



**INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF CITICHEM INDIA LIMITED**

REPORT ON THE FINANCIAL STATEMENTS

Opinion

We have audited the accompanying financial statements of **Citichem India Limited ("the Company")** which comprises the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss and 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.

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 accounting principles generally accepted in India;

- In the case of Balance Sheet, of the state of affairs of the Company as at 31st March, 2023,
- In case of Statement of Profit & Loss, of the **Profit** for the year ended on that date, and
- In case of Cash Flow Statement, cash flow 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 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 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.

Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the "Management Discussion and Analysis" and "Director's 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 Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that 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. 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 implementation and maintenance of 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 statement 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 alternative but to do so.



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

Auditor's Responsibility 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 consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures 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.
- 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.

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



Other Matter

The financial statement of the company for the year ended 31st March 2022, included in these financial statements, have been audited by the predecessor auditor who expressed an unmodified opinion on those statements on 17th August 2022.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure "A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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

- a) We have sought and obtained all the information 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 and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act.
- 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 control over financial reporting of the company with reference to these financial statements and operating effectiveness of such control, refer to our separate report in Annexure "B" to this report.
- 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, in our opinion and to the best of our information and according to the explanations given to us:
 1. the Company has no material pending litigations as on balance sheet date.
 2. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 3. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2023.
- h) With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act:

In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) which are required to be commented upon by us.

Place: Mumbai
Date: 25 September 2023



For NGST & Associates
Chartered Accountants
Firm Regn. No 135159W

Bhupendra S Gandhi
Bhupendra S Gandhi
Partner
M. No. 122296

UDIN - 24122296BKBLUA6316

ANNEXURE – A TO THE AUDITORS' REPORT

The Annexure referred to in our Independent Auditors' Report to the members of Citichem India Limited ("the Company") on the Financial Statements for the year ended 31st March, 2023, we report that:

- i. a. In our opinion and according to the information and explanation given to us, the company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
- b. According to the information and explanation given to us, significant portions of fixed assets have been verified by the management during the year and no variation has been noted from the same. We suggest other assets should also be verified once and thereafter within reasonable intervals.
- c. According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no immovable properties held in the name of the Company.
- d. Based on the information and explanations furnished to us, no proceedings have been initiated on or are pending against the Company for holding benami property under the Prohibition of Benami Property Transactions Act, 1988 (as amended in 2016) (formerly the Benami Transactions (Prohibition) Act, 1988 (45 of 1988)) and Rules made thereunder, and therefore the question of our commenting on whether the Company has appropriately disclosed the details in its financial statements does not arise.
- ii. a. The inventory has been physically verified by the management during the year. In our opinion, the frequency of verification is reasonable. No material discrepancies were noticed on such physical verification. *In respect of inventories lying with third parties, confirmation for the same were not received and therefore we cannot comment on the same.*
- iii. The Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in register maintained under section 189 of the Companies Act, 2013 ('the Act'). Therefore, the provisions of Clause 3(iii), (ii)(a), (iii)(b) and (iii)(c) of the said Order are not applicable to the Company.
- iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.
- v. The Company has not accepted any deposits from the public.
- vi. To the best of our knowledge and belief and according to the information and explanation given to us, no cost records are required to be maintained by the Company under the Companies (Cost Audit Rules), 2014.
- vii. a. *According to the information and explanation given to us and on the basis of our examination of the records of the Company, the company is not regular in depositing with the appropriate authorities undisputed statutory dues including provident fund, income tax, value added tax, duty of customs, service tax, Goods and Service Tax, cess and other material statutory dues applicable to it.*
- b. There were no material undisputed amounts payable in respect of provident fund, income tax, value added tax, duty of customs, service tax, cess and other material statutory dues in arrears as at March 31, 2023 for a period of more than six months from the date they became payable.
- c. According to the information and explanations given to us, there are no material dues of income tax, sales tax, service tax, wealth tax, duty of excise, duty of customs and cess which have not been deposited with the appropriate authorities on account of any dispute.
- viii. According to the information and explanations given to us and the records of the Company examined by us, there are no transactions in the books of account that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961, that has not been reported in the books of account.



- ix. (a) According to the records of the Company examined by us and the information and explanation given to us, the Company has not defaulted in repayment of dues to financial institutions or banks. Further, the Company has not issued any debenture.
- (b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the Company has not been declared Willful Defaulter by any bank or financial institution or government or any government authority.
- (c) In our opinion, and according to the information and explanations given to us, the term loans have been applied for the purposes for which they were obtained.
- (d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company.
- (e) The company does not have any subsidiary, associate or joint venture and hence clause (ix) (c) and (d) of the Order is not applicable.
- x. (a) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments).
- xi. (a) According to the information and explanations given to us, no material fraud by company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (b) During the year, no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed by cost auditor /secretarial auditor or by us in Form ADT - 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) Since the Company has not borrowed money from banks and public financial institutions in excess of 50 crore rupees, this clause is not applicable.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. Being a private limited company with turnover, borrowings less than prescribed limits, internal audit is not required and hence reporting of clause (xiv) of the Order is not applicable.
- xv. According to the information and explanation given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934. Accordingly, paragraph 3(xvi) of the Order is not applicable.
- xvii. The Company has not incurred cash losses in the current year and in the immediately preceding financial year respectively.
- xviii. The statutory auditors have resigned during the year. There were no objections, concerns, or issues raised by the outgoing auditors.
- xix. On the basis of the financial ratios disclosed in note to the financial statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements, 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 balance sheet as to whether the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due.



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

- xx. The company does not fall in category of companies specified in section 135 of Companies Act, 2013 and hence clause (xx) of the Order is not applicable.

Place: Mumbai
Date: 25 September 2023



For NGST & Associates
Chartered Accountants
Firm Regn. No 135159W

A handwritten signature in blue ink, appearing to read "Bhupendra S Gandhi".

Bhupendra S Gandhi
Partner

M. No. 122296

UDIN - 24122296BKBLUA6316

ANNEXURE – B TO THE AUDITORS' REPORT

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

We have audited the internal financial controls over financial reporting of Citicem India Limited ('the company'), as of 31 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 Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('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 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 NGST & Associates
Chartered Accountants
Registration No.135159W



Bhupendra Gandhi
Partner
Membership No. 122296
Place: Mumbai
Date: 25 September 2023
UDIN - 24122296BKBLUA6316



Particulars	Note	As at 31 March 2023	As at 31 March 2022
EQUITY AND LIABILITIES			
Shareholder's Funds			
Share Capital	1	5,00,00,000	5,00,00,000
Reserves and Surplus	2	1,13,26,397	77,00,974
Non-Current Liabilities			
Long-term borrowings	3	1,09,64,546	1,10,62,097
Current Liabilities			
Trade payables	4	71,96,55,529	84,27,64,274
Other current liabilities	5	4,54,29,524	17,29,923
Short-term provisions	6	24,61,088	10,11,088
		83,98,37,084	91,42,68,356
Assets			
Non-current assets			
Fixed assets			
Tangible assets	7	10,22,892	7,78,696
Non-current investments		-	-
Deferred tax assets (net)		41,114	52,147
Long term loans and advances	8	11,51,200	3,19,000
Current assets			
Inventories	9	44,77,24,222	41,32,83,836
Trade receivables	10	38,44,33,574	46,39,92,945
Cash and cash equivalents	11	19,25,657	2,61,256
Short Term Loans & Advances		-	-
Other current assets	12	35,38,423	3,55,80,473
TOTAL		83,98,37,084	91,42,68,355

Significant accounting policies & notes on accounts 21-24

Contingent liabilities 22 11,04,610 -

This is the Balance Sheet referred to our report of even date.

For NGST & Associates
Chartered Accountants
Firm Reg. No. 135159W

Bhupendra S. Gandhi
Partner
Mem. No. 122296



For Citichem India Limited

CITICHEM INDIA LIMITED

Arif Merchant
Director
DIN No. - 00500363

Place: Mumbai
Dated:

CITICHEM INDIA LIMITED

Hashim Merchant
Director
DIN No. - 03015945

Dated:

Citichem India Limited

CIN No:- U24100MH1992PLC065975

Statement of Profit and Loss for the year ended 31st March, 2023

Particulars	Note	For the year ended 31.03.2023	For the year ended 31.03.2022
Income			
Revenue from operations	13	20,94,07,040	85,21,63,541
Other income	14	-	6,36,704
Total Revenue		20,94,07,040	85,28,00,245
Expenses:			
Purchase of stock - in - trade	15	22,50,47,742	90,33,23,695
Changes in inventories of finished goods	16	(3,44,40,386)	(6,68,56,241)
Employee benefits expense	17	63,43,858	52,58,962
Other Expenses	18	66,16,183	66,04,491
Total Expenses		20,35,67,398	84,83,30,907
Profit before Interest, Tax, Depreciation and amortization		58,39,642	44,69,338
Depreciation and amortisation Expenses	19	1,16,804	2,21,089
Finance Cost	20	6,36,382	10,29,537
Profit/(Loss) before Tax		50,86,456	32,18,712
Tax expense			
Current tax expense for current year		14,50,000	8,52,252
Deferred Tax		11,033	(26,136)
Total Tax Expenses		14,61,033	8,26,116
Profit / (Loss) for the year		36,25,423	23,92,596
Earnings per equity share:			
(1) Basic		0.73	2.14
(2) Diluted		0.73	2.14

Significant accounting policies & notes on accounts

21-24

This is the Profit & Loss Account referred to our report of even date.

For NGST & Associates
Chartered Accountants
Firm Reg. No. 135159W



Bhupendra S. Gandhi
Partner
Mem. No. 122296

Place: Mumbai
Dated:



For Citichem India Limited

CITICHEM INDIA LIMITED

DIRECTOR

Arif Merchant
Director
DIN No. - 00500363

Place: Mumbai
Dated:

CITICHEM INDIA LIMITED

DIRECTOR

Hashim Merchant
Director
DIN No. - 03015945

Cash Flow Statement as at 31 March 2023

Particulars	For the year ended 31.03.2023	For the year ended 31.03.2022
(A) Cash Flow from Operating Activities		
Restated Net Profit Before Tax and Extraordinary Items	50,86,456	32,18,712
Adjustments For:		
Interest and Finance Charges Paid	6,36,382	10,29,537
Depreciation	1,16,804	2,21,089
Operating profit before working capital changes	58,39,642	44,69,338
Changes in Working Capital		
(Increase)/Decrease in Trade Receivables and loans & advances	11,07,69,221	(11,56,50,036)
(Increase)/Decrease in Inventories	(3,44,40,386)	(6,68,56,241)
Increase/(Decrease) in Long Term Provisions	-	-
Increase/(Decrease) in Trade Payables and other liabilities	(7,94,09,144)	11,84,88,000
Increase/(Decrease) in Short Term Provisions	-	-
Cash Generated from / (used in) operating activities	27,59,334	(5,95,48,939)
Less : Income Tax paid	-	-
Cash Flow before extraordinary items	27,59,334	(5,95,48,939)
Extraordinary items	-	-
Net cash generated from / (used in) Operating Activities.....A	27,59,334	(5,95,48,939)
(B) Cash Flow from Investing Activities		
(Increase)/Decrease in Non-Current Investment	-	-
Interest Received	-	-
(Purchase) of Tangible Fixed Assets	(3,61,000)	(1,05,000)
Sale of Tangible Fixed Assets	-	-
Net cash generated from / (used in) Investing Activities.....B	(3,61,000)	(1,05,000)
(C) Cash Flow from financing Activities		
Proceeds from issue of Share Capital	-	4,93,20,000
Increase/(Decrease) in Short Term Borrowings	-	3,08,000
Increase/(Decrease) in Long Term Borrowings	(97,551)	1,07,53,703
Interest and Finance Charges Paid	(6,36,382)	(10,29,537)
Net cash generated from / (used in) Financing Activities.....C	(7,33,933)	5,93,52,166
Net increase in cash and cash equivalents (A+B+C)	16,64,401	(3,01,773)
Cash and cash equivalents at the beginning	2,61,256	5,63,029
Cash and cash equivalents at the end	19,25,657	2,61,256

Notes :-

1) Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from regular revenue generating, financing and investing activities of the company are segregated.

2) Figures in brackets represents outflows.

As per our report of even date

For NGST & Associates
Chartered Accountants
Firm Reg. No. 135159W

Bhupendra S. Gandhi
Partner
Mem. No. 122296

Place: Mumbai
Dated:

For Citicchem India Limited

CITICHEM INDIA LIMITED CITICHEM INDIA LIMITED

Arif Merchant
Director
DIN No. - 00500363

Place: Mumbai
Dated:

Hashim Merchant
Director
DIN No. - 03015945

DIRECTOR

Notes forming part of the Financial Statements for the year ended 31 March 2023

PARTICULARS	31-03-2023 Rs	31-03-2022 Rs
NOTE NO '1'		
SHARE CAPITAL		
Authorized capital 75,00,000 (FY 50,00,000) Equity Shares of Rs 10/- each	7,50,00,000	5,00,00,000
	7,50,00,000	5,00,00,000
Issued subscribed and paid up capital 50,00,000 Equity Shares of Rs 10/- each	5,00,00,000	5,00,00,000
Total	5,00,00,000	5,00,00,000
Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period;		
At the beginning of the period	50,00,000	68,000
Add : Issued during the period	-	49,32,000
	50,00,000	50,00,000

Terms & Right attached to Equity Shares:

Equity Shares: The company has only one class of equity shares having a par value of Rs.10/- each. Each shareholder is eligible for one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts and payment of preference shareholders, in proportionate to their shareholding.

Details of share holding more than 5%	As on 31 March 2023		As on 31 March 2022	
	No. of shares Held	% of Holding	No. of shares Held	% of Holding
Arif Esmail Merchant	18,92,496	37.85	18,98,996	40.00
Fozia Arif Merchant	5,00,000	10.00	5,00,000	10.00
Hasim Merchant	20,00,000	40.00	20,00,000	40.00
Saima Merchant	5,00,000	10.00	5,00,000	10.00

Details of Shareholding of Promoters

As At 31st March, 2023

	No. of Share	% of holding
Arif Esmail Merchant	18,92,496	37.85
Fozia Arif Merchant	5,00,000	10.00
Hasim Merchant	20,00,000	40.00
Saima Merchant	5,00,000	10.00

As At 31st March, 2022

	No. of Share	% of holding
Arif Esmail Merchant	18,98,996	40.00
Fozia Arif Merchant	5,00,000	10.00
Hasim Merchant	20,00,000	40.00
Saima Merchant	5,00,000	10.00

As At 31st March, 2021

	No. of Share	% of holding
Arif Esmail Merchant	55,996	82.35
Fozia Arif Merchant	12,000	17.65

NOTE NO '2'

RESERVES & SURPLUS

Statement of Profit and Loss

Balance at the beginning of the year	77,00,974	53,08,378
Add : profit for the current year	36,25,423	23,82,596
Total	1,13,26,397	77,00,974

NOTE NO '3'

LONG -TERM BORROWINGS

Secured Loan

Indostar Capital	1,09,64,546	1,10,62,097
Total	1,09,64,546	1,10,62,097

Loan against property taken from Indostar Capital Limited during FY 2021-22, sanctioned of Rs. 117.00 Lakhs and carries floating interest @ 12.50 %. The loan is re-payable in 180 equated monthly instalments of Rs. 1,44,205 each.

NOTE NO '4'

TRADE PAYABLE

Creditors for Goods & Expenses

Micro, Small & Medium Enterprises

Other than Micro, Small & Medium Enterprises	71,96,55,529	84,27,64,274
Total	71,96,55,529	84,27,64,274



Notes forming part of the Financial Statements for the year ended 31 March 2023

NOTE NO '5'			
OTHER CURRENT LIABILITIES			
Advance from customer	4,25,84,402	-	
Interest accrued but not due	4,79,269	-	
Professional Tax	71,275	59,675	
TDS & TCS payable	22,94,576	16,70,248	
Total	4,54,29,524	17,29,923	
NOTE NO '6'			
SHORT TERM PROVISIONS			
Provision for tax	24,61,088	10,11,088	
Total	24,61,088	10,11,088	
NOTE NO '7'			
FIXED ASSETS			
As per schedule	10,22,892	7,78,696	
Total	10,22,892	7,78,696	
NOTE NO '8'			
Long Term Loans & Advances			
(Unsecured, considered good)			
Security deposit	11,51,200	3,19,000	
Total	11,51,200	3,19,000	
NOTE NO '9'			
INVENTORIES			
(At cost or market value whichever is lower)			
Closing Stock of API & Chemicals Goods	44,77,24,222	41,32,83,836	
Total	44,77,24,222	41,32,83,836	
NOTE NO '10'			
TRADE RECEIVABLE			
Trade Receivables- Considered Good	38,44,33,574	46,39,92,945	
Trade Receivables- Considered Doubtful	-	-	
Less: Provision for doubtful receivables	-	-	
Total	38,44,33,574	46,39,92,945	
NOTE NO '11'			
CASH AND CASH EQUIVALENTS			
Cash in hand	4,11,894	2,17,429	
Balances with Banks	15,13,763	43,827	
Total	19,25,657	2,61,256	
NOTE NO '12'			
OTHER CURRENT ASSETS			
GST Receivable	35,38,423	3,55,80,473	
Total	35,38,423	3,55,80,473	
NOTE NO '13'			
REVENUE FROM OPERATIONS			
Sales - API & Chemicals	20,94,07,040	85,21,63,541	
Total	20,94,07,040	85,21,63,541	
NOTE NO '14'			
OTHER INCOME			
Rebate & Discount	-	6,36,704	
Foreign Currency Gain / Loss	-	-	
Total	-	6,36,704	
NOTE NO '15'			
PURCHASE			
Purchases - API & Chemicals	22,50,47,742	90,33,23,695	
Including Freight, Duty and C&F	-	-	
Total	22,50,47,742	90,33,23,695	
NOTE NO '16'			
INCREASE/DECREASE IN INVENTORIES			
Opening Stock	41,32,83,836	34,64,27,595	
Less: Closing stock	44,77,24,222	41,32,83,836	
Total	(3,44,40,386)	(6,68,56,241)	



Notes forming part of the Financial Statements for the year ended 31 March 2023

NOTE NO '17'

EMPLOYEE BENEFIT EXPENSES

Salary	35,74,000	31,26,962
Director Remuneration	27,00,000	21,32,000
Staff Welfare	69,058	-
Total	63,43,058	52,58,962

NOTE NO '18'

OTHER EXPENSES

Rent paid	8,49,663	15,67,779
Freight and loading expenses	1,89,121	28,16,550
Electricity expenses	3,35,179	2,80,180
Commission paid	-	3,48,396
Insurance expenses	98,906	-
Rates and Taxes	3,70,000	-
Audit Fees	25,000	-
Business promotion expenses	1,85,643	-
Travelling and conveyance expenses	5,28,604	2,30,784
Labour charges	4,73,825	8,72,884
Miscellaneous expenses	9,27,808	3,54,719
Legal & Professional Fees	26,32,234	1,33,200
Total	66,16,183	66,04,491

NOTE NO '19'

DEPRECIATION & AMORTISATION EXPENSE

Depreciation	1,16,804	2,21,669
Total	1,16,804	2,21,669

NOTE NO '20'

FINANCE COST

Bank charges	66,254	1,61,349
Interest paid	5,70,128	8,68,188
Total	6,36,382	10,29,537



Chem India Limited

CIN No:- U24100MH1992PLC065975

Notes forming part of the Financial Statements for the year ended 31 March 2023

Note 21: Related Party Disclosures

As per Accounting Standard 18, the disclosures of transactions with the related Parties are given below:

A List of related parties where control exists and related parties with whom transactions have taken place and relationship

Name of Related Party	Relationship
Asif Merchant	Director
Hashim Merchant	Director
Saima Merchant	Relative of Director
Fozia Merchant	Relative of Director
HM Megabrand Private Limited	Associate Company
General Chemical Industries	Associate Company
HM Enterprises	Associate Company

B Transaction with Related Parties

Particulars	year ended 31.03.2023		year ended 31.03.2022	
	Transactions	Outstandings	Transactions	Outstanding
a) Associate Companies				
Purchase of goods	11,68,35,807	-	12,20,26,541	-
Sales of goods	6,83,81,000	-	-	-
Trade Payable	-	24,03,30,824	-	24,13,16,819
Trade Receivables	-	-	-	-
c) Key Management Personnel and Relatives				
Remuneration to Directors/Relatives	48,00,000	-	21,32,000	-
Rent Paid	3,00,000	-	-	-

Figures in negative are payables

Note 22: Contingent Liabilities

	As at 31-Mar-23	As at 31-Mar-22
A. Income Tax Demands	11,04,610	-
B. Claims against the company not acknowledged as debt	-	-
	11,04,610	-



Note 23: Segmental Information

As per the definitions of 'business segment' and 'geographical segment', contained in Accounting Standard - 17 (AS-17) "Segment Reporting", the Management is of the opinion that as the company's operations comprise of only trading of chemicals, there is neither more than one reportable business segment nor more than one reportable geographical segment and therefore, segment information as per AS-17 is not required to be disclosed.

Note 24: Other significant notes

(i) The Company does not have any 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).

(ii) The Company has not been declared a wilful defaulter by any bank or financial institution or other lender (as defined under the Companies Act, 2013) or consortium thereof, in accordance with the guidelines on wilful defaulters issued by the Reserve Bank of India.

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

(iv) The Company do not have any charges or satisfaction which is yet to be registered with Registrar of Companies (ROC) beyond the statutory period.

(v) The Company have not traded or invested in Crypto currency or Virtual Currency during the financial year.

(vi) The Company has not advanced any fund to any person or entity, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the person or entity shall :

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries); or

(b) provide any guarantee, security or the like on behalf of the Company,

(vii) The Company has not received any fund from any person or entity, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall :

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries); or

(b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(viii) The Company has not entered into any scheme of arrangement which has an accounting impact on the current or previous financial year.

The previous period figures have been regrouped/restated/reclassified, wherever necessary, to conform to the current year's presentation.

As per our report of even date

FOR NGST & ASSOCIATES

Chartered Accountants

Firm Regn No. 135159W

Bhupendra Gandhi

Bhupendra Gandhi

Partner

Membership No. 122296

Place : Mumbai

Date :



For and On behalf of the Board of
Citichem India Limited

CITICHEM INDIA LIMITED CITICHEM INDIA LIMITED

Arif Merchant
DIRECTOR

Arif Merchant

Director

DIN No. - 00500363

Place : Mumbai

Date :

Hashim Merchant
DIRECTOR

Hashim Merchant

Director

DIN No. - 03015945

Note 4.1
Trade payables ageing schedule as at 31st March 2022

Particulars	Unbilled	Not Due	Outstanding for following periods from due date of payments					Total
			Less than 6 Months	6 Months - 1 Year	1-2 Years	2-3 Years	More than 3 years	
a) Undisputed trade payable								
- MSME	-	-	-	-	-	-	-	-
- Others	-	-	7,17,20,129	26,11,65,120	15,52,89,978	23,14,85,301	-	71,96,55,529
b) Disputed trade payable								
- MSME	-	-	-	-	-	-	-	-
- Others	-	-	-	-	-	-	-	-
Total	-	-	7,17,20,129	26,11,65,120	15,52,89,978	23,14,85,301	-	71,96,55,529

Trade payables ageing schedule as at 31st March 2022

Particulars	Unbilled	Not Due	Outstanding for following periods from due date of payments					Total
			Less than 6 Months	6 Months - 1 Year	1-2 Years	2-3 Years	More than 3 years	
a) Undisputed trade payable								
- MSME	-	-	-	-	-	-	-	-
- Others	-	-	7,17,20,129	38,42,55,655	15,52,89,978	23,14,85,301	-	84,27,64,274
b) Disputed trade payable								
- MSME	-	-	-	-	-	-	-	-
- Others	-	-	-	-	-	-	-	-
Total	-	-	7,17,20,129	38,42,55,655	15,52,89,978	23,14,85,301	-	84,27,64,274

There are no Micro and Small Enterprises, to whom the company owes dues, which are outstanding for more than 45 days as at 31 March, 2022, and no interest payment made during the year to any Micro and Small Enterprises. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006, has been determined to the extent such parties have been identified on the basis of information available with the Company.

Note 10.1
Trade receivables ageing schedule as at 31st March 2022

Particulars	Unbilled	Not Due	Outstanding for following periods from due date of payments					Total
			Less than 6 Months	6 Months - 1 Year	1-2 Years	2-3 Years	More than 3 years	
a) Undisputed trade receivables								
- Considered good	-	-	2,11,05,998	1,29,48,076	10,23,70,339	24,80,09,161	-	38,44,33,574
- Considered doubtful	-	-	-	-	-	-	-	-
b) Disputed trade receivables								
- Considered good	-	-	-	-	-	-	-	-
- Considered doubtful	-	-	-	-	-	-	-	-
Total	-	-	2,11,05,998	1,29,48,076	10,23,70,339	24,80,09,161	-	38,44,33,574

Trade receivables ageing schedule as at 31st March 2022

Particulars	Unbilled	Not Due	Outstanding for following periods from due date of payments					Total
			Less than 6 Months	6 Months - 1 Year	1-2 Years	2-3 Years	More than 3 years	
a) Undisputed trade receivables								
- Considered good	-	-	5,47,50,784	16,12,33,000	24,80,09,161	-	-	46,39,92,945
- Considered doubtful	-	-	-	-	-	-	-	-
b) Disputed trade receivables								
- Considered good	-	-	-	-	-	-	-	-
- Considered doubtful	-	-	-	-	-	-	-	-
Total	-	-	5,47,50,784	16,12,33,000	24,80,09,161	-	-	46,39,92,945

- Trade receivables are amounts due from customers for goods sold or services performed in the ordinary course of business. Trade receivables are recognised initially at the amount of consideration that is unconditional unless they contain significant financing components, when they are recognised at fair value. The Company holds the trade receivables with the objective to collect the contractual cash flows and therefore measures them subsequently at amortised cost using the effective interest method, less loss allowance.

- There are no trade receivables which have significant increase in credit risk and trade receivables which are credit impaired.

