



INDEPENDENT AUDITORS' REPORT ON ANNUAL STANDALONE FINANCIAL RESULTS OF CHEMBOND MATERIAL TECHNOLOGIES PRIVATE LIMITED (FORMERLY KNOWN AS PROTOCHEM INDUSTRIES PRIVATE LIMITED) FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2022 PURSUANT TO THE REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015.

To

The Board of Directors,
Chembond Material Technologies Private Limited
(Formerly known as Protochem Industries Private Limited)

Report on the audit of Standalone Financial Results

1. Opinion

We have audited the annual standalone financial results of CHEMBOND MATERIAL TECHNOLOGIES PRIVATE LIMITED ("the Company") (FORMERLY KNOWN AS PROTOCHEM INDUSTRIES PRIVATE LIMITED) for the quarter and year ended 31st March, 2022, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us these annual standalone financial results;

- (i) are presented in accordance with the requirements of Regulation 53 of the Listing Regulations in this regard; and
- (ii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net loss and other comprehensive income and other financial information for the quarter and year ended 31 March 2022.

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2. Basis for Opinion

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

3. Management's Responsibility for the Standalone Financial Results.

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements to give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

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4. Auditor's Responsibility for the audit of the Standalone Financial Results.

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

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

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

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- 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.

5. Other Matters

Attention is drawn to the fact that the figures for the quarter ended 31st March, 2022 and the corresponding quarter ended in the previous year as reported in these annual standalone financial results are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the end of the third quarter of the relevant financial year. Also, the figures up to the end of the third quarter had only been reviewed and not subjected to audit.

Place: Navi Mumbai
Date : 30th April, 2022



For M/s. Kastury & Talati
Chartered Accountants
Firm Regn. No.: 104908W


A handwritten signature in blue ink, appearing to be 'Dhiren P. Talati'.

Dhiren P. Talati: Partner
Membership No.: F/41867

Chembond Material Technologies Private Limited
(Formerly Protechem Industries Private Limited)
Balance Sheet as at 31st Mar 2022


	Notes	As at 31/03/2022 (Rs. In lakhs)	As at 31/03/2021 (Rs. In lakhs)
I ASSETS			
1	Non-current assets		
(a)	Property, plant and Equipment and Intangible assets		
i)	Property, plant and equipment	2 367.54	340.96
ii)	Capital work-in-progress	2 0.00	0.00
iii)	Other Intangible Assets	2 6.84	4.16
(b)	Deferred tax assets (Net)	3 29.33	16.41
(c)	Financial Assets		
i)	Other financial assets	4 1.31	1.31
(d)	Other non-current assets	5 0.00	6.15
	Total Non - Current Assets	405.02	368.99
2	Current Assets		
(a)	Inventories	6 1,191.69	921.91
(b)	Financial Assets		
i)	Trade receivables	7 2,820.84	1,640.63
ii)	Cash and cash equivalents	8 226.62	134.43
iii)	Other bank balances	9 114.72	90.07
iv)	Loans	10 20.87	27.71
v)	Other financial assets	11 1.66	1.66
(c)	Current Tax (Net)	12 6.78	1.02
(d)	Other current assets	13 71.50	54.41
	Total Current Assets	4,454.63	2,921.83
	Total Assets	4,859.65	3,290.83
II EQUITY AND LIABILITIES			
1	Equity		
(a)	Equity Share capital	14 151.50	151.50
(h)	Other equity	15 38.46	-85.59
	Total Equity	189.96	65.91
2	Non Current Liabilities		
(a)	Provisions	16 0.00	19.25
	Total Non - Current Liabilities	0.00	19.25
3	Current liabilities		
(a)	Financial liabilities		
i)	Borrowings	17 1,368.02	1,298.00
ii)	Trade payables		
Trade payables -MSMED	18 341.48	243.21	
Trade payables -Others	18 2,720.15	1,481.14	
iii)	Other financial liabilities	19 4.88	2.06
(b)	Other current liabilities	20 4.20	7.96
(c)	Provisions	21 230.97	173.30
	Total Current Liabilities	4,669.69	3,205.66
	Total Equity and Liabilities	4,059.65	3,290.83
	Significant Accounting Policies and Notes on Financial Statements	1-48	

As per our attached report of even date
For M/s Kastury & Talati
Chartered Accountants
Firm Registration Number : 104908W


Dhiren P Talati
Partner
Membership No: 41867
Place : Navi Mumbai.
Date: 30th Apr 2022



For and on behalf of Board of Directors of
Chembond Material Technologies Pvt. Ltd.
CIN:U24200MH2000PTC125231


Sameer V. Shah
Director
DIN:00105721
Place : Navi Mumbai.
Date: 30th Apr 2022


Nirmla V. Shan
Director
DIN: 00083853
Place : Navi Mumbai.
Date: 30th Apr 2022



Chembond Material Technologies Private Limited
(Erstwhile Protochem Industries Private Limited)
Statement of Profit and Loss for the quarter ended 31st Mar 2022

	Notes	FY 2021-2022 (Rs. In lakhs)	FY 2020-2021 (Rs. In lakhs)
I Revenue From Operations	22	9,838.81	5,273.96
II Other Income	23	8.82	7.03
III Total Revenue (I+II)		9,847.63	5,280.99
IV Expenses :			
a) Cost of Materials Consumed	24	7,293.64	3,769.94
Changes in Inventories of Finished goods, Work-in-progress			
b) and Stock-in-Trade	25	-21.00	0.49
c) Employee Benefits Expense	26	1,075.12	951.21
d) Finance Costs	27	127.19	122.82
e) Depreciation and Amortisation expense	28	29.08	26.86
f) Other Expenses	29	1,231.50	888.33
Total Expenses		9,735.53	5,759.65
V Profit before Exceptional items and Tax		112.10	-478.66
VI Exceptional Items			0.00
VII Profit before Tax		112.10	-478.66
VIII Tax Expense			
Current Tax		10.63	0.00
Deferred Tax		-12.92	-18.05
Total Tax Expense		-2.29	-18.05
IX Profit for the Year		114.40	-460.61
X Other Comprehensive Income			
1 i) Items that will not be reclassified to profit or loss		9.66	(1.81)
ii) Income Tax relating to items that will not be reclassified to profit or loss		0.00	0.00
2 i) Items that will be reclassified to profit or loss		0.00	0.00
ii) Income Tax relating to items that will be reclassified to profit or loss		0.00	0.00
Other Comprehensive Income (1+2)		9.66	-1.81
Total Comprehensive Income (IX+X)		124.05	-462.42
XI Earning Per Equity Share of Face Value of Rs. 10 each	30		
Basic (In Rs.)		7.55	-30.40
Diluted (In Rs.)		7.55	-30.40

As per our attached report of even date
For M/s Kastury & Talati
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DIN:00105721
Place : Navi Mumbai.
Date: 30th Apr 2022



Nirmal V. Shah
Director
DIN: 00083853
Place : Navi Mumbai.
Date: 30th Apr 2022



Chembond Material Technologies Pvt. Ltd.
(Erstwhile Protochem Industries Private Limited)
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH 2022

(a) Equity share capital for the year ended 31st March 2022		
	No. of Shares	Amount
Balance as at 31st March 2021	15,15,000	1,51,50,000.00
Changes in Equity share capital due to prior period errors	-	-
Restated balance at the beginning of the current reporting period	-	-
Changes in equity share capital during the current year	-	-
Balance as at 31 March 2022	15,15,000	1,51,50,000
(a) Equity share capital for the year ended 31st March 2021		
	No. of Shares	Amount
Balance as at 31st March 2020	15,15,000	1,51,50,000
Changes in Equity share capital due to prior period errors	-	-
Restated balance at the beginning of the current reporting period	-	-
Changes in equity share capital during the current year	-	-
Balance as at 31 March 2021	15,15,000	1,51,50,000

Particulars	Reserves and Surplus			Statement of other comprehensive Income	
	General Reserve	Securities premium	Retained earnings/Profit & Loss Account	Remeasurements of the net defined benefit Plans	Total other equity
Balance as at 31st March 2021	-	448.57	(515.16)	(19.00)	(85.60)
Total Comprehensive					
Profit for the year			114.40		114.40
Other comprehensive income for the year				9.66	9.66
Income Tax of Earlier Years					
Transactions with owners of the company					
Interim Dividend on Equity Shares					
Interim Dividend Distribution Tax					
Dividend on Equity Shares					
Dividend Distribution Tax of earlier year					
Premium on allotment of shares by way of right issue					
Transferred to General Reserve					
Transferred from Retained Earnings					
Balance as at 31st March 2022	-	448.57	(400.77)	(9.34)	38.46

Particulars	Reserves and Surplus			Statement of other comprehensive Income	
	General Reserve	Securities premium	Retained earnings/Profit & Loss Account	Remeasurements of the net defined benefit Plans	Total other equity
Balance as at 31st March 2020	-	440.57	(54.58)	(17.15)	376.83
Total Comprehensive					
Profit for the year			(400.77)		(400.77)
Other comprehensive income for the year				(1.81)	(1.81)
Income Tax of Earlier Years					
Transactions with owners of the company					
Interim Dividend on Equity Shares					
Interim Dividend Distribution Tax					
Dividend on Equity Shares					
Dividend Distribution Tax of earlier year					
Premium on allotment of shares by way of right issue					
Transferred to General Reserve					
Transferred from Retained Earnings					
Balance as at 31st March 2021	-	448.57	(515.16)	(19.00)	(85.60)

As per our attached report of even date
For M/s Kastury & Talati
Chartered Accountants
Firm Registration Number : 104908W

Dhiren P Talati
Partner
Membership No: 41867
Place : Navi Mumbai.
Date: 30th Apr 2022

For and on behalf of Board of Directors of
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CIN:U24200MH2000PTC125231

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DIN:00105721
Place : Navi Mumbai.
Date: 30th Apr 2022

Nirma V. Shah
Director
DIN: 00083853
Place : Navi Mumbai.
Date: 30th Apr 2022




Chembond Material Technologies Pvt. Ltd.
(Erstwhile Protochem Industries Private Limited)
Cash Flow Statement for the year ended 31st March 2022
(All amounts are in Rupees Lakhs except per share data and unless stated otherwise)

Particulars	Year ended 31st Mar, 2022	Year ended 31st Mar, 2021
A. Cash Flow From Operating Activities		
Net profit / (loss) before tax	112.10	(478.66)
Adjustments for: Depreciation and Amortization	29.08	26.86
Loss on sale of Fixed Assets	0.23	(0.00)
Finance Cost	127.19	122.82
Less: Foreign exchange fluctuation	4.03	1.79
Operating profit before working capital changes	272.63	(327.19)
Adjustments for		
Inventories	(269.78)	67.46
Trade and other receivables	(1,144.09)	(435.67)
Trade and other payables	1,382.68	960.46
Cash generated from operating activities	241.43	265.06
Taxes paid	(8.96)	(0.44)
Net cash generated from operating activities	232.47	264.61
B. Cash Flow From Investing Activities		
Purchase of fixed assets	(77.27)	(59.21)
Proceeds from sale of fixed asset	18.70	21.40
Net cash used in investing activities	(58.56)	(37.82)
C. Cash Flow From Financing Activities:		
Finance Cost	(127.19)	(122.82)
Net increase / (decrease) in working capital borrowings	70.02	-
Issue of Shares (Cash recd from Capital increase)	-	-
Issue of Shares (Cash recd from Share premium)	-	-
Net cash used in financing activities	(57.18)	(122.82)
D. Net (decrease) / Increase in cash and cash equivalents (A+B+C)	116.74	103.98
E. Cash and cash equivalents - Opening balance	224.50	120.53
F. Cash and cash equivalents - Closing balance (D+E)	341.24	224.50


2 Components of Cash and cash equivalents.

Particulars	As at 31st March, 2022	As at 31st March, 2021
Cash and cash equivalents	226.52	134.43
Bank balances	114.72	90.07
Total	341.24	224.50

As per our attached report of even date
For M/s Kastury & Talati
Chartered Accountants
Firm Registration Number : 104908W


Dhiren P Talati
Partner
Membership No: 41867
Place : Navi Mumbai.
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Chembond Material Technologies Pvt. Ltd.
(Erstwhile Protochem Industries Private Limited)
Notes forming part of the Financial Statements as at 31st March, 2022

COMPANY OVERVIEW

Chembond Material Technologies Pvt, Ltd, is a subsidiary of Chembond Chemicals Ltd,

Chembond Material Technologies Pvt. Ltd., an ISO 9001:2008 certified company incorporated on 24th March, 2000.

Our product range includes specially chemicals & lubricants such as corrosion inhibitors, heat treatment chemicals, quenching fluids & aerosol and non aerosol MRO (Maintenance Repair & Operation) products. These are widely demanded in various sectors like automobiles & ancillaries, consumer durables, furniture, engineering, machinery & machine tools and cold forming. Apart from this we supply a large quantum of our products to Government undertakings such as Defense, Railways, Marine & Aviation Industries.

We are also into manufacturing & marketing of Industrial Enzymes used in Textile, Animal Feed, Distillery, Leather, Aqua Fishery, Winery, Bio Fuels & Edible Oil industry, Probiotics used in Animal Health helping to maintain microflora in animal body.

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES

Statement of Compliance

The Company has prepared financial statements for the year ended March 31, 2022 in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended) together with the comparative period data as at and for the year ended March 31, 2021.

A Basis of Preparation, measurement and Transition to Ind AS

The financial statements of the Company are prepared in Compliance with Indian Accounting Standards ('Ind AS') notified under Section 133 of the Companies Act, 2013, read together with the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016 and other relevant provisions of the Act. The Statements are prepared under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values

The accounting policies have been applied consistently over all the periods presented in these financial statements except where a newly-issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

The financial statements are prepared in INR, which is the company's functional currency

B Use of Estimates

The preparation of the Company's financial statements requires the management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

Critical accounting estimates and assumptions

The areas involving critical estimates or judgements are:

- a. Estimation of taxes
- b. Determination of the estimated useful lives of intangible assets and determining intangible assets having an indefinite useful life.
- c. Determination of the estimated useful lives of tangible assets and the assessment as to which components of the cost may be capitalized
- d. Recognition and measurement of defined benefit obligations, key actuarial assumptions
- e. Recognition and measurement of provisions and contingencies, key assumptions about the likelihood and magnitude of an outflow of resources
- f. Fair value of financial instruments

Current and Non-current classification

The Company presents assets and liabilities in the balance sheet based on current/non-current classification

An asset is treated as current when it is:

- (i) Expected to be realised or intended to be sold or consumed in normal operating cycle
- (ii) Held primarily for the purpose of trading
- (iii) Expected to be realised within twelve months after the reporting period, or
- (iv) Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for atleast twelve months after the reporting period

All other assets are classified as non-current.

A liability is current when:

- (i) It is expected to be settled in normal operating cycle.
- (ii) It is held primarily for the purpose of trading
- (iii) It is due to be settled within twelve months after the reporting period, or
- (iv) There is no unconditional right to defer the settlement of the liability for atleast twelve months after the reporting period

The Company classifies all other liabilities as non-current.

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

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The company has identified twelve months as its normal operating cycle.



C Property, Plant and Equipment

The cost of an item of Property, Plant and Equipment ('PPE') is recognised as an asset if, and only if, it is probable that the future economic benefits associated with the item will flow to the Company and the cost can be measured reliably.

PPE are initially recognised at cost. The initial cost of PPE comprises its purchase price (including import duties and non-refundable purchase taxes but excluding any trade discount and rebates), and any directly attributable costs of bringing the asset to its working condition and location for its intended use.

Subsequent to initial recognition, PPE are stated at cost less accumulated depreciation and accumulated impairment losses, if any. Subsequent expenditure relating to PPE is capitalized only when it is probable that future economic benefits associated with these will flow to the Company and the cost of the item can be measured reliably. When an item of PPE is replaced, then its carrying amount is derecognised and the cost of the new item of PPE is recognised. Further, in case the replaced part was not depreciated separately, the cost of the replacement is used as an indication to determine the cost of the replaced part at the time it was acquired. All other repair and maintenance cost are recognised in Statement of profit and loss as incurred. The present value of the expected cost for the decommissioning of an asset after its use is included in the cost of the respective asset if the recognition criteria for a provision are met. An item of PPE and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gains or losses arising from de-recognition of PPE are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of profit and loss when the PPE is derecognised.

The Company identifies and determines cost of each component/part of the asset separately, if the component/part has a cost which is significant to the total cost of the asset and has useful life that is materially different from that of the remaining asset.

Intangible Assets

Intangible Assets are stated at historical cost less accumulated amortisation and accumulated impairment loss, if any. Profit or Loss on disposal of intangible assets is recognised in the Statement of Profit and Loss

Depreciation and Amortization

The Company has been providing depreciation on Straight Line Basis and in accordance with the rates specified in Schedule II of The Companies Act, 2013. The Depreciation on assets acquired / disposed off during the year is provided on pro-rata basis with reference to the date of addition/disposal. Depreciation methods, useful lives and residual value are reviewed at each reporting date and adjusted prospectively, if appropriate. Intangible assets are amortized over a period of five years on straight-line basis.

The residual values, useful lives and methods of depreciation of PPE are reviewed on a regular basis and changes in estimates, when relevant, are accounted for on a prospective basis

Capital Work-in-progress

Capital work-in-progress comprises the cost of assets that are yet not ready for their intended use at the balance sheet date. Advances given towards acquisition of fixed assets outstanding at each balance sheet date are classified as Capital Advances under Other Non-Current Assets.

D Inventories

Inventories are valued at lower of the cost determined on weighted average basis or net realisable value. The comparison of cost and net realisable value is made on an item-by-item basis. Damaged, unserviceable and inert stocks are valued at net realizable value.

Cost of raw materials, packing materials and stores spares and consumables Stocks is determined so as to exclude from the cost taxes and duties which are subsequently recoverable from the taxing authorities.

Cost of finished goods and work-in-progress includes the cost of materials, an appropriate allocation of overheads and other costs incurred in bringing the inventories to their present location and condition.

E Revenue Recognition

Revenue is measured at the fair value of consideration received or receivable. Amounts disclosed as revenue are inclusive of excise duty and net of returns, trade discount or rebates and applicable taxes and duties collected on behalf of the government and which are levied on such sales.

The Company recognises revenue when the amount of revenue can be reliably measured and it is probable that future economic benefits will flow to the Company.

- i. Revenue from sale of goods is recognised on transfer of all significant risks and rewards of ownership to the buyer as per terms of Contract, usually on delivery of goods.
- ii. Revenue from services is recognised pro-rata as and when services are rendered over a specified period of time. The company collects service tax / goods and service tax on behalf of the government and therefore it is not an economic benefit flowing to the company. Hence it is excluded from the revenue.

Interest income is recognised using effective interest method on time proportion basis taking in to account the amount outstanding. Dividend income is recognised when the Company's right to receive the payment is established, which is generally when shareholders approve the dividend.

F Foreign Currency Translation

The functional currency of the Company is Indian rupee (₹).

Transactions in foreign currencies entered into by the Company are accounted in the functional currency at the exchange rates prevailing on the date of the transaction. Monetary assets and liabilities denominated in foreign currency are translated at functional currency closing rate of exchange at the reporting date. Exchange differences arising on foreign exchange transactions settled during the year are recognised in the statement of profit and loss.

Non-monetary assets and liabilities that are measured in terms of historical cost in foreign currencies are not retranslated.

G Impairment of Assets

(i) Financial assets (other than at fair value)

The Company assesses at each date of Balance sheet whether a financial asset or a group of financial assets is impaired. Ind AS 109 requires expected credit losses to be measured through a loss allowance. The Company recognises lifetime expected losses for all contract assets and/or all trade receivables that do not constitute a financing transaction. For all other financial assets, expected credit losses are measured at an amount equal to the 12 month expected credit losses or an amount equal to the life time expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition.



(ii) Non-financial assets

Tangible and intangible assets

Property, plant and equipment and intangible assets with finite life are evaluated for recoverability whenever there is any indication that their carrying amounts may not be recoverable. If any such indication exists, the recoverable amount (i.e. higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the cash generating unit (CGU) to which the assets belong.

If the recoverable amount of an asset (or CGU) is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount. An impairment loss is recognised in the Statement of profit and loss.

H Retirement Benefits :

(a) Short term Employee Benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits and they are recognized in the period in which the employee renders the related service. The Company recognizes the undiscounted amount of short term employee benefits expected to be paid in exchange for services rendered as a liability (accrued expense) after deducting any amount already paid.

Post Employment Benefits

I. Defined Contribution Plan

Defined contribution plans are employee state insurance scheme and Government administered pension fund scheme for all applicable employees and superannuation scheme for eligible employees.

Recognition and measurement of defined contribution plans:

The Company recognizes contribution payable to a defined contribution plan as an expense in the Statement of Profit and Loss when the employees render services to the Company during the reporting period. If the contributions payable for services received from employees before the reporting date exceeds the contributions already paid, the deficit payable is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the reporting date, the excess is recognized as an asset to the extent that the prepayment will lead to, for example, a reduction in future payments or a cash refund.

II. Defined Benefit plans:

Provident Fund scheme

The Company makes specified monthly contributions towards Employee Provident Fund scheme in accordance with the statutory provisions.

Gratuity scheme

The Company operates a defined benefit gratuity plan for employees. The Company contributes to a separate entity (a fund) administered by LIC, towards meeting the Gratuity obligation.

Pension Scheme:

The Company operates a defined benefit pension plan for certain specified employees and is payable upon the employee satisfying certain conditions, as approved by the Board of Directors.

Recognition and measurement of Defined Benefit plans:

The cost of providing defined benefits is determined using the Projected Unit Credit method with actuarial valuations being carried out at each reporting date. The defined benefit obligations recognized in the Balance Sheet represent the present value of the defined benefit obligations as reduced by the fair value of plan assets, if applicable. Any defined benefit asset (negative defined benefit obligations resulting from this calculation) is recognized representing the present value of available refunds and reductions in future contributions to the plan.

All expenses represented by current service cost, past service cost, if any, and net interest on the defined benefit liability / (asset) are recognized in the Statement of Profit and Loss. Remeasurements of the net defined benefit liability / (asset) comprising actuarial gains and losses and the return on the plan assets (excluding amounts included in net interest on the net defined benefit liability/asset), are recognized in Other Comprehensive Income. Such remeasurements are not reclassified to the Statement of Profit and Loss in the subsequent periods.

The Company presents the above liability/(asset) as current and non-current in the Balance Sheet as per actuarial valuation by the independent actuary; however, the entire liability towards gratuity is considered as current as the Company will contribute this amount to the gratuity fund within the next twelve months.

Other Long Term Employee Benefits:

The Company does not allow any accumulation of leave balance or encashment thereof.

I Provision For Current & Deferred Tax

Income tax expenses comprises of current and deferred tax expense and is recognised in the statement of profit or loss except to the extent that it relates to items recognized directly in equity or in OCI, in which case, the tax is also recognised in directly in equity or OCI respectively.

Current tax

Current tax is the amount expected tax payable or recoverable on the taxable profit or loss for the year and any adjustment to the tax payable or recoverable in respect of previous years. It is measured using tax rates enacted or substantively enacted by the end of reporting period. 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 Income Tax is recognised using the Balance sheet approach. Deferred income tax assets and liabilities are recognised for deductible and taxable temporary differences arising between the tax base of assets and their carrying amount, except when the deferred income tax arises from the initial recognition of an asset or liability in a transaction that is not a business combination and affects neither accounting nor taxable profit or loss at the time of the transaction.

Deferred income tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences and the carry forward of unused tax credits and unused tax losses can be utilised.

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



Deferred tax assets and liabilities are measured using substantively enacted tax rates expected to apply to taxable income in the years in which the temporary differences are expected to be received or settled.

Deferred tax assets and liabilities are offset when they relate to income taxes levied by the same taxation authority and the relevant entity intends to settle its current tax assets and liabilities on a net basis.

Deferred tax assets include Minimum Alternative Tax (MAT) paid in accordance with the tax laws in India, which is likely to give future economic benefits in the form of availability of set off against future income tax liability. Accordingly, MAT is recognised as deferred tax asset in the Balance sheet when the asset can be measured reliably and it is probable that the future economic benefit associated with the asset will be realised.

The Company recognises interest levied and penalties related to income tax assessments in finance costs.

J Earnings Per Share :

The Company presents basic and diluted earnings per share ("EPS") data for its equity shares. Basic EPS is calculated by dividing the profit or loss attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the period. Diluted EPS is determined by adjusting the profit or loss attributable to equity shareholders and the weighted average number of equity shares outstanding for the effects of all dilutive potential ordinary shares, which includes all stock options granted to employees.

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.

K Provision, Contingent Liabilities And Contingent Assets :

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of 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 obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Contingent Liabilities and Contingent Assets

Contingent liability is disclosed for,

- (i) Possible obligations which will be confirmed only by future events not wholly within the control of the Company, or
- (ii) Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made

Contingent Assets are not recognised in the financial statements.

L Dividend distribution to equity shareholders

Dividend to equity shareholders is recognised as a liability in the period in which the dividends are approved by the equity shareholders. Interim dividends that are declared by the Board of Directors without the need for equity shareholders' approvals are recognised as a liability and deducted from shareholders' equity in the year in which dividends are declared by the Board of directors.

M Lease Accounting

A lease that transfers substantially all the risks and rewards incidental to ownership to the lessee is classified as a finance lease. All other leases are classified as operating leases.

Company as a lessee

Finance leases are capitalised at the commencement of the lease at the inception date fair value of the leased property or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation. Lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognised in profit or loss as finance costs, unless they are directly attributable to qualifying assets, in which case they are capitalised in accordance with the Company's general policy on the borrowing costs. Contingent rentals are recognised as expenses in the periods in which they are incurred.

Operating lease payments are generally recognised as an expense in the profit or loss on a straight-line basis over the lease term. Where the rentals are structured solely to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases, such increases are recognised in the year in which such benefits accrue. Contingent rentals arising under operating leases are also recognised as expenses in the periods in which they are incurred.

Company as a lessor

Rental income from operating lease is generally recognised on a straight-line basis over the term of the relevant lease. Where the rentals are structured solely to increase in line with expected general inflation to compensate for the Company's expected inflationary cost increases, such increases are recognised in the year in which such benefits accrue. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income. Contingent rents are recognised as revenue in the period in which they are earned.

Amounts due from lessees under finance leases are recorded as receivables at the Company's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the Company's net investment outstanding in respect of the leases.

N Trade Receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment.



O Trade Payables

These amounts represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid. The amounts are usually unsecured. Trade and other payables are presented as current liabilities unless payment is not due within twelve months after the reporting period. They are recognised initially at their fair value.

P Financial Instruments

Financial assets and liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value measured on initial recognition of financial assets or financial liability.

Cash and cash equivalents

The Company considers all highly liquid financial instruments, which are readily convertible into known amounts of cash that are subject to an insignificant risk of change in value and having original maturities of three months or less from the date of purchase, to be cash equivalents. Cash and cash equivalents consist of balances with banks which are unrestricted for withdrawal and usage.

Financial assets at amortised cost

Financial assets are subsequently measure at amortised cost if these financial assets are held within a business whose objective is to hold these assets to collect contractual cash flows and the contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal and interest on the principal amount outstanding.

Financial assets at fair value through other comprehensive income

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows on specified dates that are solely payments of principal and interest on the principal amount outstanding and selling financial assets.

The company has made an irrevocable election to present in other comprehensive income subsequent changes in the fair value of equity investments not held for trading.

Financial assets at fair value through profit or loss

Financial assets are measured at fair value through profit or loss unless it is measured at amortised cost or at fair value through other comprehensive income on initial recognition. The transaction costs directly attributable to the acquisition of financial assets and liabilities at fair value through profit or loss are immediately recognised in profit or loss.

Financial liabilities

Financial liabilities are measured at amortised cost using the effective interest method.

Equity instruments

An equity instruments is a contract that evidences residual interest in the assets of the company after deducting all of its liabilities. Equity instruments recognised by the company are recognised at the proceeds received net off direct issue cost.



Chembond Material Technologies Pvt. Ltd.
(Erstwhile Protochem Industries Private Limited)
NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MAR 31, 2022
NOTE : 2
Property, plant and equipment, Intangibles and Capital work in progress as at 31st Mar 2022

Description	GROSS BLOCK (AT COST)			DEPRECIATION INCLUDING AMORTISATION			Revaluation of assets (10%)	Impairment: Assets	NET BLOCK	
	As at 1.04.2021	Additions	Deductions	As at 31.03.2022	As at 1.04.2021	Additions			Deductions	As at 31.03.2022
Property, plant and equipment										
Tangible Assets										
Leasehold Land	35.55	-	-	35.55	0.65	3.48	-	-	36.36	34.87
Buildings	126.73	-	-	126.73	23.85	5.38	-	-	97.50	102.87
Plant & Machinery	208.64	51.72	-	260.36	47.74	13.70	-	-	195.93	160.91
Computers	28.25	5.46	6.93	26.78	12.35	4.94	3.58	-	15.07	15.90
Furniture & Fixtures	34.77	0.50	-	35.27	14.15	3.07	-	-	15.04	20.62
Office equipment	6.36	-	-	6.36	3.57	0.17	-	-	6.62	2.78
Sub-total	440.30	57.68	6.93	491.05	102.35	27.74	3.58	-	365.54	337.94
Intangible Assets										
Technical Know-how	3.47	-	-	3.47	1.38	0.56	-	-	1.94	2.09
Computer Software	5.97	1.00	-	6.97	0.89	0.78	-	-	1.66	5.09
Sub-total	9.44	1.00	-	10.44	2.27	1.34	-	-	3.61	7.17
Previous Year	449.75	58.68	6.93	501.50	104.53	29.08	5.58	-	372.38	345.12
Capital Work In Progress	415.87	55.27	21.40	449.75	81.71	26.86	5.94	-	345.12	334.16



Chembond Material Technologies Private Limited
(Erstwhile Protochem Industries Private Limited)

Notes on Financial Statements for the year ended 31st Mar, 2022

	As at 31/03/2022 (Rs. In lakhs)	As at 31/03/2021 (Rs. In lakhs)
3 DEFERRED TAX ASSET (NET)		
Gratuity	3.16	5.07
MAT Credit	29.50	18.87
Provision for Doubtful Debts	30.12	22.20
	62.77	46.14
Deferred tax Liability		
Depreciation	33.44	29.72
	33.44	29.72
Net Deferred Tax Asset	Total	Total
	29.33	16.41
4 OTHER FINANCIAL ASSETS (Unsecured & considered good)	As at 31/03/2022 (Rs. In lakhs)	As at 31/03/2021 (Rs. In lakhs)
Other Deposits	1.31	1.31
Total	1.31	1.31
5 OTHER NON-CURRENT ASSETS	As at 31/03/2022 (Rs. In lakhs)	As at 31/03/2021 (Rs. In lakhs)
Capital Advances	-	6.15
Total	-	6.15
6 INVENTORIES (At lower of Cost and Net Realisable Value)	As at 31/03/2022 (Rs. In lakhs)	As at 31/03/2021 (Rs. In lakhs)
Raw Material	971.00	402.56
Packing Material	57.29	74.11
Finished Goods	359.63	311.70
Stock-in-Trade	103.87	53.54
Total	1,491.69	921.91
7 TRADE RECEIVABLES (Unsecured)	As at 31/03/2022 (Rs. In lakhs)	As at 31/03/2021 (Rs. In lakhs)
Unsecured Considered Good	2,820.89	1,690.63
Unsecured Considered doubtful	115.04	85.37
Less : Provision for Doubtful Debts	115.84	85.37
Total	2,820.89	1,690.63
a For Related party transactions Refer Note No.40		
8 CASH AND CASH EQUIVALENTS	As at 31/03/2022 (Rs. In lakhs)	As at 31/03/2021 (Rs. In lakhs)
Balances with banks		
In Current Accounts	226.41	133.98
Cash on hand	0.11	0.45
Total	226.52	134.43
9 OTHER BANK BALANCES	As at 31/03/2022 (Rs. In lakhs)	As at 31/03/2021 (Rs. In lakhs)
Margin money (Including deposits with original maturity of more than 3 months)	114.72	90.07
Total	114.72	90.07
10 LOANS (Unsecured & considered good)	As at 31/03/2022 (Rs. In lakhs)	As at 31/03/2021 (Rs. In lakhs)
Loan and advance to Employees	11.21	11.96
Other Loans & Advances	9.66	15.74
Total	20.87	27.71



	As at 31/03/2022 (Rs. In lakhs)	As at 31/03/2021 (Rs. In lakhs)
11 OTHER FINANCIAL ASSETS (Unsecured & considered good)		
Security Deposits	1.00	1.00
Total	1.00	1.00
12 CURRENT TAX (NET) Current Tax (Net)		
	6.78	1.02
Total	6.78	1.02
13 OTHER CURRENT ASSETS		
Prepaid expenses	9.27	7.80
Advances for supply of goods and services	27.94	28.92
Advances with investment companies	94.78	17.84
Total	132.00	54.41
14 SHARE CAPITAL		
Authorised 20,00,000 (P.Y. 20,00,000) Equity Shares of Rs.10/- each	200.00	200.00
Issued, Subscribed and Paid up 15,15,000 (P.Y. 15,15,000) Equity Shares of Rs.10/- each fully paid up	151.50	151.50
Total	151.50	151.50
a Reconciliation of the equity shares outstanding at the beginning and at the end of the reporting year:		
Number of shares outstanding at the beginning of the year	15,15,000	15,15,000
Additions during the year		
- Subdivision of Equity Shares from face Value Rs.10 to Rs.5/- Per Share	-	-
- Allotment of shares by way of right issue	-	-
Deductions during the year		
Number of shares outstanding at the end of the year	15,15,000	15,15,000
b Details of Shareholders holding more than 5% Shares		
Name of the Shareholder	As at 31/03/2022 No of Shares	As at 31/03/2021 No of Shares
Chembond Chemicals Limited (Holding Co.)	15,15,000	15,15,000
% held	100.00%	100.00%
Shareholding of Chembond Chemicals Limited includes 6 shares held by individuals as nominees of the Company.		
c Disclosure of Shareholding of Promoters		

Disclosure of shareholding of promoters as at March 31, 2022 is as follows:

Shares held by promoter at the end of the year				
Sr. No.	Promoter Name	No. of shares	% of total shares	% change during the year
1	Chembond Chemicals Limited	15,14,994	100%	No Change
2	Sameer V. Shah Jointly Shilpa S. Shah*	1	0%	
3	Nirmal V. Shah Jointly Mamta N. Shah*	1	0%	
4	Padma V. Shah*	1	0%	
5	Shilpa S. Shah Jointly Sameer V. Shah*	1	0%	
6	Mamta N. Shah Jointly Nirmal V. Shah*	1	0%	
7	Rashmi S. Gavli*	1	0%	

* Nominee shareholders of Chembond Chemicals Limited



Disclosure of shareholding of promoters as at March 31, 2021 is as follows:

Shares held by promoter at the end of the year				% change during the year
Sr. No.	Promoter Name	No. of shares	% of total shares	
1	Chembond Chemicals Limited	15,14,994	100%	No Change
2	Sameer V. Shah Jointly Shilpa S. Shah*	1	0%	
3	Nirmal V. Shah Jointly Mamta N. Shah*	1	0%	
4	Padma V. Shah*	1	0%	
5	Shilpa S. Shah Jointly Sameer V. Shah*	1	0%	
6	Mamta N. Shah Jointly Nirmal V. Shah*	1	0%	
7	Rashmi S. Gavli*	1	0%	

* Nominee shareholders of Chembond Chemicals Limited

d Terms/Rights attached to Equity Shares

The Company has only one class of Equity Shares having a par value of Rs. 10/- per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian Rupees. The dividend proposed by the Board of Directors is subject to approval of the shareholders in the ensuing Annual General Meeting.

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

15 OTHER EQUITY

	As at 31/03/2022 (Rs. In lakhs)	As at 31/03/2021 (Rs. In lakhs)
Share Premium		
As per last year	448.57	448.57
Add: Premium on allotment of shares by way of right issue	0.00	0.00
	448.57	448.57
Retained Earnings		
As per last year	(515.16)	-54.55
Add: Profit for the Year	114.40	-460.61
	(400.76)	(615.16)
Other Comprehensive Income (OCI)		
Remeasurements of the net defined benefit Plans		
As per last year	(19.00)	-17.18
Movement During the Year	9.66	(1.81)
	(9.34)	(19.00)
Total	38.46	(85.59)

16 PROVISIONS- NON CURRENT

	As at 31/03/2022 (Rs. In lakhs)	As at 31/03/2021 (Rs. In lakhs)
Provision for Gratuity	-	19.25
Total	-	19.25

**17 CURRENT BORROWINGS
(Repayable on demand)**

	As at 31/03/2022 (Rs. In lakhs)	As at 31/03/2021 (Rs. In lakhs)
Secured		
Working Capital Loan from Banks	80.02	0.00
Unsecured		
Loans from Related Parties	1,288.00	1,298.00
Total	1,368.02	1,298.00

a For Related party transactions Refer Note No.40

b Working capital loan is secured by charge on Stock & Debtors.



18	TRADE PAYABLES	As at 31/03/2022 (Rs. In lakhs)	As at 31/03/2021 (Rs. In lakhs)
	Micro, Small and Medium Enterprises	341.48	243.21
	Others	2,720.15	1,481.14
	Total	<u>3,061.63</u>	<u>1,724.35</u>

a For Related party transaction Refer Note No,40

b The Company has amounts due to suppliers under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) as at the year end. The disclosure pursuant to the said Act is as under:

	As at 31/03/2022 (Rs. In lakhs)	As at 31/03/2021 (Rs. In lakhs)
Principal amount due to suppliers under MSMED Act, 2006	341.48	243.21
Interest accrued and due to suppliers under MSMED Act, 2006 on the above amount	1.65	0.62
Payment made to suppliers (other than interest) beyond the appointed day, during the year	-	-
Interest paid/adjusted to suppliers under MSMED Act, 2006 (other than section 18)	-	-
Interest paid/adjusted to suppliers under MSMED Act, 2006 Interest due and payable to suppliers under MSMED Act, 2006 for payments already made	-	-
Interest accrued and remaining unpaid at the end of the year to suppliers under MSMED Act, 2006	1.65	0.62

The information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the Auditors.

19	OTHER CURRENT FINANCIAL LIABILITIES	As at 31/03/2022 (Rs. In lakhs)	As at 31/03/2021 (Rs. In lakhs)
	Creditors for Capital Expenditure	4.88	2.08
	Total	<u>4.88</u>	<u>2.08</u>

20	OTHER CURRENT LIABILITIES	As at 31/03/2022 (Rs. In lakhs)	As at 31/03/2021 (Rs. In lakhs)
	Advance Received From Customers	4.20	7.96
	Total	<u>4.20</u>	<u>7.96</u>

21	SHORT-TERM PROVISIONS	As at 31/03/2022 (Rs. In lakhs)	As at 31/03/2021 (Rs. In lakhs)
	Provision for Gratuity	12.14	0.24
	Provision for Employee Benefits Payable	208.64	173.06
	Provision for Current Tax (Net of Advance Tax)	10.18	-
	Total	<u>230.97</u>	<u>173.30</u>



22	REVENUE FROM OPERATIONS		
		FY 2021-2022 (Rs. In lakhs)	FY 2020-2021 (Rs. In lakhs)
	Revenue from Sale of products		
	Sale of goods	9,834.95	5,264.78
	Sub total- (i)	9,834.95	5,264.78
	Revenue from Sale of services		
	Technical Service Income	(0.00)	4.84
	Sub total- (ii)	(0.00)	4.84
	Other Operating revenues		
	Miscellaneous Income	3.85	4.34
	Sub total- (iii)	3.85	4.34
	Total revenue from operations (i+ii+iii)	9,838.81	5,273.96
23	OTHER INCOME		
		FY 2021-2022 (Rs. In lakhs)	FY 2020-2021 (Rs. In lakhs)
	Gross Interest {TDS Rs. 0.57 lakhs (P.Y. Rs 0.35 lakhs)}	6.24	5.27
	Foreign Exchange Fluctuation Loss/ (Gain)	0.00	0.00
	Miscellaneous Income	2.59	1.76
	Total	8.82	7.03
24	COST OF MATERIALS CONSUMED		
		FY 2021-2022 (Rs. In lakhs)	FY 2020-2021 (Rs. In lakhs)
	Particulars of Raw Materials Consumed		
	Raw Materials Consumed	6,801.80	3,445.14
	Packing Material	491.85	324.80
	Total	7,293.64	3,769.94
25	CHANGES IN INVENTORY OF FINISHED GOODS, WORK IN PROGRESS AND TRADED GOODS		
		FY 2021-2022 (Rs. In lakhs)	FY 2020-2021 (Rs. In lakhs)
	Finished products/ Stock in Trade (At Close)	308.75	287.75
	Finished products/ Stock in Trade (At commencement)	287.75	288.24
	Total	(21.00)	0.49
26	EMPLOYEE BENEFIT EXPENSES		
		FY 2021-2022 (Rs. In lakhs)	FY 2020-2021 (Rs. In lakhs)
	Director Remuneration	0.00	1.65
	Salaries & Wages	1,003.12	895.88
	Contribution to Provident & other funds	53.87	42.97
	Staff Welfare Expenses	10.13	10.71
	Total	1,075.12	951.21



27	FINANCE COST	FY 2021-2022 (Rs. In lakhs)	FY 2020-2021 (Rs. In lakhs)
	Interest Expense		
	- Banks	6.27	2.20
	- MSMED	1.65	0.62
	- Others	116.74	116.97
	Bank Guarantee fees & charges	2.50	3.17
	Total	127.19	122.82
28	DEPRECIATION AND AMORTISATION EXPENSES	FY 2021-2022 (Rs. In lakhs)	FY 2020-2021 (Rs. In lakhs)
	Depreciation and Amortisation Expenses	29.08	26.86
	Total	29.08	26.86
29	OTHER EXPENSES	FY 2021-2022 (Rs. In lakhs)	FY 2020-2021 (Rs. In lakhs)
	MANUFACTURING EXPENSES		
	Consumable stores	9.91	7.65
	Power, Fuel & Water Charges	38.61	14.88
	Research and Development	8.44	5.74
	Repairs and Renewals to Plant & Machinery	15.21	14.35
	Godown Rent	13.24	9.68
	Labour Charges	23.70	12.19
	Security Expenses	4.36	4.36
	Factory Maintenance	6.74	8.36
	A	120.22	77.22
	ADMINISTRATIVE EXPENSES		
	Director's Sitting Fees	0.90	0.79
	Rates & Taxes	5.54	10.78
	Printing and stationary	2.09	0.85
	Telephone & Postage Expenses	7.99	7.28
	Insurance	9.13	10.80
	Motor car expenses	30.85	25.27
	Auditors Remuneration	2.89	2.63
	Legal, Professional & consultancy fees	184.39	148.52
	Repairs & Maintenance Buildings	3.37	1.52
	Repairs & Maintenance Others	14.69	8.97
	Miscellaneous expenses	12.45	13.35
	Donation	0.00	2.43
	Loss on Sale of Fixed Asset	0.23	-0.00
	Provision for Doubtful Debts	30.47	73.67
	Input GST Disallowed	10.08	14.89
	Foreign Exchange Fluctuation Loss/ (Gain)	4.03	1.79
	Bad Debts Written Off	2.77	7.78
	B	321.88	331.32
	SELLING AND DISTRIBUTION EXPENSES		
	Carriage outwards	363.20	216.83
	Commission on sales	233.74	130.26
	Travelling Expenses	68.94	35.57
	Conveyance expenses	48.30	36.74
	Royalty Expenses	27.56	19.44
	Advertising & Publicity Expenses	0.91	1.57
	Warehousing Charges	7.07	4.97
	Sales Promotion Expenses	39.69	34.43
	C	789.40	479.80
	Total	1,231.50	888.33



a Auditor's Remuneration consists of:

	2021-2022 (Rs. In lakhs)	2020-2021 (Rs. In lakhs)
Statutory Audit Fees	2.24	2.04
Tax Audit Fees	0.65	0.59
Taxation and Other Matters	-	-
Total	2.89	2.63

30 EARNINGS PER SHARE

	12M FY21-22	2020-2021
Net Profit available to Equity Shareholders (Rs. In Lakhs)	114.40	-460.61
Total number of Equity Shares (Face value of Rs. 10/- each fully paid up)	15,15,000.00	15,15,000.00
Weighted No. of Equity Shares	15,15,000.00	15,15,000.00
Basic Earnings per Share (in Rupees)	7.55	(30.40)
Diluted No. of Equity Shares	15,15,000.00	15,15,000.00
Diluted Earnings per Share (in Rupees)	7.55	(30.40)

31 VALUE OF IMPORTS CALCULATED ON CIF BASIS

	FY 2021-2022 (Rs. In lakhs)	FY 2020-2021 (Rs. In lakhs)
Raw Materials and Finished Goods	150.55	85.42

32 EXPENDITURE IN FOREIGN CURRENCY

	FY 2021-2022 (Rs. In lakhs)	FY 2020-2021 (Rs. In lakhs)
Professional Fees	-	-
Travelling	-	-
Total	-	-



Chembond Material Technologies Pvt. Ltd.
(Erstwhile Protochem Industries Private Limited)

Notes forming part of the Financial Statements as at 31st March, 2022

(All amounts are in Rupees Lakhs, except per share data and unless stated otherwise)

NOTE : 33

Reconciliation of tax expense	2020-22	2020-21
(a) Current tax		
Current tax on profits for the year	-	-
Short/Excess Provision for earlier years	-	-
Mat Credit Entitlement	-	-
Total Current tax expense	-	-
Current Income Tax		
The income tax expense consists of the followings:		
Particulars		
Current Income Tax	10.63	-
Deferred Tax Expense	(12.92)	(18.05)
Tax expense for the year	(2.29)	(18.05)
Reconciliation of tax expense and the accounting profit multiplied by India's tax Rate		
Profit before income tax expense	112.10	(478.66)
Indian statutory income tax rate (MAT)	15.60%	15.60%
Expected Income Tax expenses	17.49	-
Part A		
Tax effect of amounts which are not deductible (allowable) in calculating taxable income:		
Additional allowances/deduction	4.75	-
Transition gain	-	-
MAT credit entitlement	-	-
Others	(11.61)	-
Short/Excess Provision for earlier years	-	-
Current Tax (A)	10.63	-
Part B		
Deferred Tax Effect at the rate of:	26%	26%
Depreciation	3.72	1.31
Less:		
Gratuity	1.91	(2.36)
MAT Credit	(10.63)	2.07
Other Deferred tax Asset	-	-
Provision for Doubtful Debts	(7.92)	(19.08)
Deferred Tax (B)	(12.92)	(18.05)
Tax Expense (A+B)	(2.29)	(18.05)



Chembond Material Technologies Pvt. Ltd.
(Erstwhile Protochem Industries Private Limited)
Notes forming part of the Financial Statements as at 31st March, 2022
(All amounts are in Rupees Lakhs, except per share data and unless stated otherwise)

NOTE : 34

CONTINGENT LIABILITIES AND COMMITMENTS (TO THE EXTENT NOT PROVIDED FOR)

Particulars	2021-2022	2020-21
(i) Contingent liabilities		
(a) Liabilities disputed - appeals filed with respect to:		
Income Tax (TDS)	-	-
Sales Tax	-	-
Gujarat Value Added tax	-	-
(b) Counter Guarantees given by Company for Bank Guarantees issued	53.82	21.41
(iii) Capital Commitments		
Estimated amounts of contracts remaining to be executed on capital account and not provided for (net of advances)	0.40	14.57
Total	54.22	35.98

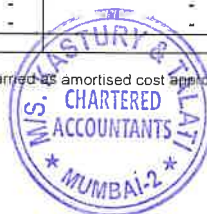
NOTE : 35

CATEGORIES OF FINANCIAL INSTRUMENTS

	As at March 31, 2022		
	Fair value through profit or loss	Fair value through other comprehensive income	Amortised cost
Financial assets			
Investments			
Mutual Funds - quoted	-	-	-
Loans to employees / others	-	-	20.87
Deposits Account - Pledged with Government Authorities	-	-	1.31
Security deposits	-	-	1.66
Trade receivables	-	-	2820.89
Cash and cash equivalents	-	-	226.52
Bank balances other than above	-	-	114.72
			3185.98
Financial liabilities			
Borrowings	-	-	1368.02
Trade payables	-	-	3061.63
Other financial liabilities	-	-	4.88
			4434.52

	As at March 31, 2021		
	Fair value through profit or loss	Fair value through other comprehensive income	Amortised cost
Financial assets			
Investments			
Mutual Funds - quoted	-	-	-
Loans to employees / others	-	-	27.71
Deposits Account - Pledged with Government Authorities	-	-	1.31
Security deposits	-	-	1.66
Trade receivables	-	-	1,690.63
Cash and cash equivalents	-	-	134.43
Bank balances other than above	-	-	90.07
			1,945.82
Financial liabilities			
Borrowings	-	-	1,298.00
Trade payables	-	-	1,724.35
Other financial liabilities	-	-	2.06
			3,024.41

The management considers that the carrying amount of financial assets and financial liabilities carried at amortised cost approximates their fair value.



NOTE : 36

CAPITAL MANAGEMENT

The Company's capital management objectives are:

- to ensure the Company's ability to continue as a going concern; and
- to provide an adequate return to shareholders through optimisation of debts and equity balance.

The Company monitors capital on the basis of the carrying amount of debt less cash and cash equivalents as presented on the face of the financial statements. The Company's objective for capital management is to maintain an optimum overall financial structure.

(i) Debt equity ratio

	As at March 31, 2022	As at March 31, 2021
Debt (includes non-current, current borrowings and current maturities of)	1,368.02	1,298.00
Less : cash and cash equivalents	226.52	134.43
Net debt	1,141.49	1,163.57
Total equity	189.96	65.91
Net debt to total equity ratio	600.4%	1765.4%

NOTE : 37

FINANCIAL RISK MANAGEMENT

Financial risk management

The Company's activities expose it to Credit risk, liquidity risk and market risk.

i. Risk management framework

Risk Management is an integral part of the Company's plans and operations. The Company's board of directors has overall responsibility for the establishment and oversight of the Company risk management framework. The board of directors is responsible for developing and monitoring the Company risk management policies.

The audit committee oversees how management monitors compliance with the Company's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Company. The audit committee is assisted in its oversight role by internal audit. Internal audit undertakes both regular and ad hoc reviews of risk management controls and procedures, the results of which are reported to the audit committee.

ii. Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers and investments in debt securities, cash and cash equivalents, mutual funds, bonds etc.

The carrying amount of financial assets represents the maximum credit exposure.

Trade and other receivables

Credit risk is the risk of possible default by the counter party resulting in a financial loss.

The Company manages credit risk through various internal policies and procedures set forth for effective control over credit exposure. These are managed by way of setting various credit approvals, evaluation of financial condition before supply terms, setting credit limits, industry trends, ageing analysis and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business.

Based on prior experience and an assessment of the current economic environment, management believes that sufficient provision is made for credit risk wherever credit is extended to customers.

Cash and cash equivalents

Credit risk from balances with banks is managed by the Company's treasury department in accordance with the Company's policy. Investment of surplus funds are made in mainly in mutual funds with good returns and with high credit ratings assigned by International and domestic credit ratings agencies.

Other than trade and other receivables, the Company has no other financial assets that are past due but not impaired.

iii. Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company manages its liquidity risk by ensuring, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risk to the Company's reputation.

iv. Market risk

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from adverse changes in market rates and prices (such as interest rates, foreign currency exchange rates). Market risk is attributable to all market risk-sensitive financial instruments, all foreign currency receivables and payables and all short term and long-term debt. The Company is exposed to market risk primarily related to foreign exchange rate risk, interest rate risk and the market value of its investments. Thus, the Company's exposure to market risk is a function of investing and borrowing activities and revenue generating and operating activities in foreign currencies.

a) Currency risk

The Company is exposed to currency risk to the extent that there is a mismatch between the currencies in which sales, purchase, and other expenses are denominated and the functional currency of the Company. The functional currency of the Company is Indian Rupees (INR).

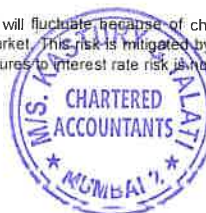
Exposure to currency risk

Foreign Currency Exposures at the year end not hedged by derivative instruments:

		Amount in Lakhs			
		As at 31/03/2022		As at 31/03/2021	
		Foreign Currency	Indian Currency	Foreign Currency	Indian Currency
US Dollars (USD)	Sell	0.09	6.73	0.26	18.75
Swiss Franc (CHF)	Sell	-	-	0.04	3.21

b) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Investment committee manages and constantly reviews the interest rate movements in the market. This risk is mitigated by the Company by investing the funds in various tenors depending on the liquidity needs of the Company. The Company's exposures to interest rate risk is not significant.



NOTE : 38

EMPLOYEE BENEFIT PLANS

Defined contribution plan

Contributions are made to Employee Provident Fund (RPF), Employees State Insurance Scheme (ESIC) and other Funds which covers all regular employees. Both the employees and the Company make predetermined contributions to the Provident Fund and ESIC. The contributions are normally based on a certain percentage of the employee's salary. Amount recognised as expense in respect of these defined contribution plans, aggregate to Rs 53.87 Lakhs (Previous year Rs 42.97 Lakhs).

	Year ended March 31, 2022	Year ended March 31, 2021
Contribution to Provident Fund and Family Pension Fund, Others	52.43	41.80
Contribution to ESIC and Employees Deposit Linked Insurance (EDLI)	1.37	1.11
Contribution to Labour Welfare Fund	0.07	0.07

Defined benefit plan

(A) Defined Benefit Plan

The Company's obligation towards the Gratuity Fund is a Defined Benefit Plan. Based on the actuarial valuation obtained in this respect, details of Actuarial Valuation are as follows:

Particulars	Gratuity (Funded)	Gratuity (Funded)
	As on 31-Mar-2022	As on 31-Mar-21
I) Change in Defined Benefit Obligation		
Opening defined benefit obligation	85.61	72.54
Amount recognised in profit and loss	-	-
Current service cost	13.93	11.49
Interest cost	5.75	4.90
Amount recognised in other comprehensive income		
Actuarial loss / (gain) arising from:		
Return on Plan Assets	-	-
Financial assumptions	(3.98)	0.17
Experience adjustment	(7.80)	1.25
Other	-	-
Benefits paid	(3.36)	(4.74)
Closing defined benefit obligation	90.15	85.61
II) Change in fair value of assets :		
Opening fair value of plan assets	66.12	62.14
Amount recognised in profit and loss		
Interest income	4.44	4.19
Amount recognised in other comprehensive income		
Actuarial gain / (loss)		
Return on Plan Assets, Excluding Interest Income	(2.12)	(0.40)
Equitable fund transfer in	-	-
Other	-	-
Contributions by employer	12.91	14.47
Benefits paid	(3.36)	(4.74)
Closing fair value of plan assets	78.01	66.12
Actual return on Plan Assets	2.32	3.80
Plan assets comprise the following		
Insurance fund (100%)	Unquoted 78.01	Unquoted 66.12
IV) Principal actuarial assumptions used		
Rate of Interest (%)	7.10	6.73
Withdrawal rate (%)	1.00	1.00
Salary escalation rate (%)	7.50	7.50
V) Amount recognised in the Balance Sheet	As at 31st March, 2022	As at 31st March, 2021
Present value of obligations as at year end	90.15	85.61
Fair value of plan assets as at year end	78.01	66.12
Net (asset) / liability recognised as at year end	12.14	19.49
Recognised under :		
Current liability	12.14	0.24
Non current liability	-	19.25
	12.14	19.49



VIII Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below

	As at 31st March, 2022		As at 31st March, 2021	
	Increase	Decrease	Increase	Decrease
Discount rate (1% movement) - Gratuity	(80.65)	101.56	(11.03)	9.21
Future salary growth (1% movement) - Gratuity	101.40	80.61	10.83	(9.23)

The above sensitivity analysis have been calculated to show the movement in defined benefit obligation in isolation and assuming there are no other changes in market conditions at the reporting date. In practice, generally it does not occur. When we change one variable, it affects the others in calculating the liability, post credit credit method at the end of the reporting period has been applied.

(vii) Expected future cash flows

The expected maturity analysis is as follows :

	For year ended 31.3.2022	For year ended 31.3.2021
Expected benefits for year 1	3.98	16.44
Expected benefits for year 2	7.03	20.45
Expected benefits for year 3	4.40	14.79
Expected benefits for year 4	11.17	21.94
Expected benefits for year 5	3.57	39.69
Expected benefits for year 6 and above	24.98	229.39

NOTE : 39

Leases

The Company normally acquires offices and warehouses under non-cancellable operational leases. Minimum lease payments outstanding at year end in respect of these assets are as under:	Total Minimum Lease Payment Outstanding as on 31/03/2022 (Rs. In lakhs)	Total Minimum Lease Payment Outstanding as on 31/03/2021 (Rs. In lakhs)
Due within one year	21.20	6.66
Due later than one year and not later than five years	-	-
Due later than five years	-	-

NOTE : 40

RELATED PARTY TRANSACTIONS

Details of Related parties and the nature of relationship

Sr no.	Major Headings	Name of related party
I)	Holding Company	Chembond Chemicals Limited
II)	Key Management Personnel	Sameer V. Shah Nirmal V. Shah Mahendra Ghelani Harish Maheshwari Raj Kamal Gupta Jaywant Tawade Subhash Kolhe
III)	Relatives of Key Management Personnel	Sameer Shah H.U.F., Shilpa Shah, Radma Shah, Praveen Shah, Mallika Shah, Amrita Shah, Shashank (Amrita Husband), Alpana Shah, Jyoti Mehta, Nirmal Vinay Shah H.U.F., Mamta Shah, Rahul Shah, Kshitija Shah, M. K. Ghelani (H.U.F.), Mina Ghelani, Kalyanji Ghelani, Kanta Ghelani, Jyoti / Madhushree, Divyanshu / Divyanshu Mrs. Lata Hansh Maheshwari, Mr. Laxmichand Maheshwari, Mrs. Lilavati Laxmichand Maheshwari, Mr. Jinen Maheshwari, Mr. Pranav Maheshwari, Mrs. Urvi Jinen Maheshwari, Bharat, Nilesh, Bharti, Minal, Nandita, Lina Anjali Gupta, Vishwa Nath Gupta, Leela Gupta, Abhinav Gupta, Aditi Gupta, Juhi Gupta Raizada, Amol Raizada, Kamal Gupta Jyotsna Jaywant Tawade, Late Keshavrao Vishram Tawade, Late Seetabai Keshavrao Tawade, Sangram Jaywant Tawade, Jui Jaywant Tawade, Yashwant Keshavrao Tawade, Mrs. Sushma Ghorpade, Mrs. Rajlaxmi Rane Surekha Kolhe, Pandhannath Kolhe, Shakuntala Kolhe, Deepak Kolhe, Sneha Kolhe, Priyanka Chaudhari, Kamalakar Chaudhari, Muralidhar Kolhe, Poo Gupta Tawade
IV)	Company in which directors have significant influence	Chembond Water Technologies Limited Chembond Clean Water Technologies Ltd. Chembond Biosciences Ltd. S and N Ventures Pvt. Ltd. Visan Holdings Pvt. Ltd. Chembond Distribution Ltd. Chembond Calvatis Industrial Hygiene Systems Ltd. Finor Pipraj Chemicals Limited CCL Optoelectronics Pvt. Ltd. Chembond Polymers and Material Ltd Phiroze Sethna Pvt Ltd. Gramos Chemicals India Pvt Ltd. Uriano Clean Energy Private Limited Variety Investments Private Limited India Reality Excellence Fund II LLP Hrihar India Private Limited Avecon Chemicals India Private Limited



Transaction with Related Parties are as follows:

Year ended 31st March, 2022

Sl. No.	Particulars	Holding company	Joint Venture Partner	Key Management Person (KMP)	Companies in which directors have significant influence	Total
1	Purchase	347.70	-	-	2,524.53	2,872.23
	Chembond Chemicals Ltd	347.70				347.70
	Finor Piplaj Chemicals Ltd				11.17	11.17
	Chembond Biosciences Limited				50.37	50.37
	Chembond Polymers And Materials Ltd.				0.20	0.20
	Chembond Water Technologies Ltd				2.80	2.80
	Chembond Clean Water Technologies Ltd				0.11	0.11
	Chembond Distribution Ltd				71.55	71.55
	Gramos Chemicals India Private Limited				327.01	327.01
	Phiroze Sethna Private Limited				2,094.23	2,094.23
	CCL Optoelectronics Pvt. Ltd				0.06	0.06
2	Sale of Finished Goods	325.29	-	-	381.21	706.51
	Chembond Chemicals Ltd	325.29				325.29
	Chembond Clean Water Technologies Ltd				3.99	3.99
	Chembond Distribution Ltd.				7.88	7.88
	CCL Optoelectronics Pvt. Ltd				0.05	0.05
	Chembond Biosciences Limited				104.21	104.21
	Finor Piplaj Chemicals Ltd				0.05	0.05
	Chembond Water Technologies Ltd				92.13	92.13
	Chembond Polymers And Materials Ltd.				3.22	3.22
	Phiroze Sethna Private Limited				89.38	89.38
	Gramos Chemicals India Private Limited				80.30	80.30
3	Expenses Rent	5.20	-	-	3.50	0.70
	Chembond Chemicals Ltd	5.20				5.20
	Phiroze Sethna Private Limited				1.28	1.28
	Gramos Chemicals India Private Limited				1.32	1.32
	Chembond Water Technologies Ltd				0.90	0.90
4	Reimbursement of Telephone exp.	-	-	-	0.19	0.19
	Phiroze Sethna Private Limited				0.18	0.18
	Gramos Chemicals India Private Limited				0.01	0.01
5	Reimbursement of Salary Cost	122.02	-	-	138.20	260.22
	Chembond Chemicals Ltd	122.02				122.02
	Phiroze Sethna Private Limited				112.28	112.28
	Gramos Chemicals India Private Limited				25.92	25.92
6	Travelling expenses	-	-	-	0.33	0.33
	Phiroze Sethna Private Limited				0.17	0.17
	Gramos Chemicals India Private Limited				0.17	0.17
7	Staff Welfare expenses	-	-	-	0.11	0.11
	Gramos Chemicals India Private Limited				0.11	0.11
8	Sub Contracting Charges	397.22	-	-	-	397.22
	Chembond Chemicals Ltd	397.22				397.22
9	Royalty	-	-	-	27.56	27.56
	S and N Ventures Pvt. Ltd.				27.56	27.56
10	Income recovered	-	-	-	1.05	1.05
	Phiroze Sethna Private Limited				1.05	1.05
11	Loan Interest Paid	115.92	-	0.82	-	116.74
	Chembond Chemicals Ltd	115.92				115.92
	Sameer V. Shah			0.82		0.82
12	Director Sitting Fees	-	-	0.90	-	0.90
	Mahendra K Ghelani			0.30		0.30
	Jaywant Tawade			0.30		0.30
	Raj Kamal Gupta			0.30		0.30
13	Commission	-	-	3.18	-	3.18
	Subhash Kolhe			3.18		3.18
14	Consulting fees	-	-	64.31	0.49	64.80
	CCL Optoelectronics Pvt. Ltd				0.49	0.49
	Subhash Kolhe			44.71		44.71
	Jaywant Tawade			19.60		19.60



Year ended 31st March, 2021

Sr. No.	Particulars	Holding company	Joint Venture Partner	Key Management Person (KMP)	Companies in which directors have significant influence	Total
1	Purchase	269.77	-	-	496.12	765.89
	Chembond Chemicals Ltd	269.77	-	-	-	269.77
	Finor Piplaj Chemicals Ltd	-	-	-	5.13	5.13
	Chembond Biosciences Limited	-	-	-	37.95	37.95
	Chembond Polymers And Materials Ltd.	-	-	-	0.31	0.31
	Chembond Water Technologies Ltd	-	-	-	1.69	1.69
	Chembond Distribution Ltd.	-	-	-	39.25	39.25
	Gramos Chemicals India Private Limited	-	-	-	43.92	43.92
	Phiroze Sethna Private Limited	-	-	-	367.78	367.78
	Limited	-	-	-	0.08	0.08
2	Sale of Finished Goods	160.02	-	-	278.38	438.41
	Chembond Chemicals Ltd	160.02	-	-	-	160.02
	Chembond Clean Water Technologies Ltd	-	-	-	6.47	6.47
	Chembond Distribution Ltd.	-	-	-	0.54	0.54
	CC.L Optoelectronics Pvt, Ltd	-	-	-	-	-
	Chembond Biosciences Limited	-	-	-	155.16	155.16
	Finor Piplaj Chemicals Ltd	-	-	-	0.00	0.00
	Chembond Water Technologies Ltd	-	-	-	48.70	48.70
	Chembond Polymers And Materials Ltd.	-	-	-	6.05	6.05
	Phiroze Sethna Private Limited	-	-	-	45.71	45.71
	Gramos Chemicals India Private Limited	-	-	-	15.55	15.55
3	Expenses Rent	1.20	-	-	4.44	5.64
	Chembond Chemicals Ltd	1.20	-	-	-	1.20
	Phiroze Sethna Private Limited	-	-	-	3.24	3.24
	Gramos Chemicals India Private Limited	-	-	-	1.20	1.20
4	Reimbursement of Telephone exp.	-	-	-	0.03	0.03
	Phiroze Sethna Private Limited	-	-	-	0.03	0.03
5	Reimbursement of Salary Cost	176.97	-	-	55.75	232.72
	Chembond Chemicals Ltd	176.97	-	-	-	176.97
	Phiroze Sethna Private Limited	-	-	-	45.36	45.36
	Gramos Chemicals India Private Limited	-	-	-	10.39	10.39
6	Freight Charges	-	-	-	0.37	0.37
	Phiroze Sethna Private Limited	-	-	-	0.37	0.37
7	Sub Contracting Charges	-	-	-	0.14	0.14
	Phiroze Sethna Private Limited	-	-	-	0.14	0.14
8	Sub Contracting Charges	301.01	-	-	-	301.01
	Chembond Chemicals Ltd	301.01	-	-	-	301.01
9	Royalty	-	-	-	19.44	19.44
	S and N Ventures Pvt. Ltd.	-	-	-	19.44	19.44
10	Sale of Fixed Assets	-	-	-	0.24	0.24
	Gramos Chemicals India Private Limited	-	-	-	0.24	0.24
11	Loan Interest Paid	115.92	-	0.88	-	116.80
	Chembond Chemicals Ltd	115.92	-	-	-	115.92
	Sameer V. Shah	-	-	0.88	-	0.88
12	Director sitting fees	-	-	0.79	-	0.79
	Mahendra K Ghelani	-	-	0.26	-	0.26
	Jaywant Tawade	-	-	0.26	-	0.26
	Raj Kamal Gupta	-	-	0.26	-	0.26
13	Director Remuneration	-	-	1.65	-	1.65
	Harish Maheshwari	-	-	1.65	-	1.65
14	Consulting fees	-	-	59.91	-	59.91
	Subhash Kolhe	-	-	44.31	-	44.31
	Jaywant Tawade	-	-	15.60	-	15.60



Balances Receivable from Related Parties are as Follows:

As at March 31, 2022

Sr. No.	Particulars	Holding company	Joint Venture Partner	Key Management Person (KMP)	Companies in which directors have significant influence	Total
1	Trade Receivables/Other receivable	24.43	-	-	558.65	583.08
	Chembond Chemicals Ltd (Holding Co.)	24.43	-	-	-	24.43
	Chembond Clean Water Technologies Ltd	-	-	-	0.43	0.43
	Chembond Distribution Ltd.	-	-	-	2.32	2.32
	Phiroze Sethna Private Limited	-	-	-	197.76	197.76
	Gramos Chemicals India Private Limited	-	-	-	151.38	151.38
	CCL Optoelectronics Pvt. Ltd	-	-	-	0.06	0.06
	Chembond Biosciences Limited	-	-	-	206.69	206.69
2	Finance (Equity Contribution)	151.50	-	-	-	151.50
	Chembond Chemicals Ltd (Holding Co.)	151.50	-	-	-	151.50
	TOTAL	175.93	-	-	558.65	734.58

As at March 31, 2021

Sr. No.	Particulars	Holding company	Joint Venture Partner	Key Management Person (KMP)	Companies in which directors have significant influence	Total
1	Trade Receivables	-	-	-	129.36	129.36
	Chembond Clean Water Technologies Ltd	-	-	-	0.22	0.22
	Gramos Chemicals India Private Limited	-	-	-	0.31	0.31
	Chembond Water Technologies Ltd	-	-	-	5.06	5.06
	Chembond Polymers And Materials Ltd.	-	-	-	0.01	0.01
	Finor Piplaj Chemicals Ltd	-	-	-	22.19	22.19
	Chembond Biosciences Limited	-	-	-	101.57	101.57
2	Finance (Equity Contribution)	151.50	-	-	-	151.50
	Chembond Chemicals Ltd (Holding Co.)	151.50	-	-	-	151.50
	TOTAL	151.50	-	-	129.36	280.86

Balances Payable to Related Parties are as Follows:

As at March 31, 2022

Sr. No.	Particulars	Holding company	Joint Venture Partner	Key Management Person (KMP)	Companies in which directors have significant influence	Total
1	Trade Payables/Other Payables	968.51	-	5.46	649.57	1,623.53
	Chembond Chemicals Ltd	968.51	-	-	-	968.51
	Chembond Distribution Ltd.	-	-	-	0.18	0.18
	Phiroze Sethna Private Limited	-	-	-	638.01	638.01
	Gramos Chemicals India Private Limited	-	-	-	2.54	2.54
	Chembond Water Technologies Ltd	-	-	-	1.13	1.13
	Chembond Biosciences Limited	-	-	-	7.71	7.71
	Mahendra K Ghelani	-	-	0.26	-	0.26
	Jaywant Tawade	-	-	1.17	-	1.17
	Subhash Kolhe	-	-	4.02	-	4.02
2	Loans	1,288.00	-	-	-	1,288.00
	Chembond Chemicals Ltd	1,288.00	-	-	-	1,288.00
	TOTAL	2,256.51	-	5.46	649.57	2,911.53

As at March 31, 2021

Sr. No.	Particulars	Holding company	Joint Venture Partner	Key Management Person (KMP)	Companies in which directors have significant influence	Total
1	Trade Payables/Other Payables	491.31	-	5.50	171.60	668.41
	Chembond Chemicals Ltd	491.31	-	-	-	491.31
	Chembond Polymers And Materials Ltd.	-	-	-	0.13	0.13
	Chembond Distribution Ltd.	-	-	-	23.72	23.72
	Phiroze Sethna Private Limited	-	-	-	145.90	145.90
	Chembond Water Technologies Ltd	-	-	-	0.62	0.62
	Chembond Biosciences Limited	-	-	-	1.23	1.23
	Sameer V. Shah	-	-	0.29	-	0.29
	Mahendra K Ghelani	-	-	0.26	-	0.26
	Jaywant Tawade	-	-	1.20	-	1.20
	Subhash Kolhe	-	-	3.74	-	3.74
2	Loans	1,288.00	-	10.00	-	1,298.00
	Chembond Chemicals Ltd	1,288.00	-	-	-	1,288.00
	Sameer V. Shah	-	-	10.00	-	10.00
	TOTAL	1,779.31	-	15.50	171.60	1,966.41



NOTE : 41

ADDITIONAL REGULATORY INFORMATION

	2021-2022	2020-21
(a) Current Ratio		
Current Assets(A)	4,454.63	2,921.83
Current Liabilities(B)	4,669.69	3,205.66
Current Ratio(A/B)	0.95	0.91
(b) Debt-Equity Ratio		
Total Borrowings(A)	1,368.02	1,298.00
Total Shareholders' Equity(B)	189.96	65.91
Debt-Equity Ratio(A/B)	7.20	19.69
Increase in equity due to increase in profit		
(c) Debt Service Coverage Ratio		
EBITDA(A)	268.37	-328.98
Interest on Loan+Loan repayment in a year(B)	116.74	116.82
Debt Service Coverage Ratio(A/B)	2.30	(2.82)
Increase in EBITDA due to increase in operating profits		
(d) Return on Equity Ratio		
Net Profit(A)	114.40	-460.61
Average Shareholders Equity(B)	127.94	297.12
Return on Equity Ratio(A/B)	0.89	(1.55)
Increase in profits		
(e) Inventory turnover ratio		
Cost of goods sold(A)	7,272.04	5,770.43
Average Inventory(B)	1,056.80	955.64
Inventory turnover Ratio(A/B)	6.88	3.95
Increase in cost of goods sold due to increase in sales & significant raw material price inflation.		
(f) Trade receivables turnover ratio		
Net sales(A)	9,838.81	5,273.96
Average Accounts receivable(B)	2,255.76	1,461.51
Trade receivable turnover Ratio(A/B)	4.36	3.61
(g) Trade Payables turnover ratio		
Net sales(A)	9,838.81	5,273.96
Average trade payable(B)	2,392.99	1,289.19
Trade Payables turnover Ratio(A/B)	4.11	4.09
(h) Net Capital turnover ratio		
Net sales(A)	9,838.81	5,273.96
Net Capital(B)	160.32	61.20
Net Capital turnover Ratio(A/B)	61.76	86.05
Increase in sales & net receivable		
(i) Net Profit ratio		
Net Profit(A)	114.40	-460.61
Net Sales(B)	9,838.81	5,273.96
Net Profit Ratio(A/B)	1%	-9%
Increase in sales & Net profit		
(j) Return on Capital employed		
EBIT(A)	239.29	-355.84
Shareholders Equity+Long term liabilities(B)	189.96	85.16
Return on Capital employed(A/B)	1.26	(4.18)
(k) Return on Investment		
Net Profit(A)	114.40	-460.61
Net assets(B)	159.32	61.29
Return on Investment(A/B)	0.72	(7.52)



NOTE : 42

Ageing Schedule for Trade receivables

Ageing for trade receivables outstanding as on 31st Mar'22 is as follows :

Particulars	Outstanding for following periods from due date of payment						Total
	Not Due	Less than 6 months	6 months – 1 year	1-2 years	2-3 years	More than 3 years	
i) Undisputed trade receivables - considered good	1,554.96	937.48	181.72	188.36	31.40	42.81	2,936.73
ii) Undisputed trade receivables - which have significant increase in credit risk							-
iii) undisputed trade receivables - credit impaired							-
iv) Disputed trade receivables - considered good							-
v) Disputed trade receivables - which have significant increase in credit risk							-
vi) Disputed trade receivables - credit impaired							-
Less : Allowance for doubtful trade receivables							115.84
Trade receivables							2,820.89

Ageing for trade receivables outstanding as on 31st Mar'21 is as follows :

Particulars	Outstanding for following periods from due date of payment						Total
	Not Due	Less than 6 months	6 months – 1 year	1-2 years	2-3 years	More than 3 years	
i) Undisputed trade receivables - considered good	1,028.84	608.78	0.75	81.74	28.05	27.84	1,776.01
ii) Undisputed trade receivables - which have significant increase in credit risk							-
iii) undisputed trade receivables - credit impaired							-
iv) Disputed trade receivables - considered good							-
v) Disputed trade receivables - which have significant increase in credit risk							-
vi) Disputed trade receivables - credit impaired							-
Less : Allowance for doubtful trade receivables							-65.37
Trade receivables							1,690.64

NOTE : 43

Ageing Schedule for Trade Payables

Ageing for trade Payables outstanding as on 31st Mar'22 is as follows :

Particulars	Outstanding for following periods from due date of payment					Total
	Not Due	Less than 1 yr	1 -2 yrs	2-3 yrs	More than 3 yrs.	
i) MSME	214.69	120.79	-	-	-	341.48
ii) Others	1,260.99	1,062.26	240.98	-13.87	1.87	2,552.22
iii) Disputed dues - MSME						-
iv) Disputed dues - Others						-
Accrued expenses						167.93
Net trade payables						3,061.63

Ageing for trade Payables outstanding as on 31st Mar'21 is as follows :

Particulars	Outstanding for following periods from due date of payment					Total
	Not Due	Less than 1 yr	1 -2 yrs	2-3 yrs	More than 3 yrs.	
i) MSME	223.78	19.43	-	-	-	243.21
ii) Others	797.55	583.16	-14.75	9.44	-6.74	1,368.65
iii) Disputed dues - MSME						-
iv) Disputed dues - Others						-
Accrued expenses						112.49
Net trade payables						1,724.35

NOTE : 44

Reporting of Relationship with Struck off Companies

Name of Struck off Company	Nature of transactions with struck-off Company	Balance Outstanding as on 31st Mar'22	Balance Outstanding as on 31st Mar'21	Relationship with the Struck off company, if any, to be disclosed
-	Investments in securities	-	-	Nil
-	Receivables	-	-	Nil
-	Payables	-	-	Nil
-	Shares held by struck off company	-	-	Nil
-	Other outstanding balances (to be specified)	-	-	Nil



**NOTE : 45
SEGMENT REPORTING**

The Company is engaged in Metal Treatment chemicals, specialty chemicals, Lubricants, MRO, Industrial Enzymes & Probiotics, which in the context of IND AS 108 Operating segment specified under section 133 of the Companies Act, 2013 is considered as a single business segment of the company

**NOTE : 46
MERGER OF CHEMBOND POLYMERS & MATERIALS LIMITED WITH CHEMBOND MATERIAL TECHNOLOGIES PVT. LTD.**

During the current quarter, Chembond Material Technologies Private Limited and Chembond Polymers and Materials Limited have entered into a proposed scheme ("Scheme") of merger and amalgamation under section 23(1) and other applicable provisions of the Companies Act, 2013 to utilise optimum utilisation of various resources. The combined company will fully own the respective businesses of Chembond Material Technologies Private Limited and Chembond Polymers and Materials Limited. The scheme will be accounted for on receipt of regulatory and other approvals which are pending.

**NOTE : 47
FIRE IN TARAPUR PLANT**

There was a fire in the factory of the Company located at Tarapur, Maharashtra on 21st April, 2022. Company has lost certain goods in the fire. Company is still in the process of determining the amount of loss as such no effect of the incidence of Fire has been considered in the above Financials

NOTE : 48
Previous year figures have been regrouped, reallocated and reclassified wherever necessary to conform to current year classification and presentation .

As per our attached report of even date
For M/s Kastury & Talati
Chartered Accountants
Firm Registration Number : 104908W



Dhiren P Talati
Partner
Membership No: 41867
Place : Navi Mumbai.
Date: 30th April 2022



For and on behalf of Board of Directors of
Chembond Material Technologies Pvt. Ltd.
CIN:U17470NMW700027C195771



Sameer V. Shah
Director
DIN:00105721
Place : Navi Mumbai.
Date: 30th April 2022



Nirmal V. Shah
Director
DIN: 00083853
Place : Navi Mumbai.
Date: 30th April 2022

