



INDEPENDENT AUDITORS' REPORT

To the Members of **NACL Multi-Chem Private Limited, Hyderabad**

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of NACL Multi-Chem Private Limited ("the Company"), which comprise the Balance Sheet as at 31st March 2021, the Statement of Profit and Loss and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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, 2021, and its statement of profit and loss and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the 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 Standalone Financials Statements and Auditor's Report Thereon

The Company's Board of Directors are responsible for the other information. The other information comprises the information included in the management representation letter, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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Management's Responsibility for Financial Statements

The Company's Board of Directors are 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, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian accounting Standards (Ind AS) specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibility for the Audit of the Financial Statements

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

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

- (a) 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.



- (b) 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.
- (c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- (d) 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.
- (e) 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, 2016 ("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 "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.

K Vijayaraghavan & Associates LLP
Chartered Accountants



- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account
- (d) In our opinion, the aforesaid 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 31st March, 2021 taken on record by the Board of Directors, none of the directors are disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164(2) of the Act.
- (f) 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:
- The Company does not have any pending litigations which would impact its financial position;
 - The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For K Vijayaraghavan & Associates LLP
Chartered Accountants
Firm Registration No.004718S



K. Raguathan
Partner

Membership No. 213723
UDIN : 21213723AAAAGN9059

Place: Hyderabad
Date: 19th June, 2021



Annexure A to the Auditors' Report

The Annexure referred to in our Independent Auditor's Report to the members of NACL Multi-Chem Private Limited on the standalone financial statements for the year ended March 31, 2021, we report that:

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

(b) The Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner over a period of one year. In accordance with this programme, entire fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.

(c) According to the information and explanation given to us and on the basis of examination of the records of the company, the Company does not hold any immovable properties.
- ii. The company did not maintain any inventory in the current year.
- iii. According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted loans, secured or unsecured, to parties listed in the register maintained under Section 189 of the Act. Accordingly, the provisions of paragraph 3(iii) of the Order is not applicable to the Company.
- iv. In our opinion and according to the information and explanations given to us, the company has complied with the provisions of Section 185 and 186 of the Act, with respect to investments and providing guarantees and securities.
- v. The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and rules framed thereunder are not applicable to the Company.
- vi. The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Companies Act, 2013, for any of the services rendered by the Company.
- vii. (a) According to the records of the company, undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Service Tax, Custom Duty, Excise Duty, Value

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Chartered Accountants



Added Tax, Goods and Service Tax, Cess and any other statutory dues have generally been regularly deposited with the appropriate authorities.

According to the information and explanation given to us, no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Service Tax, Custom Duty, Excise Duty, Value Added Tax, Goods and Service Tax, Cess and any other statutory dues were in arrears as at 31st of March 2021 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no material statutory dues in respect of Income-tax, Sales-tax, Service Tax, Custom Duty, Excise Duty, Value Added Tax, Goods and Service Tax, Cess and any other material statutory dues which have not been deposited with the appropriate authorities on account of any dispute

- viii. According to the records of the Company examined by us and the information and explanation given to us, the Company has not defaulted in repayment of dues to bank or debenture holders as at the balance sheet date.
- ix. According to the information and explanation given to us the company has not raised any money by the way of initial public offer or further public offer and the term loans have been applied for the purpose for which they were raised.
- x. According to the information and the explanation given to us and based on the audit procedures performed, we report that no fraud on or by the Company has been noticed or reported during the year, nor have we been informed of such case by the management.
- xi. As the Company is a Private Limited Company, the provisions of paragraph 3(xi) of the Order are not applicable to the Company.
- xii. In our opinion and according to the information and explanation given to us, the company is not a Nidhi company. Accordingly paragraph 3(xii) is not applicable to the company.
- xiii. According to the information and the explanation given to us and based on the examination of the records of the company, transactions with the related parties are in compliance with the sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. According to the information and the explanation given to us and based on the examination of the records of the company, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year
- xv. According to the information and the explanation given to us and based on the examination of the records of the company, the company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) is not applicable

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Chartered Accountants



- xvi. The company is not required to be registered under Section 45-IA of Reserve Bank of India act, 1934 and accordingly the provisions of the paragraph 3(xiv) of the Order is not applicable to the company.

For K Vijayaraghavan & Associates LLP
Chartered Accountants
Firm Registration No.0047185


K. Rangunathan
Partner



Membership No. 213723
UDIN : 21213723AAAAGN9059

Place: Hyderabad
Date: 19th June, 2021

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NACL Multi-Chem Limited

Balance Sheet for the period ended 31 March, 2021

(Amount expressed in INR unless otherwise stated)

Particulars	Notes	March 31, 2021
ASSETS		
Non-Current Assets		-
Current Assets		-
Financial Assets		
- Trade Receivables		-
- Cash and Cash Equivalents	1	96,326
- Other Financial Assets		
TOTAL		96,326
EQUITY & LIABILITIES		
Equity		
Equity Share Capital	2	1,00,000
Other Equity	3	(46,834)
		53,166
Liabilities		
Non-Current Liabilities		-
Current Liabilities		
Other Current Liabilities	4	43,160
		43,160
TOTAL		96,326

As per our Report of even date

For **K Vijayaraghavan & Associates LLP**
Chartered Accountants
Firm Registration No: 004718S/S200040

15.7
K. Ragnathan
Partner
Membership No.: 213723



On behalf of the Board of Directors of
NACL Multi-Chem Limited

Amit Taparia
Director
DIN: 06973894

Place: Hyderabad
Date: June 19, 2021



Harish C. Bijlwan
Director
DIN: 03149388

Place: Hyderabad
Date: June 19, 2021

NACL Multi-Chem Limited
Profit & Loss Statement for the period ended 31 March, 2021
(Amount expressed in INR unless otherwise stated)

Particulars	Notes	March 31, 2021
Income		
I. Revenue from Operations		-
II. Other Income		-
III. Total Income (I+II)		-
IV. Expenses		
Employee Benefit Expenses		-
Finance Cost		-
Other Expenses	5	46,834
Total Expenses (III)		46,834
V. Profit before exceptional & extra-ordinary items & tax (III-IV)		(46,834)
VI. Exceptional Items		-
VII. Profit before extra-ordinary items & tax (V-VI)		(46,834)
VIII. Extra-ordinary items		-
IX. Profit before tax (VII-VIII)		(46,834)
X. Tax Expense		-
XI. Profit/(Loss) for the period from continuing operations (VII-VIII)		(46,834)
XII. Profit/(Loss) from discontinuing operations		-
XIII. Tax expense for discontinuing operations		-
XIV. Profit/(Loss) from discontinuing operations(after tax) (XII-XIII)		-
XV. Profit/ (Loss) for the period (XI+XIV)		(46,834)
XVI. Earnings per equity share	6	
(1) Basic		(0.47)
(2) Diluted		(0.47)

As per our Report of even date

For **K Vijayaraghavan & Associates LLP**
Chartered Accountants
Firm Registration No: 0047185/5200040

K.Ragunathan
Partner
Membership No.: 213723

Place: Hyderabad
Date: June 19, 2021

On behalf of the Board of Directors of
NACL Multi-Chem Limited

Amit Taparia
Director
DIN: 06973894

Place: Hyderabad
Date: June 19, 2021

Harish C. Bijlwan
Director
DIN: 03149388

Place: Hyderabad
Date: June 19, 2021



NACL Multi-Chem Limited
Cash Flow Statement for the period ended 31-03-2021
(Amount expressed in INR unless otherwise stated)

Particulars	March 31, 2021
A. Cash flows from operating activities	
Profit/ (Loss) before taxation	(46,834)
Adjustments for:	-
Loss on sale of assets	-
Depreciation	-
Ammortisation	-
Operating profit before working capital changes	(46,834)
Changes in Working Capital	
Other Current Liabilities	43,160
Other Current Assets	-
Cash Generated from Operations	(3,674)
Less: Tax paid for previous year	-
Net Cash Generated from Operations (A)	(3,674)
B. Cash flow from Investing Activities	
Proceeds from sale of property, plant and equipment	-
Net Cash Used in Investing Activities (B)	-
C. Cash flow from Financing Activities	
Proceeds from issue of equity share capital	1,00,000
Net cash used in financing activities (C)	1,00,000
Net Increase in cash and cash equivalents (A + B + C)	96,326
Cash equivalent at the beginning of the period	-
Cash equivalent at the end of the period	96,326
(i) The above Cash Flow Statement has been prepared under Indirect method as per Ind AS 7 Cash Flow Statement issued by the Institute of Chartered Accountants of India.	
(ii) Figures in bracket indicate cash outgo, except for adjustments for operating activities.	
(iii) Previous year's figures have been regrouped/rearranged wherever necessary.	

As per our Report of even date

For **K Vijayaraghavan & Associates LLP**
Chartered Accountants
Firm Registration No: 004718S/S200040

K.Ragunathan
Partner
Membership No.: 213723

Place: Hyderabad
Date: June 19, 2021

On behalf of the Board of Directors of
NACL Multi-Chem Limited

Amit Taparia
Director
DIN: 06973894

Place: Hyderabad
Date: June 19, 2021

Harish C. Bijiwan
Director
DIN: 03149388

Place: Hyderabad
Date: June 19, 2021



Amit Taparia

Harish C. Bijiwan

NACL Multi-Chem Limited
Statement of changes in equity for the period ended 31-03-2021
(Amount expressed in INR unless otherwise stated)

A. Equity Share Capital

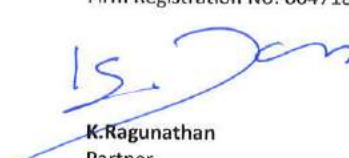
Particulars	Balance as at 31-03-2021	Changes during the year
Equity Share Capital	1,00,000	1,00,000

B. Other Equity

Particulars	Balance as at 31-03-2021	Changes during the year
Retained earnings	(46,834)	(46,834)

As per our Report of even date

For **K Vijayaraghavan & Associates LLP**
Chartered Accountants
Firm Registration No: 0047185/S200040


K. Ragnathan
Partner
Membership No.: 213723

Place: Hyderabad
Date: June 19, 2021



On behalf of the Board of Directors of
NACL Multi-Chem Limited



Amit Taparia
Director
DIN: 06973894

Place: Hyderabad
Date: June 19, 2021



Harish C. Bijlwan
Director
DIN: 03149388

Place: Hyderabad
Date: June 19, 2021



NACL Multi-Chem Limited
Significant Accounting Policies

1. Company Information

NACL Multi-chem Limited is a Public incorporated on 18 May 2020. It is classified as Non-govt company and is registered at Registrar of Companies, Hyderabad. Its authorized share capital is Rs. 100,000 and its paid up capital is Rs. 100,000. The objects of the company are to manufacture, formulate, process, mine, import, export, purchase, market, sell, barter in, carry on business and otherwise deal in all kinds of chemicals, synthetic and bio-organic pesticides, insecticides, acaricides, weedicides, herbicides, fungicides, nematocides, rodenticides, biological insecticides, bactericides, molluscicides, insect hormones, plant growth chemicals and nutrients, anti feedants, anti-bacterials, repellants, attractants, chemosterillants, bio products, bio-stimulants, bio-control, seed dressing materials, soil, seed and grain fumigants, industrial and agricultural chemicals, including technical pesticides and formulations, including raw materials, intermediates, derivatives, by products, related compounds and the like whether in India or abroad.

2. Significant Accounting Policies

(a) Basis of preparation of financial statements

The financial statements have been prepared in accordance with the provisions of the Companies Act, 2013 ('the Act') and the Ind AS notified under section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and other relevant provisions of the Act.

(b) Use of estimates

The preparation of the financial statements is in conformity with Indian GAAP, which requires that the management make estimates and assumptions that affect the reported amounts of assets and liabilities as at the date of financial statements and the reported amounts of revenue and expenses during the reporting period. Although such estimates are made on a reasonable and prudent basis taking into account all available information, actual results could differ from these estimates and such differences are recognised in the period in which the results are ascertained.

(c) Cash flow statement

The company considers all highly liquid financial instruments, which are readily convertible into known amounts of cash, that are subject to an insignificant risk of change in value within a maturity within three months or less from the date of financial liability.

(d) Other Income

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the enterprise and the amount can be measured reliably.

(e) Property, plant and equipment

Property, plant and equipment are stated at their original cost less accumulated depreciation and impairment losses. Cost comprises the purchase price and any other attributable cost of bringing the asset to its working condition for its intended use. Capital work in progress includes advances paid to acquire fixed assets and cost incurred on fixed assets not ready for intended use before the balance sheet date.

Subsequent expenditure related to an item of fixed asset and the cost of replacement of spares/ major inspection relating to Property, Plant & Equipment is capitalised/added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. When parts of an item of Property, Plant & Equipment have different useful lives, they are accounted for as separate items (major components). All other expenses on existing fixed assets, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the profit and loss statement for the year during which such expenses are incurred.

(f) Leases

Leases other than finance lease have been classified as operating leases. Leases, where the lesser effectively retains substantially all the risks and benefits of ownership of the leased assets, are classified as operating leases. Lease payments are recognized as an expense in the Profit and Loss statement based on the terms of lease agreement.

(h) Earnings per share

Basic & Diluted earnings per share is calculated by dividing the net profit or loss after tax for the year attributable to equity shareholders (after deducting attributable taxes and preference dividend, if any) of the company by weighted average number of equity shares outstanding at the end of financial year.

2020

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NACL Multi-Chem Limited
 Notes to accounts for the period ended
 (All Amounts in Rupees unless otherwise stated)

1 Cash And Cash Equivalents

Particulars	31/3/2021
Balances with banks	
-In Current accounts	96,326
Cash on hand	-
Total	96,326

2 Equity Share capital

Particulars	31/3/2021	
	No. of Shares	Amount
Authorised		
1,00,000 Equity shares of ₹ 1 each	1,00,000	1,00,000
Total of authorised share capital	1,00,000	1,00,000
Issued, subscribed and paid-up capital		
1,00,000 Equity shares of ₹ 1 each	1,00,000	1,00,000
Total of Issued Subscribed and fully paid up share capital	1,00,000	1,00,000

(a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Equity shares	31/3/2021	
	No of Shares	Value
At the beginning of the period	1,00,000	1,00,000
Issued during the period	-	-
Outstanding at the end of the period	1,00,000	1,00,000

(b) The company has only one class of shares referred to as equity shares with a face value of Rs 1/- each. Each holder of equity share is entitled to one vote per share held.

In the event of liquidation of the company, the equity shareholders shall be entitled receive any of the remaining assets of the company in proportion to the number of equity shares held by the share holders, after distribution of all preferential amounts.

(d) Details of shareholders holding more than 5% shares in the company

Name of the shareholder	31/3/2021	
	%	Number of shares
NACL Industries Limited (Holding Company)	100.00%	1,00,000

3 Other Equity

Particulars	31/3/2021
Retained Earnings	(46,834)
Total	(46,834)

4 Other Current Liabilities

Particulars	31/3/2021
K. Vijayaraghavan & Associates	25,000
NACL INDUSTRIES LIMITED	18,160
Total	43,160

Keerthi *Amit*



NACL Multi-Chem Limited

Notes to accounts for the period ended

(All Amounts in Rupees unless otherwise stated)

5 Other Expenses

Particulars	31/3/2021
Audit Fee	25,000
LEASE RENTALS	14,160
Pre-incorporation expenses	4,000
Internet charges	2,774
Rates & Taxes	900
Total	46,834

6 Earnings per share

Basic and Diluted EPS

Particulars	31/3/2021
Net profit/(loss) for the year attributable to equity share holders	(46,834)
Weighted average number of Equity Shares	1,00,000
Par value per Share	1
Earnings per share from continuing operations	(0.47)

7 Related Party Disclosures

Particulars	31/3/2021
A) Names of the related parties and their relationship:	
NACL Industries Limited - relationship "Holding Company"	
B) Transactions during the year	
Consultancy charges (₹ in lakhs)	-
C) Outstanding balances as at the end of the year	
Unsecured Loans (₹ in lakhs)	
Other Payables (₹ in lakhs)	18,160

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