	-
	<b>2,555.29</b>	<b>1,558.50</b>

	Rs in lacs	
	2024-25	2023-24
<b>24A Earning Per share</b>		
Net Profit after Tax	(6,103.29)	(3,945.10)
Less: Cumulative Preference Dividend	(12.41)	(12.41)
Net Profit Attributable to Equity Share Holders	(6,115.70)	(3,957.51)
Total Number of Equity Shares outstanding at the beginning of the year	30753831	30753831
Total Number of Equity Shares outstanding at the end of the year	30753831	30753831
Weighted average number of equity shares outstanding during the period	30753831	30753831
Basic and Diluted Earning per Share	(19.89)	(12.87)

<b>25 Taxation</b>	Rs in lacs	
The key components of income tax expense for the year ended 31 March, 2025 and 31 March, 2024 are:	2024-25	2023-24
A Statement of Profit and Loss:		
i) Profit and Loss Section		
a) Current tax		
In respect of current year	-	-
Adjustments for current tax of prior periods		
b) Deferred tax		
In respect of current year	(150.74)	(54.68)
Income tax expense/ (Income) reported in the Statement of Profit and Loss	(150.74)	(54.68)
ii) Other Comprehensive Income (OCI) Section	Rs in lacs	
Income tax related to items recognised in OCI during the year:	2024-25	2023-24
a) Re-measurement gains / (Loss) on defined benefit plans	(901.04)	264.37
b) Net fair value gain / (Loss) on investment in equity instruments through OCI	(16.53)	(5.48)
Income tax charged to OCI	2.18	0.19
Total Other Comprehensive Income	(915.39)	259.08
B Reconciliation of tax expense between accounting profit at applicable tax rate and effective tax rate:	Rs in lacs	
Particulars	2024-25	2023-24
Accounting profit before tax	(6,254.03)	(3,999.78)
Statutory Income tax rate	25.17%	25.17%
Tax Expense at statutory income tax rate	-	-
Tax effect of amount which are not deductible (taxable) in calculating taxable income :		
Tax impact of expenses which will never be allowed (14 A and others)	-	-
Tax impact of utilization of brought forward loss/unabsorbed depreciation	-	-
Tax impact of exempted income	-	-
Others	-	-
Income tax expense at effective rate reported in the standalone statement of profit and loss	-	-

# AI CHAMPDANY INDUSTRIES LIMITED

CIN No.L51909WB1917PLC002767

Notes to Financial Statements as on and for the year ended 31st March, 2025

## 26 Contingent Liabilities, Contingent Assets & Commitment to the extent not provided for:

### 26.1 Contingent Liabilities (not provided for)

	Sl. No.	Particulars	Forum where the disputes are pending	"As at 31st March 2025	"As at 31st March 2024
(a)		Claims/Disputes/Demands not acknowledged as debts:-			
	i.	Income Tax Matters	CIT(Appeal)	8,327.95	8,327.95
	ii.	Municipal Tax& Land Revenue	Review Board	188.55	188.55
	iii.	ESI Dues	ESI Court	328.01	328.01
	iv.	Jute Manufacturing Development Council*	Supreme Court	1,094.39	-
	v.	Insurance*	High Court	272.55	-
(b)		Indication of uncertainty in timing		Unascertainable	
(c)		Indication of uncertainty in out flow		Unascertainable	
(d)		Possibility of any re-imbursement		Unascertainable	

\*The following debits lying subjudice are expected to be realised subsequent upon judgement of appropriate court which were reported earlier in the year of event. The company deems merits of the case is inclined in its favour as per inhouse legal opinion obtained.

### 26.2 Commitments

Sl. No.	Particulars	As at 31st March 2025	As at 31st March 2024
i.	Estimated amount of contracts remaining to be executed on Capital Account		
ii.	Bank Guarantees		
a.	Bank Guarantees	111.76	72.96
b.	Bank Guarantees issued against Fixed Deposit		
iii.	Bill Discounted		

### 27 Arrears of dividend on Cumulative Preference Shares (including dividend distributions tax)

Particulars	As at 31st March 2025	As at 31st March 2024
Arrears Dividend on cumulative preference shares	186.28	173.86

### 28 (a) Assets pledge as security

The carrying amounts of assets pledged as security for current and non-current are:

Particulars	Refer Note No.	As at 31st March 2025	As at 31st March 2024
Current			
Financial assets			
First charge			
Trade Receivables	6	-	686.40
Fixed Deposit		50.00	-
Non-financial assets			
First charge			
Inventories	5	-	10,433.45
Total current assets pledged as security		50.00	11,119.85
Non-current			
First Charge			
Freehold land	2	-	1,597.40
Plant & machinery	2	-	2,800.11
Freehold buildings	2	-	735.75
Total non-currents assets pledged as security		-	5133.26
Total assets pledged as security		50.00	16,253.11

(b) Fair value of Investment Property costing Rs 188.64 Lakhs in each 2 financial years under reference works out to Rs 6085 Lakhs in terms of last valuation report which is subject to revaluation in each 5 years.

(c) Identification of Micro & Small enterprises within the meaning of MSMED Act 2006 have been made on the basis of disclosure to the effect in invoices & challan by the vendor as mandated .No such vendors has been found to dealing in with the company so as to make disclosures thereon.

29 Ind AS 116-Leases

29.1 Leases for low value assets (Lessee)

29.1.1 For each class of asset

Carrying amount	As at 31st March 2025	As at 31st March 2024
Leasehold Land	22.04	22.61

### 30 Defined Contribution Plan:

The amount recognized as an expense for the Defined Contribution Plans are as under:

Sl. No.	Particulars	For the year ended 31st March 2025	For the year ended 31st March 2024
a	Provident Fund	50.63	11.88
b	Pension Fund	197.55	45.84
c	E.S.I.	107.24	28.40

### 30.1 Defined Benefit Plan:

The following are the types of defined benefit plans

#### 30.1.1 Gratuity Plan

Every employee who has completed five years or more of service is entitled to gratuity on terms not less favourable than the provisions of the Payment of Gratuity Act, 1972. The present value of defined obligation and related current cost are measured using the Projected Unit Credit Method with actuarial valuation being carried out at Balance Sheet date.

#### 30.1.2 Provident Fund

Provident Fund (other than government administered) as per the provisions of the Employees Provident Funds and Miscellaneous Provisions Act, 1952.

#### 30.1.3 Risk Exposure

Through its defined benefit plans, the company is exposed to a number of risks, the most significant of which are detailed below:

<b>ASSET VOLATILITY</b>	The plan liabilities are calculated using a discount rate set with reference to bond yields; if plan assets underperform this yield, this will create a deficit. Most of the plan asset investments is in fixed income securities with high grades and in government securities. These are subject to interest rate risk and the fund manages interest rate risk with derivatives to minimise risk to an acceptable level. A portion of the funds are invested in equity securities and in alternative investments which have low correlation with equity securities. The equity securities are expected to earn a return in excess of the discount rate and contribute to the plan deficit. The group has a risk management strategy where the aggregate amount of risk exposure on a portfolio level is maintained at a fixed range. Any deviations from the range are corrected by rebalancing the portfolio. The group intends to maintain the above investment mix in the continuing years.
<b>CHANGES IN BOND YIELDS</b>	A decrease in bond yields will increase plan liabilities, although this will be partially offset by an increase in the value of the plans' bond holdings.
<b>INFLATION RISKS</b>	In the pension plans, the pensions in payment are not linked to inflation, so this is a less material risk.
<b>LIFE EXPECTANCY</b>	The pension and medical plan obligations are to provide benefits for the life of the member, so increases in life expectancy will result in an increase in the plans' liabilities. This is particularly significant where inflationary increases result in higher sensitivity to changes in life expectancy.

**30.1.4 Reconciliation of the net defined benefit (asset)/ liability**

The following table shows a reconciliation from the opening balances to the closing balances for the net defined benefit (asset)/ liability and its components:

Particulars	Gratuity	
	2024-25	2023-24
Balance of obligation at the beginning of the year	2,159.47	2,228.29
Current Service Cost	152.45	95.34
Interest Cost on Defined Benefit Obligation	147.16	157.70
Actuarial Gain and Losses arising from		
Changes in demographic assumptions		
Changes in financial assumptions	115.85	30.52
Experience Adjustment	737.55	(307.00)
Benefits Paid from the Plan Assets	(84.20)	(45.38)
Balance of obligation at the end of the year	3,228.28	2,159.47

**30.1.5 Reconciliation of the Plan Assets**

The following table shows a reconciliation from the opening balances to the closing balances for the Plan Assets and its components:

Particulars	Gratuity	
	2024-25	2023-24
Balance at the beginning of the year	792.59	794.87
Interest Income on Plan Assets	52.15	55.21
Remeasurement of Defined Benefit Obligation:		
Return on plan assets greater/ (lesser) than discount rate	(47.63)	(12.11)
Employer Contributions to the Plan		
Benefits Paid from the Plan Assets	(84.20)	(45.38)
Balance at the end of the year	712.91	792.59

**30.1.6 Expenses recognized in profit or loss**

Particulars	Gratuity	
	2024-25	2023-24
Current Service Cost	152.45	95.34
Interest Cost (Net)	94.99	102.49

**30.1.7 Remeasurements recognized in other comprehensive income**

Particulars	Gratuity	
	2024-25	2023-24
Actuarial (gain)/ Loss on defined benefit obligation	901.04	(264.37)

**30.1.8 Asset-Liability Matching Strategy**

The company ensures that the investment positions are managed within an asset-liability matching (ALM) framework that has been developed to achieve long-term investments that are in line with the obligations under the employee benefit plans. Within this framework, the company's ALM objective is to match assets to the obligations by investing in long-term fixed interest securities with maturities that match the benefit payments as they fall due and in the appropriate currency.

The Company actively monitors how the duration and the expected yield of the investments are matching the expected cash outflows arising from the employee benefit obligations. The company has not changed the processes used to manage its risks from previous periods. The company uses derivatives to manage some of its risk. Investments are well diversified, such that the failure of any single investment would not have a material impact on the overall level of assets.

**30.1.9 Actuarial Assumptions**

Particulars	Gratuity	
	2024-25	2023-24
Financial Assumptions		
Discount Rate	6.50	6.95
Salary Escalation Rate	5.00	5.00
Demographic Assumptions		
Mortality Rate	IALM(2012-14)	IALM(2012-14)
Withdrawal Rate	4.20	4.20

- 30.1.10 The estimates of future salary increases/decreases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.
- 30.1.11 Employee Benefit Expense also includes provident funds in the nature of defined benefit plans contribution amounting to Rs. 4616.54 lakhs (previous year Rs. 1567.13 lakhs)

### 30.1.12 Sensitivity Analysis

The sensitivity analyses below have been determined based on a method that extrapolates the impact on defined benefit obligation as a result of reasonable changes in key assumptions occurring at the end of the reporting period. Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below:

Particulars	Gratuity	
	2024-25	2023-24
Effect on DBO due to 1% increase in Discount Rate	2,979.29	2,013.63
Effect on DBO due to 1% decrease in Discount Rate	3,510.54	2,323.25
Effect on DBO due to 1% increase in Salary Escalation Rate	3,511.96	2,324.72
Effect on DBO due to 1% decrease in Salary Escalation Rate	2,973.67	2,009.82
Effect on DBO due to 50% increase in Withdrawal Rate	3,231.18	2,161.47
Effect on DBO due to 50% decrease in Withdrawal Rate	3,225.34	2,157.45
Effect on DBO due to 10% increase in Mortality Rate	3,229.31	2,160.25
Effect on DBO due to 10% decrease in Mortality Rate	3,227.25	2,158.69

Although the analysis does not take account of the full distribution of cash flows expected under the plan, it does provide an approximation of the sensitivity of the assumptions shown.

- 31 In accordance with the Guidance Note on Accounting for Expenditure on Corporate Social Responsibility Activities, the requisite disclosure as follows:  
Company has not incurred any obligation on account of Corporate Social Responsibility till end of current financial year within the meaning of Sec 135 of Companies Act, 2013
- 32 Related Party Disclosures (Pursuant to Ind AS 24)
- 32.1 Related parties with whom transactions have taken place during the year and previous year are:
- (A) Subsidiaries  
Champdany Construction Limited.
- (B) Key Management Personnels  
Mr. Nirmal Pujara, Managing Director  
Mr. Harsh Vardhan Wadhwa, Whole Time Director  
Mr. Lalanjee Jha, Exe. Dir & CFO  
Mr. Gopal Sharma, C.S. (Upto 16.07.2024)  
Mr. Dharmendra Kr. Singh, C.S. (From 14.08.2024)
- (C) Directors  
Ms. Mina Agarwal  
Mr. Mrinal Kanti Roy (Upto 19.03.2025)  
Mr. Mukul Banerjee
- (D) Others (Entities under significant influence)  
Circus Avenue Properties Pvt. Ltd.

### 32.2 Transactions during the year

Particulars	2024-25				2023-24			
	Directors	Key Management Personnel	Subsidiary	Others	Directors	Key Management Personnel	Subsidiary	Others
1. Payment to KMP	Nil	106.21	Nil	Nil	Nil	104.23	Nil	Nil
2. Meeting fees	3.35	Nil	Nil	Nil	3.50	Nil	Nil	Nil

### 32.3 Key Management Personnel compensation

Particulars	For the year ended 31st March 2025"	For the year ended 31st March 2024"
Short-term employee benefits	106.21	104.23
Post-employment benefits		
Total compensation	106.21	104.23

33 Categories of Financial Assets & Financial Liabilities  
As at 31st March 2025 and 31st March 2024

Particulars	31st March 2025			31st March 2024		
	FVTPL	FVOCI	Amortized Cost	FVTPL	FVOCI	Amortized Cost
Financial Assets						
Investment						
- Equity Instruments	-	50.27	-	-	66.80	-
Trade Receivables	-	-	873.06	-	-	686.40
Cash and Cash Equivalents	-	-	15.88	-	-	18.63
Bank Balance other than above	-	-	128.59	-	-	42.84
Advances	-	-	245.42	-	-	261.64
Other Financial Assets	-	-	3,904.13	-	-	4,332.24
<b>Total Financial Assets</b>	<b>-</b>	<b>50.27</b>	<b>5,167.08</b>	<b>-</b>	<b>66.80</b>	<b>5,341.75</b>
Financial Liabilities						
Borrowings	-	-	6,342.19	-	-	4,152.05
Trade Payables	-	-	4,537.92	-	-	2,682.08
Other Financial Liabilities	-	-	11,054.61	-	-	10,646.27
<b>Total Financial Liabilities</b>	<b>-</b>	<b>-</b>	<b>21,934.72</b>	<b>-</b>	<b>-</b>	<b>17,480.40</b>

34 Fair Values of Financial Assets and Financial Liabilities measured at Amortised Cost

34.1 The following is the comparison by class of the carrying amounts and fair value of the Company's financial instruments that are measured at amortized cost:

Particulars	31st March 2025		31st March 2024	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
Financial Assets				
Investments	50.27	50.27	66.80	66.80
Trade Receivables	873.06	873.06	686.40	686.40
Cash and Cash Equivalents	15.88	15.88	18.63	18.63
Bank Balance other than above	128.59	128.59	42.84	42.84
Advances	245.42	245.42	261.64	261.64
Other Financial Assets	3,904.13	3,904.13	4,332.24	4,332.24
<b>Total Financial Assets</b>	<b>5,217.35</b>	<b>5,217.35</b>	<b>5,408.55</b>	<b>5,408.55</b>
Financial Liabilities				
Borrowings	6,342.19	6,342.19	4,152.05	4,152.05
Trade Payables	4,537.92	4,537.92	2,682.08	2,682.08
Other Financial Liabilities	11,054.61	11,054.61	10,646.27	10,646.27
<b>Total Financial Liabilities</b>	<b>21,934.72</b>	<b>21,934.72</b>	<b>17,480.40</b>	<b>17,480.40</b>

34.2 The management assessed that the fair values of cash and cash equivalents, trade receivables, trade payables, short term borrowings, and other financial liabilities approximates their carrying amounts largely due to the short-term maturities of these instruments.

34.3 For Financial assets and liabilities that are measured at fair value, the carrying amounts are equal to their fair values.

34.4 The fair value of the financial assets and financial liabilities is included at the amount at which the instruments could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

34.5 The following methods and assumptions were used to estimate the fair values:

34.5.1 The fair values for loans, security deposits were calculated based on cash flows discounted using a current lending rate. They are classified as Level 3 fair values in the fair value hierarchy due to the inclusion of unobservable inputs including counterparty credit risks, which has been assessed to be insignificant.

34.5.2 The fair values of non-current borrowings are based on the discounted cash flows using a current borrowing rate. They are classified as Level 3 fair values in the fair value hierarchy due to the inclusion of unobservable inputs including own credit risks, which was assessed as on the balance sheet date to be insignificant.



### 35 Fair Value Hierarchy

The following are the judgements and estimates made in determining the fair values of the financial instruments that are (a) recognized and measured at fair value and (b) measured at amortized cost and for which fair value are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the company has classified its financial instruments into the three levels of fair value measurement as prescribed under the Ind AS 113 "Fair Value Measurement". An explanation of each level follows underneath the tables.

#### 35.1 Assets and Liabilities measured at Fair Value - recurring fair value measurements As at 31st March 2025 and 31st March 2024

Particulars	31st March 2025			31st March 2024		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Financial Assets						
Investment						
- Equity Instruments	16.86	-	33.41	33.40	-	33.40
Trade Receivables	-	-	873.06	-	-	686.40
Cash and Cash Equivalents	-	-	15.88	-	-	18.63
Bank Balance other than above	-	-	128.59	-	-	42.84
Advances	-	-	245.42	-	-	261.64
Other Financial Assets	-	-	3,904.13	-	-	4,332.24
Total Financial Assets	16.86	-	5,200.49	33.40	-	5,375.15
Non Financial Asset						
Total Non Financial Assets						
Financial Liabilities						
Borrowings	-	-	6,342.19	-	-	4,152.05
Trade Payables	-	-	4,537.92	-	-	2,682.08
Other Financial Liabilities	-	-	11,054.61	-	-	10,646.27
Total Financial Liabilities	-	-	21,934.72	-	-	17,480.40
Non Financial liability		-	-	-	-	-
Total Non Financial Liabilities			-	-	-	-

35.2 During the year ended March 31, 2025 and March 31, 2024, there were no transfers between Level 1 and Level 2 fair value measurements, and no transfer into and out of Level 3 fair value measurements.

#### 35.3 Explanation to the fair value hierarchy

The Company measures financial instruments, such as, quoted investments at fair value at each reporting date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- 35.3.1 Level 1 Level 1 hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments, traded bonds and mutual funds that have quoted price. The fair value of all equity instruments (including bonds) which are traded in the stock exchanges is valued using the closing price as at the reporting period. The mutual funds are valued using the closing NAV.
- 35.3.2 Level 2 The fair value of financial instruments that are not traded in an active market (for example, traded bonds, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.
- 35.3.3 Level 3 If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities, contingent consideration included in level 3.

#### 36 Financial Risk Management

Financial management of the Company has been receiving attention of the top management of the Company. The management considers finance as the lifeline of the business and therefore, financial management is carried out meticulously on the basis of detailed management information systems and reports at periodical intervals extending from daily reports to long-term plans. Importance is laid on liquidity and working capital management with a view to reduce over-dependence on borrowings and reduction in interest cost. Various kinds of financial risks and their mitigation plans are as follows:

##### 36.1 Credit Risk

The credit risk is the risk of financial loss arising from counter party failing to discharge an obligation. The credit risk is controlled by analysing credit limits and credit worthiness of customers on continuous basis to whom the credit has been granted, obtaining necessary approvals for credit and taking security deposits from trade channels.

Existing practice is to create allowances for doubtful debts on the basis of outstanding non-government dues for above three years subject to due recognition of ongoing negotiation for realisation of dues in this regard without creation of provision in respect of parties reflexing on silverline towards recoverability of old dues. Government dues are generally considered recoverable."

**a. Ageing Schedule of Trade receivables**

As on 31st March, 2025

Particulars	Not Due	Less than 6 months	6 months to 1 year	1 year to 2 year	2 year to 3year	3 year & above	Total
Undisputed trade receivables - considered good	285.73	141.96	0.43	6.99	4.06	452.77	891.94
Expected loss rate							
Undisputed trade receivables - expected credit loss				-	-	(18.88)	(18.88)
Carrying amount of trade receivables	285.73	141.96	0.43	6.99	4.06	433.89	873.06
(net of impairment)							

As on 31st March, 2024

Particulars	Not Due	Less than 6 months	6 months to 1 year	1 year to 2 year	2 year to 3year	3 year & above	Total
Undisputed trade receivables - considered good	80.51	43.82	0.82	150.15	79.45	350.53	705.28
Expected loss rate							
Undisputed trade receivables - expected credit loss				-	-	(18.88)	(18.88)
Carrying amount of trade receivables	80.51	43.82	0.82	150.15	79.45	331.65	686.40
(net of impairment)							

Reconciliation of loss allowance provision –	Amount
Loss allowance on 31 March 2024	18.88
Changes in loss allowance	-
Loss allowance on 31 March 2025	18.88

**b. Ageing Schedule of Trade Payables**

As on 31st March, 2025

Particulars	Not Due	Less than 6 months	6 months to 1 year	1 year to 2 year	2 year to 3year	3 year & above	Total
Other Than Micro & small enterprises	1477.49	676.71	829.25	96.62	81.86	1375.99	4,537.92
Micro & small enterprises							
Carrying amount of trade Payables	1477.49	676.71	829.25	96.62	81.86	1375.99	4537.92

As on 31st March, 2024

Particulars	Not Due	Less than 6 months	6 months to 1 year	1 year to 2 year	2 year to 3 year	3 year & above	Total
Other Than Micro & small enterprises	468.89	479.49	90.70	118.36	166.05	1358.59	2,682.08
Micro & small enterprises							
Carrying amount of trade Payables	468.89	479.49	90.70	118.36	166.05	1358.59	2682.08

**36.2 Liquidity Risk**

The Company determines its liquidity requirement in the short, medium and long term. This is done by drawings up cash forecast for short term and long term needs.

The Company manage its liquidity risk in a manner so as to meet its normal financial obligations without any significant delay or stress. Such risk is managed through ensuring operational cash flow while at the same time maintaining adequate cash and cash equivalent position. The management has arranged for diversified funding sources and adopted a policy of managing assets with liquidity monitoring future cash flow and liquidity on a regular basis. Surplus funds not immediately required are invested in certain mutual funds and fixed deposit which provide flexibility to liquidate. Besides, it generally has certain undrawn credit facilities which can be assessed as and when required; such credit facilities are reviewed at regular basis.

### 36.2.1 Maturity Analysis for financial liabilities

The following are the remaining contractual maturities of financial liabilities as at 31st March 2025

a Particulars	On Demand	Less than 6 months	6 months to 1 year	1 years to 5 years	More than 5 years	Total
Non-derivative						
Trade payables		1,824.46	1,026.51	1,686.95		4,537.92
Borrowings				5,017.19	1,325.00	6,342.19
Working Capital loans repayable on demand						
Other financial liabilities	11.35	225.98		10,817.28		11,054.61
Total	11.35	2,050.44	1,026.51	17,521.42	1,325.00	21,934.72
Derivative						
Derivatives not designated as hedge	-	-	-	-	-	-

b The following are the remaining contractual maturities of financial liabilities as at 31st March 2024

Particulars	On Demand	Less than 6 months	6 months to 1 year	1 years to 5 years	More than 5 years	Total
Non-derivative						
Trade payables		839.54	392.36	1,450.18		2,682.08
Borrowings	2,129.26	77.07	620.72		1,325.00	4,152.05
Working Capital loans repayable on demand						-
Other financial liabilities	32.12	121.06		10,493.10		10,646.28
Total	2,161.38	1,037.67	1,013.08	11,943.28	1,325.00	17,480.40
Derivative						
Derivatives not designated as hedge						

- c The amounts are gross and undiscounted, and include contractual interest payments and exclude the impact of netting agreements (if any). The interest payments on variable interest rate loans in the tables above reflect market forward interest rates at the respective reporting dates and these amounts may change as market interest rates change. The future cash flows on derivative instruments may be different from the amount in the above tables as exchange rates change. Except for these financial liabilities, it is not expected that cash flows included in the maturity analysis could occur significantly earlier, or at significantly different amounts. When the amount payable is not fixed, the amount disclosed has been determined with reference to conditions existing at the reporting date.

### 36.3 Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three type of risks: Foreign Exchange Risk, Interest Rate Risk and Other Price Risk.

#### 36.3.1 Foreign Exchange Risk

Foreign Exchange Risk is the exposure of the Company to the potential impact of movements in foreign exchange rates. The Company imports various raw materials viz. chemicals, drugs, API, packing materials viz. granules, items of stores and spares and capital goods as per its requirements from time to time and also borrows funds in foreign currencies. This results in foreign currency risk to the Company. Similarly, company's exports are also exposed to foreign currency risks.

For the Foreign Exchange exposures risk management, the Company's Policy is to adopt a flexible approach in hedging its risk. For this, the Company from time to time takes the view from banks and foreign exchange experts and based upon the same and also considering macro-economic factors, forms a view and whenever deemed necessary, hedges its foreign exchange risk. The hedging strategies are taken after careful study/ analysis of foreign exchange market to minimize to the extent possible, any effect of the fluctuation in foreign exchange rates.

#### a Exposure to currency risk

The Company's exposure to foreign currency risk unhedged exposures at the end of the reporting period expressed in INR, are as follows:

Particulars	31st March 2025			31st March 2024		
	USD	JPY	GBP	USD	JPY	GBP
Financial Assets						
Trade Receivables	-	-	-	28.04	-	-
Advances to Supplier	-	-	-	-	-	-
Bank Balance	-	-	-	-	-	-
Net Exposure to foreign currency risk (assets)	-	-	-	28.04	-	-
Financial Liabilities						
Trade Payables	-	-	-	-	-	-
Advance from Debtors	-	-	-	-	3.06	142.77
Derivative Liabilities	-	-	-	-	-	-
Derivatives not designated as hedge	-	-	-	-	-	-
Export Bill Discounted	-	-	-	-	-	-
Net Exposure to foreign currency risk (liabilities)	-	-	-	-	3.06	142.77

#### b Sensitivity Analysis

Particulars	31st March 2025			31st March 2024		
	Sensitivity	Impact On		Sensitivity	Impact On	
	Analysis	Profit After Tax	Other Equity	Analysis	Profit After Tax	Other Equity
USD Sensitivity (Increase)	5%	-	-	5%	1.40	-
USD Sensitivity (Decrease)	5%	-	-	5%	(1.40)	-
JPY Sensitivity (Increase)	5%	-	-	5%	(0.15)	-
JPY Sensitivity (Decrease)	5%	-	-	5%	0.15	-
GBP Sensitivity (Increase)	5%	-	-	5%	(7.14)	-
GBP Sensitivity (Decrease)	5%	-	-	5%	7.14	-

#### 36.3.2 Interest Rate Risk

The Company is exposed to risk due to interest rate fluctuation on long term borrowings. Such borrowings are based on fixed as well as floating interest rate. Interest rate risk is determined by current market interest rates, projected debt servicing capability and view on future interest rate. Such interest rate risk is actively evaluated and is managed through portfolio diversification and exercise of prepayment/refinancing options where considered necessary. The Company is also exposed to interest rate risk on surplus funds parked in fixed deposits and Investments viz. mutual funds, bonds. To manage such risks, such investments are done mainly for short durations, in line with the expected business requirements for such funds.

#### a Exposure to interest rate risk

Particulars	31st March 2025	31st March 2024
Fixed Rate Instruments		
Financial Assets	128.59	42.84
Financial Liabilities		
Variable Rate Instruments		
Financial Assets	-	-
Financial Liabilities	-	-

#### b Sensitivity Analysis

Profit or loss is sensitive to higher/ lower interest expense from borrowings as a result of changes in interest rates. This analysis assumes that all other variables, in particular exchange rates, remain constant and ignores any impact of forecast sales and purchases.

Particulars	31st March 2025			31st March 2024		
	Sensitivity Analysis	Impact on		Sensitivity Analysis	Impact on	
		Profit after tax	Other Equity		Profit after tax	Other Equity
Interest amount Increase by	2%	(0.88)	-	2%	(2.76)	-
Interest amount Decrease by	2%	0.88	-	2%	2.76	-

#### 36.3.3 Other Price Risk

The Company is exposed to equity price risk, in a meagre way with least possibility of any adverse impact on account of equity or debt instruments in profitability.

### 36.3.4 Capital Management

The Company objective to manage its capital is to ensure continuity of business while at the same time provide reasonable returns to its various stakeholders but keep associated costs under control. In order to achieve this, requirement of capital is reviewed periodically with reference to operating and business plans that take into account capital expenditure and strategic Investments. Sourcing of capital is done through judicious combination of equity/internal accruals and borrowings, both short term and long term. Net debt ( total borrowings less investments and cash and cash equivalents) to equity ratio is used to monitor capital.

### 37 Impairment

The Company has not found any indication of impairment of the assets as per Ind AS 36 and accordingly no further exercise for calculating impairment loss has been undertaken.

38 Particulars of disclosure under section 186(4) of the Companies Act,2013.The company has not made any investment or given any loan or furnished any guarantee attracting provision of section 186(4) of the Companies Act,2013.

### 39 INFORMATION PURSUANT TO IND AS 115

Breakup of Sales:		2024-25	2023-24	Primary Geographical Markets:		2024-25	2023-24
i.	Jute Products	8,353.96	2,124.90	DOMESTIC		9,036.04	2,442.28
ii.	Flax	501.95	400.01	EXPORT SALES		-	82.63
iii.	Scrap Sales	157.22	-	SECURITIES		-	1,443.98
iv.	Others	22.91	1,443.98				
	TOTAL	9,036.04	3,968.89	OTHER SALES		2024-25	2023-24
	GROSS SALES OF JUTE & FLAX	9,036.04	3,968.89	INSURANCE CLAIM RECEIVABLE		-	334.36
	OTHERS	-	461.56	Others		-	127.20
	less: commission paid	(14.19)	(3.20)	Less: Commission Paid		(14.19)	(3.20)
	NET SALES	9,021.85	4,427.25	Net Sales		9,021.85	4,427.25

Major Distribution Channels Relate to Overseas, Govt.& Institutional Buyers.

### 39.1 Financial Ratios

SL No	Ratio	Numerator	Denominator	As at 31.3.25	As at 31.3.24	% change
1	Current ratio (in times)	Current assets	Current liabilities	2.05	2.46	-16.88%
2	Debt-equity ratio (in times)	Total debt= long term borrowing + short term borrowing	Total equity	-2.14	1.02	-309.28%
3	Debt service coverage ratio (in times)	Profit before tax, finance costs, depreciation & amortization expense	Debt service=Interest & lease payments+ principal repayments	-2.63	-5.27	-50.05%
4	Return on equity ratio (in %)	Profit after tax less preference dividend	Average of total equity	-1114.41%	-66.98%	1563.82%
5	Inventory turnover ratio (in times)	Sale of products & services	Average of inventory	0.90	0.35	155.51%
6	Trade receivables turnover ratio (in times)	Sale of products & services	Average of trade receivables	11.57	5.48	111.26%
7	Trade payables turnover ratio (in times)	Purchase of raw materials, stores & spares, stock-in-trade	Average of trade payables	2.16	1.15	87.28%
8	Net capital turnover ratio (in times)	Revenue from operations	Working capital	1.14	0.45	151.62%
9	Net profit ratio (in %)	Profit after tax	Revenue from operations	-67.65%	-89.11%	24.08%
10	Return on capital employed (in %)	Earnings before finance cost & tax expense	Capital employed= Tangible new worth+ total borrowings+ total lease liabilities+ deferred tax liability	-183.88%	-47.01%	291.12%
11	Return on investment (in %)	Earnings before finance cost & tax expense	Average of total assets	-27.31%	-15.28%	-78.69%

40 The company does not have any Benami property, where any proceeding has been initiated or pending against the company for holding any Benami property.

- 41 The company does not have any charge pending satisfaction with ROC beyond the statutory period.
- 42 The company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- 43 The company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (intermediaries) with the understanding that the intermediary shall:  
(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or,  
(b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries."
- 44 The company has not received any fund to any other person(s) or entity(ies), including foreign entities(funding party) with the understanding (whether recorded in writing or otherwise) that the company shall:  
(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party (Ultimate Beneficiaries) or,  
(b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries."
- 45 The company has no such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the in the tax assessments under Income Tax Act, 1961.
- 46 The company has not been declared as wilful defaulter by any bank or financial institution (as defined under the Companies Act, 2013) or any other lender or consortium thereof, in accordance with the guidelines on wilful defaulters issued by RBI.
- 47 The company does not have any transaction during the year with the companies struck off under section 248 of Companies Act, 2013.
- 48 As per Rule 3(1) of Companies (Accounts) Rules, 2014 ( as amended), the company has used accounting software for maintaining its books of accounts which, along with change log management, has a feature of recording audit trail (edit log) facility in terms of laid down requirements, and the same has operated throughout the financial year 2024-25 for all relevant transactions recorded in the software.
- 49 The company's investment in its subsidiary (named Champdany Constructions Limited) since intended to be disposed of with in 12 months, no consolidated financial statement is done.
- 50 Previous years figures have been regrouped and rearranged wherever necessary.