



DUCOL

ORGANICS & COLOURS LIMITED

CIN : U24239MH1994PLCO79015

Regd. Off : 15, Old Bangalipura Street, Mumbai 400 003 (INDIA)

Phone : 022-23429601, 022-23415191 Telex : 11-273472 RABA In Fax: 022-23413984 Cable: ALFORAT MUMBAI.

Email : sales@ducol.com Website : www.ducol.com ★ An ISO 9001-2008 certified co.

Head Off.: MIDC Industrial Area, Plot, 22/2, Taloja, Taluka-Panvel, Dist. Raigad, Maharashtra

Phone : 022-2741 0945, 022-2741 0946 Fax : 022-2741 0949

Directors' Report

To,
The Members,
Ducol Organics and Colours Limited
(Formerly known as Ducol Organics and Colours Private Limited)
CIN: U24239MH1994PLCO79015
15 Old Bangalipura,
Masjid Bunder West,
Mumbai- 400003.

Your Directors have pleasure in presenting their 28th Annual Report on the Audited Statement of Accounts of the Ducol Organics and Colours Limited (formerly known as Ducol Organics and Colours Private Limited) ["Company"] for the Financial Year ended March 31, 2022.

1. FINANCIAL RESULTS:

The summarized financial performance of the Company for the FY 2021-22 and FY 2020-21 is given below:

PARTICULARS	<u>[Amount in Hundreds]</u>	
	2021-22	2020-21
Revenue from operation	87,98,567.07	77,91,630.60
Other income	95,044.51	94,172.46
Total income	88,93,611.57	78,85,803.06
Total Expenditure	84,11,792.92	76,46,917.19
Profit / (Loss) Before Tax	4,81,818.65	2,38,885.87
Tax Expenses:		
Current Tax Expenses	1,26,000.00	45,000.00
Current Tax Expenses relating to prior years	6768.54	(2213.27)
Deferred tax liability	3620.51	7174.62
Net Profit/ (Loss) After Tax	3,45,429.60	1,88,924.52

2. REVIEW OF OPERATIONS:

During the year under review, the Company has posted revenue from its operations of INR. 87,98,56,707/- as against INR 77,91,63,060/- for the corresponding previous year.

Further, the company has earned a profit after tax of INR 3,45,42,960/- as against INR 1,88,92,452/- for the corresponding previous year.

3. STATE OF AFFAIRS AND FUTURE PROSPECTS:

Your Board is exploring new avenues to engage Company into trading activities with present product line, with an expectation to grow its business in upcoming year. However, the company has witnessed upward trend in its revenue and profit after tax. The company is hopeful to do better in upcoming future.

4. DIVIDEND AND RESERVES:

No dividend was declared by the company for the financial year 2021-2022.

5. SHARE CAPITAL:

As on March 31, 2022, the authorized capital of the company is INR 3,00,00,000/- (Indian Rupees Three Crores only) divided into 30,00,000 (Thirty Lacs) Equity Shares of INR 10/- (Indian Rupees Ten Only) each.

Further, the issued, subscribed and paid-up share capital of the company is INR 3,00,00,000/- (Indian Rupees Three Crores only) divided into 30,00,000 (Thirty Lacs) Equity Shares of INR 10/- (Indian Rupees Ten Only) each.

5.1. Changes in Authorised Capital:

As on the date of signing of this report, the Company has increase its authorized capital from INR 3 Crores (Indian Rupees Three Crores only) to INR 15 Crores (Indian Rupees Fifteen Crores only) by creation of additional INR 12 Crores (Indian Rupees Twelve Crores only) comprising of 1,20,00,000 (One Crore Twenty Thousand) Equity Shares of Rs. 10 (Indian Rupees Ten Only) each and same was approved by the members of the company at the Extra-Ordinary General Meeting held on May 05, 2022.

5.2. Changes in Paid up Capital:

On 12th May, 2022, the Company has allotted 75,00,000 (Seventy Lacs) Equity Shares through bonus issue to the existing shareholders of the company subject to member's approval in the ratio of 5 new equity shares for every 2 shares held of INR 10.00 (Indian Rupees Ten Only) each to the shareholders whose names appear in the Register of Members as on the record date i.e. 13th April, 2022 and same was approved by the members at the May 05, 2022.

Consequently the paid up share capital of the company as on date comprises of 1,05,00,000 (Ten Crores Five Lacs) Equity Shares of Rs 10/- (Indian Rupees Ten Only) each.

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

The provisions of Section 125(2) of the Companies Act, 2013 does not apply as there was no unclaimed dividend.

7. MATERIAL CHANGES AND COMMITMENTS:

No other material changes and commitments affecting the financial position of the Company occurred between the financial years to which these financial statements relate on the date of this report.

However, the Board of Directors at their meeting held on 18 June, 2022, approved the conversion of the company from Private Limited Company to Public Limited Company subject to member's approval and consequently altered its Articles of Association (AoA) and Memorandum of Association (MoA) and consequently, the name of the Company changed from 'DUCOL ORGANICS AND COLOURS PRIVATE

LIMITED' to 'DUCOL ORGANICS AND COLOURS LIMITED' by removing the word 'Private' before the word 'Limited'.

8. ANNUAL RETURN:

Pursuant to Notification dated 28th August, 2020 issued by the Ministry of Corporate Affairs as published in the Gazette of India on 28th August, 2020, the details forming part of the extract of Annual Return in Form MGT-9 is not required to be annexed herewith to this report.

9. DIRECTORS AND KEY MANAGERIAL PERSONNEL:

During the financial year under review, Mr. Ali Mohamed Ali Bagash, Director, resigned from the directorship of the company with effect from September 22, 2021.

The Board places on record their appreciation for the assistance and guidance provided by Mr. Ali Mohamed Ali Bagash during his tenure as director of the company.

Further, post March 31, 2022, following changes took place:

Appointments and Cessation of Directors and Key Managerial Personnel

Sr No	Name Of Directors/ KMP's	DIN/Membership No	Date of Appointment	Designation
1	Mr. Aamer Ahmed Farid	00711705	October 01, 2022	Managing Director
2	Mr. Hani Ahmed Farid	00711968	October 01, 2022	Whole Time Director
3	Ms. Sabina Qureshi	A65859	May 05, 2022	Company Secretary & Compliance Officer
4	Ms. Shivani Tiwari	09359208	June 01, 2022	Non -executive, Independent Director
5	Mr. Ratnakar V. Rai	00126309	June 01, 2022	Non -executive, Independent Director
6	Mr. Abhishek Agrawal	09624370	June 01, 2022	Non -executive, Independent Director
7	Mrs. Manisha Agrawal	NA	June 13, 2022	Chief Financial Officer

Approvals of members were accorded wherever required.

10. DISCLOSURES BY THE DIRECTORS:

All the directors of the Company have confirmed that they satisfy the fit and proper criteria as prescribed under the applicable regulations and that they are not disqualified from being appointed as directors in terms of Section 164(2) of the Companies Act, 2013.

11. INDEPENDENT DIRECTORS DECLARATION:

The Company has received the necessary declaration from each Independent Director in accordance with Section 149(7) of the Act and Regulations 16(1)(b) and 25(8) of the SEBI Listing Regulations, that he/she meets the criteria of independence as laid out in Section 149(6) of the Act and Regulations 16(1)(b) of the SEBI Listing Regulations.

12. DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to Section 134(3)(c) & 134(5) of the Companies Act, 2013, the Board of Directors of the Company hereby confirm that:

(a) in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;

(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 at the end of the financial year and of the profit and loss of the company for that period;

(c) the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this 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; and

(e) the directors have laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.

(f) the directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

13. MEETINGS OF THE BOARD OF DIRECTORS:

During the Financial Year 2021-22, the Company held 11 (Eleven) board meetings of the Board of Directors as per Section 173 of Companies Act, 2013 which is summarized below. The provisions of Companies Act, 2013 was adhered to while considering the time gap between two meetings.

Sr No.	Dates of Meeting	Board Strength	No. of Directors Present
1.	30-04-2021	3	3
2.	06-05-2021	3	3
3.	18-06-2021	3	3
4.	07-07-2021	3	3
5.	22-09-2021	3	3
6.	20-10-2021	2	2
7.	26-10-2021	2	2
8.	01-11-2021	2	2
9.	03-12-2021	2	2
10.	24-12-2021	2	2
11.	14-02-2022	2	2

* Mr. Ali Mohamed Ali Bagushi, Director, resigned from the directorship of the company with effect from September 22, 2021.

14. DETAILS OF SUBSIDIARY/JOINT VENTURES/ASSOCIATE COMPANIES:

The Company does not have any Subsidiary, Joint venture or Associate Company.

15. STATUTORY AUDITORS:

The Board of Directors, on its meeting held on 31st May, 2022 approved the appointment of M/s. R. H. MODI & CO., Mumbai (Firm Registration Number - 106486W) as the statutory auditors of the Company to

fill the Casual Vacancy caused by the resignation of M/s. A.P. & Co., Chartered Accountant, (Firm Registration Number - 100040W) to hold the office until the conclusion of the ensuing Annual General Meeting.

The Board of Directors of the Company ('the Board'), proposed to re-appoint M/s R. H. MODI & CO., Mumbai (Firm Registration Number - 106486W) as the Statutory Auditors of the Company for a period of five years from the conclusion of ensuing AGM till the conclusion of the AGM to held for the FY 2026-27.

EXPLANATION(S)/ COMMENT(S) PURSUANT TO SECTION 134(3)(f)(i), IF ANY, OF THE COMPANIES ACT, 2013:

There are no adverse remarks/Qualifications made in Statutory Report issued by Statutory Auditor of the Company.

16. DEPOSITS:

The Company has not accepted any deposits from the public within the meaning of Section 73 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014.

17. LOANS & GUARANTEES:

The Company has not advanced any loans, provided any guarantee or Security under Section 186 of the Companies Act, 2013 during the financial year under review.

18. INSURANCE:

The properties/assets of the Company are adequately insured.

19. RELATED PARTY TRANSACTIONS:

During the year under review, all related party transactions entered into by the Company were at arm's length and in the ordinary course of business the details of which are provided in the notes to Accounts of the Company. The Company did not have any contracts or arrangements with related parties in terms of Section 188(1) of the Companies Act, 2013. Also, there were no material related party contracts entered into by the Company during the year under review.

Further all the necessary details of transaction entered with the related parties are attached herewith in Form AOC-2 for your kind perusal and information. (*Annexure: I*)

20. CONSERVATION OF ENERGY, RESEARCH AND DEVELOPMENT, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE:

A. Conservation of Energy:

We continue to strengthen our energy conservation efforts. We are always in lookout for energy efficient measures for operation, and value conservation of energy through usage of latest technologies for quality of services. Although the equipments used by the Company are not energy sensitive by their very nature, still the Company is making best possible efforts for conservation of energy, which assures that the computers and all other equipments purchased by the Company strictly adhere to environmental standards, and they make optimum utilization of energy.

B. Research and Development (R&D)

The Company believes that in order to improve the quality and standards of services, the Company should have a progressive Research and Development Process, which should keep on increasing along with the scale of operations of the Company.

C. Technology absorption, adaptation and innovation

In this era of competition, in order to maintain and increase the clients and customers, we need to provide best quality services to our clients and customers at minimum cost, which is not possible without innovation, and adapting to the latest technology available in the market for providing the services.

D. The Company has not imported any technology during the year under review;

E. The Company has not expended any expenditure towards Research and Development during the year under review.

Sr.No	Particulars	2021-22	2020-21
1	Earnings in Foreign Exchange	8,41,26,165	8,03,23,673
2	Import Purchases	2,93,25,071	58,46,402
3	Travelling Expenses	2,58,583	1,82,958

21. PARTICULARS OF MANAGERIAL REMUNERATION:

Pursuant to Section 197 read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016, none of the employees of the Company are in receipt of remuneration exceeding Rs. 1,02,00,000/- per annum, if employed for whole of the year or Rs. 8,50,000/- per month, if employed for part of the year and hence no disclosure are required in this regard.

22. RISK MANAGEMENT:

Pursuant to section 134(3)(n) of the Act, the Company has a Risk Management (RM) framework to identify, monitor, evaluate business risks and opportunities. The framework seeks to create transparency, minimize adverse impact on the business objectives and enhance the Company's competitive advantage.

The Risk Management framework defines the risk management approach across the enterprise at various levels including documentation and reporting. The framework helps in identifying risk trend, exposure and potential impact analysis at a Company Level.

The Risk Management Policy formulated by the Company has identifies the key business risks an also plans to mitigate the risks.

23. VIGIL MECHANISM / WHISTLE BLOWER:

Pursuant to the provisions of Section 177 of the Companies Act, 2013 read with the rules made thereunder, the Company has formulated and implemented Vigil Mechanism/ Whistle Blower Policy for disclosing of any unethical behavior, actual or suspected fraud or violation of company's code of conduct and other improper practices or wrongful conduct by employees or directors of the Company.

24. DISCLOSURE AS PER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

As per the provisions of Section 4 of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, the Company has constituted an Internal Complaints Committee for redressal of complaints against sexual harassment.

During the year ended 31st March, 2022, there were no cases filed /reported pursuant to the Sexual Harassment of women at workplace (Prevention, Prohibition and Redressal) Act, 2013.

25. GENERAL:

During the year under review, no significant and material orders were passed by the regulators or courts or tribunals impacting the going concern status and Company's operations.

26. ACKNOWLEDGEMENT:

The Directors would like to thank all shareholders, customers, bankers, suppliers and everybody else with whose help, cooperation and hard work the Company is able to achieve the results. The Directors would also like to place on record their appreciation of the dedicated efforts put in by the employees of the Company.

On behalf of the Board of Directors
For Ducol Organics and Colours Limited



Aamer Ahmed Farid
Managing Director
[DIN: 00711705]



Hani Ahmed Farid
Whole Time Director
[DIN: 00711968]

Place: Mumbai
Date: 5th September, 2022





DUCOL

ORGANICS & COLOURS LIMITED

CIN : U24239MH1994PLCO79015

Regd. Off : 15, Old Bangalipura Street, Mumbai 400 003 (INDIA)

Phone : 022-23429601, 022-23415191 Telex : 11-273472 RABA In Fax: 022-23413984 Cable: ALFORAT MUMBAI.

Email : sales@ducol.com Website : www.ducol.com ★ An ISO 9001-2008 certified co.

Head Off.: MIDC Industrial Area, Plot, 22/2, Taloja, Taluka-Panvel, Dist. Raigad, Maharashtra

Phone : 022-2741 0945, 022-2741 0946 Fax : 022-2741 0949

Annexure - I

FORM NO. AOC -2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014.)

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms length transaction under third proviso thereto.

1. Details of contracts or arrangements or transactions not at Arm's length basis.

SR.NO	PARTICULARS	DETAILS
1	Name (s) of the related party & nature of relationship	NA
2	Nature of contracts/arrangements/transaction	NA
3	Duration of the contracts/arrangements/transaction	NA
4	Salient terms of the contracts or arrangements or transaction including the value, if any	NA
5	Justification for entering into such contracts or arrangements or transactions'	NA
6	Date of approval by the Board	NA
7	Amount paid as advances, if any	NA
8	Date on which the resolution was passed in General meeting as required under first proviso to section 188	NA

2. Details of contracts or arrangements or transactions at Arm's length basis.

Sr No	Particulars	Details	
1	Name of parties	M/s M.A. Bagash	Prime Foods and Confectionery LLP
2	Nature of Contract	Rent paid	Business promotion
3	Duration of Contract	F.Y 2021-22	F.Y 2021-22
4	Salient terms of the contracts or arrangements or transactions including the value, if any	Being property taken on lease for rent upto INR 15,00,000/-	Contractual basis
5	Date of approval by the Board	30-04-2021	30-04-2021
6	Date of Approval of Member	-	-
7	Amount paid as advances, if any	INR 35,80,000 being rent deposit paid	-

On behalf of the Board of Directors
For Ducol Organics and Colours Limited



Aamer Ahmed Farid
Managing Director
[DIN: 00711705]



Hani Ahmed Farid
Whole Time Director
[DIN: 00711968]

Place: Mumbai
Date: 5th September, 2022



R H Modi & Co.
Chartered Accountants

84, Janmabhoomi Marg,
1st Floor, Office No.4, Fort,
Mumbai – 400 001

Independent Auditor's Report

TO THE MEMBERS OF DUCOL ORGANICS AND COLOURS LIMITED

We have audited the standalone financial statements of Ducol Organics and Colours Limited ("the Company"), which comprise the balance sheet as at 31st March 2022, and the statement of Profit and Loss and the Cash Flow Statement 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 standalone financial statements give the information required by the Companies Act, 2013 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 March 31, 2022, and its profit, for the year ended on that date.

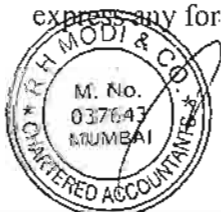
Basis for Opinion

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 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.

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

The Company's management and Board of Directors are responsible for the preparation of the other information. The other information comprises the information included in the Director's report but does not include the financial statements and our auditor's report thereon. The Director's report is expected to be made available to us after the date of this auditor's report.

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 identified above when it becomes available 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

Responsibilities of Management and Those Charged with Governance for the Standalone 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 standalone financial statements that give a true and fair view of the financial position and financial performance, 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 accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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



- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the 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

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the 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.



2. As required by Section 143(3) of the Act, we report that:
- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet and the Statement of Profit and Loss and Cash Flow Statement, dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of sub-section (2) of Section 164 of the Act.
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company with reference to these standalone financial statements and the operating effectiveness of such controls, refer to our separate Report in “Annexure B”.
 - (g) In our opinion and to the best of our information and according to explanation given to us, the Company being a private company, the provision of Section 197 of the Acts related to the managerial remuneration as are not applicable
 - (h) 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:
 - i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities (“intermediaries”), with the understanding, whether recorded in writing or otherwise, that the



intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate beneficiaries;

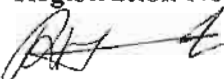
(b) The Management has represented that, to the best of its knowledge and belief, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

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

(v) The dividend declared or paid during the year by the Company is in compliance with Section 123 of the Act

Place: Mumbai
Date: 05th September 2022



For R H Modi & Co.
Chartered Accountants
Registration No.: 106486W

R.H.MODI
Proprietor
Membership No.037643
UDIN : 22037643ATNRHV2848

ANNEXURE "A" TO THE INDEPENDENT AUDITOR' REPORT

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

i. In respect of the Company's Property, Plant and Equipment and Intangible Assets:

(a) The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.

(b) The Company has a program of verification to cover all the items of Property, Plant and Equipment in a phased manner over a period of 3 years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. According to the information and explanations given to us, no material discrepancies were noticed on such verification.

(c) Based on the examination of the registered sale deed / transfer deed / conveyance deed provided to us, we report that, the title deeds, of all the immovable properties (other than immovable properties where the Company is the lessee and the lease agreements are duly executed in favour of the Company) disclosed in the financial statements included in Property, Plant and Equipment are held in the name of the Company as at the balance sheet date.

(d) According to information and explanations given to us, the Company has not revalued any of its Property, Plant and Equipment during the year.

(e) Based on the audit procedure performed by us and according to the information, explanations and representations given to us, no proceeding have been initiated or are pending against the Company as at 31st March, 2022 for holding any Benami Property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder

ii. (a) As explained to us, the inventories were physically verified during the year by the management at reasonable intervals and no material discrepancies were noticed on physical verification.

(b) According to the information and explanations given to us, the Company has been sanctioned working capital limits in excess of Rs 5 crores, in aggregate, at points of time during the year, from bank on the basis of security of current assets. In our opinion and according to the information and explanations given to us, the quarterly statements filed by the Company with the bank are in agreement with the audited books of account of the Company of the respective quarters.



- iii. a) The Company has granted an unsecured loans to two parties in which directors have significant influence

A. The Company has not made any investments, provided guarantee or security, granted loans or advances in the nature of loans, secured or unsecured to subsidiaries, joint ventures and associates.

B. Amount during the year and balance outstanding at the balance sheet date with respect to such loans are as given below:

Sr No.	Particulars	Amount (Rs. In Hundred)
A.	Aggregate amount of Loan provided during the year:	
	Prime Foods & Confectionery LLP	Rs. 1,40,000.00
B.	Balance outstanding as at balance sheet date in respect of above	
	Prime Foods & Confectionery LLP	Rs. 6,59,309.68
	Jazira Real Estate Pvt Ltd	Rs. 310.00

(b) According to the information and explanations given to us and based on the audit procedures conducted by us, we are of the opinion that the terms and conditions of the loans given are prima facie not prejudicial to the interest of the Company.

(c) As informed to us, in respect of loans and advances in nature of loans granted by the Company, the schedule of repayment of principal and payment of interest has not been stipulated and the same is considered as mutual agreed upon between the parties and in absence of such schedule, we are unable to comment on the repayments of principal amounts and receipts of interest, if any overdue.

(d) According to the information and explanations given to us in respect of loans granted by the Company, as the schedule of repayment of principal and interest are not stipulated we are unable to comment on the overdue amount remaining outstanding as at the balance sheet date.

(e) According to the information and explanations given to us as the schedule of repayment of principal is not stipulated we are unable to comment on the overdue amount remaining outstanding as at the balance sheet date. During the year loan has been of Rs. 1,40,000.00 (Rs. In Hundred) granted by the Company to the same party.

(f) According to the information and explanations given to us the Company has granted loans or advances in the nature of loans repayable on demand and specifying any terms or period of repayment as mentioned below



Sr No.	Name	Loan Amount (Rs. In Hundred)	% to total loans
Aggregate amount to loans to related parties			
1	Prime Foods & Confectionery LLP	Rs. 6,59,309.68	99.27%
2	Jazira Real Estate Pvt Ltd	Rs. 310.00	0.05%

- iv. The company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans granted, investment made and guarantees and securities provided, as applicable
- v. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public in accordance with the provisions of sections 73 to 76 of the Act and the rules framed there under. Accordingly, the reporting under clause 3(v) of the Order is not applicable to the Company
- vi. According to the information and explanations given to us, the maintenance of cost records under Section 148(1) of the Companies Act, 2013 is not applicable in view of rule 3 of the Companies (Cost Records and Audit) Amendment Rules, 2014 and therefore, the provision of clause 3(vi) of the Order is not applicable to the Company.
- vii. (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has generally been regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Service Tax, Custom Duty, Excise Duty, Value Added Tax, Cess, Goods & Service Tax or other material statutory dues applicable to it with the appropriate authorities. There were no undisputed statutory dues in arrears as on 31st of March, 2022 for a period of more than six months from the date they became payable.
- (b) There are no dues of Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Value Added Tax or Cess, Goods & Service Tax which have not been deposited on account of any dispute.
- viii. According to information and explanation given to us, there are no transactions not recorded in the books of accounts which have been surrendered or disclosed as income during the year in the tax assessment under the Income Tax Act, 1961. Accordingly, reporting under Clause 3(viii) of the Order is not applicable to the Company.



ix.

- (a) Based on our audit procedures and on the basis of information and explanations given to us and on the basis of our examination of the records, we are of the opinion that the Company has not defaulted in the repayment of loans or other borrowings or in the repayment of interest thereon to the lenders and hence reporting under clause 3(ix) of the Order is not applicable to the Company
- (b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (c) The In our opinion and according to the information and explanations given to us by the management, term loans were applied for the purpose for which the loans were obtained.
- (d) According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company
- (e) Based on our audit procedures and on the basis of information and explanations given to us, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint venture and hence reporting under clause 3(ix)(e) of the Order is not applicable to the Company
- (f) Based on our audit procedures and on the basis of information and explanations given to us, during the year the Company has not raised any funds on the pledge of securities held in its subsidiaries, joint venture and associates and hence reporting under clause 3(ix)(f) of the Order is not applicable to the Company.

x.

- (a) The Company has not raised money by way of initial public offer or further public offer (including debt instruments)
- (b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence, reporting under clause 3(x)(b) of the Order is not applicable.

xi.

- (a) No fraud by the Company and no fraud on the Company has been noticed or reported during the year.
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report



(c) As represented by the Management, no whistle blower complaints were received by the Company during the year, and hence, reporting under clause 3(xi)(c) of the Order is not applicable


- xii. According to information and explanation given to us, the Company is not a Nidhi Company and hence, reporting under clause (xii) of the Order is not applicable.
- xiii. In our opinion, the company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transaction have been disclosed in the financial statement as required by applicable accounting standard
- xiv. In our opinion and based on our examination, the company does not have an internal audit system and is not required to have an internal audit system as per provisions of the Companies Act 2013.
- xv. In our opinion, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected with its directors and hence, provisions of section 192 of the Companies Act, 2013 are not applicable to the Company
- xvi. (a) According to information and explanation given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 193. Accordingly, the reporting under Clause 3(xv)(a) of the Order is not applicable to the Company
- (b) In our opinion and according to information and explanation given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(b) of the Order is not applicable.
- (c) In our opinion and according to information and explanation given to us, the Company is not a Core Investment Company (CIC) as defined in the regulations made by reserve Bank of India. Accordingly, the reporting under Clause 3(xvi)(c) of the Order is not applicable to the Company.
- (d) According to the information and explanations provided to us during the course of audit, the Group does not have any CIC. Accordingly, the requirements of clause 3(xvi)(d) are not applicable.
- xvii. The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year
- xviii. M/s A P & Co, the statutory auditor's of the Company have resigned with effect from 16th May, 2022 as informed, there have been no issues objections or concern raised by the said outgoing auditors.



- xix. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. 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. According to information and explanation given to us, the company is not required to spend any amount as per the provisions of Section 135 of the Act. Accordingly, the reporting under clause 3(xx)(a) and 3(xx)(b) of the order is not applicable to the Company.
- xxi. The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of Standalone Financial Statements. Accordingly, no comment in respect of the said clause has been included in this report

Place: Mumbai
Date: 05th September 2022



For R H Modi & Co.
Chartered Accountants
Registration No.: 106486W

R.H.MODI
Proprietor
Membership No.037643
UDIN : 22037643ATNRHV2848

ANNEXURE “B” TO THE INDEPENDENT AUDITOR’ 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 **Ducol Organics and Colours Limited** (“the Company”) as of 31 March 2022 in conjunction with our audit of the standalone 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 standalone 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 standalone 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 standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the standalone 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

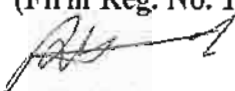
In our opinion, to the best of our information and according to explanation given to us, the Company has, in all material respects and adequate internal financial control system and the internal control system adopted by the Company has adequate risk management and assessment system. Further an adequate internal financial control system were operating effectively as of 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.

Place : Mumbai

Date : 05th September 2022



For R H Modi & Co.
Chartered Accountants
(Firm Reg. No. 106486W)


R. H. Modi
Proprietor
Membership No. : 037643
UDIN: 22037643ATNRHV2848

DUCOL ORGANICS AND COLOURS LIMITED
FORMERLY KNOWN AS DUCOL ORGANICS AND COLOURS PRIVATE LIMITED
Balance Sheet as at 31 March, 2022

(Rs. In Hundreds)

S. No.		Note No.	As at 31 March, 2022	As at 31 March, 2021
			Rs	Rs
A	EQUITY AND LIABILITIES			
1	Shareholders' funds			
	Share capital	3	3,00,000.00	3,00,000.00
	Reserves and surplus	4	19,08,070.29	15,92,640.69
			22,08,070.29	18,92,640.69
2	Non-current liabilities			
	Long-term borrowings	5	11,04,342.40	12,53,200.33
	Deferred tax liabilities (net)	6	1,61,748.49	1,58,127.99
	Long-term provisions	7	67,576.43	-
			13,33,667.32	14,11,328.32
3	Current liabilities			
	Short-term borrowings	8	8,87,168.25	4,03,477.16
	Trade payables	9		
	A.Total outstanding dues of micro enterprises and small enterprises		-	-
	B.Total outstanding dues of creditors other than micro enterprises and small enterprises		17,76,663.85	20,27,472.65
	Short-term provisions	10	1,07,125.95	36,011.74
	Other Current Liabilities	11	89,749.56	75,439.72
			28,60,707.62	25,42,401.28
	TOTAL		64,02,445.23	58,46,370.28
B	ASSETS			
1	Non-current assets			
	<u>Property, Plant & Equipment</u>			
	(i) Tangible assets	12	14,29,555.98	14,57,579.11
	(ii) Capital Work-in-Progress	12	8,27,024.21	4,92,346.27
	Long-term loans and advances	13	76,927.34	96,867.34
	Non Current Investments	14	38,632.40	10,068.00
2	Current assets			
	Inventories	15	18,81,485.76	17,62,611.68
	Trade Receivable	16	10,23,266.07	9,77,159.29
	Cash and cash equivalents	17	1,92,385.79	2,31,252.76
	Short-term loans and advances	18	7,55,639.81	5,48,656.40
	Other Current Assets	19	1,77,527.86	2,69,829.42
			40,30,305.30	37,89,509.55
	TOTAL		64,02,445.22	58,46,370.28
	See accompanying notes forming part of the financial statements	1 to 41		

As per our report of even date

For R H Modi & Co.
Chartered Accountants
Firm Regn No. 106486W

R. H. Modi
Proprietor
M. No. 37643



For and on Behalf of the Board of
Ducol Organics and Colours Limited

Aamer Ahmed Farid
Director
DIN : 00711705

Hani Ahmed Farid
Director
DIN : 00711968

Manisha Agarwal
Chief Financial Officer

Sabina Qureshi
Company Secretary

Place : Mumbai
Dated :

- 5 SEP 2022

Place : Mumbai
Dated :

- 5 SEP 2022

DUCOL ORGANICS AND COLOURS LIMITED
FORMERLY KNOWN AS DUCOL ORGANICS AND COLOURS PRIVATE LIMITED
Statement of Profit and Loss for the year ended 31 March, 2022

(Rs. In Hundreds)

S. No.	Particulars	Note No.	For the year ended	
			31 March, 2022	31 March, 2021
			Rs	Rs
1	Revenue from Operations	20	87,98,567.07	77,91,630.60
	Other Income	21	95,044.51	94,172.46
2	Total Income		88,93,611.57	78,85,803.06
3	Expenses:			
	Cost of Material Consumed	22a	55,29,375.37	44,83,297.65
	Changes in Inventories	22b	75,093.89	3,65,150.57
	Employee Benefits Expenses	23	5,96,476.10	4,17,552.24
	Finance Cost	24	2,67,681.38	2,90,371.27
	Depreciation and amortisation expenses	25	1,16,795.23	1,20,258.71
	Other expenses	26	18,26,370.95	19,70,286.76
4	Total expenses		84,11,792.92	76,46,917.19
5	Profit before Exceptional ,Extra Ordinary items & Tax (2 - 4)		4,81,818.65	2,38,885.87
6	Tax Expenses:			
	Current tax expense		1,26,000.00	45,000.00
	Current tax expense relating to prior years		6,768.54	-2,213.27
	Deferred tax Liability reversed		3,620.51	7,174.62
			1,36,389.05	49,961.35
7	Profit for the period		3,45,429.60	1,88,924.52
8	Earnings per equity share:			
	Basic & Diluted		11.51	6.30
9	Number of Shares		30,00,000	30,00,000
	See accompanying notes forming part of the financial statements			
		1 to 41		

As per our report of even date

For R H Modi & Co.
Chartered Accountants
Firm Regn No. 106486W

RH *AM*

R. H. Modi
Proprietor
M. No. 37643



For and on Behalf of the Board of
Ducol Organics and Colours Limited

Aamer
Aamer Ahmed Farid
Director
DIN : 00711705

Hani
Hani Ahmed Farid
Director
DIN : 00711968

Manisha
Manisha Agarwal
Chief Financial Officer

Sabrina
Sabina Qureshi
Company Secretary

Place : Mumbai

Dated : - 5 SEP 2022

Place : Mumbai

Dated : - 5 SEP 2022

DUCOL ORGANICS AND COLOURS LIMITED
FORMERLY KNOWN AS DUCOL ORGANICS AND COLOURS PRIVATE LIMITED
STATEMENT OF CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH, 2022

(Rs. In Hundreds)

PARTICULARS	2021-22	2020-21
CASH FLOW FROM OPERATING ACTIVITY		
Net Profit Before Taxes	4,81,818.65	1,88,924.52
<i>Adjustment for other head & non cash expenses</i>		-
Add:		
Depreciation & Amortisation	1,16,795.23	1,20,258.71
Fixed Assets Written off	-	10,410.52
Adjustment in Accumulated depreciation	-	-16,861.44
Finance Cost	2,67,681.38	2,73,588.39
	3,84,476.61	3,87,396.18
Less:		
<i>Income from non operating activities:</i>		
Interest Income	-68,158.26	-13,591.38
Rental Income	-	-70,000.00
Profit on sale of car	-	-1,921.02
Dividend Received	-9.00	-
Operating profit before change in working capital	7,98,128.00	4,90,708.29
Adjustment for Working Capital		
Increase/(Decrease) in Short term borrowings	4,83,691.09	-5,57,143.61
Increase/(Decrease) in Trade Payables	-2,50,808.80	1,04,923.30
Increase/(Decrease) in Other Current Liabilities	14,309.84	1,43,818.52
Increase/(Decrease) in Short Term Provision	71,114.21	-1,36,612.11
Increase/(Decrease) in Long Term Provision	67,576.43	-
(Increase)/Decrease in Inventories	-1,18,874.08	4,04,177.67
(Increase)/Decrease in Trade Receivables	-46,106.79	32,978.25
(Increase)/Decrease in Short Term Loans and Advances	-2,06,983.41	3,120.17
(Increase)/Decrease in Long Term Loans and Advances	19,940.00	-804.13
(Increase)/Decrease in Other Current Assets	92,301.56	1,00,753.18
Cash generated from operations	9,24,288.06	5,85,919.54
Adjustment for Income Tax		
Less: Income taxes paid	1,32,768.54	42,786.73
Net Cash flow from Operating Activity - (A)	7,91,519.52	6,28,706.27
CASH FLOW FROM INVESTING ACTIVITY		
Interest Income	68,158.26	13,591.38
Purchase / Sale of Fixed Assets	-4,23,450.04	-1,70,269.20
Rental Income	-	70,000.00
Purchase of Investments	-28,564.40	-
Dividend Income	9.00	-
Net Cash Flow from Investing Activity - (B)	-3,83,847.17	-86,577.83
CASH FLOW FROM FINANCING ACTIVITY		
Repayment of Loans	-1,48,857.93	-3,07,357.57
Dividend Paid	-30,000.00	-
Finance Cost	-2,67,681.38	-2,73,588.39
Net Cash Flow from Financing Activity - (C)	-4,46,539.31	-5,80,945.96
CASH GENERATED DURING THE YEAR (A + B + C)	-38,866.97	-38,817.52
Add Cash & Cash Equivalents as on 01.04.2021	2,31,252.76	2,70,070.29
Cash & Cash Equivalents as on 01.04.2022	1,92,385.80	2,31,252.77

As per our report of even date

For R H Modi & Co.
Chartered Accountants
Firm Regn No. 106486W

R. H. Modi
Proprietor
M. No. 37643



For and on Behalf of the Board of
Ducol Organics and Colours Limited

Aamee Ahmed Farid
Director
DIN : 00711705

Manisha Agarwal
Chief Financial Officer

Hani Ahmed Farid
Director
DIN : 00711968

Sabina Qureshi
Company Secretary

Place : Mumbai
Dated : - 5 SEP 2022

Place : Mumbai
Dated : - 5 SEP 2022

DUCOL ORGANICS AND COLOURS LIMITED
(FORMERLY KNOWN AS DUCOL ORGANICS AND COLOURS PRIVATE LIMITED)

Note No.1 Corporate Information

Ducol Organics and Colours Limited (Formerly known as Ducol Organics and Colours Private Limited) was incorporated as private limited on 16 June 1994 and registered under The Companies Act, 1956. Company was converted into Public Limited Company and consequently name of the company was changed from Ducol Organics and Colours Private Limited to Ducol Organics and Colours Limited vide special resolution passed by the shareholders at the Extraordinary General Meeting held on 26th June 2022 and a revised certificate of incorporation dated 1st July 2022 issued by the Registrar of Companies, Mumbai. The company is engaged in the business of Manufacturing of pigment, pigment power, pigment paste and other chemical products.

Note No.2 SIGNIFICANT ACCOUNTING POLICY

1 System of Accounting :

These financial statements are prepared in conformity with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('the Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, provision of the Act (to the extent notified). Accounting policies have been consistently applied except where a newly-issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

2 Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting year end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates

3 Property, plant and equipment

- (i) Items of property, plant and equipment are measured at cost, which includes capitalised borrowing costs, less accumulated depreciation, goods and service tax and accumulated impairment loss, if any. Cost includes duties, freight and other incidental expenses directly related to acquisition / construction and installation of the assets. Any trade discounts, and rebates are deducted in arriving at the purchase price.
- (ii) An item of property, plant and equipment is eliminated from the financial statements on disposal or when no further benefit is expected from its use and disposal. Gains / losses arising from disposal are recognised in the Statement of Profit and Loss.
- (iii) Depreciation
Depreciation is provided on Written down Value Method over the useful life of the assets at the rates and in the manner prescribed under part "C" of Schedule II of the Companies Act, 2013. Depreciation for assets purchased / sold during a period is proportionately charged.

Assets	Useful lives
Laboratory Equipments	10 Years
Plant & Machinery	15- 20 Years
Office Equipments	5 Years
Electrical Equipments	10 Years
Furniture & Fixture	10 Years
Generator	20 Years
Electrical Installations	10 Years
Motorcar	8 Years
Active	10 Years
Computers	3 Years
Server	6 Years

- a) Land and leasehold land is amortised at the rate of 1 percent on written down value instead of spread over number of years
- b) Factory Building is depreciated at 9.5 percent on Written down value which is more than the rate suggested in schedule II of the Companies Act, 2013
- c) No Depreciation charged on property held for investment

4 Inventories:

Inventories are valued on the principle laid down by AS 2 "Inventories" on the basis given below:

Raw Material, Stores & Packing Material	Lower of cost (determined on weighted average basis) and net realizable value.
---	--



Work In Progress	Lower of cost and net realizable value. Cost includes direct materials, Packaging Material, labour and a proportion of manufacturing overheads based on normal operating capacity.
Finished Goods	Lower of cost and net realizable value Cost includes direct materials, Packaging Material, labour, a proportion of manufacturing overheads based on normal operating capacity

5 **Revenue Recognition:**

The Company's revenue was primarily comprised of sale of pigments, pigments paste, pigments power and master batch

Revenue on sale of goods is recognized when property in the goods is transferred to the buyer for a price, or when all significant risks and rewards of ownership have been transferred to the buyer and no effective control is retained by the Company in respect of the goods transferred, to a degree usually associated with ownership, and no significant uncertainty exists regarding the amount of consideration that will be derived from the sale of goods

Revenue from sale of Duty Credit Script is recognized on cash basis as and when received.

Dividend income is recognized when the unconditional right to receive the income is established.

Revenue from interest is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable

6 **Retirement Benefits:**

The Company provides for Gratuity, covering eligible employees under Gratuity Scheme. On reporting date, liabilities with respect to gratuity plan as determined by an independent actuarial valuation and actuarial gains/losses are charged to the Statement of Profit and Loss Account. The Company recognizes the net obligation of a defined benefit plan in its Balance Sheet as liability and as per the requirements of AS15 (Revised 2005).

Leave encashment is recorded in the books of the Company as and when the same arises and becomes payable. The Company does not make any provisions in the books of account for leave encashment becoming due or expected after the balance sheet date.

7 **Foreign currency Transaction:**

Foreign currency transactions are recorded at the rates prevailing at the date of transaction. Monetary items denominated in foreign currencies at the year-end are translated at the year-end rates. Any exchange differences arising on settlement/transaction are dealt with in the statement of profit and loss.

8 **Borrowing Cost :**

Borrowing costs directly attributable to acquisition or construction of property, plant & Equipment which necessarily take substantial period of time to get ready for their intended use are capitalized. Other borrowing costs are charged to profit and loss account.

9 **Taxes on Income:**

Current Tax is determined as the tax payable in respect of taxable income for the year.

Deferred tax is recognized on timing differences between taxable and accounting income / expenditure that originates in one period and are capable of reversal in one or more subsequent periods. Deferred Tax Asset is recognized on the basis of virtual / reasonable certainty about its realisability, as applicable.

10 **Earning Per Share:**

The basic and diluted earning per share (EPS) is computed by dividing the net profit/loss after tax for the year by weighted average number of equity shares outstanding during the year.

11 **Impairment of Assets**

Impairment loss is provided to the extent the carrying amount of assets exceeds their recoverable amount. Recoverable amount is the higher of an asset's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of the assets and from its disposal at the end of its useful life. Net selling price is the amount obtainable from sale of asset in an arm's length transaction between knowledgeable, willing parties, less the cost of disposal.

12 **Provisions Contingent Liabilities and Contingent Assets**

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the notes after careful evaluation by the management of the facts and legal aspects of the matters involved. Contingent Assets are neither recognized nor disclosed in the financial statements.



DUCOL ORGANICS AND COLOURS LIMITED
FORMERLY KNOWN AS DUCOL ORGANICS AND COLOURS PRIVATE LIMITED
NOTES ANNEXED TO AND FORMING PART OF ACCOUNTS
FOR THE FINANCIAL YEAR 2021-2022

Shareholders funds

Note - 3 - Share Capital :

NOTE 3 A

Reconciliation of number of shares outstanding :

Particulars	(Rs. In Hundreds)			
	Equity Shares		Preference Shares	
	Number	(Rs)	Number	(Rs)
Shares outstanding at the beginning of the year	30,00,000	3,00,000.00	-	-
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	30,00,000	3,00,000.00	-	-

NOTE 3 B

Detail of shareholders holding more than 5% shares :

Name of Shareholder	As at 31 March 2022		As at 31 March 2021	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Ali Mohammed Bagash	10,00,000	33.33%	10,00,000	33.33%
Aamer Ahmed Farid	10,00,000	33.34%	10,00,000	33.34%
Hani Ahmed Farid	10,00,000	33.33%	10,00,000	33.33%
Total Shares for the year	30,00,000	100%	30,00,000	100%

Disclosure of shareholders of promoters

Shares held by promoters at the end of the year 31st March 2022				% Change during the year		
S. No	Promoter name	No. of Shares	%of total shares			
1	Aamer Ahmed Farid	10,00,000	33.34%	0	0	0
2	Ali Mohammed Bagash	10,00,000	33.33%	0	0	0
3	Hani Ahmed Farid	10,00,000	33.33%	0	0	0
		30,00,000	100%			

Shares held by promoters at the end of the year 31st March 2021				% Change during the year		
S. No	Promoter name	No. of Shares	%of total shares			
1	Aamer Ahmed Farid	10,00,000	33.34%	0	0	0
2	Ali Mohammed Bagash	10,00,000	33.33%	0	0	0
3	Hani Ahmed Farid	10,00,000	33.33%	0	0	0
		30,00,000	100%			

Note - 3C

Terms/rights attached to equity shares

- i) The Company has only one class of share referred to as equity shares having a par value of Rs 10/-. Each holder of equity shares is entitled to one vote per share.
- ii) In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amount. The distribution will be proportionate to the number of equity shares held by the share holders.
- iii) There is no change in issued and paid up share capital during the year.

Note - 4 - Reserves And Surplus

Particulars	(Rs. In Hundreds)	
	As at 31 March, 2022	As at 31 March, 2021
	Rs	Rs
Balance in Profit & Loss Account		
Opening Balance	15,92,640.69	14,03,716.17
(+) Net Profit/(Net Loss) For the current year	3,45,429.60	1,88,924.52
(-) Final Dividend for FY 2020-21 (Rs. 1 per equity share of Rs. 10 each) (Refer Note 40)	-30,000.00	-
Total	19,08,070.29	15,92,640.69



DUCOL ORGANICS AND COLOURS LIMITED
FORMERLY KNOWN AS DUCOL ORGANICS AND COLOURS PRIVATE LIMITED
NOTES ANNEXED TO AND FORMING PART OF ACCOUNTS
FOR THE FINANCIAL YEAR 2021-2022

Non - Current Liabilities :

(Rs. In Hundreds)

Particulars	As at 31 March, 2022	As at 31 March, 2021
	Rs	Rs
Note - 5- Long Term Borrowings :		
Term loans - Non Current Secured Loans From Banks	11,04,342.40	12,53,200.33
Total	11,04,342.40	12,53,200.33

Note :

- Vehicle loans**
- 1 Loans against vehicles are secured against hypothecation of vehicles against which loans are taken.
- Term Loan : Apna Sahakari Co - Operative Bank Ltd**
- 2 Primary :- First charge by way of mortgage of entire immovable fixed assets consisting of The immovable fixed assets of the company include:
a) Land & building situated at Plot no.22/2 MIDC Ind. Area, Taloja, Taluka Panvel, Dist - Raigad.
b) Land & building situated on Plot No. 1-5/1 in the Taloja, Industrial Area, Chal & Khairane Budruck Taluka, Panvel District - Raigad.
Collateral :- First charge by way of hypothecation on fixed assets of the company installed at industrial premises as mentioned above
Rate of Interest: 12%
- Term Loan with NKGSB Bank**
- 3 Primary :- 1) Extension of first charge on entire immovable fixed assets of the company
The immovable fixed assets of the company include:
a) Land & building situated at Plot no.22/2 MIDC Ind. Area, Taloja, Taluka Panvel, Dist Raigad
b) Land & building situated on Plot No. 1-5/1 in the Taloja, Industrial Area, Chal & Khairane Budruck Taluka, Panvel District - Raigad.
c) Land & building situated at Plot no.K 7 Mahad, Dist Raigad & hypothecation of movable fixed asset at K7, Mahad
Rate of Interest: 12.25%

(Rs. In Hundreds)

Particulars	As at 31 March, 2022	As at 31 March, 2021
	Rs	Rs
Note - 6- Deferred Tax:		
Deferred tax relates to the following:		
Deferred tax on Depreciation	1,41,606.37	1,58,127.99
Gratuity	20,142.13	-
Total	1,61,748.49	1,58,127.99

(Rs. In Hundreds)

Particulars	As at 31 March, 2022	As at 31 March, 2021
	Rs	Rs
Note - 7- Long Term Provisions :		
Provision for employee benefit (Refer note 29)	67,576.43	-
Total	67,576.43	-

(Rs. In Hundreds)

Particulars	As at 31 March, 2022	As at 31 March, 2021
	Rs	Rs
Note - 8- Short Term Borrowings :		
Secured Loans		
Working Capital Loan from Bank	5,42,978.32	-
Term loan - Current		
Term Loan from bank (Refer Note.5)	3,34,566.21	3,93,853.44
Unsecured Loans		
From Directors	9,623.72	9,623.72
Total	8,87,168.25	4,03,477.16



DUCOL ORGANICS AND COLOURS LIMITED
FORMERLY KNOWN AS DUCOL ORGANICS AND COLOURS PRIVATE LIMITED
NOTES ANNEXED TO AND FORMING PART OF ACCOUNTS
FOR THE FINANCIAL YEAR 2021-2022

Working Capital Security:

Primary :- First charge by way of hypothecation of entire current assets of the company, present and future, including entire stocks (including goods in transit) & receivables

Collateral :- 1) Extension of first charge on entire immovable Property, plant & Equipments of the company

The immovable fixed assets of the company include:

- a) Land & building situated at Plot no.22/2 MIDC Ind. Area, Taloja, Taluka Panvel, Dist: Raigad
b) Land & building situated on Plot No. I-5/1 In the Taloja, Industrial Area, Chal & Khairane Budruck Taluka, Panvel District - Raigad.
c) Land & building situated at Plot no.K 7 Mahad, Dist Raigad & hypothecation of movable fixed asset at K7, Mahad

Current Liabilities :

(Rs. In Hundreds)

Particulars	As at 31 March, 2022	As at 31 March, 2021
	Rs	Rs
Note - 9 - Trade Payables		
Outstanding dues of micro and small enterprises		
Disputed dues	-	-
Undisputed dues	-	-
Outstanding dues other than micro and small		
Disputed dues	-	-
Undisputed dues	17,76,663.85	20,27,472.65
Total	17,76,663.85	20,27,472.65

Note: The company has not received any information from its suppliers regarding registration under the "The Micro, Small and Medium Enterprises Development Act, 2006. Hence, the information required to be given in accordance with Section 22 of the said Act, is not ascertained and not disclosed.

(Rs. In Hundreds)

Particulars	As at 31 March, 2022	As at 31 March, 2021
	Rs	Rs
Note - 10 - Short-term provisions		
Provision for Income Tax	1,02,300.78	36,011.74
(Net of advance tax & TDS Rs. 23,69,922/- (Previous year Rs. 15,18,816/-)		
Provision for employee benefit (Refer note 29)	4,825.17	-
Total	1,07,125.95	36,011.74

Note - 11 - Other Current Liability

(Rs. In Hundreds)

Particulars	As at 31 March, 2022	As at 31 March, 2021
	Rs	Rs
Statutory Liabilities	14,688.41	12,766.53
Other Liabilities	72,881.15	57,673.19
Advance from Customer	2,180.00	5,000.00
Total	89,749.56	75,439.72

Non-Current Assets :

(Rs. In Hundreds)

Particulars	As at 31 March, 2022	As at 31 March, 2021
	Rs	Rs
Note - 13 - Long-term loans and advances		
Capital Advances		
Secured, considered good	-	-
Unsecured, considered good	-	-
Doubtful	-	20,000.00
Deposits	76,927.34	76,867.34
Total	76,927.34	96,867.34



12 Property, Plant & Equipments

(Rs. in Hundreds)

Particulars	Gross Block			Depreciation			Net Block		
	As at April 1, 2021	Additions	Disposal/ Transfer	As at Mar 31, 2022	As at April 1, 2021	For the Year	Disposal/ Transfer	As at Mar 31, 2022	As at March 31, 2021
Tangible Assets									
Land	5,58,262.74	9,244.50	-	5,67,507.24	54,270.24	4,754.92	-	5,08,482.08	5,03,992.50
Factory Building	10,00,511.06	-	-	10,00,511.06	5,19,321.59	45,713.00	-	4,35,476.47	4,81,189.47
Plant & Machinery	10,35,999.62	39,128.99	-	10,75,128.61	6,14,419.81	45,477.90	-	4,15,230.90	4,21,579.81
Office Equipments	37,549.45	3,385.53	-	40,934.98	24,296.22	3,326.61	-	13,312.15	13,253.23
Furniture & Fixture	11,127.64	7,791.05	-	18,918.69	6,552.26	2,208.25	-	10,158.18	4,575.38
Motorcar	1,34,215.20	27,156.89	-	1,61,372.09	1,11,627.79	8,898.12	-	40,846.18	22,587.41
Computers	47,837.19	2,065.13	-	49,902.32	37,435.88	6,416.43	-	6,050.01	10,401.31
Total	28,25,502.90	88,772.10	-	29,14,275.00	13,67,923.79	1,16,795.23	-	14,29,555.98	14,57,579.11
Capital Work in Progress	4,92,346.24	3,36,367.94	1,690.00	8,27,024.18	-	-	-	8,27,027.18	4,92,349.24
Grand Total	4,92,346.24	3,36,367.94	1,690.00	8,27,024.18	-	-	-	8,27,027.18	4,92,349.24



12. Property, Plant & Equipments

(Rs. In Hundreds)

Particulars	Gross Block			Depreciation			Net Block		
	As at April 1, 2020	Additions	Disposal/ Transfer	As at Mar 31, 2021	As at April 1, 2020	For the Year	Disposal/ Transfer	As at Mar 31, 2021	As at March 31, 2020
Tangible Assets									
Land	5,58,262.74	-	-	5,58,262.74	49,467.28	4,802.95	-	54,270.23	5,08,795.46
Factory Building	10,00,511.06	-	-	10,00,511.06	4,68,809.99	50,511.60	-	5,19,321.59	5,31,701.07
Plant & Machinery	9,96,290.78	39,708.85	-	10,35,999.63	5,69,721.83	44,697.97	-	6,14,419.80	4,26,568.95
Office Equipments	33,636.27	3,913.18	-	37,549.45	21,332.44	2,963.78	-	24,296.22	12,303.83
Furniture & Fixture	11,127.64	-	-	11,127.64	5,974.82	577.45	-	6,552.27	5,152.82
Motorcar	1,51,655.64	-	17,440.43	1,34,215.21	1,19,328.27	9,160.97	16,861.44	1,11,627.80	32,327.37
Computers	45,524.88	2,312.31	-	47,837.19	29,891.90	7,543.99	-	37,435.89	15,632.98
Total	27,97,009.01	45,934.34	17,440.43	28,25,502.92	12,64,526.53	1,20,258.71	16,861.44	13,67,923.80	15,32,482.48
Capital Work in Progress	3,59,060.45	1,33,285.80	-	4,92,346.25	-	-	-	4,92,346.28	3,59,060.48
Grand Total	3,59,060.45	1,33,285.80	-	4,92,346.25	-	-	-	4,92,346.28	3,59,060.48



DUCOL ORGANICS AND COLOURS LIMITED
FORMERLY KNOWN AS DUCOL ORGANICS AND COLOURS PRIVATE LIMITED
NOTES ANNEXED TO AND FORMING PART OF ACCOUNTS
FOR THE FINANCIAL YEAR 2021-2022

(Rs. In Hundreds)

Note - 14 - Non Current Investments		
Particulars	As at 31 March, 2022	As at 31 March, 2021
In Equity Instrument { Unquoted } (At Cost)		
NKGSB Bank (5000 (Previous Year 5000) Equity Shares face value of Rs. 10 each))	5,000.00	5,000.00
SVB [Chembur][Shares] (100 (Previous Year 100) Equity Shares face value of Rs. 78 each))	78.00	78.00
Apna Sahakari Bank [Parel][Shares] (40 (Previous Year 40) Equity Shares face value of Rs. 25 each))	4,990.00	4,990.00
In Equity Instrument { Quoted } (At Cost)		
Bew Engineering Limited (8000 Equity Shares face value of Rs. 10 each)	11,198.00	-
Vaidya Sane Ayurved Laboratories Limited (20800 Equity shares face value of Rs. 10 each)	17,366.40	-
Total	38,632.40	10,068.00

Aggregate market value of quoted Investments 1,04,520.00 -

(Rs. In Hundreds)

15. INVENTORIES	As at 31 March, 2022	As at 31 March, 2021
-Raw Materials	5,37,868.54	3,46,955.56
-Finished goods	3,84,820.31	2,55,991.01
-Work-in-progress	9,26,053.67	11,29,976.87
-Packaging Material	32,743.24	29,688.24
Total	18,81,485.76	17,62,611.68

(Rs. In Hundreds)

Note -16- Trade Receivable		
Particulars	As at 31 March, 2022	As at 31 March, 2021
(Unsecured, considered good unless stated otherwise)		
Undisputed Trade receivable considered good	10,23,266.07	9,26,513.83
Undisputed Trade receivable considered doubtful	-	50,645.46
Disputed Trade receivable considered good	-	-
Disputed Trade receivable considered doubtful	-	-
Total	10,23,266.07	9,77,159.29

(Rs. In Hundreds)

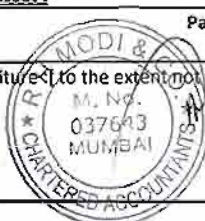
Note -17- Cash and cash equivalents		
Particulars	As at 31 March, 2022	As at 31 March, 2021
Cash on hand	69,912.93	62,400.15
Balances with banks		
In current accounts	95,187.03	1,48,581.07
In EEFC Account	16,843.85	20,271.54
Fixed Deposit	10,441.98	-
Total	1,92,385.79	2,31,252.76

(Rs. In Hundreds)

Note - 18 - Short-term loans and advances		
Particulars	As at 31 March, 2022	As at 31 March, 2021
(Unsecured, considered good unless stated otherwise)		
Loan To Staff	4,563.89	6,877.87
Loan To Related Parties	6,59,619.68	4,63,047.87
Advances	91,456.24	78,730.66
Total	7,55,639.81	5,48,656.40

(Rs. In Hundreds)

Note - 19 - Other current asset :		
Particulars	As at 31 March, 2022	As at 31 March, 2021
Deferred Revenue expenditure (to the extent not written off) (Refer Note No. 39)	1,13,956.36	1,90,512.93
Prepaid Expenses	13,453.11	6,834.10
Statutory Advances	50,118.41	72,482.40
Total	1,77,527.88	2,69,829.43



DUCOL ORGANICS AND COLOURS LIMITED
 (FORMERLY KNOWN AS DUCOL ORGANICS AND COLOURS PRIVATE LIMITED)
NOTES ANNEXED TO AND FORMING PART OF ACCOUNTS
FOR THE FINANCIAL YEAR 2021-2022

(Rs. In Hundreds)

Note - 20 - Revenue from Operations		
Particulars	For the year ended 31 March, 2022	For the year ended 31 March, 2021
Sale of Products (Net of Goods and Service Tax)	87,98,567.07	77,91,630.60
Total	87,98,567.07	77,91,630.60

(Rs. In Hundreds)

Note - 21 - Other Income		
Particulars	For the year ended 31 March, 2022	For the year ended 31 March, 2021
Exports Duty Drawbacks	11,867.47	1,770.61
Foreign exchange gain (Net)	15,009.77	6,789.45
Interest Income	68,158.26	13,691.38
Dividend Income	9.00	-
Profit on Sale of Fixed assets	-	1,921.02
Rent Income	-	70,000.00
Total	95,044.51	94,172.46

(Rs. In Hundreds)

Note - 22a - Cost of materials Consumed		
Particulars	For the year ended 31 March, 2022	For the year ended 31 March, 2021
	Rs	Rs
Raw Materials Consumed		
Opening stock	3,46,955.56	3,97,747.86
Add: Purchases	54,58,953.79	42,42,315.67
	58,05,909.35	46,40,063.53
Less: Closing Stock	-5,37,868.54	-3,46,955.56
	52,68,040.81	42,93,107.97
Packaging Materials Consumed		
Opening stock	29,688.24	17,923.05
Add: Purchases	2,64,389.55	2,01,954.87
	2,94,077.79	2,19,877.92
Less: Closing Stock	-32,743.24	-29,688.24
	2,61,334.56	1,90,189.68



DUCOL ORGANICS AND COLOURS LIMITED
(FORMERLY KNOWN AS DUCOL ORGANICS AND COLOURS PRIVATE LIMITED)
NOTES ANNEXED TO AND FORMING PART OF ACCOUNTS
FOR THE FINANCIAL YEAR 2021-2022

(Rs. In Hundreds)

Note - 22b - Changes in inventories of finished goods, work-in-progress		
Particulars	For the year ended 31 March, 2022	For the year ended 31 March, 2021
	Rs	Rs
Inventories at the end of the year:		
Work-in-progress	9,26,053.67	11,29,976.87
Finished goods	3,84,820.31	2,55,991.01
	13,10,873.98	13,85,967.88
Inventories at the beginning of the year:		
Work-in-progress	11,29,976.87	15,52,764.86
Finished goods	2,55,991.01	1,98,353.58
	13,85,967.88	17,51,118.44
Net (increase) / decrease	75,093.89	3,65,150.57

(Rs. In Hundreds)

Note - 23 - Employee benefit expenses		
Particulars	For the year ended 31 March, 2022	For the year ended 31 March, 2021
	Rs	Rs
Salaries and Wages	4,25,473.97	3,49,071.95
Directors Remuneration	74,500.00	48,000.00
Contribution to Provident and Other funds	24,100.53	20,480.29
Gratuity (Refer Note No. 29)	72,401.60	-
Total	5,96,476.10	4,17,552.24

Note 24 Finance costs		
Particulars	For the year ended 31 March, 2022	For the year ended 31 March, 2021
	Rs	Rs
Bank Interest on working capital	69,538.01	63,767.96
Interest Paid on Term loans	1,79,128.58	2,09,820.43
Bill Discounting Charges	19,014.80	16,782.88
Total	2,67,681.38	2,90,371.27

(Rs. In Hundreds)

Note - 25 - Depreciation & Amortisation		
Particulars	For the year ended 31 March, 2022	For the year ended 31 March, 2021
	Rs	Rs
Depreciation & Amortisation	1,16,795.23	1,20,258.71
Total	1,16,795.23	1,20,258.71



DUCOL ORGANICS AND COLOURS LIMITED
(FORMERLY KNOWN AS DUCOL ORGANICS AND COLOURS PRIVATE LIMITED)
NOTES ANNEXED TO AND FORMING PART OF ACCOUNTS
FOR THE FINANCIAL YEAR 2021-2022

Note - 26 - Other expenses		(Rs. In Hundreds)	
Particulars	For the year ended 31 March, 2022	For the year ended 31 March, 2021	
	Rs	Rs	
Factory Expenses	3,58,808.88	3,05,625.46	
Advertisement	3,000.00	1,812.27	
Annual Maintenance Charges	5,670.93	5,119.72	
Auditors Remuneration	2,000.00	2,000.00	
Bank Charges	13,175.05	12,014.27	
Business Promotion Expenses	1,05,401.69	60,167.58	
Capital Advances write off	58,449.75	1,15,046.88	
Clearing And Forwarding	9,758.93	9,236.63	
Commission Paid	1,39,171.15	1,17,228.52	
Computer Expenses	8,522.78	3,128.29	
Conveyance Expenses	42,823.98	29,947.86	
Courier Charges	8,224.27	3,924.05	
Discount	5,69,164.67	9,63,912.36	
Donation	37,265.82	38,970.35	
Electricity Charges	2,071.42	1,405.64	
Exports Charges	7,303.75	3,675.57	
Foreign Travel Expenses	6,111.81	4,237.08	
Insurance	16,013.96	14,578.40	
Membership & Subscription	1,185.00	359.70	
Sundry Balance written off	50,779.81	-	
Office Expenses	38,389.17	18,272.24	
Printing & Stationery	17,110.07	8,262.98	
Legal & Professional Fees	98,197.88	73,047.39	
Rent	18,090.51	21,365.18	
Repairs & Maintenance	11,321.02	3,618.39	
Security Charges	13,478.86	12,889.93	
Staff welfare Expenses	23,868.85	10,460.27	
Telephone Expenses	13,408.27	7,528.54	
Transportation	1,27,560.66	1,05,698.14	
Vehicle Expenditure	20,042.02	16,753.06	
Total	18,26,370.95	19,70,286.76	

Particulars		(Rs. In Hundreds)	
Particulars	For the year ended 31 March, 2022	For the year ended 31 March, 2021	
	Rs	Rs	
(i) Payments to the auditors comprises: As auditors - statutory audit	2,000.00	2,000.00	
Total	2,000.00	2,000.00	



Note No.27 Disclosures in respect of defined benefit plans (gratuity) as required under AS-15 (Revised) "Employee Benefits are as under:

Principal assumption used in determining gratuity :

Particulars	31 st March 2022	31 st March 2021
Discount rate at the beginning of the period	6.95%	6.45%
Expected rate of increase in compensation level	3.00%	3.00%

Change in the present value of the benefit obligations : (Rs. In Hundreds)

Particulars	31 st March 2022	31 st March 2021
Projected benefit obligations at beginning	60,304.76	55,621.95
Service Cost	5,545.87	4,889.84
Interest cost	3,830.40	3,725.99
Actuarial (gain)/ loss On obligation	3,585.49	770.62
Benefit Paid	-864.92	-4,703.64
Projected Benefit obligation, end of the period	72,401.60	60,304.76

Expenses recognized in statement of profit and loss : (Rs. In Hundreds)

Particulars	31 st March 2022	31 st March 2021
Current service cost	5,545.87	4,889.84
Interest cost	3,830.40	3,725.99
Expected return on plan assets	-	-
Net actuarial gain	3,585.49	770.62
Net periodic cost	12,961.76	9,386.45

Movement in net liability recognized in balance sheet : (Rs. In Hundreds)

Particulars	31 st March 2022	31 st March 2021
Opening net liability	60,304.76	55,621.95
Expenses as above	12,961.76	9,386.45
Benefits paid	-864.92	-4,703.64
Closing net liability	72,401.60	60,304.76

(Rs. In Hundreds)

Particulars	31 st March 2022	31 st March 2021
Earning in Foreign Exchange	8,41,261.65	8,03,236.73
Expenditure in Foreign Currency		
CIF Value of Import Purchase	2,93,250.71	58,464.02
Foreign Travelling Expenses	2,585.83	1,829.58

Note No.29 In compliance with AS 15 (Revised), Employee Benefits, during the year company has made provision for Gratuity Rs 72,401.60 including that of earlier years amounting to Rs 68,816.61 (Rs. In hundred).

Note No.30 The company has not received any information from its suppliers regarding registration under the "The Micro, Small and Medium Enterprises Development Act, 2006. Hence, the information required to be given in accordance with Section 22 of the said Act, is not ascertained and not disclosed.

Note No.31 Segment Reporting

The company has only one business segment viz. Manufacture of other chemical products, which is being considered as the primary segment.

The information regarding the secondary segment, i.e. 'geographical segments' is given below:

Sr No	Particulars	(Rs. In Hundreds)		
		India	Outside India	Total
1	Segment Revenue	-	-	-
	Sales and Other income from operations	80,52,349.93	8,41,261.65	88,93,611.57
		-70,82,566.33	-8,03,236.73	-78,85,803.06
2	Carrying amount of assets by geographical location of assets			
	Segment Assets - Debtors	8,91,967.38	1,81,944.15	10,73,911.53
		-8,44,383.40	-1,32,775.89	-9,77,159.29
3	Additions to fixed assets and intangible assets			
	Addition to fixed assets	4,23,450.03	-	4,23,450.03
		-1,72,190.23	-	-1,72,190.23

Notes:



- 1 Secondary segments identified are as per the requirements of Accounting Standard AS-17 'Segment Reporting' issued by The Institute of Chartered Accountancy of India, taking into account the organization structure as well as the differing risks and returns
- 2 The segment revenue, results and total assets include the revenue and assets respectively, which are identifiable with each segment and amounts allocated to the segments on a reasonable basis
- 3 Figures in the bracket represents figures of previous year

Note No.32 Balances of debtors, creditors and advances are subject to confirmation / reconciliations, if any. The management does not expect any material difference affecting the financial statements on such reconciliation / adjustments. In the opinion of the management, current assets, loans and advances have a value on realization in the ordinary course of business at least equal to the amount at which they are stated in the balance sheet. The provision for depreciation and for all known liabilities is adequate and no in excess of the amount reasonably stated.

Note No.33 Foreign Currency Exposure

During the year the Company has not entered into any derivative contract. Details of Foreign currency exposure not covered by any derivative instruments are as under :

Particulars	(Rs. In Hundreds)			
	As as 31 march , 2022		As as 31 march , 2021	
	Amount in Foreign Currency (USD)	Amount in Rs.	Amount in Foreign Currency (USD)	Amount in Rs.
Foreign Currency Receivable	2,37,969	1,81,944.15	1,79,425	1,32,775.89
Foreign Currency Payable	35,000	26,827.50	50,043	36,918.26

Note No.34 Additional Regulatory Information required by Schedule III to the Companies Act 2013

i The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property

The Company has not advanced or loaned or invested funds to any other person(s) or entity(is), including foreign entities (Intermediaries) with the understanding that the Intermediary shall: (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

ii The Company has not received any fund from any person(s) or entity(is), 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.

iii The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

iv The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year

v The Company does not have any 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).

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

vii The Company has complied with the number of layers for its holding in downstream companies prescribed under clause (87) of section 2 of the Companies Act, 2013 read with the Companies (Restriction on number of Layers) Rules, 2017

viii The Company has not revalued any of its Property, Plant and Equipment (including Right-of-Use Assets) during the year.

ix During the year company has not entered into any transaction with the struck off under section 248 of the Companies Act, 2013 or section 560 of the Companies Act, 1956.

x During the year Company has been sanctioned working capital limits in excess of Rs 5 crores, in aggregate, at points of time during the year, from bank on the basis of security of current assets. the quarterly statements filed by the Company with the bank are in agreement with the books of account of the Company.



DUCOL ORGANICS AND COLOURS LIMITED
(FORMERLY KNOWN AS DUCOL ORGANICS AND COLOURS PRIVATE LIMITED)
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022

Xi)

The trade receivables ageing schedule for the years ended as on March 31, 2022 is as follows

(Rs. In Hundreds)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
i) Undisputed Trade receivables – considered good	8,04,633.54	478.83	3,215.83	5,431.78	2,09,506.09	10,23,266.07
(ii) Undisputed Trade Receivables – considered doubtful						-
(iii) Disputed Trade Receivables—considered good						-
(iv) Disputed Trade Receivables—considered doubtful						-

The trade receivables ageing schedule for the years ended as on March 31, 2021 is as follows

(Rs. In Hundreds)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
i) Undisputed Trade receivables – considered good	7,04,370.46	2,210.87	7,132.39	2,12,800.11	-	9,26,513.83
(ii) Undisputed Trade Receivables – considered doubtful					50,645.46	50,645.46
(iii) Disputed Trade Receivables—considered good						-
(iv) Disputed Trade Receivables—considered doubtful						-

Xii)

Trade Payables ageing schedule: As at 31st March, 2022

(Rs. In Hundreds)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i)MSME - Micro and Small Enterprises					-
(ii)Others	16,83,267.81	48,620.04	4,967.84	39,808.16	17,76,663.85
(iii) Disputed dues – MSME					-
(iv) Disputed dues - Others					-

Trade Payables ageing schedule: As at 31st March, 2021

(Rs. In Hundreds)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i)MSME - Micro and Small Enterprises					-
(ii)Others	18,84,872.89	86,359.50	56,240.27		20,27,472.65
(iii) Disputed dues – MSME					-
(iv) Disputed dues - Others					-



DUCOL ORGANICS AND COLOURS LIMITED
(FORMERLY KNOWN AS DUCOL ORGANICS AND COLOURS PRIVATE LIMITED)
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022

Loans or Advances in the nature of loans are granted to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013.) either severally or jointly with any other person, that are:

Xiii)

a) repayable on demand; or

Type of Borrower	Amount of loan or advance in the nature of loan outstanding	Percentage to the total Loans and Advances in the nature of loans
Promoters		
Directors		
Key managerial personnel		
Related Parties	6,59,620	99.32

b) without specifying any terms or period of repayment - As at 31st March, 2021

Type of Borrower	Amount of loan or advance in the nature of loan outstanding	Percentage to the total Loans and Advances in the nature of loans
Promoters		
Directors		
Key managerial personnel		
Related Parties of the above	4,63,048	98.54



DUCOL ORGANICS AND COLOURS LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022

(Rs. In Hundreds)

	Ratio Analysis	Numerator	Rs	Denominator	Rs	31-Mar-22	31-Mar-21	%Variance
1	Current Ratio- (in times)	Current Assets Sundry Debtors Cash and Bank balances Inventories Loans and Advances Any other current assets	10,23,266.07 1,92,385.79 18,81,485.76 7,55,639.81 1,77,527.86 40,30,305.30	Current Liabilities Creditors for goods and services Short Term Borrowings Short-term provisions Any other current liabilities	17,76,663.85 8,87,168.25 1,07,125.95 89,749.56 28,60,707.62	1.41	1.49	5.48
2	Debt Equity Ratio	Total Liabilities Total Outside Liabilities	19,91,510.65	Shareholder's Equity Total Shareholders Equity	22,08,070.29	90%	88%	-3%
3	Debt Service Coverage Ratio	Net Operating Income Net Profit after tax + non-cash operating expenses like depreciation and other amortizations + Interest+other adjustments like loss on sale of fixed assets, etc.	7,88,355.96	Debt Service Current Debt Obligation (Interest + Installments)	3,93,853.44	2.00	-1.62	-3.62
4	Return on Equity Ratio	Profit for the period Net Profit after taxes - preference dividend (if any)	3,45,429.60	Avg. Shareholders Equity (Beginning shareholders' equity + Ending shareholders' equity) ÷ 2	20,50,355.49	16.85%	0.11%	16.74%
5	Inventory Turnover Ratio *	Cost of Goods sold (Opening Stock + Purchases) - Closing Stock	56,04,469.26	Average Inventory (Opening Stock + Closing Stock)/2	18,22,048.72	307.59%	262%	45.59%

xiv)



DUCOL ORGANICS AND COLOURS (LIMITED)
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022

		(Rs. In Hundreds)					
Ratio Analysis	Numerator	Rs	Denominator	Rs	31-Mar-22	31-Mar-21	%Variance
6	Trade Receivables Turnover Ratio- (In times) Net Credit Sales Credit Sales	87,98,567.07	Average Trade Receivables (Beginning Trade Receivables + Ending Trade Receivables) / 2	10,00,212.68	8.80	7.84	-12.20
7	Trade Payables Turnover Ratio- % (In times) # Total Purchases Annual Net Credit Purchases	57,23,343.34	Average Trade Payables (Beginning Trade Payables + Ending Trade Payables) / 2	19,02,068.25	3.01	2.32	29.70
8	Net Capital Turnover Ratio- (In times) @ Net Sales Total Sales - Sales Return	87,98,567.07	Average Working Capital Current Assets - Current Liabilities	12,08,352.98	7.28	4.73	53.94
9	Net Profit Ratio Profit After Tax EBIT	3,45,429.60	Net Sales Sales	87,98,567.07	3.93%	2.42%	1.51%
10	Return on Capital employed Profit before Interest and Taxes	7,49,500.03	Capital Employed Total Assets - Current Liabilities	35,41,737.61	21.16%	6.45%	14.71%
11	Return on Investment Return/Profit/Earnings	-	Investment	38,632.40	-	-	-

* Increase in Ratio due to increase in Inventories

% Increase in Ratio due to decrease in Trade Payable

@ Increase in Ratio due to increase in Trade Receivable & Inventories

xiv)



DUCOL ORGANICS AND COLOURS LIMITED
(FORMERLY KNOWN AS DUCOL ORGANICS AND COLOURS PRIVATE LIMITED)

Note 35: Deferred tax is recognized in accordance with Accounting Standard (AS) -22 "Accounting for taxes on income" issued by The Institute of Chartered Accountants of India. Major components of deferred tax assets and liabilities, arising on account of timing differences are as below

Particulars	(Rs. In Hundreds)	
	As at 31.03.2022	As at 31.03.2021
Deferred tax liability at the beginning of the year	1,58,127.99	1,50,953.37
Deferred tax liability debited to Profit and Loss account of the year	3,620.50	7,174.62
Deferred tax liability as at 31.03.2022	1,61,748.49	1,58,127.99

Note 36 : Earnings per share

Sr. No.	Particulars	(Rs. In Hundreds)	
		As at 31.03.2022	As at 31.03.2021
(i)	Net profit/(loss) after tax available for equity share holder	3,45,430	1,88,925
(ii)	Weighted average number of equity shares outstanding at the year end (nos)	30,00,000	30,00,000
(iii)	Basic and diluted earnings / (loss) per share	11.51	6.30
(iv)	Nominal value of share (Rs.)	10	10

Note 37: Related Party Disclosure

(i) Related Party Disclosures :

Related party relationship :	Name
Directors during the year	1) Hani Farid 2) Aamer Farid
Enterprises on which key management personnel or their relatives has significant influence	1) M.A Bagash 2) Ali Bagash 3) Jazira Real Estate Pvt. Ltd 4) Jazira Plantation Pvt. Ltd 5) Prime Foods & Confectionery LLP

Notes:

The related party relationships have been determined on the basis of the requirements of the Accounting (AS) – 18 "Related Party Disclosures" issued by The Institute of Chartered Accountants of India and the same has been furnished by management which is relied upon by the Auditors.

The relationships as mentioned above pertain to those related parties with whom transactions have taken place during the year, except where control exists.

Transactions with related parties :

Name	On account	(Rs. In Hundreds)	
		2021-22	2020-21
M/s. M.A. Bagash	Rent Paid	9,780.00	11,820.74
Mr. Hani Farid	Director Remuneraton	37,250.00	24,000.00
Mr. Aamer Farid	Director Remuneraton	37,250.00	24,000.00
Prime Foods & Confectionery LLP	Business Promotion	2,078.46	850.46
Mr. Hani Farid	Dividend Paid	10,000.00	-
Mr. Aamer Farid	Dividend Paid	10,000.00	-
Mr. Ali Bagash	Dividend Paid	10,000.00	-
Prime Foods & Confectionery LLP	Interest Income	62,857.56	13,364.09

DUCOL ORGANICS AND COLOURS LIMITED
(FORMERLY KNOWN AS DUCOL ORGANICS AND COLOURS PRIVATE LIMITED)

Prime Foods & Confectionery LLP	Loan Given (excluding interest credited)	1,40,300.00	1,86,334.97
Prime Foods & Confectionery LLP	Loan advanced repayment	300.00	1,118.00
Mr. Hani Farid	Loan Received	1,702.00	1,600.00
Mr. Hani Farid	Loan Repaid	1,702.00	6,034.20
Mr. Aamer Farid	Loan Received	50,000.00	4,100.00
Mr. Aamer Farid	Loan Repaid	50,000.00	4,375.74

Balances outstanding of related parties :

(Rs. In Hundreds)

Name	FY 2021-22	FY 2020-21	Remarks
Mr. Hani Farid	2,779.93	2,779.93	Balance Payable
Mr. Aamer Farid	368.33	368.33	Balance Payable
Mr. Ali Bagash	6,475.46	6,475.46	Balance Payable
M/s. M.A. Bagash	966.99	966.99	Balance Payable
M/s. M.A. Bagash	35,800.00	35,800.00	Rent Deposit Receivable
Prime Foods & Confectionery LLP	6,59,309.68	4,62,737.87	Balance Receivable
Jazira Real Estate Pvt Ltd	310.00	310.00	Balance Receivable

Note 38: The management based on their review of assets and operation of the Company has determined that there is no indication of potential impairment and that the recoverable amount of any of its fixed assets is not lower than its carrying amount. Accordingly no provision for impairment is required as at 31 March 2022.

Note 39: The Company have incurred certain expenditure in earlier years, the benefit of which company accrues over a period of 8- to 12 years hence, those expenses have been deferred out of that an amount of Rs 45,000.95 (previous year Rs. 50,417.85) (Rs. in hundred) debited to profit and loss account in this year.

(Rs. In Hundreds)

Note 40: Dividend

	2021-22	2020-21
Dividend on equity shares paid during the year		
Final dividend for the financial year 2020-21 Rs 1 per equity share (on Face value of Rs 10 each)	30,000.00	-

The Board of Directors at its meeting held on 13th April, 2022 have approved payment of Interim dividend of Rs 1 per share on face value of 10 each. The amounts comes to Rs 30,000 (Rs. In hundred)

Note 41: Figures of the previous year have been regrouped rearranged wherever found necessary. Figures in bracket are in respect of previous year.

Signatures to schedule 1 to 41

For R H Modi & Co.
Chartered Accountants
Firm Regn No. 106486W

R. H. Modi
Proprietor
M. No. 37643



For and on Behalf of the Board of
Ducol Organics and Colours Limited

Aamer Ahmed Farid
Director
DIN : 00711705

Manisha Agarwal
Chief Financial Officer

Hani Ahmed Farid
Director
DIN : 00711968

Sabina Qureshi
Company Secretary

Place : Mumbai

Dated : - 5 SEP 2022

Place : Mumbai

Dated : - 5 SEP 2022