

CITICHEM INDIA LIMITED

Regd. Office: 7, Floor-1, Plot-96, Dharam Jyoti, Kazi Sayed Street, Khand Bazar, Masjid Station, Mandvi, Mumbai, Maharashtra 400003 India

CIN: U24100MH1992PLC065975 Email Id: citichemindialtd@gmail.com

Contact No.: +91-9223432143 Website: www.citichemindia.com

NOTICE OF 30TH ANNUAL GENERAL MEETING

To the Members:

NOTICE IS HEREBY GIVEN THAT THE 30TH (THIRTIETH) ANNUAL GENERAL MEETING ("AGM") OF THE MEMBERS OF CITICHEM INDIA LIMITED ("COMPANY"), WILL BE HELD, ON FRIDAY, THE 30TH DAY OF SEPTEMBER, 2022, AT 2:00 P.M. (IST), AT THE REGISTERED OFFICE SITUATED AT 7, FLOOR-1, PLOT-96, DHARAM JYOTI, KAZI SAYED STREET, KHAND BAZAR, MASJID STATION, MANDVI, MUMBAI, MAHARASHTRA 400003 INDIA TO TRANSACT THE FOLLOWING BUSINESS:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements of the Company which consists of the Balance Sheet and the Statement of Profit & Loss Account, the Cash Flow Statement, schedules attached to the financial statements, etc. of the Company for the year ended 31st March, 2022 and the Report of the Directors & Auditors thereon.

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

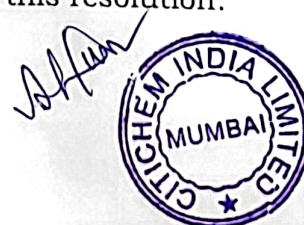
"RESOLVED THAT Audited Balance Sheet of the Company as on 31st March 2022, the Statement of Profit and Loss of the Company for the financial year ended on that date together with the Director's Report and Auditor's Report, schedules and notes thereon as placed before the meeting be and are hereby received, considered and adopted."

2. Appointment of Statutory Auditor of the Company.

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

"RESOLVED THAT pursuant to the provisions of Section 139, 142 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (the Rules), including any statutory modification(s) or re-enactment(s) thereof for the time being in force and subject to Articles of Association of the Company and pursuant to the recommendations made by Board of Directors of the Company, **M/s. Sayed and Associates**, Chartered Accountants, (having FRN: 133736W) be and is hereby appointed as the Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting till the conclusion of Annual General Meeting to be held for the financial year ended 31st March, 2027 in the Financial Year 2027-2028 at such a remuneration and other terms as may be determined by the Board of Directors of the Company.

RESOLVED FURTHER THAT any Director of the Company be and is hereby authorized to take such steps as may be necessary in relation to the above and to settle all matters arising out of and incidental thereto and to sign and execute all documents and filling of any returns that may be required on behalf of the Company, and generally to do all acts, deeds and things that may be necessary, proper, expedient or incidental for the purpose of giving effect this resolution."



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For and on behalf of the Board of Directors
CITICHEM INDIA LIMITED


ARIF ESMAIL MERCHANT
Managing Director
DIN: (00500363)

Date: 17/08/2022
Place: Mumbai



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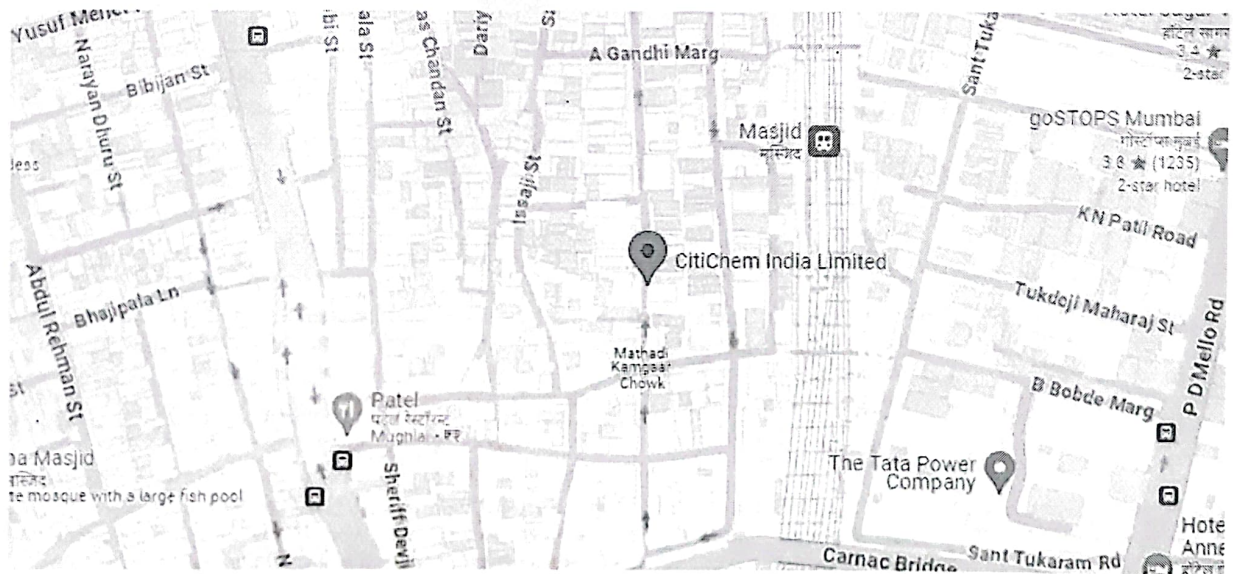
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NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF / HERSELF ON POLL ONLY AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE PROXY FORM DULY COMPLETED AND SIGNED SHOULD BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
2. A person can act as Proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the company carrying voting rights, provided that a member holding more than ten percent of the total share capital of the company carrying voting rights may appoint a single person as proxy and such person shall not act as proxy for any other person or member.
3. Corporate members are requested to send duly certified copy of the Board Resolution passed pursuant to Section 113 of the Companies Act, 2013 authorizing their representative to attend and vote at the Annual General Meeting.

ROUTE MAP FOR THE VENUE OF ANNUAL GENERAL MEETING:



CITICHEM INDIA LIMITED

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(FORM NO. MGT-11)

Proxy Form

(Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration Rules, 2014)

CIN: U24100MH1992PLC065975

Name of Company: CITICHEM INDIA LIMITED

Registered Office: 7, Floor-1, Plot-96, Dharam Jyoti, Kazi Sayed Street, Khand Bazar, Masjid Station, Mandvi, Mumbai, Maharashtra 400003 India

Name of the Member(s):
Registered Address:
E-mail Id:
Folio No./Client Id/DP ID:

I/We, being the member(s) of shares of the above named company, hereby appoint

1. Name:

Address:

Email Id:

Signature:, or failing him

2. Name:

Address:

Email Id:

Signature:, or failing him

3. Name:

Address:

Email Id:

Signature:,

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 30th Annual General Meeting of the Company, to be held on 30th day of September, 2022 at 02:00 PM at 7, Floor-1, Plot-96, Dharam Jyoti, Kazi Sayed Street, Khand Bazar, Masjid Station, Mandvi, Mumbai, Maharashtra 400003 India and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No.

1. To receive, consider and adopt the Audited Financial Statements of the Company which consists of the Balance Sheet and the Statement of Profit & Loss Account, the Cash Flow Statement, schedules attached to the financial statements, etc. of the Company for the year ended 31st March, 2022 and the Report of the Directors & Auditors thereon. (The resolution extract is in the notice of AGM)
2. Appointment of Statutory Auditor of the Company. (The resolution extract is in the notice of AGM)
- 3.

Signed this day of 20

Affix
Revenue
Stamp

Signature of shareholder

Signature of first proxy holder(s)



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Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.



CITICHEM INDIA LIMITED

DIRECTORS:

**ARIF ESMAIL MERCHANT
HASHIM ARIF MERCHANT
WASIM NISAR RIZVI**



CITICHEM INDIA LIMITED

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Tel. No.: +91-022-02249732489 | Email: citichemindia ltd@gmail.com

DIRECTORS' REPORT FOR THE FINANCIAL YEAR 2021-22

To,
The Members,
CITICHEM INDIA LIMITED.

The Board of Directors of your Company have pleasure in presenting their Annual Report on the business and operations of the Company together with the Audited Statement of Accounts for the year ended 31st March 2022.

1. FINANCIAL HIGHLIGHTS:

During the year under review, performance of your company is as under:

(Amount in Rs.)

<i>Particulars</i>	<i>Year ended 31st March, 2022</i>	<i>Year ended 31st March, 2021</i>
Revenue from operations	85,21,63,541	1,80,16,73,125
Other Income	6,36,704	11,06,093
Total Revenue (1+2)	85,28,00,245	1,80,27,79,218
Expenses		
Employee benefit expense	52,58,962	45,11,702
Purchase of stock in trade	90,33,23,695	1,86,71,76,900
Change in inventory	(6,68,56,241)	(8,50,99,181)
Other Expenses	74,72,679	1,29,90,610
Depreciation	2,21,089	2,29,999
Finance cost	1,61,349	33,452
Total Expenses	84,95,81,533	1,79,98,43,482
Profit/(Loss) before tax	32,18,712	29,35,736
Tax Expenses:		
Current Tax	8,52,252	7,63,291
Deferred Tax	(26,136)	(26,013)
Profit/(Loss) after tax [Net Profit]	23,92,596	21,98,458
Earnings per Equity Share:		
(1) Basic & Diluted	0.48	32.33



2. TRANSFER TO RESERVE:

The Board of Directors has decided not to transfer any amount to the reserves for the year under review.

3. DIVIDEND:

The Directors feel that it would be prudent to plough back the profits into the Company for its future growth and company also planning to list its securities on stock exchange and therefore, they do not recommend any dividend for the financial year ended 31st March 2022.

4. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND:

Since there was no unpaid/unclaimed Dividend declared and paid last year, the provisions of Section 125 of the Companies Act, 2013 does not apply.

5. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY:

There have been no material changes and commitments, affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report.

6. OPERATIONS AND BUSINESS PERFORMANCE:

The Company has made revenue of Rs. 85,21,63,541/- in the current year as compared to Rs. 1,80,16,73,125/- during the previous year. The Company has earned net profit of Rs. 23,92,596 /- in the current year as compared to net profit of Rs. 21,98,458 /- in the previous year.

7. MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

The financial year 2021-22 was ideal year for the Company as the Company earned higher profits during the year. The Board is planning to expand its business activities in order to make growth and profitability for the future period.

The Company has prepared its financial statements in accordance with the Indian Generally Accepted Accounting Principles (GAAP).

8. CHANGE IN THE NATURE OF BUSINESS:

There is no change in the nature of the business of the Company during the financial year.



9. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS, COURTS AND TRIBUNALS:

During the Financial Year 2021-2022, there were no significant and material orders passed by the regulators, courts, tribunals which can impact the going concern status of the Company and its operations in future.

10. SUBSIDIARY / JOINT VENTURES / ASSOCIATE COMPANIES & ITS PERFORMANCE:

During the year, the Company does not have any Subsidiaries, Joint Ventures or Associate Companies.

11. DIRECTORS AND KEY MANAGERIAL PERSONNEL (KMP):

The constitution of the Board of Directors fulfills the requirement of minimum number of Directors.

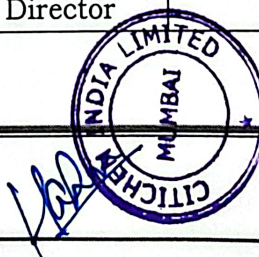
List of Rotational Directors:

Name of Director	DIN	Designation	Date of appointment
Mr. Hashim Arif Merchant	03015945	Director	01/04/2021
Mr. Wasim Nisar Rizvi	08651434	Director	01/04/2021

In accordance with the provisions of Section 152 of the Companies Act, 2013 and all other applicable provisions read with the Companies (Appointment and Qualification of Director) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force), Mr. Wasim Nisar Rizvi and Mr. Hashim Arif Merchant were appointed additional Directors of the Company and the same were regularized in Annual General Meeting of the Company held on 30/11/2021 from additional Director to Director. Mr. Wasim Nisar Rizvi is liable to retire by rotation at the forthcoming Annual General Meeting and being eligible, offers himself for reappointment. Also, Saima Hashim Merchant and Fozia Arif Merchant resigned from Directorship on 01/04/2021.

The structure of the Board of Directors (both rotational and non-rotational Directors) as mentioned below has remained same during the entire year under report:

Name of Director	DIN	Designation	Date of appointment
Mr. Hashim Arif Merchant	03015945	Director	01/04/2021
Mr. Wasim Nisar Rizvi	08651434	Director	01/04/2021
Mr. Arif Esmail Merchant	00500363	Director	18/03/1992



In view of the applicable provisions of the Companies Act, 2013, the Company is not mandatorily required to appoint any whole time KMP's.

12. INDEPENDENT DIRECTOR:

The provisions of Section 149 of the Companies Act, 2013 with regard to appointment of Independent Directors are applicable to the Company but Company haven't appointed Independent Directors as on date.

13. AUDIT COMMITTEE:

The provisions of Section 177 of the Companies Act, 2013 with regard to constitution of an Audit Committee are applicable to the Company but Company haven't constituted Audit Committee.

14. COMPANY'S POLICY RELATING TO DIRECTORS' APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES:

The provisions of Section 178 of the Companies Act, 2013 relating to constitution of Nomination and Remuneration Committee are applicable to the Company but Company haven't constituted such Committee.

15. NUMBER OF MEETINGS OF THE BOARD:

The Board meets at regular intervals to discuss and decide on Company/business policy and strategy and to discuss and review the other business operations.

During the year under review, the Board met 13 (Thirteen) times. The intervening gap between the two consecutive meetings was within the period prescribed under the Companies Act, 2013. The Meetings of the Board of Directors held during the Financial Year 2021-22 were in compliance with the requirements of the Companies Act, 2013 & SS -1 (Secretarial Standards on Board Meetings) issued by The Institute of Company Secretaries of India (ICSI).

16. DIRECTORS' RESPONSIBILITY STATEMENT:

In accordance with the provisions of Section 134 (3)(c) read with Section 134(5) of the Companies Act, 2013, your directors confirm that:

- a) in the preparation of the annual accounts for the year ended March 31, 2022, the applicable accounting standards read with requirements set out under schedule III to the Act, have been followed and there are no material departures from the same;



- b) the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2022 and of the profits of the Company for the year ended on that date;
- c) the Directors have taken proper and sufficient care for the 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 fraud and other irregularities;
- d) the Directors have prepared the annual accounts on a 'going concern' basis;
- e) the Company being unlisted, sub clause (e) of section 134(3) of the Companies Act, 2013 pertaining to laying down internal financial controls is not applicable to the Company.
- f) the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

17. COMPLIANCE WITH SECRETARIAL STANDARD:

The Directors have devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards and that such systems are adequate and operating effectively.

18. EXTRACT OF ANNUAL RETURN:

The requirement of preparing and annexing to the Director's report, the extract of Annual Return in Form MGT-9 has been omitted by Ministry of Corporate Affairs (MCA). Henceforth, the company has not prepared and attached the extract of Annual return to the Director's report.

19. AUDITORS' APPOINTMENT:

A. STATUTORY AUDITORS:

M/s. Vinay Yadav & Associates, Chartered Accountants, (Firm Registration No. 152077W), have tendered their resignation on 08/08/2022 and to fill such casual vacancy arised by such auditors, M/s. Sayed and Associates., Chartered Accountants, (Firm Registration No. 133736W), was appointed as the Statutory Auditors of the company till the ensuing AGM to do the statutory audit of the Company for the Financial year starting from 01/04/2021 to 31/03/2022. The directors have recommended for the appointment of M/s. Sayed and Associates

for the next term of 5-years in ensuing AGM subject to approval of members in the respective AGM.



B. BOARD'S COMMENTS ON AUDITORS REPORT:

The Notes on financial statement referred to in the Auditors' Report are self-explanatory and do not call for any further comments. The Auditors' Report does not contain any qualification, reservation or adverse remark or disclaimers. The Statutory Auditors have not reported any incident of fraud in the year under review.

20. SECRETARIAL AUDIT:

The provisions of Section 204 of the Companies Act, 2013 with regard to Secretarial Audit Report are not applicable to the Company.

21. DISCLOSURE AND MAINTENANCE OF COST RECORDS:

The provisions of Section 148 of the Companies Act, 2013 read with the Companies (Cost records and Audit) Rules, 2014, are not applicable to the Company as the Company was not covered under the class of the Companies engaged in production of goods and/or providing services as per Rule 3 of the (Cost records and Audit) Rules, 2014 during the Financial Year 2021-2022.

22. DETAILS OF FRAUD REPORTED BY AUDITOR:

During the Financial Year 2021-22, the Statutory Auditors have not reported any incident of fraud to the Board of Directors of the Company pursuant to provisions of Section 143(12) of the Companies Act, 2013.

23. PARTICULARS OF LOANS GIVEN, INVESTMENTS MADE, GUARANTEES GIVEN AND SECURITIES PROVIDED (SECTION 186):

There were no loans, guarantees or investments made during the Financial Year 2021-2022.

24. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES REFERRED TO IN SECTION 188(1):

Pursuant to Section 134 of the Companies Act, 2013 read with Rule 8(2) of the Companies (Accounts) Rules, 2014 and/or pursuant to AS-18, the particulars of contracts or arrangements or other services, if any, entered into by the Company with Related Parties have been done at arm's length and are in the ordinary course of business.

25. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:**A. Conservation of Energy:**

Since the Company is not an energy intensive industry, the particulars as prescribed under Section 134(3) of the Companies Act, 2013 read with rule 8(3) of the Companies (Accounts) Rules 2014, are not set out in this Report of Board of Directors. Nevertheless, the Company is taking adequate steps to conserve and minimize the use of energy wherever it is possible.

B. Technology Absorption:

- i. The efforts made towards technology absorption: Not applicable in view of the nature of activities carried on by the Company.
- ii. Benefits derived like product improvement, cost reduction, product development or import substitution: Not applicable.
- iii. In case of imported technology (imported during the last three years reckoned from the beginning of the financial year): The Company has not imported any technology during the last three years.
- iv. Expenditure incurred on Research and Development: The Company has not obtained any technology from outside parties and not entered into any technical collaboration agreement with any party from abroad. Company has not incurred any expenditure on research and development.

C. Foreign Exchange Earnings and Outgo:

Details of Foreign Exchange Earnings and Expenditures during the year are as below:

Earnings	During the year under review, the Company has no foreign Exchange Earnings and Expenditures.
Outgo	

26. INTERNAL FINANCIAL CONTROL:

The Company has in place adequate internal financial controls with reference to the Financial Statements. The internal financial controls with reference to the Financial Statements are adequate in opinion of the Board of Directors.

During the year, such controls were tested and no reportable material weakness in the design or operation was observed.

27. RISK MANAGEMENT POLICY:



The Company has laid down a comprehensive Risk assessment and Minimization procedure which is reviewed by the Board from time to time. These procedures are reviewed to ensure that executive management controls risk through means of a properly defined framework.

The Board judges the fair and reasonable extents of risks that your Company is willing to take and its decisions shall be based on reasonable judgement.

28. EMPLOYEE REMUNERATION:

Pursuant to Section 197 and 198 of the Companies Act, 2013 read with rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, remuneration paid to the Directors have breached the provisions of the Act. The Board of Directors of the Company recommend to convene an Extra-Ordinary General Meeting for approval of the sums of remuneration, if any to be paid in excess of the limits prescribed in future.

29. FINANCE AND SHARE CAPITAL:

A. Issue of Equity Shares with differential rights:

The Company has not issued Equity Shares with differential rights during the year and hence the disclosure requirements in this connection will not apply to the Company accordingly.

B. Issue of Sweat Equity Shares:

The Company has not issued Sweat Equity Shares during the year and hence the disclosure requirements in this connection will not apply to the Company accordingly.

C. Issue of Employee Stock Options:

The Company has not issued Employee Stock Options during the year and hence the disclosure requirements in this connection will not apply to the Company accordingly.

D. Authorized and Paid-up Share Capital of the Company:

As on 31st March, 2022, the Authorized Share Capital of the Company is Rs. 50,000,000 (Rupees Five Crores Only) divided into 5000000 Equity Shares of Rs. 10 (Rupees Ten Only) each and the Paid-up Share Capital of the Company is Rs. 50,000,000 (Rupees Five Crores Only) divided into 5000000 Equity Shares of Rs. 10 (Rupees Ten Only).

30. CORPORATE SOCIAL RESPONSIBILITY:



Since, your Company does not exceed any of the threshold limits specified under Section 135 of the Companies Act, 2013, it is not required to spend any amount on account of Corporate Social Responsibility under the said act during the year under review.

31. VIGIL MECHANISM:

The provisions of Section 177(9) of the Companies Act, 2013 regarding establishment of vigil mechanism are not applicable to the Company.

32. CONSTITUTION OF COMMITTEE - SEXUAL HARASSMENT AT WORKPLACE:

The Company has constituted Internal Complaints Committee pursuant to the provisions of the Sexual Harassment of Women at workplace (Prevention, Prohibition and Redressal) Act, 2013 and rules framed thereunder. There were no cases reported relating to sexual harassment by any employee / non-employee including visitors during the financial year.

33. PUBLIC DEPOSITS:

During the year under review, the Company has neither accepted nor renewed any deposits falling within the purview of Chapter V of the Companies Act, 2013 read with Companies (Acceptance of Deposits) Rules, 2014.

34. CONSOLIDATED FINANCIAL STATEMENTS:

Company doesn't have any subsidiaries or associates, so there is no need to prepare consolidated financial statement for the F. Y. 2021-22.

35. DETAILS OF APPLICATION / ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016:

Neither any application was made nor any proceeding pending in the name of the Company under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the financial year.



36. DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONG WITH THE REASONS THEREOF:

As Company has not done any one-time settlement during the year under review hence no disclosure is required.



37. ACKNOWLEDGEMENT:

Your Directors would like to express their sincere appreciation for the assistance and co-operation received from the banks, Government authorities, customers, vendors and members during the year under review. Your Directors also wish to place on record their deep sense of appreciation for the committed services by the Company's executives, staff and workers.

DATE: 17/08/2022**PLACE: Mumbai****BY ORDER OF THE BOARD OF DIRECTOR'S
CITICHEM INDIA LIMITED**

HASHIM ARIF MERCHANT
Director
(DIN: 03015945)



ARIF ESMAIL MERCHANT
Director
(DIN: 00500363)



INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF
CITICHEM INDIA LTD

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of "CITICHEM INDIA LTD", which comprise the Balance sheet as at 31st March 2022, and 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 Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2022 and its profit and its cash flows for the year ended on that date.

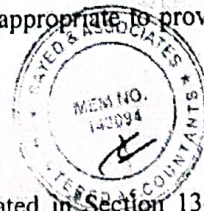
Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing 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.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Standards on Auditing issued by Institute of Chartered Accountants of India 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 Standards on Auditing, we exercise professional judgment and maintain professional scepticism 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.



- 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.

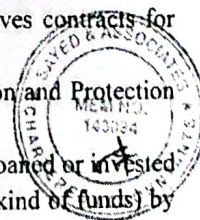
Report on Other Legal and Regulatory Requirements

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

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

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.

- 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;
- 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;
- In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- On the basis of the written representations received from the directors as on 31st March 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2022 from being appointed as a director in terms of Section 164 (2) of the Act;
- With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"
- 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:
 - As per the information and explanation given to us, Company has disclosed the impact of its pending litigation which would impact its financial position. Refer Note 22.7.
 - The company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses;
 - There is no amount required to be transferred, to the Investor Education and Protection Fund by the Company.
 - a) The Company has represented that no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that



the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries other than those disclosed in the notes to accounts.

b) The Company has represented that no funds have been received by the company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries other than those disclosed in the notes to accounts.

c) Based on audit procedures considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) above contain any material misstatement.

- v. The company has not declared and paid any dividend during the financial year accordingly the provisions of section 123 is not applicable.

For CA Sayed-Rehmat Ali Nazim Ali
Chartered Accountants
Firm Registration No.: 133736W
Membership No.: 143094



CA Sayed Ali Nazim Ali
Proprietor
Place: Mumbai
Date: 17/08/2022
UDIN: 22143094AUZYHG8216

Annexure-A to the Independent Auditor's Report

“Annexure A” to the Independent Auditor's Report to the members of the company on the Standalone financial statements for the year ended March 31, 2022, we report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of its Property, Plant & Equipment and Intangible Assets;
- (b) The Company has regular programme of physical verification of its Property, Plant & Equipment. As per information and explanation given to us no material discrepancies were noticed on such verification.
- (c) The title deeds of Immovable properties are held in the name of the company.
- (d) The Company has not revalued its Property, Plant & Equipment and Intangible Assets during the year.
- (e) According to information provided by the management no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988.
- (ii) (a) According to information and explanation provided by the management, physical verification of inventory has been conducted at reasonable intervals by the management and no material discrepancies were noticed on such verification which in our opinion is reasonable having regards to size of the Company and nature of its assets.
- (b) The company has been sanctioned working capital limits in excess of five crores, in aggregate, from banks or financial institutions on the basis of security of current assets and the quarterly/monthly returns or statements filed by the company with such banks or financial institutions are in agreement with the books of account of the company.
- (iii) According to the information and explanations given to us, the Company has not granted any loans and advances in the nature of loans secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties accordingly this clause is 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 Companies Act, 2013 in respect of loans, investments, guarantees, and security.
- (v) The Company has not accepted any deposits, hence the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.



- (vi) We have broadly reviewed the books of account maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under Section 148(1) of the Act, related to the manufacturing activities, and are of the opinion that prima facie, the specified accounts and records have been made and maintained. We have not, however, made a detailed examination of the same.
- (vii) (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the company is generally regular in depositing the undisputed statutory dues including provident funds, goods and service tax and other material statutory dues applicable with the appropriate authorities. According to the information and explanation given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at March 31, 2022, for the period of more than six months from the date becoming payable.
- (b) According to the information and explanations given to us there are no dues of Income Tax, Wealth Tax, Goods and Service Tax, Customs Duty, Excess Duty, VAT, Goods and Service tax and cess on account of any dispute which have not been deposited
- (viii) As per the information and explanations given to us, the company has not disclosed or surrendered any undisclosed income during the year, therefore this clause is not applicable to the company.
- (ix) (a) According to the records of the company examined by us, and information and explanations given to us the company has not defaulted in repayment of dues to any Financial Institution as at the balance sheet date.
- (b) Company has not been declared a wilful defaulter by any bank or financial institution or any other lender.
- (c) According to the records of the company examined by us, company has not obtained any term loan, therefore this clause is not applicable to company.
- (d) According to the records of the company examined by us, company has not obtained any term loan for a short term or long term purposes, therefore this clause is not applicable to company.
- (e) The company has not raised any money from any person or entity for the account of or to pay the obligations of its associates, subsidiaries or joint ventures, therefore this clause is not applicable to company.
- (f) The company has not raised any loans during the year by pledging securities held in their subsidiaries, joint ventures or associate companies. Therefore this clause is not applicable to company.




- (x) (a) The company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (x) of the Order are not applicable to the Company.
- (b) The company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year and hence this clause is not applicable to the company.
- (xi) (a) According to information and explanations given to us there were no frauds on the Company by its officers or employees noticed or reported by the management for the year under review.
- (b) No auditors of the company have filed a report in Form ADT-4 with the Central Government as prescribed under the Companies (Audit and Auditors) Rules, 2014. Therefore this clause is not applicable to company.
- (c) There is no whistle-blower complaints, therefore this clause is not applicable to the company.
- (xii) According to the information and explanations given to us the Company is not a Nidhi Company hence clause 3(xii) of the order is not applicable.
- (xiii) According to the explanations and information given to us, all the transactions of the related parties at the Company, for the year under review are in compliance with Section 177 and 188 of the Companies Act, 2013 and the details of the same have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- (xiv) According to the explanations and information given to us, company have an internal audit system which is commensurate with its size and business activities.
- (xv) According to the information and explanation given to us the Company has not entered into any non-cash transaction with directors or persons connected with him as per provisions of Section 192 of the Companies Act, 2013.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and hence clause 3(xvi) of the order is not applicable.
- (xvii) According to the explanations and information given to us, company has not incurred any cash losses in the financial year and in the immediately preceding financial year.
- (xviii) There has been no resignation of statutory auditor during the year, and hence this clause is not applicable to the company.
- (xix) According to the explanations, information given to us and on evaluation of ageing reports, financial ratios and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its



liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.

- (xx) According to the explanations, information given to us, the provisions of section 135 of the Companies Act, relating to CSR are not applicable to the company.
- (xxi) According to the explanations and information given to us, the company does not prepare consolidated financial statements and hence the said clause is not applicable.

For CA Sayed Rehmat Ali Nazim Ali
Chartered Accountants
Firm Registration No.: 133736W
Membership No.: 143094



CA Sayed Ali Nazim Ali
Proprietor
Place: Mumbai
Date: 17/08/2022
UDIN: 22143094AU2YHG8216.



ANNEXURE-B TO THE AUDITOR'S REPORT

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

We have audited the internal financial controls over financial reporting of **CITICHEM INDIA LIMITED** ("the Company") as of March 31, 2022 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 the 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.

Auditor's 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 as specified under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the 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 March 31, 2022, 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 CA Sayed Rehmat Ali Nazim Ali
Chartered Accountants
Firm Registration No.: 133736W
Membership No.: 143094



CA Sayed Ali Nazim Ali
Proprietor

Place: Mumbai

Date: 17/08/2022

UDIN: 22143094AU2YHG8216



CITICHEM INDIA LTD
CIN NO:- U24100MH1992PLC065975
Balance Sheet as at 31st March,2022

Particulars	Notes No	Figures as at the 31.03.2022	Figures as at the 31.03.2021
1	2	4	4
EQUITY AND LIABILITIES			
Shareholder's Funds			
Share Capital	1	50,000,000	680,000
Reserves and Surplus	2	7,700,974	5,308,378
Share application money		-	-
Non-Current Liabilities			
Long-term borrowings	3	11,062,097	-
Deferred tax liabilities (Net)		-	-
Long term provisions		-	-
Current Liabilities			
Short-term borrowings	4	-	-
Trade payables	5	842,764,274	724,907,893
Other current liabilities	6	-	-
Short-term provisions	7	2,741,011	1,257,315
		914,268,356	732,153,585
Assets			
Non-current assets			
Fixed assets			
Tangible assets	8	778,696	895,082
Non-current investments		-	-
Deferred tax assets (net)		52,147	26,013
Long term loans and advances	9	319,000	269,000
Other non-current assets	10	-	-
Current assets			
Inventories	11	413,283,836	346,427,595
Trade receivables	12	463,992,945	335,915,914
Cash and cash equivalents	13	261,256	563,029
Short Term Loans & Advances		-	-
Other current assets	14	35,580,473	48,056,954
TOTAL		914,268,356	732,153,585

Significant accounting policies & notes on account as per Note No. "23"
This is the Balance Sheet referred to our report of even date.

For CA Sayed Rehanat Ali Nazim Ali
(Chartered Accountants)

FRN: 133736W

M.No.: 143094



Proprietor

CA Sayed Ali Nazim Ali

Place: Mumbai

Date: 17/08/2022

UDIN: 22143094AU2YHG8216

For CITICHEM INDIA LTD


(ARIF MERCHANT)
(DIRECTOR)
DIN NO.00500363




(HASHIM MERCHANT)
(DIRECTOR)
DIN NO.03015945



CITICHEM INDIA LTD
CIN NO:- U24100MH1992PLC065975
Statement of Profit and Loss for the year ended 31st March, 2022

Particulars	Notes No	Figures for the year ended 31.03.2022	Figures for the year ended 31.03.2021
1	2	3	3
Income			
Revenue from operations	15	852,163,541	1,801,673,125
Other income	16	636,704	1,106,093
Total Revenue		852,800,245	1,802,779,218
Expenses:			
Purchase of stock - in - trade	17	903,323,695	1,867,176,900
Changes in inventories of finished goods	18	(66,856,241)	(85,099,181)
Employee benefits expense	19	5,258,962	4,511,702
Other Expenses	20	7,472,679	12,990,610
Total Expenses		849,199,095	1,799,580,031
Profit before Interest, Tax, Depreciation and amortization		3,601,150	3,199,187
Depreciation and amortisation Expenses	21	221,089	229,999
Finance Cost	22	161,349	33,452
Profit/(Loss) before Tax		3,218,712	2,935,736
Tax expense			
Current tax expense for current year		852,252	763,291
Deffered Tax		(26,136)	(26,013)
Total Tax Expenses		826,116	737,278
Profit / (Loss) for the year		2,392,596	2,198,458
Earnings per equity share:			
(1) Basic		0.48	32.33
(2) Diluted			

Significant accounting policies & notes on account as per Note No. "23"
This is the Profit & Loss Account referred to our report of even date.

For CA Sayed Rehmat Ali Nazim Ali
(Chartered Accountants)

FRN : 133736W
M.No. : 14 3094



CA Sayed Ali Nazim Ali
Proprietor
Place : Mumbai
Date : 17/06/2022
UDIN : 22143094AUZYHG8216

For CITICHEM INDIA
LTD


(ARIF MERCHANT)
(DIRECTOR)
DIN NO.00500363


(HASHIM MERCHANT)
(DIRECTOR)
DIN NO.03015945



CITICHEM INDIA LTD
CIN NO:- U24100MH1992PLC065975

Note no "1" to "23" to forming part of the Balance Sheet & Profit & Loss Account as at 31st March 2022

PARTICULARS	31.03.22 Rs	31.03.21 Rs
NOTE NO '1'		
SHARE CAPITAL		
Authorized capital		
5000000 Equity Shares of Rs 10/- each	50,000,000	1,000,000
	50,000,000	1,000,000
Issued subscribed and paid up capital		
68000 Equity Shares of Rs 10/- each fully paid up	680,000	680,000
FURTHER ISSUED AT PAR		
4932000/ Equity Shares of Rs 10/- each fully paid up	49,320,000	
Total	50,000,000	680,000
Details of share holding more than 5%	No. of shares Held	No. of shares Held
Arif Esmail Merchant	1,999,996	55,995
Fozia Arif Merchant	500,000	12,000
Hashim Merchant	2,000,000	
Saima Merchant	500,000	
NOTE NO '2'		
RESERVES & SURPLUS		
Profit & Loss account		
Balance as per last financial statement	5,308,378	3,109,920
Add : profit for the current year	2,392,596	2,198,458
Total	7,700,974	5,308,378
NOTE NO '3'		
LONG -TERM BORROWINGS		
Secured Loan		
Indostar Capital	11,062,097	-
Unsecured Loans from Directors		
Total	11,062,097	-
NOTE NO '4'		
SHORT -TERM BORROWINGS		
Total	-	-
NOTE NO '5'		
TRADE PAYABLE		
Creditors for Goods & Expenses		
Micro, Small & Medium Enterprises		
Other than Micro, Small & Medium Enterprises	842,764,274	724,907,893
Total	842,764,274	724,907,893



**NOTE NO '6'
OTHER CURRENT LIABILITIES**

Total

**NOTE NO '7'
SHORT TERM PROVISIONS**

Professional Tax
Income tax - previous years
TDS
Income Tax for FY 21-22

Total

NOTE NO '8'

FIXED ASSETS
As per schedule

Total

NOTE NO '9'

Long Term Loans & Advances
REFUNDABLE DEPOSIT

Total

NOTE NO '10'

OTHER NON CURRENT ASSETS
Investments

Total

**NOTE NO '11'
INVENTORIES**

Closing Stock of API & Chemicals Goods
(At cost or market value whichever is lower
as taken valued and certified by the management)

**NOTE NO '12'
TRADE RECEIVABLE**

Debtors
Unsecured, Considered good

Debts outstanding other than Related Parties for a period:
Less than Six Months- Considered Good
More than Six Months- Considered Good
Less: Provision for doubtful receivables

Total

**NOTE NO '13'
CASH AND CASH EQUIVALENTS**

Cash in hand
Balances with Banks

Total	-	-
	59,675	42,775
	158,836	591,204
	1,670,248	623,336
	852,252	
Total	2,741,011	1,257,315
	778,696	895,082
Total	778,696	895,082
	319,000	269,000
Total	319,000	269,000
	-	-
	-	-
	-	-
Total	-	-
	413,283,836	346,427,595
	413,283,836	346,427,595
	463,992,945	335,915,914
Total	463,992,945	335,915,914
	217,429	396,393
	43,827	166,636



NOTE NO '14'
OTHER CURRENT ASSETS
GST Receivable

Total	261,256	563,029
	35,580,473	48,056,954
	-	-
Total	35,580,473	48,056,954

NOTE NO '15'
REVENUE FROM OPERATIONS
Sales - API & Chemicals

Total	852,163,541	1,801,673,125
	852,163,541	1,801,673,125
Total	852,163,541	1,801,673,125

NOTE NO '16'
OTHER INCOME
Rebate & Discount
Foreign Currency Gain / Loss

Total	636,704	1,106,093
	636,704	-
		1,029,361
		76,732
Total	636,704	1,106,093

NOTE NO '17'
PURCHASE
Purchases - API & Chemicals
Including Freight, Duty and C&F

Total	903,323,695	1,867,176,900
	903,323,695	1,829,828,546
		37,348,354
Total	903,323,695	1,867,176,900

NOTE NO '18'
INCREASE\DECREASE IN INVENTORIES
Opening Stock
Less: Closing stock

Total	(66,856,241)	(85,099,181)
	346,427,595	261,328,414
	413,283,836	346,427,595
Total	(66,856,241)	(85,099,181)

NOTE NO '19'
EMPLOYEE BENEFIT EXPENSES
Salary
Director Remuneration
Staff Welfare

Total	5,258,962	4,511,702
	3,126,962	2,409,445
	2,132,000	2,100,000
	-	2,257
Total	5,258,962	4,511,702

NOTE NO '20'
OTHER EXPENSES
Rent paid
Office expenses
Commission paid
Business development and other exp.



Total	7,472,679	12,990,610
	2,658,050	4,558,961
	2,457,004	572,242
	1,326,400	849,841
	1,031,225	7,009,566
Total	7,472,679	12,990,610

NOTE NO '21'
DEPRECIATION & AMORTISATION EXPENSE

Total		
--------------	--	--



Depreciation

	221,089	229,999
Total	221,089	229,999

NOTE NO '22'
FINANCE COST
Bank charges

	161,349	33,452
	-	-
Total	161,349	33,452



CITICHEM INDIA LTD
CIN NO:- U24100MH1992PLC065975

Notes to financial Statements for the period ended March 31, 2022

2.10. Property, Plant & Equipments Particulars	Rate of Depreciation	Useful Life (in Yrs)	Gross Block		Accumulated Depreciation		Net Block						
			Balance as at 1 April 2021 (Amount in Rs.)	Additions 30/09/2021 (Amount in Rs.)	Deletion/Sale (Amount in Rs.)	Balance as at 31 March 2022 (Amount in Rs.)	Balance as at 1 April 2021 (Amount in Rs.)	Deletion-Sale/Loss (Amount in Rs.)	Balance as at 31 March 2022 (Amount in Rs.)	Balance as at 1 April 2021 (Amount in Rs.)			
A. Tangible Fixed Assets													
FURNITURE-1			542,977.29	-	-	542,977	140,576.82	732,564.00	-	-	140,576.82	402,400	
FURNITURE-2			29,952.80	-	-	29,953	7,755.00	-	7,755	-	7,755	22,198	
AIR CONDITION-1			17,823.07	-	-	17,823	3,225.98	-	3,226	-	3,226	14,597	
AIR CONDITION-2			85,986.48	-	-	85,986	15,563.55	-	15,564	-	15,564	70,423	
AIR CONDITION-3			17,894.55	-	-	17,895	3,238.91	-	3,239	-	3,239	14,656	
LAP TOP (TAB)			31,062.21	-	-	31,062	5,622.00	-	5,622	-	5,622	25,440	
MOBILE			32,333.30	-	-	32,333	5,852.00	-	5,852	-	5,852	26,481	
MOBILE HANDSET (SAMSUNG GALAXY)			19,552.95	-	-	19,553	3,539.00	-	3,539	-	3,539	16,014	
PLANT AND MACHINERY			583.13	-	-	583	105.55	-	106	-	106	478	
PRESENTATION EQUIPMENT			87,564.94	-	-	87,565	15,849.25	-	15,849	-	15,849	71,716	
TELEVISION-1			7,691.33	-	-	7,691	1,392.11	-	1,392	-	1,392	6,299	
TELEVISION-2			21,660.54	26,483.00	-	21,661	3,921.00	-	3,921	-	3,921	17,740	
LAPTOP CHROME BOOK			-	78,220.00	-	26,483	3,576.14	-	3,576	-	3,576	22,907	
WATCH			-	-	-	78,220	10,871.98	-	10,872	-	10,872	67,348	
Total			895,082	104,703	-	999,785	221,089	-	221,089	-	221,089	820,173	778,696

ANNEXURE-I

PARTICULARS	OP.BAL	RATE	ADD BEFORE 30/09/2021	AFTER 30/09/2021	CL. BALANCE DEPRECIATION For 2021-2022	WDV AS ON 31/03/2021
FURNITURE & FIXTURES	687,873	10	0	0	68,787	619,086
AIRCONITION	119,467	15	0	0	17,920	101,547
LAPTOP	22,756	40	0	0	9,102	13,654
MOBILE	33,557	15	0	0.00	5,034	28,524
MOBILE HANDSET	0	0	0	0.00	0	0
PLANT & MACHINERY	18,274	15	0	0.00	2,741	15,533
PRESENTATION EQUIPMENT	605	15	0	0.00	91	514
TELEVISION	83,012	15	0	0.00	12,452	70,560
TELEVISION SET	7,982	15	0	0.00	1,197	6,785
LAPTOP CHROME BOOK	21,607	15	26,483	0.00	3,241	18,366
WATCH	0	15	78,220	0.00	11,733	66,487
TOTAL	995,134		104,703	0	120,565	874,568



ACCOUNTING POLICIES AND NOTES ON THE FINANCIAL STATEMENTS AND PROFIT & LOSS ACCOUNT

NOTE -24

Significant Accounting Policies:

1) **Basis of Accounting:**

The financial statements are prepared in accordance with the Generally Accepted Accounting Principles in India (India GAAP) under the historical cost convention on the accrual basis. The Company has prepared these financial statements to comply in all material aspects with accounting standards specified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.

2) **Use of Estimates:**

The preparation of financial statements in conformity with generally accepted accounting principles requires that management make estimates and assumptions that affect the reported amounts of income and expenses of the year. These estimates are based upon management's best knowledge of current events and actions. The difference between the actual results and estimates are recognized in the period in which the results are known / materialized.

3) **Property, Plant and Equipment:**

Tangible Property, Plant and Equipment are stated at cost of acquisition inclusive of direct expenses relating to acquisition, net of Taxes, Less Accumulated Depreciation.

4) **Depreciation:**

Depreciation on all Property, Plant and Equipment is provided pro-rata from/up to the date of acquisition/disposal using the written down method based on useful life of assets as specified under part C of schedule II of the Companies Act, 2013.

5) **Investments:**

Investments that are readily realizable and are intended to be held for not more than one year from the date, on which such investments are made, are classified as current investments. All other investments are classified as long term investments. Current investments are carried at cost or fair value, whichever is lower. Long-term investments are carried at cost.

6) **Inventories:**

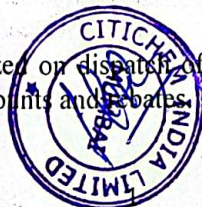
- i) Inventories are stated at cost or net realizable value whichever is lower. Cost is ascertained on first in first out method.
- ii) Finished goods are valued at cost of raw materials plus manufacturing overheads and taxes where applicable.

7) **Foreign Currency Transactions:**

Transactions in foreign currencies are recorded at the exchange rate prevailing at the date of transaction. Monetary assets and liabilities denominated in foreign currency are converted at the rate of exchange prevailing on the date of the Balance Sheet. All exchange differences arising on settlement/conversion of foreign currency transactions are included in the Statement of Profit and Loss in the year in which they arise.

8) **Revenue Recognition:**

- i. The sales are recognized on dispatch of goods. Sales are net of amounts recovered towards sales tax, discounts and rebates.



- ii. Export incentives are accounted when there is reasonable assurance that they will be received.
- iii. Interest & Other Income is recognized on accrued basis.

9) **Employee Benefits:**

Post Employment Benefits:

(a) Defined Contribution Plans:

- The company has defined contribution plans for post employment benefits, charged to Profit & Loss Account, in the form of Provident fund / Employee Pension fund administered by Regional Provident fund Commissioner, Mumbai.
- Employee Deposit Linked Insurance Scheme 1976 under Employee's Provident Fund Miscellaneous Provision Act 1952.
- Group Medical Insurance cover as per company's policy.

(b) Defined benefits Plans

Funded Plans: The Company has defined benefit Plans for post employment benefits, for all employees in the Form of Gratuity administered through trust, funded with Life Insurance Corporation of India.

Liability for the above Defined Benefits Plans is provided on the basis of actuarial valuation, as at Balance Sheet date.

10) **Accounting for Taxes on Income:**

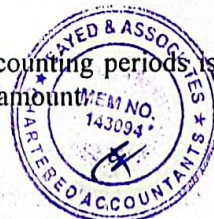
Deferred tax is recognized after considering deferred tax impact for the timing difference between Accounting Income & Tax Income. Deferred Tax Assets on timing difference are recognized when there is a reasonable certainty that they will be realized. Deferred Tax is recognized using tax rates enacted on Balance Sheet date. Provision for current tax is based on one in accordance with provisions of Income Tax Act, 1961.

11) **Leases:**

Lease rental / license fees in respect of assets under operating lease are charged to Profit & Loss Account.

12) **Impairment of Assets:**

- The management periodically assesses using external and internal sources, whether there is an indication that an asset may be impaired.
 - An impairment loss is charged to the Statement of Profit and Loss in the year in which the asset is identified as impaired.
 - At each Balance Sheet date, the management reviews the carrying amounts of its assets included in each cash generating unit to determine whether there is any indication that those assets were impaired. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment loss.
 - The impairment loss recognized in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount.



13) Earnings per share:

Basis and diluted earnings per share is computed by dividing the net profit attributable to equity shareholders for the year, by weighted average number of equity shares outstanding during the year.

14) Provisions:

A provision is recognized when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted at its present value and are determined based on management estimate required to settle the obligation at the balance Sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimate.

Notes on Accounts

1. Contingent Liabilities:

SR. NO.	PARTICULARS	2021-22	2020-2021
1	Loans given by Bank	Rs. 110.62 Lakhs	Rs. 0.00 Lakhs

2. In the opinion of the Board of Directors, Current Assets, Loans and advances have value in realization in the ordinary course of business at least equal to the amount at which they are stated in Balance Sheet. Sundry Debtors / Creditors are stated at net of advances received / paid.

3. Remuneration to Auditors:

	2021-2022 Amount Rs.	2020-2021 Amount Rs.
Audit Fees	50000/-	50000/-
Tax Matters	0/-	0/-
Total	50000/-	50000/-

4. CIF value of Imports, Expenditure and Earnings in foreign currency.

SR. NO.	PARTICULARS	2021-2022 Amount Rs.	2020-2021 Amount Rs.
I	CIF Value of Imports		
	a) Raw Material	0/-	5583276/-
II	Expenditure in Foreign Currency		
	a) Raw Material	0/-	0/-
	b) Traveling	0/-	0/-
	c) Professional Fees	0/-	3395930/-
	d) Commission	0/-	0/-
	e) Business Promotion	0/-	0/-
III	Earning in Foreign currency		
	➤ FOB Value of Export		76732/-



5. DISCLOSURE PURSUANT TO ACCOUNTING STANDARD AS 17

There is only one reportable business segment as envisaged by Accounting Standard (AS) 17 "Segment Reporting". Accordingly no separate disclosure for the segment reporting is required to be made in the Financial Statement of the Company.

6. DISCLOSURES IN RESPECT OF COMPANY'S OPERATING LEASE ARRANGEMENTS, UNDER ACCOUNTING STANDARD (AS-19)

General description of the Company's operating lease arrangements:

- i) The Company has entered into cancellable lease arrangements primarily for Warehouse Premises.
- ii) Some of the significant terms and conditions of the arrangement are:
 - (1) Agreements may generally be terminated by either party by serving a notice;
 - (2) The lease arrangements are generally renewable on the expiry of the lease period subject to mutual agreement.
 - (3) The Company does not have the option to purchase.
 - (4) The Company shall not sublet, assign or part with the possession of the premises without prior written consent of the lessor.
 - (5) Lease rental are paid in form of fixed rents and the amounts in respect of the above are charged to the Profit and Loss Account.

7. A). List and relationship of related parties

Sr. No.	Name of Related Party	Nature of Party Relationship
a)	Arif Merchant	Key Management Personnel
b)	Hashim Merchant	Key Management Personnel
c)	HM Megabrands Pvt Ltd	Director of (a) & (b) are Directors in the company
d)	General Chemical Industries	Proprietor is a Key Management Personnel
e)	HM Enterprises	Proprietor is a Key Management Personnel

B). Transactions with related parties (Amount in Rs. Lakhs)

Sr. No.	Particulars	Key Management Personnel	Relative of Key Management Personnel	Enterprises over which persons referred in 7A (a) (b) & (c) are able to exercise significant influence
1	<i>Nature of Relationship</i>	Refer to 7 A) (a) to (b)	Refer 7 A)	Refer to 7 A) (c) To (e)
2	<i>Nature of Transaction</i>			
	a) Towards Remuneration	21.32	0.00	--
	b) Towards Purchases (Job Work)	--		1220.27
	c) Towards Interest	0.00		--
	d) Towards Sales			0.00



3	Outstanding amount as on 31.03.2022			
	a) Sundry Debtors	--	--	0.00
	b) Sunder Creditors	--	--	2405.62
	c) Unsecured Loans	0.00	0.00	--
	d) Amount Payable			--

8. Previous year figures have been regrouped and rearranged wherever necessary so as to make them comparable with those of the current year.

In terms of our report of even date
For **SAYED & ASSOCIATES.**
Chartered Accountants
Firm's Registration No.: 13373676



CA **SAYED REHMAT ALI NAZIM ALI** **ARIF MERCHANT**
Proprietor

For and on behalf of the Board

HASHIM MERCHANT

[Signature]
Director

DIN No. 03015945



Membership No.: 143094
Mumbai Dated: 17/08/2022

[Signature]
Director
DIN No. 00500363





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