

## **INDEPENDENT AUDITOR'S REPORT**

**To the Members of JKPL Packaging Products Limited**

### **Report on the Audit of the Financial Statements**

#### **Opinion**

We have audited the accompanying financial statements of **JKPL Packaging Products Limited** ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March 2023, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (herein after referred to as "financial statements").

In our opinion and to the best of our 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 the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March, 2023, its profit (including Other comprehensive income), changes in equity and its cash flows for the year ended on that date.

#### **Basis for Opinion**

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

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

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual report, but does not include the 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 in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Responsibility of Management and Those Charged with Governance 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 the preparation of these financial statements that give a true and fair view of the financial position/state of affairs, financial performance including other comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial 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 Management and Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting 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 Company 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.

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.

Materiality 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.

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

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.




- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss including other comprehensive income, the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Indian Accounting Standards ) Rules, 2015, as amended.
- e) On the basis of the written representations received from the directors as on 31st March, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2023 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 B". 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 Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note No. 29 to the financial statements;
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
  - iv.
    - a) The management has represented that to the best of its knowledge and belief, no funds (which are material either individually or in aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries
    - b) The management has represented that to the best of its knowledge and belief, no funds (which are material either individually or in aggregate) 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

- c) Based on such audit procedures that we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material mis-statement.
- v. The Company has not declared or paid dividend during the year, accordingly the provisions of section 123 of the Companies Act, 2013 are not applicable.
- vi. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from 1<sup>st</sup> April , 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.
- h) In our opinion and to the best of our information and according to the explanations given to us, the managerial remuneration paid/ provided for the year ended 31st March, 2023 by the Company to its Directors /Manager is in accordance with the provisions of Section 197 read with Schedule V to the Act.

For LODHA & Co.  
Chartered Accountants  
Firm's Registration No. 301051E

  
(Shyamal Kumar)  
Partner  
Membership No. 509325  
UDIN: 23509325B6XJFL6937



Place: New Delhi  
Date: 8<sup>th</sup> May 2023

**ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF JKPL PACKAGING PRODUCTS LIMITED FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2023**

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

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

We have audited the internal financial controls over financial reporting of JKPL Packaging Products Limited ("the Company") as of 31<sup>st</sup> March 2023 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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

The Board of Director of the Company 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 ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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



### **Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external 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 and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **LODHA & CO.**

Chartered Accountants

FRN: 301051E



(Shyamal Kumar)

Partner

Membership No.509325

Place: New Delhi

Dated:8<sup>th</sup> May 2023



**ANNEXURE "A" REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF JKPL PACKAGING PRODUCTS LIMITED FOR THE YEAR ENDED 31<sup>ST</sup> MARCH , 2023.**

- i (a)(A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Right of use Asset.
- (B) The Company has maintained proper records showing full particulars of intangible assets.
- (b) Pursuant to the programme, certain fixed assets were physically verified during the year. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification. .
- (c) According to the information and explanations given to us and on the basis of our examination of the of the registered sale deed / transfer deed / conveyance deed provided to us, we report that, the title deeds of all the immovable properties, (other than immovable properties where the Company is the lessee and the lease agreements are duly executed in favour of the Company) disclosed in the financial statements included in property, plant and equipment are held in the name of the Company as at the balance sheet date.
- (d) The Company has not revalued any of its property, plant and equipment (including Right of Use assets) and intangible assets during the year.
- (e) According to the information and explanations given to us and records provided, no proceedings have been initiated during the year or are pending against the Company as at 31<sup>st</sup> March , 2023 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii. (a) The inventories were physically verified during the year by the Management at reasonable intervals. In our opinion and according to the information and explanations given to us, the coverage and procedure of such verification by the Management is appropriate having regard to the size of the Company and the nature of its operations. No discrepancies of 10% or more in the aggregate for each class of inventories were noticed on such physical verification of inventories when compared with books of account.
- (b) According to the information and explanations given to us, at any point of time of the year, the Company has not been sanctioned any working capital facility from banks or financial institutions and hence reporting under clause 3(ii)(b) of the Order is not applicable.
- iii. The Company has not made any investments in, provided any guarantee or security, and granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties during the year, and hence reporting under clause 3(iii) (a) and (b) of the Order are not applicable.





- iv. According to information and explanation given to us, the Company has not granted any loans, made investments or provided guarantees or securities to the parties that are covered under the provisions of sections 185 of the Companies Act, 2013.
- v. The Company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the Order is not applicable.
- vi. The Central Government has not prescribed the maintenance of cost records under sub-section (1) of section 148 of the Act, for the business carried out by the Company. Accordingly, paragraph 3(vi) of the Order is not applicable.
- vii. (a) According to the records of the Company, the Company is generally been regular in depositing undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues with the appropriate authorities to the extent applicable and there were no undisputed statutory dues in arrears as at March 31, 2023 for a period of more than six months from the date they become payable.
- (b) There are no disputed dues which have remained unpaid as on 31<sup>st</sup> March 2023 on account of Provident Fund, Employees State Insurance, Income Tax, Goods and Service Tax, Custom Duty and duty of excise.
- viii. There were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.
- ix. (a) In our opinion, the Company has not defaulted in the repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year.
- (b) As per the information and records verified by us, the Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (c) To the best of our knowledge and belief, in our opinion, term loans availed by the Company were, applied by the Company during the year for the purposes for which the loans were obtained.
- (d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
- (e) We report that the Company has neither taken any funds from any entity or person during the year nor it had any unutilised funds as at the beginning of the year of the funds raised through issue of shares or borrowings in the previous year on account of or to meet the obligations of its subsidiaries, associates or joint ventures and hence, reporting under clause (ix)(e) of the Order is not applicable.
- (f) The Company did not have any subsidiary or associate or joint venture during the year and hence, reporting under clause 3(ix)(f) of the Order is not applicable.
- x. (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.



- (b) During the year the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable to the Company. The Company has made right issue of equity shares of Rs.44,95 Crs during the year.
- xi. (a) Based on the audit procedures performed and on the basis of information and explanations provided by the management, no fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- (b) To the best of our knowledge, no report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- (c) As represented to us by the Management, provisions related to Whistle blower policy are not applicable to the Company.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a nidhi company and hence reporting under clause 3(xii) of the Order is not applicable.
- xiii. According to the information and explanations and records made available by the management of the Company and audit procedures performed, the Company is in compliance with Section 177 and 188 of the Companies Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable Indian accounting standards.
- xiv. (a) In our opinion, the Company has an adequate internal audit system commensurate with the size and the nature of its business.
- (b) We have considered, the internal audit reports issued to the Company during the year and till date in determining the nature, timing and extent of our audit procedures.
- xv. On the basis of records made available to us and according to information and explanations given to us, the Company has not entered into non-cash transactions with the directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- xvi. The Company is not required to be registered under section 45-1A of the Reserve Bank of India Act 1934 and hence reporting under clause (xvi)(a), (b) and (c) of the Order is not applicable. In our opinion, and according to the information and explanation given to us, in the Group (in accordance with Core Investment Companies (Reserve Bank) Directions, 2016) there are two (2) companies forming part of the Group of the Company which are CICs.
- xvii. The Company has not incurred cash losses in current year but had incurred in preceding year.
- xviii. There has been no resignation of the statutory auditors of the Company during the year.
- xix. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance



sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company and/ or certificate with respect to meeting financial obligations by the Company as and when they fall due. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

- xx. The Company was not having net worth of rupees five hundred crore or more, or turnover of rupees one thousand crore or more or a net profit of rupees five crore or more during the immediately preceding financial year and hence, provisions of Section 135 of the Act are not applicable to the Company during the year. Accordingly, reporting under clause 3(xx) of the Order is not applicable for the year.
- xxi. The Company is not required to prepare Consolidated financial statements hence reporting under this clause is not required.

For **LODHA & CO,**  
Chartered Accountants  
ICAI-FRN: 301051E

( Shyamal Kumar )  
Partner  
Membership No. 509325  
Place: New Delhi  
Date: 8<sup>th</sup> May 2023



**JKPL Packaging Products Limited**  
**Balance Sheet as at March 31, 2023**  
**CIN:U36991DL2021PLC383047**

(Amount in Rs. Lakhs)

Particulars	Note No.	As at March 31, 2023	As at March 31, 2022
<b>I ASSETS</b>			
<b>1. Non-Current Assets</b>			
(a) Property, Plant and Equipment	4.1	3,788.28	3,752.61
(b) Intangible Assets	4.2	11.75	-
(c) Capital work-in-progress	4.3	8,311.30	657.93
(c) Deferred Tax Assets (Net)	5	-	0.16
(d) Other Non Current Assets	6	264.02	1,184.96
		<b>12,375.35</b>	<b>5,595.66</b>
<b>2. Current Assets</b>			
(a) Stock in Hand	7	364.12	-
(b) Financial Assets			
Cash and cash equivalents	8	6.66	14.47
Bank balances other than above	9	210.68	-
Investments	10	1,088.19	-
Trade Receivables	11	111.98	-
(c) Current Tax Assets (Net)	12	1.67	0.56
(d) Other current assets	13	342.59	143.95
		<b>2,125.89</b>	<b>158.98</b>
<b>Total Assets</b>		<b>14,501.24</b>	<b>5,754.64</b>
<b>II EQUITY AND LIABILITIES</b>			
<b>1. Equity</b>			
(a) Equity Share capital	14	8,500.00	4,005.00
(b) Other Equity		(41.51)	(50.90)
		<b>8,458.49</b>	<b>3,954.10</b>
<b>2. Non Current Liabilities</b>			
(a) Financial Liabilities			
Borrowings	15	4,921.34	-
(b) Non Current Provisions	16	6.75	-
(c) Deferred Tax Liabilities (Net)	17	13.44	-
		<b>4,941.53</b>	<b>-</b>
<b>3. Current Liabilities</b>			
(a) Financial Liabilities			
Borrowings	18	-	1,725.00
Other financial liabilities	19	801.50	72.70
Trade Payables	20		
-Micro & Small Enterprises		-	-
-Others		274.58	-
(b) Other Current Liabilities	21	20.26	2.84
(c) Short Term Provisions	22	0.49	-
(d) Current Tax Liabilities	23	4.39	-
		<b>1,101.22</b>	<b>1,800.54</b>
<b>Total Equity and Liabilities</b>		<b>14,501.24</b>	<b>5,754.64</b>
Significant Accounting Policies	1 - 3		
Other notes on Financial Statements	4 - 45		

The accompanying notes are integral part of the financial statement

As per our Report of even date attached.

For and on behalf of the Board of Directors

For **Lodha & Co.**  
Chartered Accountants  
Firm Reg. No. 301051E

(Shyamal Kumar)  
Partner  
Membership No. 509325

Date - 8th May, 2023  
Place - New Delhi



A.S.Mehta  
Director

Deepak Gupta  
Director

Raghav Garg  
Chief Financial Officer

Brinda Prakash  
Company Secretary

**JKPL Packaging Products Limited**  
**Statement of Profit and Loss for the period from 1st April 2022 to 31st March 2023**  
**CIN:U36991DL2021PLC383047**

(Amount in Rs. Lakhs)

Particulars	Note No.	12 Months ended March 31, 2023	From 1st July 21 to 31st March 22
<b>Income</b>			
Revenue from Operations		-	-
Other Income	24	79.34	-
<b>Total Revenue</b>		<b>79.34</b>	<b>-</b>
<b>Expenses</b>			
Purchases		-	-
Increase/ Decrease in Stock	25	-	-
Employee Benefit Expenses		-	-
Finance Costs	26	0.12	-
Depreciation and Amortization Expenses	4	0.04	-
Other Expenses	27	51.79	51.06
<b>Total Expenses</b>		<b>51.95</b>	<b>51.06</b>
<b>Profit/ (Loss) Before Tax</b>		<b>27.39</b>	<b>(51.06)</b>
<b>Tax Expenses</b>			
Provision for Current Tax		4.39	-
Deferred Tax Expenses		13.60	(0.16)
<b>Total Tax Expenses</b>		<b>18.00</b>	<b>(0.16)</b>
<b>Profit/(Loss) for the year</b>		<b>9.39</b>	<b>(50.90)</b>
<b>Other Comprehensive Income</b>			
Items that will not be reclassified to Statement of profit and loss			
(i) Re-measurement of Gain/(Loss) on Defined Benefit Plans		-	-
(ii) Tax on (i) above		-	-
(iii) Equity Instrument through Other Comprehensive Income		-	-
(iv) Tax on (iii) above		-	-
<b>Other Comprehensive Income (Net of Tax)</b>		<b>-</b>	<b>-</b>
<b>Total Comprehensive Income</b>		<b>9.39</b>	<b>(50.90)</b>
Basic/ Diluted Earning Per Share (Rs.)	37	0.01	(0.28)
Significant Accounting Policies	1 - 3		
Other notes on Financial Statements	4 - 45		

The accompanying notes are integral part of the financial statement

As per our Report of even date attached.

For and on behalf of the Board of Directors

**For Lodha & Co.**  
Chartered Accountants  
Firm Reg. No. 301051E

(Shyamal Kumar)  
Partner  
Membership No. 509325

Date - 8th May, 2023  
Place - New Delhi



A.S.Mehta  
Director

Deepak Gupta  
Director

Raghav Garg  
Chief Financial Officer

Brinda Prakash  
Company Secretary

**JKPL Packaging Products Limited**  
**Statement of Changes in Equity for the Period Ended 31st March 2023**  
**CIN:U36991DL2021PLC383047**

(Amount in Rs. Lakhs)

**A. Equity Share Capital**

Particulars	As at March 31, 2023	As at March 31, 2022
Balance at the beginning of the year	4,005.00	-
Changes in Equity Share Capital during the period	4,495.00	4,005.00
<b>Balance at the end of the Period</b>	<b>8,500.00</b>	<b>4,005.00</b>

**B. Other Equity**

Particulars	Reserves & Surplus	Other Comprehensive Income (OCI)		Total
	Retained Earnings	Items that		
		Re-Measurement of the net defined benefits plans	Equity Instruments through OCI	
Balance as at April 1, 2021	-	-	-	-
Profit/(Loss) for the year	(50.90)	-	-	(50.90)
<b>Balance as at March 31, 2022</b>	<b>(50.90)</b>	<b>-</b>	<b>-</b>	<b>(50.90)</b>
Profit/(Loss) for the period	9.39	-	-	9.39
<b>Balance as at March 31, 2023</b>	<b>(41.51)</b>	<b>-</b>	<b>-</b>	<b>(41.51)</b>

The accompanying notes are integral part of the financial statements

As per our Report of even date attached.

For and on behalf of the Board of Directors

For **Lodha & Co.**  
Chartered Accountants  
Firm Reg. No. 301051E

(Shyamal Kumar)  
Partner  
Membership No. 509325

Date - 8th May, 2023  
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A.S.Mehta  
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## **JKPL Packaging Products Limited**

### **Notes on Financial Statements for the period (12 Months) ended March 31, 2023**

#### **Note – 1: Corporate Information**

JKPL Packaging Products Limited is a Public Limited Company incorporated on July 01, 2021. The registered office of the Company is situated at 3rd Floor, Nehru House, 4, Bahadur Shah Zafar Marg, New Delhi – 110002, India. The corporate identification number of the Company is U36991DL2021PLC383047. The Company is engaged in the business of manufacturing and sale of various packaging products (including corrugated box) and other allied activities. JK Paper Ltd., including through its nominees, holds 100% of the share capital of the Company.

These financial statements were approved and adopted by Board of Directors of the Company in their meeting held on 8<sup>th</sup> May 2023.

#### **Note – 2: Basis of Preparation of Financial Statements**

##### **I. Statement of Compliance**

The Financial Statements have been prepared in accordance with Indian Accounting Standards (IND AS) as prescribed under Section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules, 2015, as amended and relevant provisions of the Companies Act, 2013.

##### **II. Basis of Preparation**

The financial statements are prepared in accordance with Indian Accounting Standards (IND AS), the provisions of the Companies Act, 2013 ('Act') (to the extent notified) and guidance note issued by Institute of Chartered Accountant of India. The financial statements are prepared on Going Concern, accrual and the historical cost except otherwise stated.

Financial statements are presented in Indian Rupee, which is Company's functional currency. All values are rounded to the nearest INR Lakh and upto 2 decimal places, except when otherwise indicated.

##### **III. Use of Estimates**

The preparation of the financial statements in conformity with IND AS requires management to make estimates, judgments, and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period.

Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

##### **IV. Classification of Assets and Liabilities as Current and Non-Current**

All Assets and Liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of product & activities of the Company and their realisation in cash and cash equivalent, the Company has determined its operating cycle as twelve months for the purpose of current and



18

non-current classification of assets and liabilities. Deferred tax assets and liabilities are classified as non-current assets and liabilities.

**Note – 3: Significant Accounting Policies:**

**I. Revenue Recognition:**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The specific recognition criteria described below also be met before revenue is recognised.

**Sale of goods**

Revenue from the sale of goods is recognised, when control of goods being sold is transferred to customer and where there are no longer any unfulfilled obligations. The performance obligations in contracts are considered as fulfilled in accordance with the terms agreed with the respective customers.

Revenue from the sale of goods is measured on transaction price excluding estimates of variable consideration that is allocated to performance obligations. Sales as disclosed, are exclusive of Goods and Services Tax.

The company considers the terms of the contract and its customary business practices to determine the transaction price. The transaction price is the amount of consideration to which the company expects to be entitled in exchange for transferring promised goods to a customer, excluding amount collected on behalf of third parties (for example taxes collected on behalf of government). The consideration promised in a contract with a customer may include fixed consideration, variable consideration (if reversal is less likely in future), or both.

The transaction price is allocated by the company to each performance obligation in an amount that depicts the amount of consideration to which it expects to be entitled in exchange for transferring the promised goods to the customer.

**Interest Income**

Interest income is recognized on time proportion basis using the effective interest method

**Dividend Income**

Dividend income is recognized when the right to receive payment is established by the reporting date, which is generally when shareholders approve the same.

**II. Inventory Valuation**

Inventories such as Raw Materials, Work-in-Progress, Finished Goods, Stock in Trade and Stores & Spares are valued at the lower of cost or net realisable value (except scrap/waste which are value at net realisable value). The cost is computed on weighted average basis. Finished Goods and Process Stock include cost of conversion and other costs incurred in bringing the inventories to their present location and condition

**III. Borrowing Costs:**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes



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substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

**IV. Earnings Per Share:**

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

Diluted earnings per equity share is computed by dividing the net profit attributable to the equity holders of the company by the weighted average number of equity shares considered for deriving basic earnings per equity share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares. The dilutive potential equity shares are adjusted for the proceeds receivable had the equity shares been actually issued at fair value (i.e. the average market value of the outstanding equity shares). Dilutive potential equity shares are deemed converted as of the beginning of the period, unless issued at a later date. Dilutive potential equity shares are determined independently for each period presented.

The number of equity shares and potentially dilutive equity shares are adjusted retrospectively for all periods presented for any share splits and bonus shares issues including for changes effected prior to the approval of the financial statements by the Board of Directors.

**V. Impairment of Assets:**

The carrying amount of Property, plant and equipments are reviewed at each Balance Sheet date to assess impairment if any, based on internal / external factors. An asset is treated as impaired, when the carrying cost of asset exceeds its recoverable value, being higher of value in use and net selling price. An impairment loss is recognised as an expense in the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed, if there has been an improvement in recoverable amount.

**VI. Property, Plant and Equipment:**

Property Plant and Equipment (PPE) are carried at cost less accumulated depreciation and accumulated impairment losses, if any. Cost includes expenditure that is directly attributable to the acquisition of the items.

Capital work-in-progress includes cost of PPE under installation / under development as at the balance sheet date. Advances paid towards the acquisition of PPE outstanding at each balance sheet date are classified as capital advances under other noncurrent assets.

Depreciation will be charged from the date the asset is available for use, i.e., when it is in the location and condition necessary for it to be capable of operating in the manner intended by management.

**Leased Assets - Right of Use Asset**

Leasehold land is not depreciated since cost of the right-of-use reflect the total cost of the land and Lessor has the option to convert this leasehold land (by paying nominal charges which are not material) into freehold during the tenure of the lease term.



16

**VII. Cash and Cash Equivalents:**

Cash and cash equivalents comprise cash on hand, cash at bank and demand deposits with banks with an original maturity of three months or less which are subject to an insignificant risk of change in value.

**VIII. Provisions, Contingent Liability & Assets:**

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, 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. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Contingent Liability is disclosed after careful evaluation of facts, uncertainties and possibility of reimbursement. Contingent liabilities are not recognised but are disclosed in notes.

Contingent Assets are not recognised in financial statements but are disclosed, since the former treatment may result in the recognition of income that may or may not be realised. However, when the realisation of income is virtually certain, then the related asset is not a contingent asset and its recognition is appropriate.

**IX. Cash Flow Statement:**

Cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

**X. Preliminary Expenses:**

Preliminary Expenses have been charged to Statement of profit and Loss in the year of incorporation of the company.

**XI. Financial Assets & Liabilities**

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. At initial recognition, all financial assets are measured at fair value. Such financial assets are subsequently classified under following three categories according to the purpose for which they are held. The classification is reviewed at the end of each reporting period.

**A) Financial Assets at Amortised Cost**

At the date of initial recognition, are held to collect contractual cash flows of principal and interest on principal amount outstanding on specified dates. These financial assets are intended to be held until maturity. Therefore, they are subsequently measured at amortised cost by applying the Effective Interest Rate (EIR) method to the gross carrying amount of the financial asset. The EIR amortisation is included as interest income in the profit or loss. The losses arising from impairment are recognised in the profit or loss.



18

**B) Financial Assets at Fair value through Other Comprehensive Income**

At the date of initial recognition, are held to collect contractual cash flows of principal and interest on principal amount outstanding on specified dates, as well as held for selling. Therefore, they are subsequently measured at each reporting date at fair value, with all fair value movements recognised in Other Comprehensive Income (OCI). Interest income calculated using the effective interest rate (EIR) method, impairment gain or loss and foreign exchange gain or loss are recognised in the Statement of Profit and Loss. On derecognition of the asset, cumulative gain or loss previously recognised in Other Comprehensive Income is reclassified from the OCI to Statement of Profit and Loss

**C) Financial Assets at Fair value through Profit or Loss**

At the date of initial recognition, Financial Assets are held for trading, or which are measured neither at Amortised Cost nor at Fair Value through OCI. Therefore, they are subsequently measured at each reporting date at fair value, with all fair value movements recognised in the Statement of Profit and Loss

**Trade Receivables**

With the exception of trade receivables that do not contain a significant financing component, the Company initially measures financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, net of transaction costs. Trade receivables that do not contain a significant financing component and are measured at the transaction price determined under Ind AS 115.

**Investments in Mutual Funds**

Investments in Mutual Funds are accounted for at fair value through profit and loss. Any subsequent fair value gain or loss is recognized through Profit or Loss Account.

**Derecognition**

Financial Asset is primarily derecognised when:

- (i) The right to receive cash flows from asset has expired, or.
- (ii) The Company has transferred its right to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a " pass-through" arrangement and either:
  - a) The Company has transferred substantially all the risks and rewards of the asset, or
  - b) The Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Company has transferred its right to receive cash flows from an asset or has entered into a pass through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognise the transferred asset to the extent of the Company's continuing involvement. In that case, the Company also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.



18

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay

## **Financial Liabilities**

### **Initial Recognition and Measurement**

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. The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, and derivative financial instruments.

**Subsequent Measurement** The measurement of financial liabilities depends on their classification, as described below

#### **a) Financial Liabilities at Fair Value through Profit or Loss**

Financial liabilities at fair value through profit or loss include financial liabilities held for trading. The Company has not designated any financial liabilities upon initial measurement recognition at fair value through profit or loss. Financial liabilities at fair value through profit or loss are at each reporting date with all the changes recognized in the Statement of Profit and Loss.

#### **b) Financial Liabilities measured at Amortised Cost**

After initial recognition, interest bearing loans and borrowings are subsequently measured at amortised cost using the effective interest rate method ("EIR") except for those designated in an effective hedging relationship. The carrying value of borrowings that are designated as hedged items in fair value hedges that would otherwise be carried at amortised cost are adjusted to record changes in fair values attributable to the risks that are hedged in effective hedging relationship. Amortised cost is calculated by taking into account any discount or premium on acquisition and fee or costs that are an integral part of the EIR. The EIR amortisation is included in finance costs in the Statement of Profit and Loss.

#### **c) Loans and Borrowings**

After initial recognition, interest-bearing borrowings are subsequently measured at amortised cost using the effective interest rate method. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting period

#### **d) Trade and Other Payables**

A payable is classified as 'trade payable' if it is in respect of the amount due on account of goods purchased or services received in the normal course of business. These amounts represent liabilities for goods and services provided to the Company prior to the end of



18

financial year which are unpaid. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method

#### **De-recognition of Financial Liability**

A Financial Liability is derecognised when the obligation under the liability is discharged or cancelled or expires. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss as other income or finance costs.

### **XII. Foreign Exchange Transactions / Translations**

Financial statements are presented in Indian Rupee, which is Company's functional currency. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date

Exchange differences arising on settlement of monetary items on actual payments / realisations and year end translations are dealt with in Profit and Loss Statement

### **XIII. Income Tax**

#### **Current Income Tax**

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Current income tax relating to items recognised directly in equity is recognised in equity and not in the statement of profit and loss. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

#### **Deferred Tax**

Deferred tax is provided using the balance sheet approach on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purpose at reporting date. Deferred income tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect of changes in tax rates on deferred income tax assets and liabilities is recognized as income or expense in the period that includes the enactment or the substantive enactment date. A deferred income tax asset is recognized to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilized. The Company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously



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#### XIV. Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

#### XV. Fair Value measurements

The Company measures financial instruments such as derivatives and certain investments, at fair value at each balance sheet 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. 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.

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;

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

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above

#### XVI. Employee Benefits

##### Defined Benefit plan:

The Company's Liabilities on account of Gratuity and Earned Leave on retirement of employees are determined at the end of each financial year on the basis of actuarial valuation certificates obtained from Registered Actuary in accordance with the measurement procedure as per Indian Accounting Standard (INDAS)-19, 'Employee Benefits' These liabilities are unfunded . The costs of providing benefits under these plans are also determined on the basis of actuarial valuation at each yearend. Actuarial gains and



88

losses for defined benefit plans are recognized through OCI in the period in which they occur. Re-measurements are not reclassified to profit or loss in subsequent periods.

The Provident Fund Contribution is made to Regional Provident Fund

The Defined Benefit Plan can be short term or Long terms which are defined below

**i) Short term Employee benefit**

All employees' benefits payable wholly within twelve months rendering services are classified as short term employee benefits. Benefits such as salaries, wages, short-term compensated absences, performance incentives etc., and the expected cost of bonus, ex-gratia are recognized during the period in which the employee renders related service

**ii) Long Term Employee Benefits**

Compensated absences which are not expected to occur within 12 months after the end of the period in which the employee renders the related services are recognized as a liability at the present value of the defined benefit obligation at the balance sheet date

**XVII. Significant Accounting Judgments, Estimates and Assumptions**

In the process of applying the Company's accounting policies, management has made the following estimates, assumptions and judgements which have significant effect on the amounts recognized in the financial statement:

**a) Income Taxes**

Judgment of the Management is required for the calculation of provision for income taxes and deferred tax assets and liabilities. The company reviews at each balance sheet date the carrying amount of deferred tax assets. The factors used in estimates may differ from actual outcome which could lead to significant adjustment to the amounts reported in the standalone financial statements

**b) Contingencies**

Judgment of the Management is required for estimating the possible outflow of resources, if any, in respect of contingencies/claim/litigations against the company as it is not possible to predict the outcome of pending matters with accuracy

**c) Allowance for uncollected Accounts Receivable and Advances**

Trade receivables do not carry any interest and are stated at their normal value as reduced by appropriate allowances for estimated irrecoverable amounts. Individual trade receivables are written off when management deems them not collectible. Impairment is made on ECL, which are the present value of the cash shortfall over the expected life of the financial assets



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**d) Defined Benefit Plans**

The cost of the defined benefit plan and other post-employment benefits and the present value of such obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in future. These Includes the determination of the discount rate, future salary increases, mortality rates and attrition rate. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

**e) 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 (DCF) model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. Judgments include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.



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**NOTE 4.1 :**  
**Property, Plant and Equipment**  
**As at March 31, 2023**

(Amount in Rs. Lakhs)

Description	Gross Block				Depreciation				Net Block	
	April 1, 2022	Additions / Adjustments	Sales / Adjustments	March 31, 2023	April 1, 2022	During the Period *	Sales / Adjustments	March 31, 2023	March 31, 2023	March 31, 2022
Land (Leasehold) Right-of-use Asset	3,752.61	-	-	3,752.61	-	-	-	-	3,752.61	3,752.61
Office Equipments	-	7.79	-	7.79	-	0.58	-	0.58	7.21	-
Furniture	-	4.43	-	4.43	-	0.06	-	0.06	4.37	-
Computers	-	6.88	-	6.88	-	0.33	-	0.33	6.55	-
Vehicles	-	14.84	-	14.84	-	0.04	-	0.04	14.80	-
Plant & Machinery	-	2.82	-	2.82	-	0.08	-	0.08	2.74	-
<b>Total</b>	<b>3,752.61</b>	<b>36.76</b>	<b>-</b>	<b>3,789.37</b>	<b>-</b>	<b>1.09</b>	<b>-</b>	<b>1.09</b>	<b>3,788.28</b>	<b>3,752.61</b>
Previous year ended March 31, 2022	-	3,752.61	-	3,752.61	-	-	-	-	3,752.61	-

\* Depreciation of Rs 1.05 lakhs (previous year nil) has been transferred to capital work in progress

**NOTE 4.2 :**  
**Intangible Assets**  
**As at March 31, 2023**

(Amount in Rs. Lakhs)

Description	Gross Block				Amortisation				Net Block	
	April 1, 2022	Additions / Adjustments	Sales / Adjustments	March 31, 2023	April 1, 2022	During the Period	Sales / Adjustments	March 31, 2023	March 31, 2023	March 31, 2022
Software	-	12.56	-	12.56	-	0.80	-	0.80	11.75	-
<b>Total</b>	<b>-</b>	<b>12.56</b>	<b>-</b>	<b>12.56</b>	<b>-</b>	<b>0.80</b>	<b>-</b>	<b>0.80</b>	<b>11.75</b>	<b>-</b>

\* Amortisation of Rs 0.80 lakhs (previous year nil) has been transferred to capital work in progress

**NOTE 4.3 :**  
**Capital Work In Progress**  
**As at March 31, 2023**

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	7,654.39	656.91	-	-	8,311.30
Projects temporarily suspended	-	-	-	-	-

**As at March 31, 2022**

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	657.93	-	-	-	657.93
Projects temporarily suspended	-	-	-	-	-



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Notes to Financial Statements:			
			(Amount in Rs. Lakhs)
Note No.	Particulars	As at March 31, 2023	As at March 31, 2022
5	<b>Deferred Tax Assets(net)</b>		
	Carry forward Unabsorbed Losses	-	0.16
		-	0.16
Note No.	Particulars	As at March 31, 2023	As at March 31, 2022
6	<b>Other Non Current Assets</b>		
	Deposits with Government Authorities	12.85	1.28
	Deposits with Others	-	0.72
	Capital Advances	251.17	1,182.96
		<b>264.02</b>	<b>1,184.96</b>
Note No.	Particulars	As at March 31, 2023	As at March 31, 2022
7	<b>Stock in Hand</b>		
	Raw Material	314.64	
	Finished Goods	14.70	
	Stores & Spares	21.54	
	Scrap	11.67	
	Others (Stationary & Other Consumables)	1.57	
		<b>364.12</b>	-
Note No.	Particulars	As at March 31, 2023	As at March 31, 2022
8	<b>Cash &amp; Cash Equivalents</b>		
	Balance with Bank	6.66	14.47
		<b>6.66</b>	<b>14.47</b>
Note No.	Particulars	As at March 31, 2023	As at March 31, 2022
9	<b>Bank Balance Other than above</b>		
	<b>Other Bank Balances</b>		
	Fixed Deposits with Schedule Banks*	210.68	-
		<b>210.68</b>	-
	*Lien has been marked on Fixed Deposit against Bank Gurantee.		
Note No.	Particulars	As at March 31, 2023	As at March 31, 2022
10	<b>Investments</b>		
	Measured at fair value through P&L (FVTPL)		
	-Investment in ICICI Mutual Fund (Total Units 335542.126 @ Rs.324.31)	1,088.19	-
		<b>1,088.19</b>	-
	Aggregate book value of quoted investment	1,088.19	



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Notes to Financial Statements:			
		(Amount in Rs. Lakhs)	
Note No.	Particulars	As at March 31, 2023	As at March 31, 2022
11	<b>Trade Receivables</b>		
	Unsecured		
	-Considered Good	111.98	-
		<b>111.98</b>	<b>-</b>
Note No.	Particulars	As at March 31, 2023	As at March 31, 2022
12	<b>Current Tax Assets (Net)</b>		
	TCS on Purchase	0.74	0.56
	TDS Receivable	0.93	-
		<b>1.67</b>	<b>0.56</b>
Note No.	Particulars	As at March 31, 2023	As at March 31, 2022
13	<b>Other Current Assets</b>		
	Indirect Tax Recoverable	270.13	137.84
	Prepaid Expenses	30.68	6.11
	Advances to Suppliers	41.30	-
	Advances to Employees	0.48	-
		<b>342.59</b>	<b>143.95</b>



28

Notes to Financial Statements:				(Amount in Rs. Lakhs)	
Note No.	Particulars			As at March 31, 2023	As at March 31, 2022
14	<b>Equity Share Capital</b>				
	<b>Authorised Share Capital :</b>				
	Equity Shares (10,00,00,000 (Previous Year 5,00,00,000) of Rs. 10 each)			10,000.00	5,000.00
	<b>Issued, Subscribed and Fully Paid up :</b>				
	Equity Shares (8,50,00,000 (Previous Year 4,00,50,000) of Rs. 10 each)			8,500.00	4,005.00
				8,500.00	4,005.00
	<b>Notes:</b>				
	(a) Reconciliation of Equity Share Capital				
		31-03-2023		31-03-2022	
	Particulars	Nos.	Amount	Nos.	Amount
	Shares outstanding at the beginning of the year	4,00,50,000	4,005.00	-	-
	Shares Issued during the year*	4,49,50,000	4,495.00	4,00,50,000	4,005.00
	Shares bought back during the year	-	-	-	-
	<b>Shares outstanding at the end of the Period</b>	<b>8,50,00,000</b>	<b>8,500.00</b>	<b>4,00,50,000</b>	<b>4,005.00</b>
	*The company has issued & allotted 4,49,50,000 no of shares fully paid up equity share of Rs 10/- each for cash on right basis. The proceeds to be used for capital expenditure & related purpose.				
	(b) List of shareholders holding more than 5% of the Equity Share Capital of the Company (In numbers)				
	Name of Shareholder			As at March 31, 2023	As at March 31, 2022
	JK Paper Limited (including Six no. of shares held by Nominee Shareholders)			8,50,00,000	4,00,50,000
	(c) List of Shareholding of Promoters (In numbers)				
	Name of Promoter	No. of Shares	% of Total Shares	Changes during the Period	
	JK Paper Limited (including Six no. of shares held by Nominee Shareholders)	8,50,00,000	100	112.23%	
	(d) All the shares are held by Holding Company JK Paper Ltd. & its nominees.				
	(e) Equity Shares:				
	<b>The Equity Shareholders have:-</b>				
	(i) The right to receive dividend out of net profits. The dividend proposed by Board of Directors is subject to approval of shareholders in the ensuing Annual General Meeting.				
	(ii) The Company has only one class of Equity Shares having face value of Rs. 10/- each and each shareholder is entitled to one vote per share.				
	(iii) In the event of winding up, the equity shareholders will be entitled to have a share in surplus assets of the Company, proportionate to their individual shareholding in the paid up equity capital of the company.				
	(f) There is no issue of bonus shares, issue of shares other than against the cash & buy back in preceding five years.				
Note No.	Particulars			As at March 31, 2023	As at March 31, 2022
15	<b>Non Current Financial Liabilities - Borrowings</b>				
	<b>Secured</b>				
	Term Loans from Banks			4,921.34	-
				<b>4,921.34</b>	<b>-</b>
	Term Loan of Rs 4921.34 lakhs from Union bank of India is secured by means of first pari passu mortgage/ charge on the Property, Plant & Equipment proposed to be set up on the Ludhiana unit.				
	This Term Loan shall be repayable as under:				
	1. Term Loans aggregating to Rs 300 lakhs are repayable in total 4 equal quarterly-instalments from December 2024 to September 2025				
	2. Term Loans aggregating to Rs 600 lakhs are repayable in total 4 equal quarterly-instalments from December 2025 to September 2026				
	3. Term Loans aggregating to Rs 4021.34 lakhs are repayable in total 20 equal quarterly-instalments from December 2026 to September 2031				



for

Notes to Financial Statements:			
(Amount in Rs. Lakhs)			
Note No.	Particulars	As at March 31, 2023	As at March 31, 2022
16	<b>Non Current Provisions</b>		
	Gratuity	2.50	-
	Earned Leave	3.99	-
	Sick Leave	0.26	-
		<b>6.75</b>	<b>-</b>
Note No.	Particulars	As at March 31, 2023	As at March 31, 2022
17	<b>Deferred Tax Liabilities (Net)</b>		
	Deferred Tax Liabilities	13.44	-
		<b>13.44</b>	<b>-</b>
Note No.	Particulars	As at March 31, 2023	As at March 31, 2022
18	<b>Current Financial Liabilities - Borrowings</b>		
	<b>Unsecured</b>		
	Loan from JK Paper Ltd (Holding Co.)	-	1,725.00
		<b>-</b>	<b>1,725.00</b>
Note No.	Particulars	As at March 31, 2023	As at March 31, 2022
19	<b>Other Current Financial Liabilities</b>		
	Interest accrued but not due on loans	-	11.72
	Capital Creditors		
	-MSME Creditors	2.72	-
	-Other Creditors	760.91	54.86
	Other Payables	37.87	6.12
		<b>801.50</b>	<b>72.70</b>
Note No.	Particulars	As at March 31, 2023	As at March 31, 2022
20	<b>Trade Payables</b>		
	-Total outstanding dues of Micro and Small Enterprises	-	-
	-Total Outstanding dues of Creditors other than Micro and Small Enterprises	274.58	-
		<b>274.58</b>	<b>-</b>
Note No.	Particulars	As at March 31, 2023	As at March 31, 2022
21	<b>Other Current Liabilities</b>		
	Statutory Dues	10.41	2.84
	Payable to Staff	6.97	-
	Expenses Payable	1.88	-
	Security Payable	1.00	-
		<b>20.26</b>	<b>2.84</b>
Note No.	Particulars	As at March 31, 2023	As at March 31, 2022
22	<b>Short Term Provisions</b>		
	Gratuity	0.01	-
	Earned Leave	0.45	-
	Sick Leave	0.03	-
		<b>0.49</b>	<b>-</b>
Note No.	Particulars	As at March 31, 2023	As at March 31, 2022
23	<b>Current Tax Liabilities</b>		
	Provision for Income Tax	4.39	-
		<b>4.39</b>	<b>-</b>



18

## Notes to Financial Statements:

(Amount in Rs. Lakhs)

Note No.	Particulars	For the Year ended 31st March 23	For the period from 1st July 21 to 31st March 22
<b>24</b>	<b>Other Income</b>		
	Profit on Mutual Funds	15.87	-
	Profit on Mutual Funds (MTM Gain)	46.69	-
	Interest on Income Tax Refund	0.02	-
	Interest on FDR	9.29	-
	Foreign Exchange Fluctuation	7.47	-
		<b>79.34</b>	<b>-</b>
<b>Note No.</b>	<b>Particulars</b>	<b>For the Year ended 31st March 23</b>	<b>For the period from 1st July 21 to 31st March 22</b>
<b>25</b>	<b>Change in Stock</b>		
	Opening Stock	-	-
	Stock Transfer from CWIP	14.70	
	Less:- Closing stock of Finished Goods	(14.70)	
			<b>-</b>
<b>Note No.</b>	<b>Particulars</b>	<b>For the Year ended 31st March 23</b>	<b>For the period from 1st July 21 to 31st March 22</b>
<b>26</b>	<b>Finance Cost</b>		
	Interest on Income Tax	0.12	-
		<b>0.12</b>	<b>-</b>
<b>Note No.</b>	<b>Particulars</b>	<b>For the Year ended 31st March 23</b>	<b>For the period from 1st July 21 to 31st March 22</b>
<b>27</b>	<b>Other Expenses</b>		
	Director Sitting Fees	0.46	0.44
	Interest on TDS	0.02	-
	Preliminary Expenses	-	0.05
	Legal & Professional Expenses	0.15	
	ROC Charges	49.91	50.32
	Auditors Remuneration (Excluding GST) For Audit Fees	1.25	0.25
		<b>51.79</b>	<b>51.06</b>



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28. Estimated amount of contract remaining to be executed on Capital accounts (net of Advances) and not provided for is **Rs. 1469. 24 lakhs**

29. (i) Contingent Liability – NIL (ii) Claims not acknowledged as debt – Nil.

30. Capital Work in progress includes following pre-operative (including Trial Run) expenses pending allocation / capitalization:

Particulars	As at March 31, 2023	As at March 31, 2022
Consumption of Raw Material	108.38	-
Consumption of Chemical, Stores Spares & Packing	21.33	-
Power, Fuel and Water	30.50	3.30
Salaries & Wages	248.87	1.33
Insurance	7.63	0.95
Travelling, Fee for Technical & Professional Services	127.92	36.67
Interest on Loans	175.06	15.19
<b>Total</b>	<b>719.69</b>	<b>57.44</b>
Less: Sales	98.33	-
Less: Closing Stock	26.37	-
Finished Goods	14.70	
Scrap	11.67	
<b>Total Expenses</b>	<b>594.99</b>	<b>57.44</b>
Add: Expenditure up to previous year	57.44	-
Less : Allocated to Fixed Assets	-	-
<b>Balance carried over</b>	<b>652.43</b>	<b>57.44</b>

31. Disclosure as required under 'Related Party Disclosures' (IND AS-24), are as below:

List of Related Parties:

**Holding Company\***

JK Paper Limited

**Fellow Subsidiaries**

Songadh Infrastructure & Housing Limited\*

Jaykaypur Infrastructure & Housing Limited\*

JK Paper International (Singapore) Pte. Limited\*

Enviro Tech Ventures Limited (Earlier JK Enviro-Tech Limited) \*

The Sirpur Paper Mills Limited\*

Horizon Packs Private Limited\*\*

Securipax Packaging Private Limited\*\*

\* w.e.f: 1<sup>st</sup> July 2021

\*\* w.e.f: 12<sup>th</sup> December, 2022

**Key Management Personnel (KMP)**

Non-Executive Directors:

Sh. A.S. Mehta (w.e.f. July 01, 2021)

Sh. Chaitanya Hari Singhania (w.e.f. July 16, 2021)

Sh. Deepak Gupta (w.e.f. July 01, 2021)

Sh. Rajesh Kumar Ghai (up to July 29, 2021)



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Executives:

Sh. Raghavendra Mathyadi Subraya Hebbar, Manager (Dec 03, 2021 to Aug 09,2022)

Sh. Anil Jatana, Chief Finance Officer (Up to May 09, 2022)

Sh. Raghav Garg, Chief Finance Officer (w.e.f. May 10, 2022)

Ms. Brinda Prakash, Company Secretary (w.e.f. Dec 03, 2021)

Sh. Jerome, Manager (w.e.f. Jan 30, 2023)\*

The following transactions were carried out with related parties in the ordinary course of business and in arm's length basis

(Amount in Lakhs)

Sl. No.	Nature of Transactions	Holding Company	Holding Company
		April'22-Mar'23 (12 Months)	July'21-Mar'22 (9 Months)
I	Interest on Loan	9.43	15.19
II	Loans Received	650.00	1825.00
III	Loans Repaid	2375.00	100.00
IV	Reimbursement of expenses incurred on our behalf	44.86	-
V	Outstanding at end of the year:		
	a) Receivable	-	-
	b) Payable	-	1736.72

Sl. No.	Nature of Transactions	KMP	KMP
		April'22-Mar'23 (12 Months)	July'21-Mar'22 (9 Months)
I	Sitting Fees to Non-Executive Directors	0.46	0.44
II	Salaries to KMP	53.84	-

\* Mr Jerome has been appointed as Manager w.e.f. 30<sup>th</sup> January, 2023. His term of appointment including remuneration payable to him is subject to approval by the shareholder in the ensuing General Meeting.

32. The details of amounts outstanding under the Micro, Small & Medium Enterprises Development Act, 2006 to the extent of information available with the company are as under:

- (i) Principal & Interest amount due and remaining unpaid as at 31.03.2023: Rs. 2.72 Lakhs for Principal (Previous Year: NIL)
- (ii) Payment made beyond the appointed day during the year: NIL (Previous Year: NIL)
- (iii) Interest accrued and unpaid as at 31.03.2023: NIL (Previous Year: NIL)



18



33. (i) Trade Receivables ageing schedule as on March 31, 2023 and March 31, 2022 is as follows:

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 Months	6 Months-1 Year	1-2 Year	2-3 Year	More than 3 Years	
(i) Undisputed Trade receivables – considered good							
March 31, 2023	101.32	10.56	-	-	-	-	111.98
March 31, 2022	-	-	-	-	-	-	-
(ii) Undisputed Trade Receivables – considered doubtful							
March 31, 2023	-	-	-	-	-	-	-
March 31, 2022	-	-	-	-	-	-	-
(iii) Disputed Trade Receivables – considered good							
March 31, 2023	-	-	-	-	-	-	-
March 31, 2022	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered doubtful							
March 31, 2023	-	-	-	-	-	-	-
March 31, 2022	-	-	-	-	-	-	-
(v) Less: Allowance for credit impairment:							
March 31, 2023	-	-	-	-	-	-	-
March 31, 2022	-	-	-	-	-	-	-
Total							
March 31, 2023	101.32	10.66	-	-	-	-	111.98
March 31, 2022	-	-	-	-	-	-	-

(ii) Trade Payables ageing schedule as on March 31, 2023 and March 31, 2022 is as follows:

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 Months	6 Months-1 Year	1-2 Year	2-3 Year	More than 3 Years	
(i) MSME							
March 31, 2023	-	-	-	-	-	-	-
March 31, 2022	-	-	-	-	-	-	-
(ii) Others							
March 31, 2023	267.98	6.60	-	-	-	-	274.58
March 31, 2022	-	-	-	-	-	-	-
(iii) Disputed dues – MSME							
March 31, 2023	-	-	-	-	-	-	-
March 31, 2022	-	-	-	-	-	-	-
(iv) Disputed dues - Others							
March 31, 2023	-	-	-	-	-	-	-
March 31, 2022	-	-	-	-	-	-	-
Total							
March 31, 2023	267.98	6.60	-	-	-	-	274.58
March 31, 2022	-	-	-	-	-	-	-

34. Segment Reporting:

The company is in process of setting up Corrugated manufacturing plant at Ludhiana. The performance of the Company is reviewed by the Board of Directors (Chief Operating Decision Makers) and has only one reportable/business segment.



8

35. The sale to three customers is more than 10% of the revenue i.e. Rs. 86.70 Lakhs (incl. GST) during the current year . Previous year sale was Nil

### 36. Employee Benefit.

#### Other Long Term Benefits

Amount recognized as an expense and included in project and pre operative expenses. Rs 4.73 lakhs (Previous year Nil) for long term compensated Absences

#### Defined Benefits Plans

1. Amount recognized as an expense and recognised in project and pre operative expenses Rs 9.04 lakhs (Previous year) for Provident and other fund

2. Gratuity expense Rs 2.51 lakhs (Previous year Nil) has been recognised in project and pre operative expenses as per actuarial valuation

Sr No	Particulars	Amount in Lakhs	
		March 31, 2023	March 31, 2022 *
		Gratuity	Gratuity
		Unfunded	Unfunded
1	<b>Change in present value of obligation during the year</b>		
	Present Value of Benefit Obligation at the Beginning of the Period	-	-
	- Included in statement of profit and loss		
	Current Service Cost - Transferred to CWIP	2.51	-
	<b>Present Value of Benefit Obligation at the End of the Period</b>	<b>2.51</b>	<b>-</b>
2	<b>Reconciliation of Present value of Defined Benefit Obligation and Fair Value of Plan Assets</b>		
	(Present Value of Benefit Obligation at the end of the Period)	(2.51)	-
	Fair Value of Plan Assets at the end of the Period	-	-
	Funded Status (Surplus/ (Deficit))	(2.51)	-
	<b>Net (Liability)/Asset Recognized in the Balance Sheet</b>	<b>2.51</b>	<b>-</b>
3	<b>Expenses recognised in the Statement of Profit and Loss</b>		
	Current Service Cost	2.51	-
	Net Interest Cost	-	-
	Past Service Cost	-	-
	<b>Expenses Recognized</b>	<b>2.51</b>	<b>-</b>
4	<b>Balance sheet reconciliation</b>		
	Opening Net Liability	-	-
	Expenses Recognized in Statement of Profit or Loss	2.51	-
	Expenses Recognized in OCI	-	-
	<b>Net Liability/(Asset) Recognized in the Balance Sheet</b>	<b>2.51</b>	<b>-</b>
5	<b>Bifurcation of PBO at the end of the year</b>		
	Current Liability	0.01	-
	Non-current liability	2.50	-
6	<b>Actuarial Assumptions</b>		
	Expected Return on Plan Assets	N.A.	-
	Rate of Discounting	0.0751	-
	Rate of Salary Increase	0.05	-
	Rate of Employee Turnover	For ages 30 years and below 3.00% p.a. For ages 31 years to 44 years 2.00% p.a. For ages 45 years and above 1.00% p.a.	-
	Mortality Rate During Employment	Indian Assured Lives Mortality 2012-14 (Urban)	-
7	<b>Maturity Analysis of the Benefit Payments</b>		
	Projected Benefits Payable in Future Years From the Date of Reporting		
	1st Following Year	0.01	-
	2nd Following Year	0.01	-
	3rd Following Year	0.01	-
	4th Following Year	0.01	-
	5th Following Year	0.10	-
	Sum of Years 6 To 10	1.35	-
	Sum of Years 11 and above	9.18	-
8	<b>Sensitivity Analysis</b>		
	Defined Benefit Obligation on Current Assumptions	2.51	-
	Delta Effect of +1% Change in Rate of Discounting	(0.36)	-
	Delta Effect of -1% Change in Rate of Discounting	0.44	-
	Delta Effect of +1% Change in Rate of Salary Increase	0.45	-
	Delta Effect of -1% Change in Rate of Salary Increase	(0.37)	-
	Delta Effect of +1% Change in Rate of Employee Turnover	(0.01)	-
	Delta Effect of -1% Change in Rate of Employee Turnover	(0.00)	-



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\* In previous year, one employee was on the roll of the company for the part of the year

**37. Earnings per Share:**

Particulars	April'22-Mar'23 (12 Months)	July'21-Mar'22 (9 Months)
Profit / (Loss) After Tax (Rs. in Lakhs)	9.39	(50.90)
Weighted Average No. of Ordinary Shares (No.)	7,75,31,508	1,81,48,859
Nominal Value of Ordinary Share (Rs.)	10/-	10/-
Basic Earnings per Share (Rs.)	0.01	(0.28)
Diluted Earnings Per Share (Rs.)	0.01	(0.28)

**38. Reconciliation of Effective Tax Rate:**

Particulars	(Amount in Lakhs)	
	April'22-Mar'23 (12 Months)	July'21-Mar'22 (9 Months)
Profit Before Tax	27.39	(51.06)
at applicable Income Tax rate @17.16%	4.70	(8.76)
<b>Tax Impact on</b>		
Due to expenses for increase in Authorized Share Capital	8.15	8.60
MTM on mutual funds - Rate diff	3.74	-
Forex on capital assets	-	-
Others	0.01	-
Due to tax under special rates	1.40	-
<b>Reported income tax expenses</b>	<b>18.00</b>	<b>(0.16)</b>
Effective tax rate	<b>65.72%</b>	<b>0.31%</b>

**39. Other Statutory Information in terms of the amendment in schedule III of the companies act vide notification G.S.R. 207(E) dt 24<sup>th</sup> March 2021:**

- The Company does not have any benami property, and no proceeding has been initiated or pending against the Company for holding any benami property.
- The Company does not have any transactions with companies struck off.
- The Company does not have any charges or satisfaction which is yet to be registered with Registrar of Companies beyond the statutory period.
- The Company have not traded or invested in crypto currency or virtual currency during the financial year.
- The Company have 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:
  - Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (ultimate beneficiaries) or
  - Provide any Guarantee, Security, or the like to or on behalf of the Ultimate Beneficiaries.
- The Company have not received any fund from any Person(s) or Entity(ies), including Foreign Entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
  - Directly or indirectly lend or invest in other persons or entities identified in any manner



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- whatsoever by or on behalf of the funding party (ultimate beneficiaries) or
- (ii) Provide any Guarantee, Security, or the like on behalf of the ultimate beneficiaries.
- g) The company has not been sanctioned working capital limit in excess of Rs. 5 crore, in aggregate, at points of time during the year, from bank on the basis of security of current assets.
- h) 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 year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.

#### 40. Financial Risk Management Objectives & Policies

##### Liquidity risk:

Liquidity risk arises when the Company will not be able to meet its present and future cash and collateral obligations. The risk management action focuses on the unpredictability of financial markets and tries to minimize adverse effects.

The Company's approach is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when due and company monitors rolling forecasts of its liquidity requirements.

##### Contractual Maturities of significant financial liabilities as at March 31, 2023

(Amount In Lakhs)

Particulars	Carrying Amount	Less than 1 year	1-5 Years	More than 5 Years
Borrowings-Non-Current	4921.34	-	4921.34	-
Borrowings-Current	-	-	-	-
Trade Payables	274.58	274.58	-	-
Other financial liabilities-Current	801.50	801.50	-	-

##### Contractual Maturities of significant financial liabilities as at March 31, 2022

(Amount In Lakhs)

Particulars	Carrying Amount	Less than 1 year	1-5 Years	More than 5 Years
Borrowings-Non-Current	-	-	-	-
Borrowings-Current	1725.00	1725.00	-	-
Trade Payables	-	-	-	-
Other financial liabilities-Current	72.70	72.70	-	-

##### Capital Risk Management:

The Company's policy is to maintain an adequate capital base so as to maintain creditor and market confidence and to sustain future development. Capital includes issued capital, share premium and all other equity reserves attributable to equity holders. In order to strengthen the capital base, the company may use appropriate means to enhance or reduce capital, as the case may be.



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(Amount in Lakhs)

Particulars	Note No.	31.03.2023	31.03.2022
Equity Share Capital	14	8500.00	4,005.00
Other Equity		(41.51)	(50.90)
<b>Total Equity</b>		<b>8,458.49</b>	<b>3,954.10</b>
Borrowings-Non-Current	15	4,921.34	-
Current Maturities of Non-current Borrowings		-	-
Current Borrowings	18	-	1725.00
<b>Total Debts</b>		<b>4,921.34</b>	<b>1725.00</b>
<b>Debt to Equity Ratio</b>		<b>0.58</b>	<b>0.44</b>

#### Credit Risk:

Credit risk refers to the risk of default on its obligation by the counterparty resulting in a financial loss. The maximum exposure to the credit risk at the reporting date is primarily from trade receivables amounting to Rs. 111.98 Lakhs and Nil as of March 31, 2023 and March 31, 2022, respectively. Trade receivables are typically unsecured and are derived from revenue earned from customers primarily located in India. Credit risk has always been managed by the company through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business. On account of adoption of Ind AS 109, the company uses expected credit loss model to assess the impairment loss or gain. The Company uses a provision matrix to compute the expected credit loss allowance for trade receivables. The provision matrix takes into account as per the Company's historical experience for customers. For current year there is no credit loss allowance expected for trade receivables.

#### Interest Rate Risk and Sensitivity:

The Company's exposure to the risk of changes in market interest rates relates primarily to long term debt. Borrowings at variable rates exposes to cash flow risk. With all other variables held constant, the following table demonstrates impact of floating rate borrowings on company's profitability.

#### Sensitivity on variable Rate Borrowings

(Amount in Lakhs)

Particulars	Impact on Profit & Loss Account*		Impact on Equity	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
Interest Rate Increase by 0.25%	12.30	-	12.30	-
Interest Rate decrease by 0.25%	(12.30)	-	(12.30)	-

\* Interest for the FY 22-23 is being recognized under Pre-Operative Expenses.

#### 41. Financial Instruments

The management has assessed that fair value of all financial assets and liabilities including cash and cash equivalents, borrowings, and other financial liabilities, approximate their carrying amounts.



**Fair value of Financial Assets and Liabilities:**

The company maintains policies and procedures to value financial assets or financial liabilities using the best and most relevant data available. The fair values of the financial assets and liabilities are included at the amount that would be received to sell an asset or paid to transfer a liability in an order transaction between market participants at the measurement date.

(Amount in Lakhs)

Particulars	Fair Value Hierarchy	31 <sup>st</sup> March'23		31 <sup>st</sup> March'22	
		Carrying Amount	Fair Value	Carrying Amount	Fair Value
<b>A. Financial Assets</b>					
<b>(i) At Amortized Cost: -</b>					
a) Cash & Bank Balances		217.34	217.34	14.47	14.47
b) Trade Receivable		111.98	111.98	-	-
<b>(ii) At Fair Value through Profit &amp; Loss: -</b>					
a) Investments	Level-1	1,088.19	1,088.19	-	-
<b>Total</b>		<b>1,417.51</b>	<b>1,417.51</b>	<b>14.47</b>	<b>14.47</b>
<b>B. Financial Liabilities</b>					
<b>(i) At Amortized Cost: -</b>					
a) Borrowings		4,921.34	4,921.34	1,725.00	1,725.00
b) Other Financial Liabilities		801.50	801.50	72.69	72.69
c) Trade Payable		274.58	274.58	-	-
<b>Total</b>		<b>5,997.42</b>	<b>5,997.42</b>	<b>1,797.69</b>	<b>1,797.69</b>

**42. Analytical Ratios :**

Sr. No	Ratio	Numerator	Denominator	31-03-2023	31-03-2022	% Change
1	Current Ratio *	Current Asset	Current Liability	1.93	0.09	2045.00%
2	Debt Equity Ratio *	Total Debt	Shareholder Equity	0.58	0.44	32.23%
3	Debt Service Coverage Ratio *	EBITDA	Debt Service	NA	NA	NA
4	Return on Equity	Profit after tax	Shareholder Equity	0.11%	-1.29%	1.40%
5	Inventory Turnover Ratio (Times)	NA	NA	NA	NA	NA
6	Trade Receivable Turnover Ratio (Times)	NA	NA	NA	NA	NA
7	Trade Payable Turnover Ratio (Times)	NA	NA	NA	NA	NA
8	Net Capital Turnover Ratio (Times)	NA	NA	NA	NA	NA
9	Net Profit Ratio	NA	NA	NA	NA	NA
10	Return on Capital Employed	EBIT	Tangible Net Worth+Total Debt+DTL	0.20%	-0.90%	1.10%
11	Return on Investment -Mutual Funds			6.51%	0	6.51%

\* During the current year , trial run has been started and loan has been disbursed hence financial ratios are significantly changed

43. During the year an amount of Rs 1.25 lakhs has been paid as statutory audit fee.

44. Previous year figures have been regrouped/rearranged, wherever considered necessary to conform to current year's classification.



for

45. Notes 1 to 44 are annexed to and form an integral part of financial statements.

As per our Report of even date attached.

For and on behalf of the Board of Directors

**For Lodha & Co.**

Chartered Accountants

Firm Reg. No. 301051E



(Shyamal Kumar)

Partner

Membership No. 509325


Date - 8th May, 2023

Place - New Delhi




  
A.S. Mehta

Director

  
Deepak Gupta

Director

  
Raghav Garg

Chief Financial Officer



Brinda Prakash

Company Secretary

**JKPL Packaging Products Limited**  
**Statement of Cash Flows for the period from 1st April 2022 to 31st March 2023**  
**CIN:U36991DL2021PLC383047**

(Amount in Rs. Lakhs)

Particulars	12 Months ended March 31, 2023	From 1st July 21 to 31st March 22
<b>A. Cash Flow from Operating Activities</b>		
Profit/(Loss) before Tax and Extra-ordinary Items	27.39	(51.06)
Adjustments for:		
Profit on Mutual Funds	(15.87)	-
MTM Gain on Mutual Fund	(46.69)	-
Interest Income	(9.29)	-
Foreign Exchange Fluctuation	(7.47)	-
Depreciation	0.04	-
<b>Operating Profit before Working Capital Changes</b>	<b>(51.89)</b>	<b>(51.06)</b>
<b>Adjustments for Working Capital Changes</b>		
Decrease/(Increase) in Trade & Other Receivables	(313.99)	(145.95)
Increase/(Decrease) in Trade & Other Payables	319.26	20.68
Increase/(Decrease) in Stock in Trade	(364.12)	-
<b>Cash generated from Operations</b>	<b>(410.74)</b>	<b>(176.33)</b>
Taxes paid	(1.11)	(0.56)
<b>Net Cash from Operating Activities (A)</b>	<b>(411.85)</b>	<b>(176.89)</b>
<b>B. Cash Flow from Investing Activities</b>		
Purchase of Property, Plant and Equipment	(5,885.21)	(5,538.65)
Acquisition of Mutual Funds	(2,050.00)	-
Proceeds from sale of Mutual Funds	1,024.36	-
Interest Received	9.29	-
<b>Net Cash from Investing Activities (B)</b>	<b>(6,901.56)</b>	<b>(5,538.65)</b>
<b>C. Cash Flow from Financing Activities</b>		
Proceeds From issue of Equity Shares	4,495.00	4,005.00
Proceeds of Long-term Borrowings	4,921.34	-
Proceeds of Short-term Borrowings	650.00	1,825.00
Repayment of Short-term Borrowings	(2,375.00)	(100.00)
Interest Paid	(175.06)	-
<b>Net Cash from Financing Activities (C)</b>	<b>7,516.28</b>	<b>5,730.00</b>
<b>Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)</b>	<b>202.87</b>	<b>14.47</b>
Opening Balance of Cash & Cash Equivalents	14.47	-
<b>Closing Balance of Cash &amp; Cash Equivalents</b>	<b>217.34</b>	<b>14.47</b>

The accompanying notes are integral part of the financial statements

**Notes:**

A. Statement of Cash Flows is prepared on Indirect Approach as per IND AS-7.

Particulars	12 Months ended March 31, 2023		From 1st July 21 to 31st March 22	
	Long term	Short Term	Long term	Short Term
<b>B. Total Liabilities from Financing Activities</b>				
Opening (Including current maturities)	-	1,725.00	-	-
Cash Flow Changes	4,921.34	(1,725.00)	-	1,725.00
Non-Cash Flow Changes	-	-	-	-
<b>Closing Balance</b>	<b>4,921.34</b>	<b>-</b>	<b>-</b>	<b>1,725.00</b>

The accompanying notes are integral part of the financial statements

As per our Report of even date attached.

For Lodha & Co.  
Chartered Accountants  
Firm Reg. No. 301051E

(Shyamal Kumar)  
Partner  
Membership No. 509325

Date - 8th May, 2023  
Place - New Delhi



For and on behalf of the Board of Directors

A S Mehta  
Director

Deepak Gupta  
Director

Raghav Garg  
Chief Financial Officer

Brinda Prakash  
Company Secretary