

**SUBAM PAPER AND BOARDS PRIVATE LIMITED
TIRUNELVELI -627 011
CIN:U21000TN2020PTC136504**

**2nd ANNUAL REPORT
2021 - 2022**

**AUDITED BALANCE SHEET AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED
31ST MARCH 2022**

SUBAM PAPER AND BOARDS PRIVATE LIMITED

TIRUNELVELI -627 011

CIN:U21000TN2020PTC136504

ANNUAL REPORT 2021-22

BOARD OF DIRECTORS

T.Balakumar - DIN:00440500

A.Sudha - DIN: 01515113

Directors

BANKERS

HDFC Bank Ltd.

D.No.9 South Car Street

Tirunelveli

ICICI Bank Ltd

Tirunelveli

AUDITORS

M/s. Narayanasamy & Associates

Chartered Accountants

73D Kamaraj Nagar

Rajapalayam – 626 117

REGISTERED OFFICE

S.F.NO. 126,128,129,140,141,142

Vaduganpatti Village, IC Pettai

TIRUNELVELI -627010

**SUBAM PAPER AND BOARDS PRIVATE LIMITED
TIRUNELVELI -627 011**

NOTICE


NOTICE is hereby given that the Second Annual General Meeting of the Company will be held on Friday, the 30th September 2022 at the Registered Office of the Company at S.F.NO. 126,128,129,140,141,142 Vaduganpatti Village, IC Pettai, TIRUNELVELI -627010, India at 10 A.M to transact the following business.

AGENDA

- 1 To receive, consider and adopt the Profit and Loss Account of the Company for the year ended 31st March 2022, the Balance Sheet as on that date together, Cash Flow statement for the year ended 31st March 2022 with the Directors' and Auditors' Report thereon.

By Order of the Board

**Tirunelveli
3rd September 2022**


**T. Balakumar - DIN:00440500
CHAIRMAN & DIRECTOR**

1. A member of the company entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote on his behalf and such a person acting as proxy need not be a member of the company.
2. The proxy form duly completed should be deposited at the Registered Office of the Company not later than 48 hours before the commencement of the meeting.

SUBAM PAPER AND BOARDS PRIVATE LIMITED
TIRUNELVELI -627 011
DIRECTORS' REPORT FOR THE FINANCIAL YEAR 2021-2022

To
The Members

Your directors have pleasure in presenting their Second Annual Report on the affairs of the company together with the Audited Statement of Accounts for the year ended 31st March, 2022.

1. Financial Highlights

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

(Rupees in Lakhs)

Particulars	Year ended 31st March 2022	Year ended 31st March 2021
Sales & Other operating income	3539.89	-
Other Income	38.02	-
Total Income	3577.91	-
Profit / (Loss) before exceptional and extraordinary items and tax (1 - 2)	174.29	-
Exceptional items	-	-
Profit / (Loss) before extraordinary items and tax	174.29	-
Extraordinary items	-	-
Profit/(Loss) before Taxation	174.29	-
<u>Less:</u>		
i) Tax expense	33.21	-
ii) Deferred Tax	0.32	-
Profit/(Loss) after tax	140.76	-
Add : Balance B/F from previous year	-	-
Balance Profit / (Loss) C/F to next year	140.76	-

2. State of Company's Affairs and Future Outlook:

Your directors report that commercial production from part of the capacity had started from 1st October 2021. In the very first year commercial operation, the PBT is Rs.174.29 lakhs which is a good performance. Commercial production from full capacity is expected to begin from the current year. Your directors are hopeful of maintaining the positive trend in the years to come too.

3. Amounts Transferred to Reserves:

The company has not transferred any amount to reserves during the year.

4. Dividend:

The Company has not declared any dividend during the year.

5. Change in nature of business, if any:

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

6. Changes in Share Capital, if any:

There is no change in the Share Capital of the company during the year.

7. Material Changes between the date of the Board report and end of financial year.

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

8. Subsidiary Company:

The Company does not have any subsidiary as on March 31, 2022. The company is a subsidiary of M/s Subam Papers Private Limited as on 31st March 2022 whose holding is 99.88% in the Issued and Subscribed Paid-up Share Capital of the Company.

SUBAM PAPER AND BOARDS PRIVATE LIMITED
TIRUNELVELI -627 011
DIRECTORS' REPORT FOR THE FINANCIAL YEAR 2021-2022

9. Statutory Auditor & Audit Report:

M/s. Narayanasamy & Associates (FRN No.002401S), Chartered Accountants, Statutory Auditors of the Company, hold office till the conclusion of the Sixth Annual General Meeting of the Company. The Company has received a certificate from the Statutory Auditors that their appointment is within the limits prescribed.

10. Explanation to Auditor's Remarks:

i) The Auditors of the Company have pointed out in their Note No.28 that confirmation of balances due to/due from the company has not been received which is being obtained.

11. Details of Directors or Key Managerial Personnel:

All the directors of the company continue in their office.

12. Deposits:

The Company has not invited/ accepted any deposits from the public during the year ended March 31, 2022. There were no unclaimed or unpaid deposits as on that date.

13. Conservation of energy, technology absorption, foreign exchange earnings outgo:

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under Section 134(3)(m) of the Companies Act, 2013 read with Rule, 8 of The Companies (Accounts) Rules, 2014, is annexed herewith as "Annexure A".

14. Corporate Social Responsibility:

The Company is not required to constitute a Corporate Social Responsibility Committee as it does not fall within purview of Section 135(1) of the Companies Act, 2013 and hence it is not required to formulate policy on corporate social responsibility.

15. Number of meeting of the Board:

The Board of Directors met thirteen times on 5.4.21, 22.6.21, 24.6.21, 22.7.21, 27.7.21, 30.7.21, 4.8.21, 15.9.21, 18.10.21, 16.11.21, 6.12.21, 29.1.22 and 24.3.22 respectively during the year.

16. Directors' Responsibility Statement:

Pursuant to the requirement under section 134(3)(C) of the Companies Act, 2013 with respect to Directors' Responsibility Statement, it is hereby confirmed that:

(i) in the preparation of the annual accounts for the financial year ended 31st March, 2022, the applicable accounting standards had been followed along with proper explanation relating to material departures;

(ii) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at March 31, 2022 and of the Profit of the company for that year;

(iii) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

(iv) the directors had prepared the annual accounts on a going concern basis; and

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

17. Particulars of loans, guarantees or investments under section 186:

The company has not given any loan or guarantee to any person/company during the year 2021-22 under section 186 of the Companies Act, 2013.

SUBAM PAPER AND BOARDS PRIVATE LIMITED
TIRUNELVELI -627 011
DIRECTORS' REPORT FOR THE FINANCIAL YEAR 2021-2022

18. Particulars of Employee:

None of the employee has received remuneration exceeding the limit as stated in rule 5(2) of the Companies(Appointment and Remuneration of Managerial Personnel) Rules,2014.

19. Related Party Transactions:

The particulars of contracts or arrangements with related parties referred to in Section 188(1) of the Companies Act 2013 for the Financial Year 2021-22 in the prescribed format - AOC 2 has been enclosed with the report.

20. Risk Management Policy:

The Directors of the Company continuously assess the risk the company is exposed to which in their opinion threaten the existence of the company and take suitable preventive steps to mitigate the risk. In the opinion of the directors there are no perceivable risks threatening the existence of the company.

21. Internal Financial Controls

In accordance with Section 134(5)(e) of the Companies Act, 2013, the company has Internal Financial Controls Policy by means of Policies and Procedures commensurate with the size and nature of its operations and pertaining to financial reporting. In accordance with Rule 8(5)(viii) of Companies (Accounts) Rules 2014, it is hereby confirmed that the Internal Financial Controls are adequate with reference to the financial statements.

22. Cost Records

The Company is required to maintain records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 and accordingly such accounts and records are made and maintained.

23. Internal Complaints Committee

Internal Complaints Committee (ICC) under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 [14 of 2013] has been formed under the Chairmanship of Mrs. A Sudha, Director of the company and is active.

24. IBC 2016 Proceedings

The company has not filed any application or has any proceeding pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the year.

25. Details of One-Time settlement(OTS)

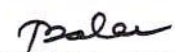
The company has not made any application for OTS before any Bank, Financial Institution or any other lender during the year.

26. Acknowledgement

Your Directors take this opportunity to place on record their sincere thanks to M/s HDFC Bank Ltd and M/s ICICI Bank Ltd. Tirunelveli, for their valuable support and look forward to their continued co-operation in the years to come.

Your Directors acknowledge the support and co-operation received from the employees and all those who have helped in the day to day management.

For and on behalf of the Board of Directors,


T. Balakumar - DIN:00440500
CHAIRMAN & DIRECTOR

Tirunelveli
3rd September 2022

SUBAM PAPER AND BOARDS PRIVATE LIMITED
TIRUNELVELI -627 011
ANNEXURE A TO DIRECTORS REPORT CI.(13) FOR THE YEAR 2021-22

The details of Energy, Technology, Absorption, Foreign Exchange Earnings and Outgo are as under:

Particulars	
a) Conservation of Energy:	
Steps taken for conservation	Power capacitors are provided to ensure saving in energy.
Steps taken for utilizing alternate sources of energy	Nil
Capital investment on energy conservation Equipments	Nil
b) Technology Absorption :	
Efforts made for technology absorption Benefits derived	Nil
Expenditure on Research &Development, if any	Nil
Details of technology imported, if any	Nil
Year of import	Nil
Whether imported technology fully absorbed	Nil
Areas where absorption of imported technology has not taken place, if any	Nil
c) Foreign Exchange Earnings/ Outgo:	(Rs. In Lakhs)
Earnings	Nil
<u>Outgo:</u>	
Import of capital goods - Machinery	2,185.70
Advance for capital goods -Machinery	668.74
Liability for capital goods - Machinery	1.96

For and on behalf of the Board of Directors

Tirunelveli
3rd September 2022


T. Balakumar - DIN:00440500
CHAIRMAN & DIRECTOR

3

SUBAM PAPER AND BOARDS PRIVATE LIMITED
ANNEXURE TO DIRECTORS REPORT FOR THE YEAR 2021-22

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 **NIL**

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

1

S.No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	Mr.T.Balakumar, Director
b)	Nature of contracts/arrangements/transaction	Vide details in Note No.33
c)	Duration of the contracts/arrangements/ transaction	--
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	Vide details in Note No.33
e)	Date of approval by the Board	5.4.2021
f)	Amount paid as advances, if any	Vide details in Note No.33

2

S.No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	Mrs.A Sudha, Director
b)	Nature of contracts/arrangements/transaction	Vide details in Note No.33
c)	Duration of the contracts/arrangements/ transaction	--
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	Vide details in Note No.33
e)	Date of approval by the Board	5.4.2021
f)	Amount paid as advances, if any	Vide details in Note No.33

3

S.No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	Subam Papers Private Limited- Holding Company
b)	Nature of contracts/arrangements/transaction	Vide details in Note No.33
c)	Duration of the contracts/arrangements/ transaction	--
d)	Salient terms of the contracts or arrangements or	Vide details in Note No.33
e)	Date of approval by the Board	5.4.2021
f)	Amount paid as advances, if any	Vide details in Note No.33

4

S.No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	Saradhambika Paper and Board Mills Private Limited - KMPs interested concern
b)	Nature of contracts/arrangements/transaction	Vide details in Note No.33
c)	Duration of the contracts/arrangements/ transaction	--
d)	Salient terms of the contracts or arrangements or	Vide details in Note No.33
e)	Date of approval by the Board	5.4.2021
f)	Amount paid as advances, if any	Vide details in Note No.33

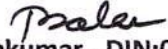
SUBAM PAPER AND BOARDS PRIVATE LIMITED
ANNEXURE TO DIRECTORS REPORT FOR THE YEAR 2021-22
FORM NO. AOC -2

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

5		
S.No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	B.M.M. Paper Board Private Limited KMPs interested concern
b)	Nature of contracts/arrangements/transaction	Vide details in Note No.33
c)	Duration of the contracts/arrangements/ transaction	--
d)	Salient terms of the contracts or arrangements or	Vide details in Note No.33
e)	Date of approval by the Board	5.4.2021
f)	Amount paid as advances, if any	Vide details in Note No.33
6		
S.No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	Unicone - KMP's interested concern
b)	Nature of contracts/arrangements/transaction	Vide details in Note No.33
c)	Duration of the contracts/arrangements/ transaction	--
d)	Salient terms of the contracts or arrangements or	Vide details in Note No.33
e)	Date of approval by the Board	5.4.2021
f)	Amount paid as advances, if any	Vide details in Note No.33

For and on behalf of the Board of Directors

Tirunelveli
3rd September 2022


T. Balakumar - DIN:00440500
CHAIRMAN & DIRECTOR

4

**INDEPENDENT AUDITORS' REPORT ON FINANCIAL STATEMENTS
TO THE MEMBERS OF SUBAM PAPER AND BOARDS PRIVATE LIMITED**

1 Report on the Financial Statements

We have audited the accompanying financial statements of **M/s. SUBAM PAPER AND BOARDS PRIVATE LIMITED ("the Company")**, as of 31st March, 2022, which comprise the Balance Sheet as at March 31, 2022, and the Statement of Profit and Loss and Statement of Cash Flow for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

2 Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, its Profit and cash flows for the year ended on that date.

3 Basis for opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone 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 (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

4 Information other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors and Management is responsible for the preparation of the other information. The other information comprises the information obtained at the date of this auditor's report, but does not include the financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our 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.

5 Responsibility of Management for Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act.



**INDEPENDENT AUDITORS' REPORT ON FINANCIAL STATEMENTS
TO THE MEMBERS OF SUBAM PAPER AND BOARDS PRIVATE LIMITED**

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 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 standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

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

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

6 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls 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.



**INDEPENDENT AUDITORS' REPORT ON FINANCIAL STATEMENTS
TO THE MEMBERS OF SUBAM PAPER AND BOARDS PRIVATE LIMITED**

>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.

7 Report on Other Legal and Regulatory Requirements

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

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

(a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

(b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books

(c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

(d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, 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, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.

(f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".

(g) With respect to the other matters to be included in the Auditors' 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 has no pending litigations which would impact its financial position.

ii) The Company did not have any long-term contracts including derivative contract for which there were any material foreseeable losses.

iii) The company is not required to transfer any amount to the Investor Education and protection Fund during the year.

(h) (i) The management has represented that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, 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;



**INDEPENDENT AUDITORS' REPORT ON FINANCIAL STATEMENTS
TO THE MEMBERS OF SUBAM PAPER AND BOARDS PRIVATE LIMITED**

(ii) The management has represented, that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, 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

(iii) Based on audit procedures which we considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused them to believe that the representations under sub-clause (i) and (ii) contain any material misstatement.

i) The Company has not declared or paid any dividends during the year and accordingly reporting on the compliance with section 123 of the Companies Act, 2013 is not applicable for the year under consideration.

8 With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act, in our opinion and according to the information and explanations given to us, the limit prescribed by section 197 for maximum permissible managerial remuneration is not applicable to a private limited company.



Tirunelveli
3rd September 2022

For M/s Narayanasamy & Associates
Chartered Accountants
FRN 002401S


M Muthusubramanian

Partner

M.No.022863

UDIN:	2	2	0	2	2	8	6	3	B	B	D	S	F	R	1	9	6	3
-------	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---

SUBAM PAPER AND BOARDS PRIVATE LIMITED

Annexure A

Referred to in paragraph 1 on 'Report on Other Legal and Regulatory Requirements' of our report of even date, we state that:-

- i) a) The Company has maintained proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment.
b) These Property, Plant and Equipment have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification.
c) The title deeds of all the immovable properties disclosed in the financial statements are held in the name of the company. The leasehold rights over the factory lands are held in the name of the Company.
d) The company has not revalued its Property, Plant and Equipment or intangible assets or both during the year.
e) According to information and explanation given to us, the company has not held any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- ii) a) The physical verification of inventories has been conducted by the management at reasonable intervals. The discrepancies noticed on verification between the physical stock and the book records were not material and the same have been properly dealt with in the accounts.

b) According to the information and explanation given to us, no working capital limit has been sanctioned to the company by any Bank on the basis of security of current assets and hence Clause (ii)(b) Companies (Auditor' Report) Order, 2020 is not applicable.
- iii) According to information and explanation given to us, the Company has not, made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to Companies, Firms, Limited Liability Partnerships or any other parties during the year and hence other sub-clauses iii a(i), iii a(ii), iii(b) to iii(f) are not applicable.
- iv) According to information and explanation given to us, the company has not given any loan, made any investment, furnished any guarantee or provided any security during the year and hence Clause (iv) Companies (Auditor' Report) Order, 2020 is not applicable and the compliance of Provisions of Section 185 and 186 of the Companies Act, does not apply.
- v) According to information and explanation given to us, the company has not accepted any deposits within the meaning of sections 73 to 76 of the Companies Act, 2013 during the year.
- vi) We have broadly reviewed the books of accounts and records maintained by the company pursuant to the rules prescribed u/s 148(1) of the Act for maintenance of cost records in respect of finished goods and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained.
- vii) a) According to the information and explanations given to us and the records of the Company examined by us, the Company is regular in depositing with appropriate authorities undisputed statutory dues including Income Tax, VAT, Service Tax, GST, Cess, Tax Deducted at Source and Tax Collected at Source and other statutory dues applicable to it. According to the information and explanation given to us, there are no undisputed amounts payable in respect of Income Tax, GST and Cess were in arrears as at 31.03.2022 for a period of more than six months from the date they became payable.



SUBAM PAPER AND BOARDS PRIVATE LIMITED

Annexure A

Referred to in paragraph 1 on 'Report on Other Legal and Regulatory Requirements' of our report of even date, we state that:-

- b) According to the information and explanations given to us, there are no statutory dues referred in Sub-Clause (a) which have not been deposited on account of any dispute.
- viii) According to the information and explanations given to us and the records of the Company examined by us, there are no transactions which are not recorded in the books of account and have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- ix) (a) The company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
(b) The company is not a declared wilful defaulter by any bank or financial institution or other lender.
(c) The term loans availed during the year were applied for the purpose for which the loans were obtained.
(d) According to the information and explanations given to us and the records of the Company examined by us, no funds raised on short term basis have been utilised for long term purposes.
- (e) According to the information and explanations given to us and the records of the Company examined by 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 ventures.
(f) According to the information and explanations given to us and the records of the Company examined by us, the company has not raised any loan during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
- x) a) The Company has not raised any money by way of initial public offer or further public offers (including debt instruments) during the year and hence reporting on utilization of such money does not arise.
(b) The company has not made any preferential allotment or private placement of shares or convertible debentures during the year.
- xi) a) Based upon the audit procedures performed and information and explanation given by the management we report that no fraud by the Company or no fraud on the company has been noticed and reported during the year ended 31st March 2022.
(b) According to the information and explanations given to us and the records of the Company examined by us, no report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government
(c) According to the information and explanations given to us, the company has not received any whistle-blower complaints received during the year.
- xii) The Company is not a Nidhi Company and as such this clause of the Order is not applicable.
- xiii) According to information and explanations given to us and based upon the audit procedures performed, all the transactions with the related parties are in compliance with Section 177 and Section 188 of the Companies Act where applicable and the details have been disclosed in the financial statements as required by the applicable accounting standards.



SUBAM PAPER AND BOARDS PRIVATE LIMITED

Annexure A

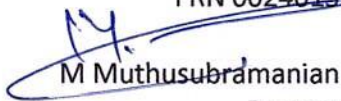
Referred to in paragraph 1 on 'Report on Other Legal and Regulatory Requirements' of our report of even date, we state that:-

- xiv) The company is not required to have an internal audit system under Companies Act 2013 and hence reporting under clause (xiv) of the Order is not applicable.
- xv) According to information and explanations given to us, the Company has not entered into any non-cash transactions with the directors or persons connected with them.
- xvi) The Company is not required to be registered under Section 45 IA of the Reserve Bank of India Act, 1934 (2 of 1934).
- xvii) The company has not incurred cash loss in the financial year and in the immediately preceding financial year.
- xviii) There has been no resignation of the Statutory Auditors during the year.
- xix) According to the information and explanations given to us and the records of the Company examined by us, 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, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the 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 the information and explanations given to us and the records of the Company examined by us, the Company does not fall within purview of Section 135(1) of the Companies Act, 2013 and hence Clause(xx) of this order is not applicable.
- xxi) According to the information and explanations given to us and the records of the Company examined by us, the company does not have any Associate or Subsidiary and hence Clause(xxi) of this order is not applicable.



Tirunelveli
3rd September 2022

For M/s Narayanasamy & Associates
Chartered Accountants
FRN 002401S


M Muthusubramanian
Partner
M.No.022863

UDIN: 22022863 B B D S F R I 9 6 3

SUBAM PAPER AND BOARDS PRIVATE LIMITED

Annexure B

Referred to in paragraph 2(f) on 'Report on Other Legal and Regulatory Requirements' of our report of even date

We have audited the Internal Financial controls over financial reporting of **M/s SUBAM PAPER AND BOARDS PRIVATE LIMITED ("the Company")**, as of 31st March, 2022 in conjunction with the audit of the financial statements of the Company for the year ended on that date.

1 Managements' 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.

2 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 issued by the Institute of Chartered Accountants of India. Those Standards and 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 were 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 includes obtaining an understanding of internal financial controls over financial reporting, assessing the risk, whether material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting.



SUBAM PAPER AND BOARDS PRIVATE LIMITED

Annexure B

Referred to in paragraph 2(f) on 'Report on Other Legal and Regulatory Requirements' of our report of even date

3 Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with 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 financial statements.

4 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.

5 Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.



For M/s Narayanasamy & Associates
Chartered Accountants
FRN 002401S


M Muthusubramanian
Partner
M.No.022863

Tirunelveli
3rd September 2022

UDIN: 2 2 0 2 2 8 6 3 B B D S F R 1 9 6 3

SUBAM PAPER AND BOARDS PRIVATE LIMITED

Balance Sheet as at 31 March, 2022

Particulars		Note No.	As at 31 March, 2022		As at 31 March, 2021	
(Rupees in Lakhs)						
A	EQUITY AND LIABILITIES					
1	Shareholders' funds					
	(a) Share capital	1	820.00		820.00	
	(b) Reserves and surplus	2	140.76		-	
	(c) Money received against share warrants		-	960.76	-	820.00
2	Share application money pending allotment			-		-
3	Non-current liabilities					
	(a) Long-term borrowings	3	3,984.99		40.93	
	(b) Deferred tax liabilities (net)	4	0.32		-	
	(c) Other Non current Liabilities	5	3,450.22		1,411.69	
	(d) Long Term Provisions	6	-	7,435.54	-	1,452.62
4	Current liabilities					
	(a) Short-term borrowings	7	71.25		-	
	(b) Trade payables	8				
	(i) Total outstanding dues of micro enterprises and small enterprises		-		-	
	(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises.		966.22		-	
	(c) Other current liabilities	9	195.07		3.81	
	(d) Short-term provisions	10	33.21	1,265.75	-	3.81
	TOTAL			9,662.04		2,276.43
B	ASSETS					
1	Non-current assets					
	(a) Property, Plant, Equipment and Intangible Assets					
	(i) Tangible assets	11	35.62		-	
	(ii) Intangible Assets	11.a	-		-	
	(iii) Capital work in progress	--	4,231.12		475.89	
	(b) Non current investments	12	-		-	
	(c) Long-term loans and advances	13	1,686.12		1,653.46	
	(d) Deferred tax assets	14	-		-	
	(e) Other Non-current assets	15	466.75	6,419.61	23.10	2,152.46
2	Current assets					
	(a) Inventories	16	501.98		-	
	(b) Trade receivables	17	1,768.75		-	
	(c) Cash and cash equivalents	18	297.70		27.61	
	(d) Short-term loans and advances	19	672.02		96.36	
	(e) Other current assets	20	1.98	3,242.44	-	123.97
	TOTAL			9,662.04		2,276.43
Significant Accounting Policies and Notes on Financial Statements from 1 to 44						

As per our report of even date annexed hereto

For M/s. Narayanasamy & Associates
Chartered Accountants

FRN 0024015

M. Muthusubramanian
Partner

M.No. 022863

Place : Tirunelveli

Date : 3rd September 2022



For and on behalf of the Board

T. Balakumar - DIN: 00440500

A. Sudha - DIN: 01515113
Directors

UDIN: 22022863BBDSFR1963

SUBAM PAPER AND BOARDS PRIVATE LIMITED

Statement of Profit and Loss for the year ended 31 March, 2022

Particulars		Note No.	For the year ended 31 March, 2022	For the year ended 31 March, 2021
(Rs. Lakhs)				
A	CONTINUING OPERATIONS			
1	Revenue from operations	21	3,539.89	-
	Other income	22	38.02	-
	Total Income		3,577.91	-
2	Expenses			
	(a) Cost of materials consumed	23. a	2,741.52	-
	(b) Purchases of stock-in-trade	23.b	-	-
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	23.c	(231.61)	-
	(d) Employee benefits expense	24	225.84	-
	(e) Finance costs	25	194.90	-
	(f) Depreciation and amortisation expense	11	1.63	-
	(g) Other expenses	26	471.35	-
	Total		3,403.62	-
3	Profit / (Loss) before exceptional and extraordinary items and tax (1 - 2)		174.29	-
4	Exceptional items	26 a	-	-
5	Profit / (Loss) before extraordinary items and tax		174.29	-
6	Extraordinary items		-	-
7	Profit / (Loss) before tax		174.29	-
8	Tax expense:			
	(a) Current tax expense for current year		33.21	-
	(b) (Less): MAT credit		-	-
			33.21	-
	(c) Current tax expense relating to prior years		-	-
	(d) Net current tax expense		33.21	-
	(e) Deferred tax		0.32	-
			33.54	-
9	Profit / (Loss) from continuing operations		140.76	-
B	DISCONTINUING OPERATIONS			
10	Profit / (Loss) for the year		140.76	-
11	Earnings per share (of Rs.10/- each):			
	(a) Basic			
	(i) Continuing operations		1.72	-
	(ii) Total operations		1.72	-

Significant Accounting Policies and Notes on Financial Statements from 1 to 44

As per our report of even date annexed hereto

For M/s.Narayanasamy & Associates
Chartered Accountants
FRN 0024015

M. Muthusubramanian
Partner

M.No.022863

Place : Tirunelveli

Date : 3rd September 2022



For and on behalf of the Board

T.Balakumar - DIN:00440500

A.Sudha - DIN: 01515113
Directors

UDIN: 22022863BBDSFR1963

SUBAM PAPER AND BOARDS PRIVATE LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2022

PARTICULARS	31-Mar-22		31-Mar-21	
	(Rupees in Lakhs)			
CASH FLOW FROM OPERATING ACTIVITIES				
Net profit before taxation and extraordinary items		174.29		
Adjustment for :				
Depreciation	1.63		-	
Interest income	-		-	
Preliminary Expenses	-		-	
Loss on sale of asset	-	1.63	-	-
Operating profit before working capital changes		175.92		-
(Increase)Decrease in Sundry Debtors	(1,768.75)		-	
(Increase) Decrease in Inventories	(501.98)		-	
Increase(Decrease) in Current Liabilities	1,261.94		1,415.50	
Increase(Decrease) in Preliminary Expenses	-		-	
(Increase) Decrease in Loans and advances	(575.66)	(1,584.46)	(96.36)	1,319.14
Cash generated from operations		(1,408.54)		1,319.14
Income taxes paid		(33.21)		-
Cash flow from extraordinary item		(1,441.75)		1,319.14
Other proceeds		-		-
Net Cash from operating activities		(1,441.75)		1,319.14
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of fixed assets	(3,792.47)		(475.89)	
Proceeds from sale of fixed assets	-		-	
Other Non-current assets	(478.29)		(1,676.56)	
Investment in Shares	-		820.00	
Dividends received	-		-	
Net cash from investing activities		(4,270.76)		(1,332.45)
CASH FLOWS FROM FINANCING ACTIVITIES				
Increase in Share Capital		-		
Proceeds from long term borrowings		5,982.60		40.92
Net cash used in financing activities		270.08		27.61
Cash and cash equivalents at beginning of period		27.61		-
Cash and cash equivalents at end of period		297.70		27.61

As per our report of even date annexed hereto

T.Balakumar - DIN:00440500

A.Sudha - DIN: 01515113

Directors

Tirunelveli

3rd September 2022

For Narayanasamy & Associates

Chartered Accountants

FRN 002401S

M. Muthusubramanian

Partner

M.No.022863



UDIN: 22022863 BBDSFR1963

SUBAM PAPER AND BOARDS PRIVATE LIMITED
SIGNIFICANT ACCOUNTING POLICIES

1	Company Information
	SUBAM PAPER AND BOARDS PRIVATE LIMITED is a Private Limited Company with Registered Office at S.F.NO. 126,128,129,140,141,142 Vaduganpatti Village, IC Pettai, TIRUNELVELI -627010, India. The Company is in the business of manufacture, sale and dealing in Kraft Paper Boards, Cones, Tubes and other allied goods and primarily caters to the Indian Market and also doing exports directly and through merchant exporters.
2	Basis of Preparation and Measurement
2.1	Basis of Preparation
	The financial statements have been prepared and presented under the historic cost convention on accrual basis of accounting, in accordance with Generally Accepted Accounting Principles ("GAAP") applicable in India. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('Act') and pronouncements of the Institute of Chartered Accountants of India, the provisions of the Act (to the extent notified).
2.2	Key Accounting Estimates and Judgements
	The preparation of standalone financial statements requires management to make judgments, estimates and assumptions in the application of accounting policies that affect the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Continuous evaluation is done on the estimation and judgments based on historical experience and other factors, including expectations of future events that are believed to be reasonable. Revisions to accounting estimates are recognised prospectively
2.3	Amendments to Schedule III of the Companies Act, 2013
	Ministry of Corporate Affairs (MCA) issued notifications dated 24th March, 2021 to amend Schedule III of the Companies Act, 2013 to enhance the disclosures required to be made by the Company in its financial statements. These amendments are applicable to the Company for the financial year starting 1st April, 2021 and applied to the standalone financial statements as required by Schedule III of the Companies Act 2013.
2.4	Significant Accounting Policies
	The significant accounting policies used in preparation of the standalone financial statements are as under
a)	Property, Plant & Equipment
	Property, plant and equipment is stated at acquisition cost net of accumulated depreciation and accumulated impairment losses, if any. Cost of acquisition or construction of property, plant and equipment comprises its purchase price including import duties and non-refundable purchase taxes after deducting trade discounts, rebates and any directly attributable cost of bringing the item to its working condition for its intended use. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance cost are charged to the standalone statement of profit and loss during the period in which they are incurred. Gains or losses that arise on disposal or retirement of an asset are measured as the difference between net disposal proceeds and the carrying value of property, plant and equipment and are recognized in the statement of profit and loss when the same is derecognized. Depreciation is calculated on pro rata basis on straight-line method based on estimated useful life prescribed under Schedule II of the Companies Act, 2013 for all the assets.

SUBAM PAPER AND BOARDS PRIVATE LIMITED
SIGNIFICANT ACCOUNTING POLICIES

b)	INVENTORY	
	Raw materials	At Cost on FIFO method
	Finished Goods	Cost or Net realizable value whichever is lower
	Stores & Spares	At Cost
c)	Revenue Recognition	
	<p>Revenue is recognized to the extent that it is probable that, the economic benefits will flow to the Company and the revenue can be reliably estimated and collectability is reasonably assured. Revenue from sale of goods is recognised when control of the products being sold is transferred to our customer and when there are no longer any unfulfilled obligations. The Performance Obligations in our contracts are fulfilled at the time of dispatch, delivery or upon formal customer acceptance depending on customer terms.</p> <p>Revenue is measured on the basis of sale price, after deduction of any trade discounts, volume rebates and any taxes or duties collected on behalf of the Government such as goods and services tax, etc. Revenue is only recognised to the extent that it is highly probable a significant reversal will not occur.</p> <p>Unbilled revenue represents earnings on ongoing fixed price and time and material contracts over and above the amounts invoiced to customers.</p>	
d)	Other Revenues	
	Income from interest is being accounted for on time proportion basis taking into account the amount outstanding and the applicable rate of interest.	
e)	Employee Benefits	
	Employee benefits payable wholly within 12 months of leaving employee services are classified as short term employee benefits. These benefits include salaries and wages, bonus and ex-gratia. The undiscounted amount of short term employee benefits to be paid in exchange for employee services is recognized as an expense as the related services is rendered by employees.	
f)	Provident Fund	
	Eligible employees receive benefits from the provident fund, which is a defined contribution plan. Both the employee and the Company make monthly contributions to the provident fund plan equal to specified percentage of the covered employees' basic salary. The Company has no further obligations under the plan beyond its monthly contributions. Contributions to provident fund are charged to the statement of profit and loss on accrual basis.	
g)	Gratuity	
	Being the first year of commercial operations, the company has not provided for Gratuity to its employees and has been accounting the same as "Pay as you go" basis.	
h)	Foreign currency transactions:	
	Foreign exchange transactions are recorded at the rate prevailing on the date of the respective transaction. Monetary assets and liabilities denominated in foreign currencies as at the balance sheet date are translated at the closing exchange rates on that date. Non monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction. Exchange differences arising on foreign exchange transactions settled during the year and on restatement as at the balance sheet date are recognized in the statement of profit and loss for the year.	

SUBAM PAPER AND BOARDS PRIVATE LIMITED
SIGNIFICANT ACCOUNTING POLICIES

i)	<p>Income Tax</p> <p>Income-tax expense comprises current tax (i.e. amount of tax for the period determined in accordance with the income-tax law) and deferred tax charge or credit effects of timing differences between accounting income and taxable income for the period). Income-tax expense is recognised in profit or loss except that tax expense related to items recognised directly in reserves is also recognised in those reserves.</p> <p>Current tax is measured at the amount expected to be paid to the taxation authorities, using the applicable tax rates and tax laws. Deferred tax is recognised in respect of timing differences between taxable income and accounting income i.e. differences that originate in one period and are capable of reversal in one or more subsequent periods. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is a virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realised. Deferred tax assets are reviewed as at each balance sheet date and written down or written-up to reflect the amount that is reasonably/virtually certain (as the case may be) to be realised.</p> <p>The Company has opted for taxation under the provisions of section 115BAB of Income-tax Act 1961 from the current year and hence the provisions of section 115JB of the Income tax Act 1961 will henceforth not be applicable to this company.</p>
j)	<p>Provisions, contingent liabilities and contingent assets</p> <p>A provision is recognized when the Company has a present obligation as a result of past event i.e., it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.</p> <p>A contingent liability exists when there is a possible but not probable obligation, or a present obligation that may, but probably will not, require an outflow of resources, or a present obligation whose amount cannot be estimated reliably. Contingent liabilities do not warrant provisions, but are disclosed unless the possibility of outflow of resources is remote. Contingent assets are neither recognised nor disclosed in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognised in the period in which the change occurs.</p>

SUBAM PAPER AND BOARDS PRIVATE LIMITED
SIGNIFICANT ACCOUNTING POLICIES

k)	EARNINGS PER SHARE
	<p>Basic earnings per equity share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.</p> <p>Diluted earnings per share is computed by dividing the net profit or loss for the period attributable to the equity shareholders of the Company and weighted average number of equity shares considered for deriving basic earnings per equity share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares. In computing dilutive earnings per share, only potential equity shares that are dilutive and that decrease profit per share are included.</p>
l)	Liability to MSME entities
	<p>The company categorises the amounts payable to MSME entities in respect of supplies effected by the respective entity only on the basis of necessary declaration furnished by the supplier. If no declaration is received before the finalization accounts, the same is disclosed as "Liability payable to others" and the provisions of Micro, Small and Medium Enterprises Development Act, 2006 are not applied in such cases.</p>
m)	BORROWING COST
	<p>The borrowing costs that are directly attributable to the cost of acquisition of fixed assets of the company have been capitalized as part of the cost of these assets as provided under Accounting Standard No.16.</p>
n)	IMPAIRMENT OF ASSETS
	<p>An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is charged to the profit and loss account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount.</p>
o)	GOVERNMENT SUBSIDY/GRANT
	<p>All revenue subsidies and grants from the Government are accounted on accrual basis and are credited to miscellaneous income.</p>

SUBAM PAPER AND BOARDS PRIVATE LIMITED
Notes forming part of the financial statements

		As at 31 March, 2022	As at 31 March, 2021		
		(Rs. In Lakhs)			
1 SHARE CAPITAL					
Particulars	As at 31 March, 2022		As at 31 March, 2021		
	Number of shares	Rs	Number of shares	Rs	
(a) Authorized					
Equity shares of Rs.10/- each with voting rights	1,00,00,000	1000.00	1,00,00,000	1000.00	
(b) Issued					
Equity shares of Rs.10/- each with voting rights	82,00,000	820.00	82,00,000	820.00	
(c) Subscribed and fully paid up					
Equity shares of Rs.10/- each with voting rights	82,00,000	820.00	82,00,000	820.00	
(d) Subscribed but not fully paid up	-	-	-	-	
Total	82,00,000	820.00	82,00,000	820.00	
(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:					
Particulars	Opening Balance	Fresh issue	Bonus Issue	Other changes	Closing Balance
	(Rupees in Lakhs)				
Equity shares with voting rights					
Year ended 31 March, 2022					
- Number of shares	82,00,000	-	-	-	82,00,000
- Amount (Rs.10/-Per Share)	820.00	-	-	-	820.00
Year ended 31 March, 2021					
- Number of shares	10,000	81,90,000	-	-	82,00,000
- Amount (Rs.10/-Per Share)	1.00	819.00	-	-	820.00
(ii) Equity shares carry equal voting rights in proportion to the holdings. Equity shares do not have any restriction on the quantum of dividend. The company do not have any preference share capital.					
(iii) The company is a Subsidiary of M/s Subam Papers Private Limited.					
(iv) Details of shares held by each shareholder holding more than 5% shares:					
Class of shares / Name of shareholder	As at 31 March, 2022		As at 31 March, 2021		
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares	
Equity shares with voting rights					
T Balakumar	5,000	0.06%	5,000	0.06%	
A.Sudha	5,000	0.06%	5,000	0.06%	
Subam Papers Private Limited	81,90,000	99.88%	81,90,000	99.88%	
v) Shareholding by Promoters					
Class of shares / Name of shareholder	% of Change during the year	As at 31 March, 2022		As at 31 March, 2021	
		Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares with voting rights					
T Balakumar	Nil	5,000	0.06%	5,000	0.06%
A.Sudha	Nil	5,000	0.06%	5,000	0.06%
Subam Papers Private Limited	Nil	81,90,000	99.88%	81,90,000	99.88%
Total		82,00,000	100.00%	82,00,000	100.00%
(vi) As at 31 March, 2022 no shares were reserved for issue under options.(As at 31 March, 2021 Nil shares)					
(vii) Aggregate number and class of shares allotted as fully paid up pursuant to contract(s) without payment being received in cash, bonus shares and shares bought back for the period of 5 years immediately preceding the Balance Sheet date: Nil					
(viii) Details of calls unpaid				Nil	Nil
(ix) Details of forfeited shares				Nil	Nil

SUBAM PAPER AND BOARDS PRIVATE LIMITED
Notes forming part of the financial statements

		As at 31 March, 2022	As at 31 March, 2021
2 RESERVES & SURPLUS			
(a) Surplus / (Deficit) in Statement of Profit and Loss			
Opening balance		-	-
Add: Profit / (Loss) for the year		140.76	-
Closing balance	Total (a)	140.76	-
3 LONG TERM BORROWINGS			
(a) Term loans From HDFC Bank Ltd, Tirunelveli			
Secured		2,839.96	40.93
Unsecured		-	-
	Total (a)	2,839.96	40.93
(b) Term loans From ICICI Bank Ltd, Tirunelveli			
Secured		1,145.03	-
Unsecured		-	-
	Total (b)	1,145.03	-
	Total (a)+(b)	3,984.99	40.93
(c) Loans and advances from related parties			
Secured		-	-
Unsecured		-	-
	Total (c)	-	-
	Total (a+b+c)	3,984.99	40.93

3.(i) Details of terms of repayment for the long-term borrowings and security provided in respect of the secured long-term borrowings:

Particulars	Terms of repayment	As at 31 March, 2022		As at 31 March, 2021	
		Secured	Unsecured	Secured	Unsecured
a)Term loans from banks:	Vide para 3.(i) below				
M/s HDFC Bank Limited,Tirunelveli					
Term Loan I		2,839.96	-	40.93	-
M/s ICICI Bank Limited,Tirunelveli					
Term Loan I		1,145.03	-	-	-
Total -(a)		3,984.99	-	40.93	-
b)Loans and advances from related parties		-	-	-	-
Total -(b)		-	-	-	-
Total -(a+b)		3,984.99	-	40.93	-

3.(i)(a) All the term loans from M/s HDFC Bank Ltd, Tirunelveli, and M/s ICICI Bank Ltd., Tirunelveli, are secured by first charge on the entire block assets of the company created/ to be created out of bank finance under Multi Banking arrangement. The directors of the company have personally guaranteed all the above term loans. The directors of the company have given certain immovable properties in various locations as collateral security for the above credit facilities. Further M/s Subam Papers Private Limited, its Holding Company, has given corporate guarantee favouring M/s HDFC Bank Limited and M/s ICICI Bank Ltd for the above credit facilities.

Year	ICICI Bank	HDFC Bank
2022-2023	-	71.25
2023-2024	209.72	401.09
2024-2025	935.31	415.12
2025-2026	-	415.12
2026-2027	-	415.12
2027-2028	-	415.12
2028-2029	-	415.12
2029-2030	-	343.87
2030-2031	-	19.40
TOTAL	-	1,145.03
Interest payable at monthly rests at		

SUBAM PAPER AND BOARDS PRIVATE LIMITED
Notes forming part of the financial statements

	As at 31 March, 2022	As at 31 March, 2021
3.(i)(b)The Company has not defaulted in repayment of loans and interest for the above loan.		
3.(i)(c) For the current maturities of long-term borrowings, refer Note No. 7(b) "Short Term Borrowings"		
3.(i)(d) The Company has used the borrowings from banks for the specific purpose for which it was taken as at the reporting date.		
3.(i)(e) Registration, Modification and Satisfaction of charges relating to the year under review, had been filed with the Registrar of Companies, within the prescribed time.		
3.(ii) The loans from the directors and their relatives are without any stipulation as to the period of repayment and some of the loans from directors carry interest.		
4 DEFERRED TAX LIABILITY:		
Depreciation & Related items	0.32	
In respect of unpaid gratuity provision		
Net Deferred tax liability	0.32	
(Decrease)/Accretion in Deferred Tax Liability	0.32	
Deferred Tax Liability provided during the year	0.32	
5 OTHER NON CURRENT LIABILITIES		
Amount received from Holding Company M/s. Subam Papers Private Limited	3,450.22	1,411.69
Total	3,450.22	1,411.69
6 LONG TERM PROVISIONS	-	-
7 SHORT TERM BORROWINGS	-	-
(a) Loans repayable on demand	-	-
(b) Current maturities of long term debt		
Term Loan from M/s HDFC Bank Ltd.	71.25	-
Unsecured	-	-
Total	71.25	-
8 TRADE PAYABLES:		
Trade payables:		
a) For Purchase of Raw material and stores		
i) Due to Micro and Small Enterprises (PI refer Note No.36)	-	-
ii) Others parties	966.22	-
b) Others	-	-
Total	966.22	-
Note		
(i) Refer Note No: 32.2 for ageing of trade payables		
9 OTHER CURRENT LIABILITIES:		
(a) Interest accrued and due on borrowings	-	0.11
(b) Other payables		
(i) Payables for statutory liabilities	22.66	0.07
(ii) Expenses	63.85	0.01
(iii) Liability for capital goods	94.29	3.63
(iv) Advance from parties	14.28	-
Total	195.07	3.81
10 SHORT TERM PROVISIONS:		
(a) Provision		
(i) Provision for tax	33.21	-
Total	33.21	-

SUBAM PAPER AND BOARDS PRIVATE LIMITED
Notes forming part of the financial statements

11 FIXED ASSETS:

A. Tangible assets	Gross block			Accumulated depreciation and impairment			Net Block		
	Balance as at 1 April, 2021	Additions	Disposals	Balance as at 31 March, 2022	Balance as at 1 April, 2021	Eliminated on disposal of assets	Depreciation/ amortisation expense for the year	Balance as at 31 March, 2022	Balance as at 31 March, 2021
	(Rupees in Lakhs)								
(a) Land									
(b) Buildings					-- Leasehold --				
(c) Plant and Equipment		37.25		37.25			1.63	1.63	
Total		37.25		37.25			1.63	1.63	

Depreciation and amortisation relating to continuing operations:

Particulars	As at 31 March, 2022	As at 31 March, 2021
	Rs.	Rs.
Depreciation and amortisation for the year on tangible assets	1.63	-
Depreciation and amortisation for the year on intangible assets	-	-
Less: Utilised from revaluation reserve	-	-
Depreciation and amortisation relating to continuing operations	1.63	-

Note:

- The title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date.
- The Company has not revalued its Property, Plant and Equipment (including Right-of-Use Asset) since the Company has adopted cost model as its accounting policy to an entire class of Property, Plant and Equipment in accordance with Ind AS 16.
- The Company has no intangible assets as at the balance sheet date.

SUBAM PAPER AND BOARDS PRIVATE LIMITED
Notes forming part of the financial statements

		As at 31 March, 2022	As at 31 March, 2021
	Particulars	(Rs. In Lakhs)	
12	NON CURRENT INVESTMENT:	-	-
13	LONG TERM LOANS & ADVANCES:		
	(a) Capital goods advances - Unsecured, considered good	1,686.12	1,653.46
	Total	1,686.12	1,653.46
	Note: The Company has not granted any loan or advance in the nature of loan to promoters, directors, KMPs and other related parties that are repayable on demand or without specifying any terms or period of repayment.		
14	DEFERRED TAX ASSET	-	-
15	OTHER NON CURRENT ASSETS		
	(a) Security deposits - Tamilnadu Generation and Distribution Corporation Ltd. (TANGEDCO) and other Government Departments - Secured and Considered Good	6.51	-
	b) Pre-operative expenses to be capitalised	449.58	9.77
	c) Preliminary expenses to the extent not written off	10.66	13.33
	Total	466.75	23.10
16	INVENTORIES:		
	(a) Raw materials	225.32	-
	(b) Finished goods	231.61	-
	(c) Stores and spares	45.04	-
	Total	501.98	-
	Note: Details of inventory of Finished Goods		
	Paper Board	231.61	-
	Total	231.61	-
	Note (i) For mode valuation please refer clause 2.4(b) of Significant Accounting policies		
	Note (ii) The Company has physically verified the inventories at reasonable intervals and there are no discrepancies of 10% or more in the aggregate for each class of inventory were noticed during such verification.		
17	TRADE RECEIVABLES:		
	a) Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
	Secured, considered good	-	-
	Unsecured, considered good- Third Parties	-	-
	Unsecured, considered good-Associate concerns	-	-
	Doubtful	-	-
	Less: Provision for doubtful trade receivables	-	-
	Total(a)	-	-
	b) Other Trade receivables		
	Secured, considered good	-	-
	Unsecured, considered good- Third Parties	1,768.75	-
	Unsecured, considered good-Associate concerns	-	-
	Doubtful	-	-
	Less: Provision for doubtful trade receivables	1,768.75	-
	Total(b)	1,768.75	-
	Total (a+b)	1,768.75	-

SUBAM PAPER AND BOARDS PRIVATE LIMITED
Notes forming part of the financial statements

		As at 31 March, 2022	As at 31 March, 2021
	Particulars	(Rs. In Lakhs)	
	Note (i) Refer Note No: 32.1 for ageing of receivables		
	Note:(i) Trade receivables are neither due from directors or other officers of the Company either severally or jointly with any other person, nor any trade or other receivables are due from firms or private companies respectively in which any director is a partner, a director or a member.		
18	CASH AND CASH EQUIVALENTS:		
	(a) Cash on hand	12.12	0.12
	(b) Cheques, drafts on hand	-	-
	(c) Balances with banks		
	(i) In current accounts	183.38	27.49
	(ii) In deposit accounts	102.20	-
	Total	297.70	27.61
	(i) Balances with banks in deposit accounts of Rs.102.20/- are having maturity period of more than twelve months.		
19	SHORT TERM LOANS & ADVANCES:		
	(a) Balances with government authorities		
	Unsecured, considered good		
	(i) TDS and Advance Tax	1.71	0.26
	(ii) GST credit available	658.31	96.10
	(b) Advance for Raw materials, Stores & others		
	Unsecured, considered good	6.89	-
	c) Others	5.11	-
	Total	672.02	96.36
	Note: The Company has not granted any loan or advance in the nature of loan to promoters, directors, KMPs and other related parties that are repayable on demand or without specifying any terms or period of repayment.		
20	OTHER CURRENT ASSETS:		
	Interest accrued but not claimed	1.98	-
	Total	1.98	-

SUBAM PAPER AND BOARDS PRIVATE LIMITED
Notes forming part of the financial statements

		For the year ended 31 March, 2022	For the year ended 31 March, 2021
	Particulars	(Rs. In Lakhs)	
21 REVENUE FROM OPERATIONS:			
(a)	Sale of products (Refer Note (i) below)	3,539.89	-
	Total	3,539.89	-
(i)	Sale of products comprises		
	<u>Manufactured goods</u>		
	Sale of Paper, Paper Boards, Paper cores, Paper Tubes and Paper Cones	3,539.89	
	Total - Sale of manufactured goods	3,539.89	-
22 OTHER INCOME:			
(a)	Interest income (Refer Note (i) below)	2.36	-
(b)	Other non-operating income (Refer Note (ii) below)	35.66	-
	Total	38.02	-
(i)	<u>Interest income comprises:</u>		
	a) Interest from Tamilnadu Generation and Distribution Corporation Ltd. (TANGEDCO)	0.14	-
	b) Interest from M/s.ICICI Bank Ltd.	2.22	-
	Total (a)	2.36	-
(ii)	<u>Other non-operating income comprises:</u>		
	a) Scrap sales	35.66	-
	Total (b)	35.66	-
	Total (a)+(b)	38.02	-
23.a COST OF MATERIALS CONSUMED:			
	Opening stock	-	-
	Add: Purchases	2,966.84	-
		2,966.84	-
	Less: Closing stock	225.32	-
	Cost of material consumed	2,741.52	-
23.b PURCHASE OF TRADED GOODS:			
		-	-
23.c CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN TRADE:			
	<u>Inventories at the end of the year:</u>		
	Finished goods	231.61	-
		231.61	-
	<u>Inventories at the beginning of the year:</u>		
	Finished goods	-	-
		-	-
	Net (increase) / decrease	-231.61	-
24 EMPLOYEE BENEFIT EXPENSES:			
	a) Salaries and wages	219.03	-
	b) Contributions to provident and other funds	4.79	-
	c) Staff & Labour welfare expenses	2.01	-
	Total	225.84	-
25 FINANCE COSTS:			
(a)	Interest expense on:		
	(i) Others	194.90	-
	Total	194.90	-

SUBAM PAPER AND BOARDS PRIVATE LIMITED
Notes forming part of the financial statements

		For the year ended 31 March, 2022	For the year ended 31 March, 2021
	Particulars	(Rs. In Lakhs)	
26	<u>OTHER EXPENSES:</u>		
	a)Consumption of stores and spare parts	123.72	-
	b)Power and fuel	151.90	-
	c)Repairs and maintenance - Machinery	30.75	-
	d)Repairs and maintenance - Building	5.63	-
	e)Repairs and maintenance - Others	13.92	-
	f)Rates and taxes	0.01	-
	g) Lease rent	3.00	-
	h)Other expenses(Refer Note (i) below)	142.42	-
	Total	471.35	-
	<u>Note (i)Other Expenses</u>		
	a)Postage & Telephone	0.68	-
	b)Travelling and conveyance	7.32	-
	c)Printing and stationery	0.95	-
	d)Advertisement expenses	0.13	-
	e)Payments to auditors (Refer Note (ii) below)	2.50	-
	f)Miscellaneous expenses	0.74	-
	g)Legal fees	0.24	-
	h)Professional charges	0.08	-
	i) Rebate and discount	1.45	-
	j) Freight charges	125.64	-
	k) Preliminary expenes	2.67	-
	Total	142.42	-
	<u>Note (ii) Payment to auditors</u>		
	<u>(ii) Payments to the auditors comprises:</u>		
	As auditors - Statutory Audit	1.50	-
	For taxation matters	0.50	-
	For reimbursement of expenses	0.50	-
	Total	2.50	-
26 a	<u>Exceptional Items</u>	-	-

SUBAM PAPER AND BOARDS PRIVATE LIMITED

Notes forming part of the financial statements

27	Estimated amount of contract remaining to be executed on capital accounts and not provided for Rs. NIL						
28	Confirmation of balances from certain parties due to and due from the company has not been received by the Company.						
29	Figures have been rounded off to the nearest lakhs.						
30	Previous year's figures have been re-grouped wherever necessary to conform to the classification of this year.						
31	As the company has only one segment of activity, namely Paper, Paper Boards, Paper cores, Paper Tubes and Paper Cones, the requirement of segment reporting as required under Accounting Standard No.17 (AS-17) does not arise.						
32	Additional regulatory and other information as required by the Schedule III to the Companies Act 2013						
32.1	Trade Receivables ageing Schedule						
	As at March 31, 2022						
	Particulars	Outstanding for following periods from the date of transaction					Total
		Less than Six Months	6 Months to - 1Year	1-2 Years	2-3 Years	More than 3 Years	
	Undisputed Trade Receivables - Considered good	1,768.75	-	-	-	-	1,768.75
	Undisputed Trade Receivables - Considered doubtful	-	-	-	-	-	-
	Disputed Trade Receivables - Considered good	-	-	-	-	-	-
	Disputed Trade Receivables - Considered doubtful	-	-	-	-	-	-
	Total	1,768.75	-	-	-	-	1,768.75
	As at March 31, 2021						
	Particulars	Outstanding for following periods from the date of transaction					Total
		Less than Six Months	6 Months to - 1Year	1-2 Years	2-3 Years	More than 3 Years	
	Undisputed Trade Receivables - Considered good	-	-	-	-	-	-
	Undisputed Trade Receivables - Considered doubtful	-	-	-	-	-	-
	Disputed Trade Receivables - Considered good	-	-	-	-	-	-
	Disputed Trade Receivables - Considered doubtful	-	-	-	-	-	-
	Total	-	-	-	-	-	-

SUBAM PAPER AND BOARDS PRIVATE LIMITED
Notes forming part of the financial statements

32.2 Trade Payables ageing Schedule					
Particulars	Outstanding for following periods from the date of transaction				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
As at March 31, 2022					
MSME	-	-	-	-	-
Others	966.22	-	-	-	966.22
(i) Disputed dues – MSME	-	-	-	-	-
(ii) Disputed dues – Others	-	-	-	-	-
Total	966.22	-	-	-	966.22
As at March 31, 2021					
MSME	-	-	-	-	-
Others	-	-	-	-	-
(i) Disputed dues – MSME	-	-	-	-	-
(ii) Disputed dues – Others	-	-	-	-	-
Total	-	-	-	-	-
32.3 Borrowings from banks					
The company has not availed any working capital limits from Banks and Financial Institutions on the basis of security of current assets and hence the filing of quarterly returns or statements by the company with banks does not arise.					
32.4 FINANCIAL RATIOS					
	Unit of measurement	2021-2022	2020-2021	Variance in %	
a) Current Ratio	In multiple	2.56	32.51	-92.12	
b) Debt-Equity Ratio	In multiple	773.89	177.15	-336.86	
c) Debt Service Coverage Ratio,	In multiple	NA	N.A	NA	
d) Return on Equity Ratio	In %	15.81	N.A	NA	
e) Inventory turnover ratio	In Days	25.60	N.A	NA	
f) Trade Receivables turnover ratio,	In Days	90.22	N.A	NA	
g) Trade payables turnover ratio	In Days	49.28	N.A	NA	
h) Net capital turnover ratio	In Days	106.95	N.A	NA	
i) Net profit ratio	In %	3.93	N.A	NA	
j) Return on Capital employed	In %	6.29	N.A	NA	
k) Return on investment	In %	0.02	N.A	NA	
32.4(a) Formula adopted for the calculation of the above ratios					
a) Current Ratio = Current Assets / Current Liabilities					
b) Debt-Equity Ratio = Total Debt / Total Equity					
c) Debt Service Coverage Ratio = (EBITDA – Current Tax) / (Principal Repayment + Gross Interest on term loans)					
d) Return on Equity Ratio = Total Comprehensive Income / Average Total Equity					
e) Inventory Turnover Ratio (Average Inventory days) = 365 / (Net Revenue / Average Inventories)					
f) Trade receivables Turnover Ratio (Average Receivables days) = 365 / (Net Revenue / Average Trade receivables)					
g) Trade Payables Turnover Ratio (Average Payable days) = 365 / (Net Revenue / Average Trade payables)					
h) Net Capital Turnover Ratio = Average Working Capital / Net Sales * 365					
i) Net Profit Ratio = Net Profit / Net Revenue					
j) Return on Capital employed = (Total Comprehensive Income + Interest) / (Average of (Equity + Total Debt))					
k) Return on Investment (Assets) = Total Comprehensive Income / Average Total Assets					

SUBAM PAPER AND BOARDS PRIVATE LIMITED

Notes forming part of the financial statements

32.4(b)	Reasons for variation over 25%	
	As this being the first year of commercial operations, reason for variations over 25% does not arise.	
32.5	There are no proceedings initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder	
32.6	The Company is not declared as a "Wilful Defaulter" by any bank or financial institution or other lenders in accordance with the guidelines on Wilful Defaulters by the Reserve Bank of India.	
32.7	The Company has not entered into any transactions with Companies struck off under section 248 of the Companies Act 2013 or section 560 of the Companies Act 1956.	
32.8	The Company is a Subsidiary company of M/s Subam Paper Private Limited whose shareholding is 99.88%. The Company doesn't hold any shares in other Companies.	
32.9	The Company has not advanced or loaned or invested funds from borrowing or share premium or from any other source or kind of funds during the year.	
32.10	The Company do not have any transaction which are not recorded in the books of accounts that has been surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 during any of the years.	
32.11	The Company did not trade or invest in Crypto Currency or virtual currency during the financial year. Hence, disclosures relating to it are not applicable.	
32.12	There are no Scheme of Arrangements approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013 during the year.	
33	RELATED PARTY TRANSACTIONS	
	As per Accounting Standard No – 18 issued by the Companies (Accounting Standard) Rules, 2006, and the Institute of Chartered Accountants of India, the company's related parties are given below.	
	i) List of Related parties with whom transactions have taken place and relationships:	
S.No	Name of the Related Party	Relationship
1	Subam Papers Private Limited	Holding Company
2	Saradhambika Paper & Board Mills P Ltd	KMPs Interested Concern
3	Unicone	KMP's Interested Concern
4	B M M Paper Board P Ltd.	KMPs Interested Concern
5	Universal Paper conversion	KMPs Interested Concern
	ii) Transaction during the year with related parties:	
1	Name of Related Party	Relationship
	Subam Papers Private Limited	Holding Company
	Nature of Transaction	(Rs. In Lakhs)
		2021-2022 2020-2021
	Shares issued	819.00 819.00
	Advance received	3,450.22 1,411.69
	Goods Purchased	2,324.24 -
	Goods sold	399.60 -
	Interest paid	194.90 -
2	Name of Related Party	Relationship
	Saradhambika Paper & Board Mills P Ltd	KMPs Interested Concern
	Nature of Transaction	(Rs. In Lakhs)
		2021-2022 2020-2021
	Purchase of goods	431.29 -
	Trade payables	384.15 -

SUBAM PAPER AND BOARDS PRIVATE LIMITED
Notes forming part of the financial statements

3	Name of Related Party	Relationship		
	Unicone	KMP's Interested Concern		
	Nature of Transaction	(Rs. In Lakhs)		
		2021-2022	2020-2021	
	Purchase of goods	149.20	-	
	Trade payables	149.20	-	
4	Name of Related Party	Relationship		
	B M M Paper Board P Ltd.	B M M Paper Board P Ltd.		
	Nature of Transaction			
		2021-2022	2020-2021	
	Lease rent paid	1.42	-	
	Trade payables	1.42	-	
34	Contingent Liabilities & Commitments			
35	The company's income-tax assessment is provisionally completed up to the assessment year 2021-22 and there are no disputed demands in respect of the completed assessment.			
36	i) The management of the Company segregates the amounts due to Micro and Small Enterprises and others in respect of goods supplied or service rendered on the basis of the declarations received from the concerned supplier/service provider and the provisions of Micro, Small and Medium Enterprises Development Act, 2006 are applied accordingly.			
	ii) The company has not received any Memorandum as required to be filed by the suppliers with the notified authority under the Micro, Small and Medium Enterprises Development Act, 2006, claiming their status as Micro, Small and Medium enterprises. In view of this the amount paid/payable to these parties during the year 2021-22 is Rs. Nil.			
37	As required by Accounting Standard -28 (Impairment of Asset), the management reviewed the potential generation of economic benefits from the fixed assets and in the opinion of the management, the carrying amount of the fixed assets of the company is less than its recoverable amount and no provision need to be made towards impairment loss.			
38	Earnings Per Share (In Rupee)			
S.No.	Particulars	Unit	2021-2022	2020-21
1	Net Profit after Tax (A)	Rs. In Lakhs	140.76	-
2	No. of shares (B)	No.s	82,00,000	-
3	Basic earnings per share for Rs.10/- each (A/B)	Rs.	1.72	-
39	Value of Raw material, Yarn & Stores & Spares consumption			
	PARTICULARS	Unit	As at 31 March, 2022	As at 31 March, 2021
			(Rs. In Lakhs)	
	Raw Material:			
	Opening stock	Rs.	-	-
	Purchases	Rs.	2,966.84	-
	Closing stock	Rs.	225.32	-
	Consumption	Rs.	2,741.52	-
	Opening stock of paper tubes and cones		-	-
	Sale & home consumption of paper tubes and cones		3,539.89	-
	Closing stock of cotton yarn		231.61	-

SUBAM PAPER AND BOARDS PRIVATE LIMITED**Notes forming part of the financial statements**

40	Expenditure in Foreign Exchange			
	Import of capital goods - Machinery		2,185.70	-
	Advance for capital goods - Machinery		668.74	-
	Liability for capital goods - Machinery		1.96	-
41	<u>CONSUMPTION OF RAW MATERIALS</u>			
	Waste Paper-Indigenous	100%	2,741.52	-
	Waster Paper -Imported	-	-	-
42	<u>CONSUMPTION OF STORES & SPARES</u>			
	Indigenous	100%	123.72	-
	Imported	-	-	-
43	Amount remitted during the year on account of dividends in foreign currency		-	-
44	Earnings in Foreign Exchange		-	-