

SUBAM PAPERS PRIVATE LIMITED  
TIRUNELVELI – 627 010  
CIN: U21012TN2004PTC054403

17th ANNUAL REPORT  
2020 - 2021

AUDITED BALANCE SHEET AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED  
31ST MARCH 2021

**SUBAM PAPERS PRIVATE LIMITED**

**CIN: U21012TN2004PTC054403**

**ANNUAL REPORT 2020-21**

**BOARD OF DIRECTORS**

Shri T Balakumar

Smt A Sudha

Ms. B Madhumitha

Shri P Balagurunathan

Shri R Venkatesh

**BANKERS**

M/s Tamilnad Mercantile Bank Ltd

No.9 South Car Street

Sankarankovil - 627 756

M/s Axis Bank Limited

No.12 East Car Street

Tirunelveli - 627006

M/s H.D.F.C. Bank Ltd.

342/2, North Bye-pass Road

Vannarpettai Branch

Tirunelveli - 627 002

M/s ICICI Bank Ltd

**AUDITORS**

Mr.M. Karuppa Gnaniar

Chartered Accountant

Rajapalayam – 626 117

**REGISTERED OFFICE & FACTORY**

S.F.No.143-146 VADUGANPATTI VILLAGE

NADUKALLUR TO TIRUNELVELI

TIRUNELVELI – 627 010

**SUBAM PAPERS PRIVATE LIMITED**  
**TIRUNELVELI – 627 010**

**NOTICE**

NOTICE is hereby given that the Seventeenth Annual General Meeting of the Company will be held on Monday, the 29th November 2021 at the Registered Office of the Company at S.F.No.143-146 Vaduganpatti Village, Nadukallur To Tirunelveli – 627 010, Tirunelveli District, 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 2021, the Balance Sheet as on that date together, Cash Flow statement for the year ended 31st March 2021 with the Directors' and Auditors' Report thereon.
- 2 To appoint Managing Director in the place of Shri T BALAKUMAR who retires at this meeting and being eligible offers himself for re-appointment.
- 3 To appoint Director in the place of Smt.A. SUDHA who retires at this meeting and being eligible offers herself for re-appointment.
- 4 To appoint Director in the place of Selvi B MADHUMITHA who retires at this meeting and being eligible offers herself for re-appointment.
- 5 To appoint Director in the place of Shri P BALAGURUNATHAN who retires at this meeting and being eligible offers himself for re-appointment.
- 6 To appoint Director in the place of Shri R VENKATESH who retires at this meeting and being eligible offers himself for re-appointment.

**By Order of the Board**

*T Balakumar*

**T BALAKUMAR**

**CHAIRMAN & MANAGING DIRECTOR**

TIRUNELVELI

17th November 2021

- NOTE
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.

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**SUBAM PAPERS PRIVATE LIMITED**  
**DIRECTORS' REPORT FOR THE FINANCIAL YEAR 2020-2021**

To  
The Members

Your directors have pleasure in presenting their Seventeenth Annual Report on the affairs of the company together with the Audited Statement of Accounts for the year ended 31st March, 2021.

**1. Financial Highlights**

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

(Rupees in Lakhs)

Particulars	Year ended		Year ended	
	31st	March	31st	March
	2021		2020	
Sales & Other operating income	26,789.28		24,411.13	
Other Income	350.96		798.69	
<b>Total Income</b>	<b>27,140.25</b>		<b>25,209.82</b>	
Profit before Financial Cost, Depreciation and Taxation	5,100.74		3,868.20	
Less: Financial Cost	194.87		11.53	
Operating profit before Preliminary exps., Depreciation & Less: Depreciation & Preliminary expenses written off	4,905.87		3,856.67	
Less: Exceptional items	831.56		810.43	
Less: Extra-ordinary items	1,196.79		3.93	
	-		-	
<b>Profit/(Loss) before Taxation</b>	<b>2,877.52</b>		<b>3,042.31</b>	
<b>Less:</b>				
i) Tax expense	820.70		945.53	
ii) Deferred Tax	-103.44		-86.37	
<b>Profit/(Loss) after tax</b>	<b>2,160.27</b>		<b>2,183.14</b>	
Less: Transferred to General Reserve	1,000.00		1,000.00	
Less: Redemption of Preference shares	-		121.99	
Less: Transferred to Preference Share Redemption Reserve	-		3.95	
Add : Balance B/F from previous year	5,990.34		4,933.14	
Balance Profit / (Loss) C/F to next year	7,150.61		5,990.34	

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

Your directors report that despite loss of production in the months of April, May and June 2020 due to lock down restrictions, the topline registered nearly 8% increase over the corresponding previous year. As in the previous year the value of power generated from the windmill dropped by nearly 17%. The reasons for such drop is lower wind velocity and some maintenance issues in the Windmills. The earnings before interest, depreciation and taxation has registered an impressive growth of nearly 32% over the corresponding previous year due to better market conditions.

The insurance company has repudiated the claim lodged by the company in connection with the fire accident occurred in the financial year 2018-19 on unreasonable grounds. The company is in the process of taking legal remedy in the appropriate forum. As the finality of such proceedings will take considerable time, it has been decided to book the loss in the year of repudiation i.e. in the year under audit. If the outcome of the appeal is in company's favour, the same will be credited to income in the year of receipt.

Production and Sales in the first quarter of FY 2021-22 had slightly contracted due to COVID 19 lockdown restrictions. But your directors are hopeful of bettering the performance in the current year.

**3. Amounts Transferred to Reserves:**

The company has transferred Rs.10.00 crores to General Reserves during the year.

**4. Dividend:**

The Company has not declared any dividend during the year under audit.

**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.

**SUBAM PAPERS PRIVATE LIMITED**  
**DIRECTORS' REPORT FOR THE FINANCIAL YEAR 2020-2021**

**7. Material Changes between the date of 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 has one subsidiary company M/s.Subam Paper and Boards Private Limited as on March 31, 2021 and two Associate Companies 1. M/s B.M.M. Paper Board Private Limited, Sankarankovil and 2. M/s Saradhambika Paper and Board Mills Private Limited as given in Annexure I and the Consolidated Financial Statements are annexed.

**9. Statutory Auditor & Audit Report:**

Mr.Karuppa Gnaniar, Chartered Accountant, Statutory Auditor of the Company (M.No:018656) hold office until the conclusion of the Eighteenth Annual General Meeting. The Company has received a certificate from the Statutory Auditor to the effect that his appointment is within the limits prescribed.

**10. Explanation to Auditor's Remarks:**

1)The Auditor of the Company has pointed out in his Note No.26 that confirmation of balances due to/due from the company has not been received which is being obtained.

2) The Auditor of the Company has pointed out in his report that gratuity payable to employees is not provided on actuarial basis as provided under the Accounting Standard No:15- Employee Benefits. In this connection it is stated that gratuity liability is computed as per the Payment of Gratuity Act 1972 and provision is made accordingly which is sufficient to cover the liability.

3) The Statutory Auditor of the Company has pointed out in his report that advances were given to M/s.Unicone, Sole Proprietary concern of Mr.T Balakumar, Managing Director of the Company, and M/s. Mayura Packaging Private Limited, wherein a Director of the Company is a Director, amounting to Rs.18.89 crores and Rs.5.60 crores respectively. In this connection it is stated that the Company is having regular business transactions with these concerns and the details of such transactions are given in Note No: 29 Related Party transactions disclosures. Interest is charged on these advances at 12% on diminishing balance method and the interest collected/credited during the year amounted to Rs.66.63 lakhs. As the said transaction is of business nature in the regular course of business, the provisions of section 185 of the Companies Act 2013 are not applicable to such advances.

**11. Details of directors or key managerial personnel:**

All the directors of the company, who retire at this annual general meeting and being eligible, offer themselves for reappointment.

**12. Deposits:**

The Company has not invited/ accepted any deposits from the public during the year ended March 31, 2021. There were no unclaimed or unpaid deposits as on March 31, 2021.

**13. Conservation of energy, technology absorption, foreign exchange earnings and 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 II".

**SUBAM PAPERS PRIVATE LIMITED**  
**DIRECTORS' REPORT FOR THE FINANCIAL YEAR 2020-2021**

**14. Corporate Social Responsibility:**

In terms of Section 135 and Schedule VII of the Companies Act, 2013, the Board of Directors of the Company have formed a Corporate Social Responsibility (CSR) Committee. The CSR Committee of the Board have formulated necessary CSR policy which is available with the Company. The CSR Committee have identified Rural Development, Education and Sports, Health Care, Water & Sanitation, Swatch Bharath Scheme etc. which are in accordance with Schedule VII of the Companies Act 2013. The Company has spent Rs.5.82 lakhs during FY 2020-21 towards the CSR obligation of FY 2018-19 and the unspent amount is deposited in a separate bank account. The company couldn't spent the amounts within 2020-2021 fiscal as proper projects couldn't be identified. The company will expedite the spending of CSR obligation in the current year. The report on Corporate Social Responsibility (CSR) activities as prescribed under Companies (Corporate Social Responsibility Policy) 2014 is given in Annexure No.III

**15. Number of meeting of the Board:**

The Board of Directors of the company met fifteen times on 13.4.20, 15.6.20, 19.6.20, 6.7.20, 31.8.20, 16.12.20, 21.12.20, 25.12.20, 28.12.20, 4.1.21, 1.2.21, 15.2.21, 17.2.21, 25.2.21 and 27.2.21 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, 2021, 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, 2021 and of the Profit of the company for that period;
- (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:**

Complete details of Loans, Guarantees and Investments covered under Sec 186 of Companies Act, 2013 is given in Annexure IV.

**18. Particulars of Employee:**

Particulars of employee who have received remuneration exceeding the limit as stated in rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is annexed.

**19. EXTRACT OF THE ANNUAL RETURN IN FORM MGT-9:**

Pursuant to section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management and Administration) Rules, 2014, extract of FORM MGT -9 is annexed.

**SUBAM PAPERS PRIVATE LIMITED**  
**DIRECTORS' REPORT FOR THE FINANCIAL YEAR 2020-2021**

**20. 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 2020-21 in the prescribed format - AOC 2 has been enclosed with the report as Annexure V.

**21. 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

**22. 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.

**23. 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 the same are maintained.

**24. 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 Mr. P. Balagurunathan, Director of the Company and is active.

**25. Acknowledgement**

Your Directors take this opportunity to place on record their sincere thanks to M/s Tamilnadu Mercantile Bank Ltd., Sankarankovil, M/s Axis Bank Limited, M/s HDFC Bank Limited, Tirunelveli, and M/s ICICI Bank Ltd. for their continued assistance and co-operation and look forward to do the same also 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*

T BALAKUMAR

CHAIRMAN & MANAGING DIRECTOR

TIRUNELVELI  
17th November 2021

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**SUBAM PAPERS PRIVATE LIMITED**  
**ANNEXURE I TO DIRECTORS REPORT FOR THE FINANCIAL YEAR 2020-21**  
**Form AOC-I**

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounting) Rules, 2014)

Statement containing salient features of the financial statement of Associate Companies

**PART "A": SUBSIDIARIES**

S.No	Particulars	Rs.
1	Number of subsidiary Companies	1
2	Name of the Subsidiary	Subam Paper and Boards Private Limited
3	The date since when subsidiary was acquired	7.8.2020
4	Reporting period for the subsidiary concerned, if different from the holding company's reporting period.	Not Applicable
5	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	Not Applicable
6	Share capital	8,20,00,000
7	Reserves and surplus	-
8	Total assets	22,76,42,903
9	Total Liabilities	14,56,42,903
10	Investments	-
11	Turnover	-
12	Profit before taxation	-
13	Provision for taxation	-
14	Profit after taxation	-
15	Proposed Dividend	-
16	Extent of shareholding (in percentage)	99.88%
	<b>Note</b>	
A	Name of subsidiary which is yet to commence operations	Subam Paper and Boards Private Limited
B	Name of subsidiary which has been liquidated or sold during the year.	Nil

**PART "B": Associates**

Statement pursuant to Section 129(3) of the Companies Act, 2013, related to Associate Companies and Joint Ventures

Name of Associates	M/s B.M.M. PAPER BOARD PRIVATE LIMITED	M/s SARADHAMBHIKA PAPER & BOARD MILLS PRIVATE LIMITED
1 Latest audited Balance Sheet Date	31-03-2021	31-03-2021
2 Shares of Associate held by the Company on the year end		
Nos.	60,000	47,250
Amount of investment in Associates	6,00,000	2,40,04,500
Extent of Holding %	28.57	28.13
3 Description of how there is significant influence	Through Shareholding	
4 Reason why the associate is not consolidated	Not applicable	
5 Net worth attributable to shareholding as per latest audited Balance Sheet	4,14,21,923	3,99,90,201
6 Profit/Loss for the year	1,35,13,131	2,14,66,641
i) Considered in Consolidation (28.57%/28.13% shares)	38,63,766	60,37,493
ii) Not Considered in Consolidation	96,49,365	1,54,29,148

For and on behalf of the Board of Directors

  
**T BALAKUMAR**  
 CHAIRMAN & MANAGING DIRECTOR

TIRUNELVELI  
 17th November 2021

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**SUBAM PAPERS PRIVATE LIMITED**  
**ANNEXURE II TO DIRECTORS REPORT FOR THE FINANCIAL YEAR 2020-21**

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

Particulars	
<b>a) Conservation of Energy:</b>	
Steps taken for conservation	1.Power capacitors are provided to ensure saving in energy. 2. All the key machinery parts are properly maintained/replaced on a regular basis to improve the productivity and to reduce the power consumption. 3.With close preventive maintenance system in place, energy consumption is closely monitored.
Steps taken for utilizing alternate sources of energy	As a measure of utilizing alternate source of energy, the company has installed two wind mills with a capacity of 1.700 MWH. The company has plans to go for solar power plant to harness solar energy.
Capital investment on energy conservation Equipment	Investment in wind mill Rs.10.43 crores as on 31st March 2021.
<b>b) Technology Absorption :</b>	
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
<b>c) Foreign Exchange Earnings/ Outgo:</b>	
<b><u>Earnings</u></b>	
Sale of goods (Net of Exchange difference)	Rs. 87,40,58,820
<b><u>Outgo</u></b>	
Import of raw materials	Rs. 91,66,74,426
Import of spares	Rs. 29,16,973

For and on behalf of the Board of Directors

*T Balakumar*

T BALAKUMAR

CHAIRMAN & MANAGING DIRECTOR

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TIRUNELVELI  
17th November 2021

**SUBAM PAPERS PRIVATE LIMITED**  
**ANNEXURE III TO DIRECTORS' REPORT FOR FINANCIAL YEAR 2020-21 - CORPORATE SOCIAL RESPONSIBILITY**  
**FORMAT OF THE ANNUAL REPORT ON CSR ACTIVITIES TO BE INCLUDED IN THE BOARD'S REPORT**

Sr. No.	Particulars	Remarks					
1	A Brief outline of the Company's CSR policy, including overview of Projects or Programs proposed to be undertaken and a reference to the web-link to the CSR policy and project or programs.	The Corporate Social Responsibility committee has identified Rural Development, Health and Sanitation, Education & Sports and Swatch Bharath Scheme as its main areas for CSR spending. Detailed company's CSR Policy including the over view of projects and programmes is kept in the company which can be verified by the members at any time after giving due notice.					
2	The Composition of the CSR Committee	The CSR committee of the company consists of Three directors namely 1. R. Venkatesh, 2. A Sudha and 3. B Madhumitha					
3	Average net profit of the Company for last three financial years.	Rs. 30,55,43,649					
4	Prescribed CSR Expenditure (two percent of the amount as in item 3 above).	Rs. 61,10,873					
5	Details of CSR spent during the financial year: a) Total amount to be spent for the financial year b) Amount unspent, if any; c) Manner in which the amount spent during the financial year is detailed below	Rs. 0.00 Rs. 61,10,873					
(1)							
Sl.No.	(2) CSR Project or activity Identified	(3) Sector in which the Project is Covered	(4) Projects or Programs (1) Local area or other (2) Specify the State and District where projects or Programs was undertaken	(5) Amount outlay (budget) project or Programs wise	(6) Amount spent on the projects or programs Sub-heads: (1) Direct Expenditure on projects or programs (2) Overheads:	(7) Cumulative expenditure upto to the reporting period	(8) Amount spent: Direct or through implementing agency*
	Covid 19 relief	Medical relief	Tirunelveli District, Tirunelveli	582003	582003	582003	Direct
2.	A responsibility statement of the CSR Committee that the implementation and monitoring of CSR policy, is in compliance with CSR objectives and Policy of the company.						
	(Chief Executive Officer or Managing Director or Director)		(Person specified under clause (d) of sub-section (1) of section 380 of the Act)				
	1. R. Venkatesh, Director 2. A.Sudha, Whole-time Director 3. B.Madhumitha, Director		Chairman (where Applicable)				

TIRUNELVELI  
17th November 2021

*R. Balakumar*  
T BALAKUMAR  
CHAIRMAN & MANAGING DIRECTOR

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**SUBAM PAPERS PRIVATE LIMITED  
ANNEXURE IV TO DIRECTORS REPORT**

**Details of Investments**

S.No.	Details of Investment	Details of Investee	Amount Rs.	Purpose for which proceeds from investment proposed to be utilized by the recipient	Time period for which it is given
1	60,000 Equity shares of Rs.10/- each	M/s. B.M.M. Paper Board Private Limited	6,00,000	The Company is purchasing Wind Power from M/s B.M.M. Paper Boards Private Limited. For such purchase of power, the company has to have not less than 26% shareholding in the power producing company and hence this investment.	Till the power purchase arrangement is in force.
2	47,250 Equity shares	M/s. Saradhambika Paper & Board Mills Private Limited	2,40,04,500	Investment purpose	No such limitation
3	81,90,000 Equity shares	M/s Subam Paper and Boards Private Ltd.	8,19,00,000	Subsidiary Company	No such limitation

**Details of Guarantee / Security Provided**

S.No.	Date of providing security/guarantee	Details of recipient	Amount Rs.		Time period for which it is given
1		Subam Paper and Boards P Ltd.	75,00,00,000	For business purpose	Till repayment of credit facilities by the said company

For and on behalf of the Board of Directors,

*T Balakumar*

T BALAKUMAR  
CHAIRMAN & MANAGING DIRECTOR

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TIRUNELVELI  
17th November 2021.

**SUBAM PAPERS PRIVATE LIMITED**

**Annexure to Clause 18 Board of Directors' Report.**

Particulars of employee who have received remuneration exceeding the limit as stated in rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

S.No	Name of Employee	Designation	Remuneration received	Nature of employment	Qualification	Experience	Age
1	A.Sudha	Director	72,00,000	Whole time Director	Graduate	25	52
2	B.Madhumitha	Director	63,00,000	Director	Graduate Engineer	3	27

**FORM NO. MGT 9**  
**EXTRACT OF ANNUAL RETURN**  
**As on financial year ended on 31.03.2021**

**Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.**

**I. REGISTRATION & OTHER DETAILS:**

1.	CIN	U21012TN2004PTC054403
2.	Registration Date	06-10-2004
3.	Name of the Company	SUBAM PAPERS PRIVATE LIMITED
4.	Category/Sub-category of the Company	Private Limited Company
5.	Address of the Registered office & contact details	D.NO.199/ 1A&1B, CHINNAKOVILANKULAM VILLAGE, SANKARANKOVIL TALUK TIRUNELVELI DISTRICT, TAMIL NADU – 627 756
6.	Whether listed company	No
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	Not applicable

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY (All the business activities contributing 10 % or more of the total turnover of the company shall be stated)**

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Kraft Paper Boards	4805	99.48%

**III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANY**

S.No.	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1	B.M.M. PAPER BOARD P LTD	U21011TN1998PTC041050	Associate	28.57%	Section 129(3) of the Companies Act, 2013,
2	SARADHAMBIKA PAPER AND BOARD MILLS P LTD.	U02102TZ1994PTC004935	Associate	28.13%	Section 129(3) of the Companies Act, 2013,
3	SUBAM PAPER AND BOARDS PRIVATE LIMITED	U21000TN2020PTC136504	Subsidiary	99.88%	Section 129(3) of the Companies Act, 2013,



<b>2. Non-Institutions</b>									
a) Bodies Corp.	--	--	--	--	--	--	--	--	--
i) Indian	--	--	--	--	--	--	--	--	--
ii) Overseas	--	--	--	--	--	--	--	--	--
b) Individuals	--	--	--	--	--	--	--	--	--
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	--	--	--	--	--	--	--	--	--
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	--	--	--	--	--	--	--	--	--
c) Others (specify)	--	--	--	--	--	--	--	--	--
Non Resident Indians	--	--	--	--	--	--	--	--	--
Overseas Corporate Bodies	--	--	--	--	--	--	--	--	--
Foreign Nationals	--	--	--	--	--	--	--	--	--
Clearing Members	--	--	--	--	--	--	--	--	--
Trusts	--	--	--	--	--	--	--	--	--
Foreign Bodies-DR	--	--	--	--	--	--	--	--	--
<b>Sub-total (B)(2):-</b>	--	--	--	--	--	--	--	--	--
Total Public Shareholding (B)=(B)(1)+(B)(2)	--	--	--	--	--	--	--	--	--
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>	--	--	--	--	--	--	--	--	--
<b>Grand Total (A+B+C)</b>	--	16,27,672	16,27,672	100%	--	16,27,672	16,27,672	100%	Nil

**ii) Shareholding of Promoter:-**

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	T BALAKUMAR	7,39,756	45.45	Nil	7,39,756	45.45	Nil	--
2	A SUDHA	2,86,645	17.61	Nil	2,86,645	17.61	Nil	--
3	K V THIRUPATHI	1,00,000	6.14	Nil	1,00,000	6.14	Nil	--
4	S S ALAGARSAMY	1,00,000	6.14	Nil	1,00,000	6.14	Nil	--
5	R PREMAVATHY	1,00,000	6.14	Nil	1,00,000	6.14	Nil	--
6	B. MADHUMITHA	3,896	0.24	Nil	3,896	0.24	Nil	--

## (iii) Change in Promoters' Shareholding (please specify, if there is no change)

SN	Particulars	Shareholding at the beginning Of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	<b>T BALAKUMAR, Managing Director</b>				
	At the beginning of the year	7,39,756	45.45	7,39,756	45.45
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	- No change during the year -			
	At the end of the year	7,39,756	45.45	7,39,756	45.45
	<b>A SUDHA, Director</b>				
	At the beginning of the year	2,86,645	17.61	2,86,645	17.61
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	--	--	--	--
	At the end of the year	2,86,645	17.61	2,86,645	17.61
	<b>B MADHUMITHA, Director</b>				
	At the beginning of the year	3,896	0.24	3,896	0.24
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	--	--	--	--
	At the end of the year	3,896	0.24	3,896	0.24
	<b>K V THIRUPATHI</b>				
	At the beginning of the year	1,00,000	6.14	1,00,000	6.14
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	--	--	--	--
	At the end of the year	1,00,000	6.14	1,00,000	6.14
	<b>S S ALAGARSAMY</b>				
	At the beginning of the year	1,00,000	6.14	1,00,000	6.14
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	--	--	--	--
	At the end of the year	1,00,000	6.14	1,00,000	6.14

<b>R PREMAVATHY</b>					
	At the beginning of the year	1,00,000	6.14	1,00,000	6.14
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	--	--	--	--
	At the end of the year	1,00,000	6.14	1,00,000	6.14

**iv) Shareholding Pattern of top ten Shareholders:**

**(Other than Directors, Promoters and Holders of GDRs and ADRs):**

SN	For Each of the Top 10 Shareholders	Shareholding at the beginning Of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	<b>B.M.M. PAPER BOARD P LTD</b>				
	At the beginning of the year	1,57,458	9.67	1,57,458	9.67
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	NIL	NIL	NIL	NIL
	At the end of the year	1,57,458	9.67	1,57,458	9.67

**v) Shareholding of Directors and Key Managerial Personnel:**

SN	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning Of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	<b>T BALAKUMAR, Managing Director</b>				
	At the beginning of the year	7,39,756	45.45	7,39,756	45.45
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	- NIL -			
	At the end of the year	7,39,756	45.45	7,39,756	45.45
	<b>A SUDHA, Director</b>				
	At the beginning of the year	2,86,645	17.61	2,86,645	17.61
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	--	--	--	--
	At the end of the year	2,86,645	17.61	2,86,645	17.61

	<b>B MADHUMITHA, Director</b>				
	At the beginning of the year	3,896	0.24	3,896	0.24
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	--	--	--	--
	At the end of the year	3,896	0.24	3,896	0.24
	<b>P BALAGURUNATHAN, Director</b>				
	At the beginning of the year	8,865	0.54	8,865	0.54
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	--	--	--	--
	At the end of the year	8,865	0.54	8,865	0.54
	<b>R VENKATESH, Director</b>				
	At the beginning of the year	3,932	0.24	3,932	0.24
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	--	--	--	--
	At the end of the year	3,932	0.24	3,932	0.24

**V) INDEBTEDNESS -Indebtedness of the Company including interest outstanding/accrued but not due for payment.**

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount	17,27,07,165	--	--	17,27,07,165
ii) Interest due but not paid	--	--	--	--
iii) Interest accrued but not due	--	--	--	--
<b>Total (i+ii+iii)</b>	17,27,07,165	--	--	17,27,07,165
<b>Change in Indebtedness during the financial year</b>				
* Addition	--	--	--	--
* Reduction	12,63,27,625	--	--	12,63,27,625
<b>Net Change</b>	-12,63,27,625	--	--	-12,63,27,625
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	4,63,79,540	--	--	4,63,79,540
ii) Interest due but not paid	--	--	--	--
iii) Interest accrued but not due	--	--	--	--
<b>Total (i+ii+iii)</b>	4,63,79,540	--	--	4,63,79,540

## VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

### A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

SN.	Particulars of Remuneration	Name of MD/WTD/ Manager				Total Amount
			A Sudha	B Madhumitha	--	
1	Name of Director		A Sudha	B Madhumitha	--	--
	Gross salary	--	72,00,000	63,00,000		1,35,00,000
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	--	--	--	--	--
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	--	--	--	-	--
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	--	--	--	-	--
2	Stock Option	--	--	--	-	--
3	Sweat Equity	--	--	--	-	--
4	Commission - as % of profit - others, specify...	--	--	--	-	--
5	Others, please specify	--	--	--	-	--
	Total (A)	--	72,00,000	63,00,000		1,35,00,000
	Ceiling as per the Act	--	--	--	-	--

### B. Remuneration to other directors : NIL

SN.	Particulars of Remuneration	Name of Directors				Total Amount
		-----	----	----	---	
1	Independent Directors					
	Fee for attending board committee meetings					
	Commission					
	Others, please specify					
	Total (1)					
2	Other Non-Executive Directors					
	Fee for attending board committee meetings					
	Commission					
	Others, please specify					
	Total (2)					
	Total (B)=(1+2)					
	Total Managerial Remuneration					
	Overall Ceiling as per the Act					

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD : NIL

SN	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CS	CFO	Total
1	Gross salary	--	--	--	--
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	--	--	--	--
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	--	--	--	--
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	--	--	--	--
2	Stock Option	--	--	--	--
3	Sweat Equity	--	--	--	--
4	Commission	--	--	--	--
	- as % of profit	--	--	--	--
	others, specify...	--	--	--	--
5	Others, please specify	--	--	--	--
	Total	--	--	--	--

VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment / Compounding fees imposed	Authority [RD / NCLT / COURT]	Appeal made, if any (give Details)
<b>A. COMPANY - NIL</b>					
Penalty					
Punishment					
Compounding					
<b>B. DIRECTORS - NIL</b>					
Penalty					
Punishment					
Compounding					
<b>C. OTHER OFFICERS IN DEFAULT - NIL</b>					
Penalty					
Punishment					
Compounding					

**SUBAM PAPERS PRIVATE LIMITED**  
**ANNEXURE V TO DIRECTORS REPORT**  
**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, Mg.Dr
b)	Nature of contracts/arrangements/transaction	Vide details in Note No.29
c)	Duration of the contracts/arrangements/ transaction	--
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	--
e)	Date of approval by the Board	13.4.2020
f)	Amount paid as advances, if any	Vide details in Note No.29

**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.29
c)	Duration of the contracts/arrangements/ transaction	--
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	--
e)	Date of approval by the Board	13.4.2020
f)	Amount paid as advances, if any	Vide details in Note No.29

**3**

S.No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	Mrs.B.Madhumitha, Director
b)	Nature of contracts/arrangements/transaction	Vide details in Note No.29
c)	Duration of the contracts/arrangements/ transaction	--
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	--
e)	Date of approval by the Board	13.4.2020
f)	Amount paid as advances, if any	Vide details in Note No.29

**4**

S.No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	Mr.P Balagurunathan, Dr.
b)	Nature of contracts/arrangements/transaction	Vide details in Note No.29
c)	Duration of the contracts/arrangements/ transaction	--
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	--
e)	Date of approval by the Board	13.4.2020
f)	Amount paid as advances, if any	Vide details in Note No.29

**SUBAM PAPERS PRIVATE LIMITED**  
**ANNEXURE V TO DIRECTORS REPORT**  
**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.

5

S.No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	Mr.R Venkatesh, Director
b)	Nature of contracts/arrangements/transaction	Vide details in Note No.29
c)	Duration of the contracts/arrangements/ transaction	--
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	--
e)	Date of approval by the Board	Vide details in Note No.29
f)	Amount paid as advances, if any	Vide details in Note No.29

6

S.No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	Mr.R Venkatraghavan, Former Director
b)	Nature of contracts/arrangements/transaction	Vide details in Note No.29
c)	Duration of the contracts/arrangements/ transaction	--
d)	Salient terms of the contracts or arrangements or	--
e)	Date of approval by the Board	Vide details in Note No.29
f)	Amount paid as advances, if any	Vide details in Note No.29

7

S.No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	M/s.BMM Paper Board P Ltd. -Mr.T Balakumar, Mrs.A Sudha and Ms.B.Madhumitha, Directors are directors
b)	Nature of contracts/arrangements/transaction	Vide details in Note No.29
c)	Duration of the contracts/arrangements/ transaction	--
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	--
e)	Date of approval by the Board	Vide details in Note No.29
f)	Amount paid as advances, if any	Vide details in Note No.29

**SUBAM PAPERS PRIVATE LIMITED**  
**ANNEXURE V TO DIRECTORS REPORT**  
**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.

8		
S.No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	M/s.Unicone - Mr.T Balakumar, M.D is Sole Proprietor
b)	Nature of contracts/arrangements/transaction	Vide details in Note No.29
c)	Duration of the contracts/arrangements/ transaction	--
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	--
e)	Date of approval by the Board	Vide details in Note No.29
f)	Amount paid as advances, if any	Vide details in Note No.29
9		
S.No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	M/s Saradhambika Paper & Board Mills P Ltd.
b)	Nature of contracts/arrangements/transaction	Vide details in Note No.29
c)	Duration of the contracts/arrangements/ transaction	--
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	--
e)	Date of approval by the Board	Vide details in Note No.29
f)	Amount paid as advances, if any	Vide details in Note No.29
10		
S.No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	M/s.Mayura Packaging Pvt Ltd. - Ms.B.
b)	Nature of contracts/arrangements/transaction	Vide details in Note No.29
c)	Duration of the contracts/arrangements/ transaction	--
d)	Salient terms of the contracts or arrangements or	--
e)	Date of approval by the Board	Vide details in Note No.29
f)	Amount paid as advances, if any	Vide details in Note No.29
		For and on behalf of the Board of Directors,
TIRUNELVELI 17th November 2021		 <b>T BALAKUMAR</b> CHAIRMAN & MANAGING DIRECTOR

7/13

**INDEPENDENT AUDITORS' REPORT ON STANDALONE FINANCIAL STATEMENTS TO THE MEMBERS OF  
SUBAM PAPERS PRIVATE LIMITED**

**1 Report on the Financial Statements**

I have audited the accompanying Standalone financial statements of M/s. **SUBAM PAPERS PRIVATE LIMITED, RAJAPALAYAM ("the Company")**, which comprise the balance sheet as at March 31, 2021, 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 my opinion and to the best of my information and according to the explanations given to me, the aforesaid Standalone 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, 2021, its profit and cash flows for the year ended on that date subject to Non-Provision of Gratuity as per the Accounting Standard 15 (AS-15) - Employees Benefits, the impact of which can not be ascertained in the absence of actuarial valuation for the gratuity liability.

**3 Basis for opinion**

I conducted my audit in accordance with the standards on auditing specified under section 143 (10) of the Companies Act, 2013. My responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the Standalone financial statements section of my report. I am 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 my audit of the Standalone financial statements under the provisions of the Act and the rules thereunder, and I have fulfilled my other ethical responsibilities in accordance with these requirements and the code of ethics.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

**4 Key audit matters**

Key audit matters are those matters that, in my professional judgment, were of most significance in my audit of the Standalone financial statements of the current period. These matters were addressed in the context of my audit of the Standalone financial statements as a whole and in forming my opinion thereon, and I do not provide a separate opinion on these matters.

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

**5 Information other than the financial statements and auditors' report thereon**

The Company's board of directors are responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the Standalone financial statements and my auditor's report thereon.

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

In connection with my audit of the Standalone financial statements, my 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 my knowledge obtained during the course of my audit or otherwise appears to be materially misstated.

If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

**6 Management's responsibility for the financial statements**

The Company's board of directors are responsible for the matters stated in section 134 (5) of 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 accounting standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.



**INDEPENDENT AUDITORS' REPORT ON STANDALONE FINANCIAL STATEMENTS TO THE MEMBERS OF  
SUBAM PAPERS PRIVATE LIMITED**

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

**7 Auditor's responsibilities for the audit of the financial statements**

My objectives are to obtain reasonable assurance about whether the Standalone 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 my 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, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

> Identify and assess the risks of material misstatement of the standalone 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 my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

> Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, I am also responsible for expressing my 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 I conclude that a material uncertainty exists, I am required to draw attention in our Standalone Auditor's Report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

> Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I 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 I identify during my audit.

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

**8 Report on Other Legal and Regulatory Requirements**

(i) As required by the Companies (Auditor' Report) Order, 2016 ("the order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, I 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, I report that:

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



INDEPENDENT AUDITORS' REPORT ON STANDALONE FINANCIAL STATEMENTS TO THE MEMBERS OF  
SUBAM PAPERS PRIVATE LIMITED

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

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

(d) In my 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, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 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 my 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 my opinion and to the best of my information and according to the explanations given to me:

i) The company has no pending litigations which would impact its financial position. The status of insurance claim is reported in Note No:39 of Notes forming part of financial statements.

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.



M. KARUPPA GNANIAR  
CHARTERED ACCOUNTANT  
M.No.018656

Rajapalayam  
17th November 2021

UDIN: 22018656AAAAAB1353

**SUBAM PAPERS PRIVATE LIMITED**

**Annexure A**

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

- i) a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.  
b) The Company has a regular program of verifying fixed assets every year which, in my opinion, is reasonable having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such verification.  
c) The title deeds of immovable properties are held in the name of the Company.
- ii) 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.
- iii) According to information and explanation given to me, the company had given advances to M/s Unicone Prop.T Balakumar, Managing Director of the Company and M/s. Mayura Packaging Private Limited, wherein a director of the company is a director, amounting to Rs.18.89 crores and Rs.5.60 crores respectively and interest collected during the year under audit on these advances amounted to Rs.66.63 lakhs. The company has advanced Rs.14,11,69,035/- to its subsidiary company M/s Subam Paper and Boards Private Limited as on 31st March 2021 and this advance is in line with the applicable provisions of the Act.
- iv) According to information and explanation given to me, the company has given guarantee favouring M/s Subam Paper and Boards Private Limited, its Subsidiary Company, for the credit facilities sanctioned by the Banks which is in line with the applicable provision of the Act.
- v) According to information and explanation given to me, the company has not accepted any deposits within the meaning of sections 73 to 76 of the Companies Act, 2013 during the year.
- vi) I have broadly reviewed the books of accounts maintained by the company pursuant to the Rules made by the Central Government for the maintenance of cost records under section 148 of the Act, and I am 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 me and the records of the Company examined by me, the Company is regular in depositing with appropriate authorities undisputed statutory dues including Income Tax, Sales Tax / VAT, Service Tax, Customs Duty, Excise Duty, Cess, Provident Fund and Employees State Insurance and other statutory dues applicable to it. According to the information and explanation given to me, there are no undisputed amounts payable in respect of Income Tax, Sales-Tax / VAT, Service Tax, Customs Duty, Excise Duty and Cess were in arrears as at 31.03.2021 for a period of more than six months from the date they became payable.  
  
b) According to the information and explanations given to me, there are no statutory dues which have not been deposited on account of any dispute.



**SUBAM PAPERS PRIVATE LIMITED**

**Annexure A**

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

- viii) According to the information and explanations given to me, the Company has not defaulted in repayment of dues to Banks and Financial Institutions.
- ix) 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. The fresh term loan availed by the company during the year has been utilised for the purpose for which it was raised.
- x) Based upon the audit procedures performed and information and explanation given by the management I report that no fraud on or by the Company by its officers or employees has been noticed or reported during the year ended 31st March 2021.
- xi) According to information and explanation given to me, managerial remuneration has been paid and provided by the company in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.
- 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 me 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 Act where applicable and the details have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv) The company has not made private placement of shares/debentures during the year.
- xv) According to information and explanations given to me, 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 RBI Act.

TIRUNELVELI  
17th November 2021



**M. KARUPPA GNANIAR**  
**CHARTERED ACCOUNTANT**  
M.No.018656

UDIN: 22018656AAAAABI353

**SUBAM PAPERS PRIVATE LIMITED**

**Annexure B**

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

I have audited the Internal Financial Controls over financial reporting of **M/s SUBAM PAPERS PRIVATE LIMITED("the Company")**, as of 31st March, 2021 in conjunction with the audit of the standalone 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**

My responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. I 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 I 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.

My audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. My 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.

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



**SUBAM PAPERS 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 dispositionny's favour, the same will be credited to income in the year of receipt. Production an

**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 my 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, 2021, 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.

TIRUNELVELI  
17th November 2021



A handwritten signature in blue ink, appearing to read "M. Karuppa Gnaniar".

**M. KARUPPA GNANIAR**  
**CHARTERED ACCOUNTANT**  
**M.No.018656**

UDIN: 22018656 AAAAB1353

SUBAM PAPERS PRIVATE LIMITED  
Standalone Balance Sheet as at 31 March, 2021

Particulars	Note No.	As at 31 March, 2021		As at 31 March, 2020	
		Rs.	Rs.	Rs.	Rs.
<b>A EQUITY AND LIABILITIES</b>					
<b>1 Shareholders' funds</b>					
(a) Share capital	1	1,62,76,720		1,62,76,720	
(b) Reserves and surplus	2	1,32,58,03,258		1,10,97,76,596	
(c) Money received against share warrants	-	-	1,34,20,79,978	-	1,12,60,53,316
<b>2 Share application money pending allotment</b>					
<b>3 Non-current liabilities</b>					
(a) Long-term borrowings	3	1,94,02,911		9,33,56,469	
(b) Deferred Tax Liability	4	-		72,81,814	
(c) Other long-term liabilities	5	-		-	
(d) Long-term provisions	6	46,47,546	2,40,50,457	38,40,197	10,44,78,480
<b>4 Current liabilities</b>					
(a) Short-term borrowings	7	2,69,76,629		7,93,50,696	
(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.		25,34,32,123		20,90,75,884	
(c) Other current liabilities	9	14,90,06,109		13,23,89,826	
(d) Short-term provisions	10	8,63,76,835	51,57,91,696	9,90,60,948	51,98,77,354
<b>TOTAL</b>			<b>1,88,19,22,131</b>		<b>1,75,04,09,150</b>
<b>B ASSETS</b>					
<b>1 Non-current assets</b>					
(a) Property, Plant & Equipment	11				
(i) Tangible assets	11 A	30,91,90,795		38,45,81,203	
(ii) Intangible Assets	11 B	-		-	
(iii) Capital work-in-progress	-	3,41,19,289		-	
(b) Non current investment	12	11,59,86,014		3,40,86,014	
(c) Long-term loans and advances	13	4,30,55,682		2,71,22,402	
(d) Deferred tax assets		30,62,625		-	
(d) Other non-current assets	14	14,11,69,035	64,65,83,440	-	44,57,89,619
<b>2 Current assets</b>					
(a) Inventories	15	23,93,04,045		10,92,17,945	
(b) Trade receivables	16	61,67,07,459		62,33,99,389	
(c) Cash and cash equivalents	17	5,20,65,187		8,88,41,373	
(d) Short-term loans and advances	18	32,39,91,562		35,81,73,234	
(e) Other current assets	19	32,70,438	1,23,53,38,691	12,49,87,590	1,30,46,19,531
<b>TOTAL</b>			<b>1,88,19,22,131</b>		<b>1,75,04,09,150</b>
Significant Accounting Policies , Notes on Financial Statements from 1 to 41					

As per my report of even date annexed hereto

For and on behalf of the Board

M. KARUPPA GNANIAR  
CHARTERED ACCOUNTANT  
M.No.018656



T Balakumar  
Managing Director

A Sudha  
B Madhumitha  
R Venkatesh

P Balagurunathan  
DIRECTORS

TIRUNELVELI  
17th November 2021

UDIN: 22018656AAAAAB1353

SUBAM PAPERS PRIVATE LIMITED

Standalone Statement of Profit and Loss for the year ended 31 March, 2021

Particulars	Note No.	For the year ended	For the year ended
		31 March, 2021	31 March, 2020
		Rs.	Rs.
<b>A CONTINUING OPERATIONS</b>			
1 Revenue from operations	20	2,67,89,28,256	2,44,11,13,242
Revenue from operations		2,67,89,28,256	2,44,11,13,242
2 Expenses			
(a) Cost of materials consumed	22.a	1,46,92,17,213	1,26,80,62,185
(b) Purchase of Traded Goods	22.b	-	-
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	22.c	-1,30,35,477	3,27,63,652
(d) Employee benefits expense	23	9,29,49,301	10,78,76,270
(e) Other expenses	25	65,48,19,369	72,54,59,959
<b>Total</b>		<b>2,20,39,50,406</b>	<b>2,13,41,62,066</b>
3 Earnings before exceptional items, extra-ordinary items, interest, tax, depreciation and amortisation (EBITDA)		47,49,77,851	30,69,51,176
4 Finance costs	24	1,94,86,904	11,52,910
5 Depreciation and amortisation expense	10	8,31,55,945	8,10,43,455
6 Other income	21	3,50,96,456	7,98,69,093
7 <b>Profit / (Loss) before exceptional and extraordinary items and tax (3 - 4 - 5 + 6)</b>		40,74,31,457	30,46,23,904
8 <b>Exceptional items</b>			
Loss on Fire/(Profit)/Loss on sale of assets		11,96,79,424	3,92,902
9 <b>Profit/(Loss) before extraordinary items &amp; tax</b>		28,77,52,033	30,42,31,002
10 Extraordinary items		-	-
11 <b>Profit / (Loss) before tax</b>		28,77,52,033	30,42,31,002
12 <b>Tax expense:</b>			
(a) Current tax expense for current year		8,20,69,810	9,45,53,250
(b) (Less): MAT credit		-	-
		8,20,69,810	9,45,53,250
(c) Current tax expense relating to prior years		-	-
(d) Net current tax expense		8,20,69,810	9,45,53,250
(e) Deferred tax		-1,03,44,439	-86,36,708
		<b>7,17,25,371</b>	<b>8,59,16,542</b>
13 <b>Profit / (Loss) from continuing operations</b>		21,60,26,662	21,83,14,460
<b>B DISCONTINUING OPERATIONS</b>			
14 <b>Profit / (Loss) for the year</b>		<b>21,60,26,662</b>	<b>21,83,14,460</b>
15 <b>Earnings per share (of Rs.10/- each):</b>			
(a) Basic			
(i) Continuing operations		132.72	134.13
(ii) Total operations		132.72	134.13
<b>Significant Accounting Policies , Notes on Financial Statements from 1 to 41</b>			

As per my report of even date annexed hereto

M. KARUPPA GNANIAR  
Chartered Accountant  
M.No.018656



TIRUNELVELI  
17th November 2021

For and on behalf of the Board

T Balakumar  
Managing Director

A Sudha

B Madhumitha

R Venkatesh

P Balagurunathan

DIRECTORS

UDIN: 22018656AAAAAB1353

SUBAM PAPERS PRIVATE LIMITED

STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2021

PARTICULARS	31-Mar-21		31-Mar-20	
	Rs.	Rs.	Rs.	Rs.
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>				
Net profit before taxation and extraordinary items		28,77,52,033		30,42,31,001
Adjustment for :				
Depreciation	8,31,55,945		8,10,43,455	
Interest income	(29,18,986)		(19,43,887)	
Preliminary Expenses	-		-	
Loss on sale of vehicles	-		3,92,902	
Profit on sale of machinery	-	8,02,36,959	-	7,94,92,470
<b>Operating profit before working capital changes</b>		367988992.5		38,37,23,471
(Increase)Decrease in Sundry Debtors	66,91,930		8,25,54,439	
(Increase) Decrease in Inventories	(13,00,86,100)		8,49,26,577	
Increase(Decrease) in Current Liabilities	(40,85,658)		-15,82,50,325	
Increase(Decrease) in other current assets	(1,94,51,883)		(27,71,036)	
(Increase) Decrease in Loans and advances	3,41,81,672	(11,27,50,039)	(10,88,21,790)	(10,23,62,135)
Cash generated from operations		25,52,38,954		28,13,61,336
Income taxes paid		(8,20,69,810)		(9,45,53,250)
Cash flow from extraordinary item		17,31,69,144		18,68,08,086
Other proceeds		8,07,348		19,74,718
<b>Net Cash from operating activities</b>		<b>17,39,76,492</b>		<b>18,87,82,804</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Purchase of fixed assets	(4,18,84,826)		(2,73,00,332)	
Proceeds from sale of fixed assets	-		33,850	
Interest received	29,18,986		19,43,887	
Other Non-current assets	(9,78,33,280)		(2,63,01,068)	
<b>Net cash from investing activities</b>		<b>(13,67,99,120)</b>		<b>(5,16,23,663)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Proceeds from issue of Shares & Shares advance		Nil		(2,25,03,600)
Proceeds from long term borrowings		(7,39,53,558)		(6,52,68,378)
<b>Net cash used in financing activities</b>		<b>(3,67,76,187)</b>		<b>4,93,87,163</b>
Cash and cash equivalents at beginning of period		8,88,41,373		3,94,54,210
Cash and cash equivalents at end of period		5,20,65,186		8,88,41,373

As per my report of even date annexed hereto

10/13  
 T Balakumar - *T Balakumar*  
 Managing Director  
 A Sudha *3/6* *Sudha*  
 B Madhumitha *Madhumitha*  
 R Venkatesh *devi*  
 P Balagurunathan *P. Balagurunathan*  
 DIRECTORS



*M. Karuppa Gnaniar*  
 M. KARUPPA GNANIAR  
 CHARTERED ACCOUNTANT  
 M.No.018656

TIRUNELVELI  
 17th November 2021

UDIN: 220108656AAAAAB1353

**SUBAM PAPERS PRIVATE LIMITED**  
**SIGNIFICANT ACCOUNTING POLICIES**

a)	<b>Basis of Preparation of Financial Statements</b>	
	The financial statements have been prepared under the historical cost convention in accordance with the generally accepted accounting principles in India and the applicable accounting standards as prescribed under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (accounts) Rules 2014.	
b)	<b>FIXED ASSETS</b>	
	i) Fixed assets are stated at historical cost of acquisition installation, commissioning less accumulated depreciation.	
	ii) Depreciation is charged on straight line method for all the assets other than windmill and on wind mill the same is charged on writtendown value method at the rates as per Part C of Schedule II of the Companies Act, 2013 as applicable to multi shift workings.	
	iii) Depreciation on additions/deletions is calculated pro-rata from/to the month of deletions/additions other than wind-mill.	
c)	<b>INVENTORY</b>	
	i)	Raw materials (Waste Paper) At cost on FIFO method
	ii)	Finished goods (Kraft & Duplex Paper) At lower of the market rate and net realizable value
	iii)	Stores and spares, Fire Wood & Coal At cost
d)	<b>SALES</b>	
	Sales as reported are exclusive of Sales tax, Insurance and Transportation charges and net of trade discounts, if any. Export sales are reported at CIF Value.	
e)	<b>RETIREMENT BENEFITS</b>	
	1. Gratuity is provided for the eligible employees as per the Payment of Gratuity Act 1972 without any actuarial valuation. The company does not have any approved super annuation fund to its employees.	
	2. The company contributes Provident Fund to the employees under the Employees Provident Fund Scheme run by the Government.	
	3. As per the rules and regulations of the company the leave encashment is drawn within the year itself and no amount need to be provided.	
f)	<b>INCOME AND EXPENDITURE</b>	
	Income and Expenditure have been identified based on the accrual concept of accounting.	
g)	<b>CONTINGENT LIABILITY &amp; CONTINGENT ASSETS</b>	
	Contingent liabilities are not generally provided for in the accounts and are shown separately in the notes on accounts. Contingent assets are neither recognized nor disclosed in the financial statements.	
h)	<b>CURRENT AND DEFERRED TAX</b>	
	Provision for current tax is made after taking into account various benefits admissible under the provisions of the Income-tax Act, 1961.	
	Deferred tax resulting from "timing difference" between the book and taxable profit is accounted for using the tax rates and laws that have been enacted as on the balance sheet date.	

**SUBAM PAPERS PRIVATE LIMITED**  
**SIGNIFICANT ACCOUNTING POLICIES**

i)	<p><b>Foreign Currency Transactions</b></p> <p>1. Transactions denominated in the foreign currencies are accounted at the exchange rate prevailing at the time of transaction.</p> <p>2. Exchange difference between the applicable rates on the date of the transactions, if any, and the rates actually realized has been included in the respective revenue or expense head, as the case may be.</p> <p>3. Non monetary foreign currency items are carried at cost.</p> <p>4. All monetary items denominated in foreign currency are accounted as per the rates prevailing on the balance sheet date and the exchange difference if any are transferred to profit and loss account.</p>
j)	<p><b>BORROWING COST</b></p> <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>
k)	<p><b>IMPAIRMENT OF ASSETS</b></p> <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>
l)	<p><b>EARNINGS PER SHARE</b></p> <p>Net Profit after tax is divided by the weighted average number of Equity shares outstanding as on Balance Sheet date.</p>
m)	<p><b>Liability to MSME entities</b></p> <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>

**SUBAM PAPERS PRIVATE LIMITED**

**Notes forming part of the Standalone Financial Statements**

Particulars		As at 31 March, 2021		As at 31 March, 2020	
		Rs.		Rs.	
<b>1. SHARE CAPITAL</b>					
Particulars	As at 31 March, 2021		As at 31 March, 2020		
	Number of shares	Rs	Number of shares	Rs	
<b>(a) Authorized</b>					
Equity shares of Rs.10/- each with voting rights	20,00,000	2,00,00,000	20,00,000	2,00,00,000	
12% Non-Cumulative Redeemable Preference shares of Rs.10/- each	50,000	5,00,000	50,000	5,00,000	
<b>Total</b>	<b>20,50,000</b>	<b>2,05,00,000</b>	<b>20,50,000</b>	<b>2,05,00,000</b>	
<b>(b) Issued</b>					
Equity shares of Rs.10/- each with voting rights	16,27,672	1,62,76,720	16,27,672	1,62,76,720	
<b>Total</b>	<b>16,27,672</b>	<b>1,62,76,720</b>	<b>16,27,672</b>	<b>1,62,76,720</b>	
<b>(c) Subscribed and fully paid up</b>					
Equity shares of Rs.10/- each with voting rights	16,27,672	1,62,76,720	16,27,672	1,62,76,720	
<b>Total</b>	<b>16,27,672</b>	<b>1,62,76,720</b>	<b>16,27,672</b>	<b>1,62,76,720</b>	
<b>(d) Subscribed but not fully paid up</b>					
<b>Total</b>	<b>16,27,672</b>	<b>1,62,76,720</b>	<b>16,27,672</b>	<b>1,62,76,720</b>	
(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 - Buy back/ Redemption	Closing Balance
<b>Equity shares with voting rights</b>					
<u>Year ended 31 March, 2021:</u>					
- Number of shares	16,27,672	-	-	-	16,27,672
- Amount (Rs.10/- Per Share)	1,62,76,720	-	-	-	1,62,76,720
<u>Year ended 31 March, 2020:</u>					
- Number of shares	16,27,672	-	-	-	16,27,672
- Amount (Rs.10/- Per Share)	1,62,76,720	-	-	-	1,62,76,720
<b>12% Non-Cum. Redeemable Preference</b>					
<u>Year ended 31 March, 2021:</u>					
- Number of shares	-	-	-	-	-
- Amount (Rs.10/- Per Share)	-	-	-	-	-
<u>Year ended 31 March, 2020:</u>					
- Number of shares	39,480	-	-	39,480	-
- Amount (Rs.10/- Per Share)	3,94,800	-	-	3,94,800	-
(ii) Equity shares carry equal voting rights in proportion to the holdings. Equity shares do not have any restriction on the quantum of dividend.					
(iii) The company is a holding company of M/s.Subam Paper Boards Private Limited and is not a subsidiary company.					

**SUBAM PAPERS PRIVATE LIMITED**
**Notes forming part of the Standalone Financial Statements**

Particulars	As at 31 March, 2021	As at 31 March, 2020
	Rs.	Rs.

(iv) Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	As at 31 March, 2021		As at 31 March, 2020	
	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	7,39,756	45.45	7,39,756	45.45
A. Sudha	2,86,645	17.61	2,86,645	17.61
K.V. Thirupathi	1,00,000	6.14	1,00,000	6.14
S.S. Alagarsamy	1,00,000	6.14	1,00,000	6.14
R. Premavathy	1,00,000	6.14	1,00,000	6.14
BMM Paper Board P Ltd.	1,57,458	9.67	1,57,458	9.67

(v) As at 31 March 2021, no shares were reserved for issue under options. (As at 31 March, 2020: Nil shares)

(vi) 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

(vii) Details of calls unpaid Nil Nil

(viii) Details of forfeited shares Nil Nil

**2. RESERVES & SURPLUS**

<b>(a) Share premium account</b>		
Opening balance	19,83,47,639	20,82,57,119
Add : Premium on shares received during the year	-	-
Less : Utilized during the year	-	99,09,480
<b>Closing balance</b>	<b>19,83,47,639</b>	<b>19,83,47,639</b>
<b>(b) Surplus / (Deficit) in Statement of Profit and Loss</b>		
Opening balance	59,90,34,157	49,33,13,818
Add: Profit / (Loss) for the year	21,60,26,662	21,83,14,459
Less: Transferred to General Reserve	10,00,00,000	10,00,00,000
Less: Redemption of Preference shares	-	1,21,99,320
Less: Transferred to Preference Share Redemption Reserve	-	3,94,800
<b>Closing balance</b>	<b>71,50,60,819</b>	<b>59,90,34,157</b>
<b>(c) General Reserve</b>		
Opening balance	31,20,00,000	21,20,00,000
Add: Transferred during the year	10,00,00,000	10,00,00,000
<b>Closing balance</b>	<b>41,20,00,000</b>	<b>31,20,00,000</b>
<b>(d) Redemption Reserve</b>		
Opening balance	3,94,800	-
Add: Preference share capital redeemed during the year	-	3,94,800
<b>Closing balance</b>	<b>3,94,800</b>	<b>3,94,800</b>
<b>Total (a+b+c+d)</b>	<b>1,32,58,03,258</b>	<b>1,10,97,76,596</b>

**3. LONG TERM BORROWINGS**

<b>(a) Term loans from Banks</b>		
<b>Secured</b>		
From M/s Tamilnad Mercantile Bank Ltd.(TMB), Sankarankovil Branch	-	89,53,788
From M/s Axis Bank Limited, Tirunelveli	1,45,54,909	5,80,99,831
From M/s HDFC Bank Limited, Tirunelveli	30,65,102	2,25,31,181
From M/s Daimler Financial Services Pvt Ltd	17,82,900	37,71,669
Sub-total	1,94,02,911	9,33,56,469
<b>Unsecured</b>	-	-
Total (a)	1,94,02,911	9,33,56,469
<b>(b) Loans and advances from related parties</b>		
Secured	-	-
Unsecured	-	-
Total (c)	-	-
<b>Total (a+b+c)</b>	<b>1,94,02,911</b>	<b>9,33,56,469</b>

**SUBAM PAPERS PRIVATE LIMITED**

**Notes forming part of the Standalone Financial Statements**

Particulars		As at 31 March, 2021		As at 31 March, 2020	
		Rs.		Rs.	
(i) Details of terms of repayment for the long-term borrowings and security provided in respect of the secured other long-term borrowings:					
Particulars	Terms of repayment & security	As at 31 March, 2021		As at 31 March, 2020	
		Secured Rs.	Unsecured Rs.	Secured Rs.	Unsecured Rs.
<u>Term loans from Banks</u>					
<u>M/s Tamilnad Mercantile Bank Ltd, Sankarankovil</u>					
Term Loan	Total	-	-	89,53,788	-
		-	-	89,53,788	-
<u>M/s Axis Bank Ltd, Tirunelveli</u>					
Term Loan - Others	Vide para 3.(i) below	6,69,659	-	27,14,270	-
Term Loan - Machinery		1,22,10,835	-	4,72,47,577	-
Term Loan - Building		16,74,415	-	81,37,984	-
Total		1,45,54,909	-	5,80,99,831	-
<u>M/s HDFC Bank Ltd, Tirunelveli</u>					
Term Loan - Vehicles	Total	30,65,102	-	65,31,181	-
Term Loan - Machinery		-	-	1,60,00,000	-
	30,65,102	-	2,25,31,181	-	
<u>M/s Daimler Financial Services Pvt Ltd (DFSPL)</u>					
Vehicle loan	Total	17,82,900	-	37,71,669	-
	17,82,900	-	37,71,669	-	
<u>Loans and advances from related parties</u>					
	Total	-	-	-	-
		-	-	-	-

3.(i) Term loan availed from the above banks are secured by joint and equitable mortgage of all immovable properties and by hypothecation of machineires ranking parripassu with one another.

3(ii) The repayments details of above loans are given hereunder:

	M/s Axis Bank Ltd			M/s HDFC Bank Ltd	
	Building	Machinery	Others	Machinery	Vehicle
2021-2022	64,73,994	3,51,04,016	21,11,772	1,56,00,000	34,67,004
2022-2023	16,74,415	1,22,10,835	6,69,659	-	30,65,102
TOTAL	81,48,409	4,73,14,851	27,81,431	1,56,00,000	65,32,106
Interest payable at monthly rests @	MCLR + 0.75% (MCLR 8.25%)			MCLR + 0.85% (Present MCLR 8.15%)	
Year	M/S TMBL			M/S DFSPL	
2021-2022				89,53,788	19,88,769
2022-2023				-	17,82,900
TOTAL				89,53,788	37,71,669
Interest payable at monthly rests @				9.25	8.00

**SUBAM PAPERS PRIVATE LIMITED**

**Notes forming part of the Standalone Financial Statements**

Particulars	As at 31 March, 2021	As at 31 March, 2020
	Rs.	Rs.

3(ii) Term loans from the above banks are personally guaranteed by the following persons.

Particulars	Designation	Nature of Guarantee
Mr.T.Balakumar	Managing Director	Personal Guarantee
Mrs.A.Sudha	Director	Personal Guarantee
Ms.B. Madhumitha	Director	Personal Guarantee
Mr.K.V.Thirupathi	Shareholder	Personal Guarantee
Mr.S.S.Alagarsamy	Shareholder	Personal Guarantee
Mrs.R.Premavathi	Shareholder	Personal Guarantee
Mrs.T.Rukmani	Relative of Managing Director	Personal Guarantee

3(iii) The directors of the company namely Mr.T.Balakumar and Mrs. A.Sudha and Former Directors of the company Mr.S.S.Alagarsamy and Mr.K.V.Thirupathi and Mrs. R.Premavathi and Mrs. T.Rukmani, the relatives of the Managing director of the company, have given landed properties situate in various locations as collateral securities towards the credit facilities availed from Banks.

3.2 . Vehicle loan is secured by the concerned vehicle.

3.3. The Company has not defaulted in repayment of loans and interest.

3.4. For the current maturities of long-term borrowings, refer Note No. 9(i)(a): Other current liabilities.

**4.DEFFERED TAX LIABILITY:**

Depreciation & Related items	-	72,81,814
<b>Net Deferred tax liability</b>	-	<b>72,81,814</b>
(Decrease)/Accretion in Deferred Tax Liability	-	-86,36,708
<b>Deferred Tax Asset provided during the year</b>	-	<b>-86,36,708</b>

**5 OTHER LONG TERM LIABILITIES**

6 LONG TERM PROVISIONS:			
Provision for Gratuity		46,47,546	38,40,197
<b>Total</b>		<b>46,47,546</b>	<b>38,40,197</b>

**7 SHORT TERM BORROWINGS**

(a) Loans repayable on demand			
<u>From Tamilnadu Mercantile Bank Ltd., Sankarankovil Branch (TMB)</u>			
Secured - Cash Credit		-	3,22,14,556
Unsecured		-	-
<u>From M/s.Axis Bank Ltd., Tirunelveli Branch</u>			
Secured - Cash Credit		-	3,95,82,650
Unsecured		-	-
<u>From M/s.HDFC Bank Ltd., Tirunelveli Branch</u>			
Secured - Cash Credit		2,40,12,476	75,53,490
Unsecured		-	-
<u>From M/s.ICICI Bank Ltd., Tirunelveli Branch</u>			
Secured - Cash Credit		29,64,153	-
Unsecured		-	-
<b>Total</b>		<b>2,69,76,629</b>	<b>7,93,50,696</b>

(i) Details of security for the secured short-term borrowings:

Particulars	Nature of security	As at 31 March, 2021	As at 31 March, 2020
		Rs.	Rs.
<u>Loans repayable on demand from Banks:</u>			
T M B Ltd -Cash Credit	Vide Para 7(i) below	-	3,22,14,556
Axix Bank Ltd - Cash Credit		-	3,95,82,650
HDFC Bank Ltd - Cash Credit		2,40,12,476	75,53,490
ICICI Bank Ltd - Cash Credit		29,64,153	-
<b>Total</b>		<b>2,69,76,629</b>	<b>7,93,50,696</b>

7(i)(a) Working Capital limits availed from the above banks are secured by hypothecation of on entire current assets, i.e. stock of rawmaterials, SIP, finished goods and receivables (present & future) of the company and receivables with a cover period not exceeding 90 days ranking parripassu with one another. Further secured by joint and equitable maortgage of all immovable properties and by hypothecation of machineires ranking parripassu with one another.

**SUBAM PAPERS PRIVATE LIMITED**

**Notes forming part of the Standalone Financial Statements**

Particulars	As at 31 March, 2021	As at 31 March, 2020
	Rs.	Rs.
7(i)(c) Interest is payable as under		
Name of bank	Rate of interest	
M/s Tamilnad Mercantile Bank Ltd., Sankarankovil		
M/s. ICICI Bank Limited, Tirunelveli	MCLR+0.85%(MCLR 8.15%)	
M/s. HDFC Bank Limited, Tirunelveli	MCLR+0.75%(MCLR 8.25%)	
(ii) The above loan is personally guaranteed by the persons/concerns as detailed in Note 3 (ii) above.		
(iii) The directors of the company namely Mr.T.Balakumar and Mrs. A.Sudha and Former Directors of the company Mr.S.S.Alagarsamy and Mr.K.V.Thirupathi and Mrs. R.Premavathi and Mrs. T.Rukmani, relative of the Managing director of the company, have given landed properties situate in various locations as collateral securities towards the credit facilities availed from Banks.		
(iv) The Company has not defaulted in repayment of loans and interest.		
<b>8 TRADE PAYABLES:</b>		
Trade payables:		
a) For Purchase of Raw material and Stores		
i) Due to Micro and Small Enterprises (Pl. refer Note No.32)	-	-
ii) Other parties	25,34,32,123	20,90,75,884
b) For others	-	-
<b>Total</b>	<b>25,34,32,123</b>	<b>20,90,75,884</b>
<b>9 OTHER CURRENT LIABILITIES:</b>		
(a) Current maturities of long-term debt (Refer note(i) below)	6,47,45,555	7,85,52,153
(b) Interest accrued and due on borrowings	10,86,647	10,46,301
(c) Other payables		
(i) Payables for statutory liabilities	67,48,695	9,78,085
(ii) Expenses	4,64,42,354	3,85,44,424
(iii) Advance from dealers	2,99,82,858	1,32,68,863
<b>Total</b>	<b>14,90,06,109</b>	<b>13,23,89,826</b>
<b>Note (i): Current maturities of long-term debt</b>		
(a) Term loans - Secured		
From M/s Axis Bank Limited		
Term loan- Machinery	3,51,04,016	3,25,17,602
Term loan Building	64,73,994	59,38,425
Term loan - Others	21,11,772	20,16,381
Total (a)	4,36,89,782	4,04,72,408
From M/s HDFC Bank Limited		
Term loan- Machinery	1,56,00,000	1,68,00,000
Term loan -Vehicle	34,67,004	65,86,321
Total (b)	1,90,67,004	2,33,86,321
From M/s Tamilnad Mercantile Bank Limited		
Term Loan	-	1,28,57,148
Total (c)	-	1,28,57,148
From M/s Dalmier Financial Services India Private Limited		
Term Loan	19,88,769	18,36,276
Total (d)	19,88,769	18,36,276
<b>Total (a)+(b)+(c)+(d)</b>	<b>6,47,45,555</b>	<b>7,85,52,153</b>

## SUBAM PAPERS PRIVATE LIMITED

## Notes forming part of the Standalone Financial Statements

Particulars	As at 31 March, 2021	As at 31 March, 2020
	Rs.	Rs.
<b>10 SHORT TERM PROVISIONS:</b>		
<b>(a) Provision for employee benefits:</b>		
(i) Provision for Bonus	43,07,025	45,07,698
	43,07,025	45,07,698
<b>(b) Provision - Others:</b>		
(i) Provision for tax	8,20,69,810	9,45,53,250
	8,20,69,810	9,45,53,250
<b>Total</b>	<b>8,63,76,835</b>	<b>9,90,60,948</b>

SUBAM PAPERS PRIVATE LIMITED  
Notes forming part of the Standalone Financial Statements

11 Property, Plant & Equipment:

A. Tangible assets	YEAR	Gross block			Accumulated depreciation and impairment			Net Block		
		Balance as at 1 April, 2020	Additions	Disposals	Balance as at 31 March, 2021	Balance as at 1 April, 2020	Depreciation / amortisation expense for the year	Eliminated on disposal of assets	Balance as at 31 March, 2021	Balance as at 31 March, 2020
		Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	
(a) Freehold Land	2020-2021	10,52,413	-	-	10,52,413	-	-	-	10,52,413	10,52,413
	2019-2020	10,52,413	-	-	10,52,413	-	-	-	10,52,413	10,52,413
(b) Windmill Land	2020-2021	1,39,650	-	-	1,39,650	-	-	-	1,39,650	1,39,650
	2019-2020	1,39,650	-	-	1,39,650	-	-	-	1,39,650	1,39,650
(c) Buildings	2020-2021	16,13,95,421	-	-	16,13,95,421	31,86,036	-	5,02,83,491	11,11,11,930	11,74,48,981
	2019-2020	15,82,09,385	31,86,036	-	16,13,95,421	3,77,10,266	-	4,39,46,440	11,74,48,981	12,04,99,119
(d) Plant & Equipment	2020-2021	67,96,57,711	70,64,181	-	68,67,21,892	45,91,10,613	-	53,11,22,118	15,55,99,774	22,05,47,098
	2019-2020	67,68,73,414	27,84,297	-	67,96,57,711	38,90,52,007	-	45,91,10,613	22,05,47,098	28,78,21,407
(e) Office Equipments & Furniture & Fixture	2020-2021	81,94,964	6,32,356	-	88,27,320	43,51,652	-	50,40,860	37,86,460	38,43,312
	2019-2020	78,26,443	3,68,521	-	81,94,964	36,61,030	-	43,51,652	38,43,312	41,65,413
(f) Windmill	2020-2021	10,41,75,100	-	-	10,41,75,100	10,40,50,421	-	10,40,50,421	1,24,679	1,24,679
	2019-2020	10,41,75,100	-	-	10,41,75,100	10,40,50,421	-	10,40,50,421	1,24,679	1,24,679
(g) Vehicles	2020-2021	5,53,72,796	69,000	-	5,54,41,796	1,39,47,726	-	1,80,65,907	3,73,75,889	4,14,25,070
	2019-2020	3,50,39,941	2,09,61,478	6,28,623	5,53,72,796	1,00,91,544	2,01,871	1,39,47,726	4,14,25,070	2,49,48,397
<b>Total</b>	<b>2020-2021</b>	<b>1,00,99,88,055</b>	<b>77,65,537</b>	-	<b>1,01,77,53,592</b>	<b>62,54,06,852</b>	-	<b>70,85,62,797</b>	<b>30,91,90,795</b>	<b>38,45,81,203</b>
	2019-2020	98,33,16,346	2,73,00,332	6,28,623	1,00,99,88,055	54,45,65,268	2,01,871	62,54,06,852	38,45,81,203	43,87,51,078

Depreciation and amortisation relating to continuing operations:

Particulars	As at 31	
	March, 2021	March, 2020
	Rs.	Rs.
Depreciation and amortisation for the year on tangible assets	8,31,55,945	8,10,43,455
Depreciation and amortisation for the year on intangible assets	-	-
Less: Utilised from revaluation reserve	-	-
Depreciation and amortisation relating to continuing operations	8,31,55,945	8,10,43,455

**SUBAM PAPERS PRIVATE LIMITED**

**Notes forming part of the Standalone Financial Statements**

**12 Non-current investments**

Particulars	As at 31 March, 2021		As at 31 March, 2020	
	Quoted	Unquoted	Quoted	Unquoted
Investments (At cost):				
A. <u>Non-Trade</u> Investment in equity instruments				
a) 60,000 Equity Shares of Rs.10/- each in M/s B.M.M. Paper Board Private Limited, Sankarankovil, at cost	-	6,00,000	-	6,00,000
b) 29,870 Equity Shares of Rs.10/- each in M/s Nu Power Wind Farms Private Limited at cost	-	8,31,250	-	8,31,250
c) 82,502 Equity Shares of Rs.100/- each in M/s. Bhatia Coke & Energy Ltd	-	82,50,264	-	82,50,264
d) Equity shares in M/s. Raghurama Renewable Energy Limited	-	4,00,000	-	4,00,000
e) 23,250 Equity Shares of Rs.506/- & 24,000 Equity Shares of Rs.510/- each in Saradmambika Paper Board & Mills Private Limited	-	2,40,04,500	-	2,40,04,500
f) 81,90,000 Shares of Rs.10/- each Equity Shares in M/s Subam Paper and Boards Private Limited	-	8,19,00,000	-	-
<b>TOTAL</b>	-	<b>11,59,86,014</b>	-	<b>3,40,86,014</b>
		<b>11,59,86,014</b>		<b>3,40,86,014</b>
		<b>8,19,00,000</b>		<b>2,40,04,500</b>
		<b>2,40,04,500</b>		<b>2,40,04,500</b>
		<b>82,50,264</b>		<b>82,50,264</b>
		<b>4,00,000</b>		<b>4,00,000</b>
		<b>8,31,250</b>		<b>8,31,250</b>
		<b>6,00,000</b>		<b>6,00,000</b>
		<b>11,59,86,014</b>		<b>3,40,86,014</b>

**SUBAM PAPERS PRIVATE LIMITED**
**Notes forming part of the Standalone Financial Statements**

Particulars	As at 31	As at 31
	March, 2021	March, 2020
	Rs.	Rs.
<b>13 LONG TERM LOANS &amp; ADVANCES:</b>		
(a) Capital advances - Un-Secured, considered good	64,50,000	51,00,000
(b) Security deposits - Tamilnadu Generation & Distribution Corporation Ltd. (TANGEDCO) and other Government Departments -Secured and Cosidered Good	3,66,05,682	2,20,22,402
<b>Total</b>	<b>4,30,55,682</b>	<b>2,71,22,402</b>
<b>14 DEFERRED TAX ASSET</b>		
Depreciation & Related items	30,62,625	-
Less:Unsabsorbed depreciaiton losses	-	-
Net Deferred tax Asset	30,62,625	-
(Decrease)/Accretion in Deferred Tax Liability	1,03,44,439	-
Deferred Tax Liability provided during the year	-	-
<b>Total</b>	<b>30,62,625</b>	
<b>15 OTHER NON CURRENT ASSETS</b>		
Advance to Subsidiary Company	14,11,69,035	-
<b>Total</b>	<b>14,11,69,035</b>	
<b>16 INVENTORIES:</b>		
(a) Raw materials	15,31,99,321	2,99,61,952
(b) Work-in-progress	5,85,000	3,00,000
(c) Finished goods	2,01,98,490	74,48,013
(d) Stores and spares, Fire Wood & Coal	6,53,21,234	7,15,07,980
<b>Total</b>	<b>23,93,04,045</b>	<b>10,92,17,945</b>
<b>17 TRADE RECEIVABLES:</b>		
a)Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
Secured, considered good	-	-
Unsecured, considered good	1,19,90,436	2,22,99,525
Doubtful	-	-
	1,19,90,436	2,22,99,525
Less: Provision for doubtful trade receivables	-	-
	1,19,90,436	2,22,99,525
b)Other Trade receivables		
Secured, considered good	-	-
Unsecured, considered good	60,47,17,023	60,10,99,864
Doubtful	-	-
	60,47,17,023	60,10,99,864
Less: Provision for doubtful trade receivables	-	-
	60,47,17,023	60,10,99,864
<b>Total</b>	<b>61,67,07,459</b>	<b>62,33,99,389</b>
<b>18 CASH AND CASH EQUIVALENTS:</b>		
(a) Cash on hand	1,87,730	6,47,396
(b) Cheques, drafts on hand	-	-
(c) Balances with Banks		
(i) In Current Accounts	4,37,77,457	7,66,83,977
(ii) In Deposit Accounts (Including deposit towards Unspent CSR obligation amount of Rs.65.00 lakhs)	81,00,000	1,15,10,000
<b>Total</b>	<b>5,20,65,187</b>	<b>8,88,41,373</b>

**SUBAM PAPERS PRIVATE LIMITED**

**Notes forming part of the Standalone Financial Statements**

Particulars	As at 31	As at 31
	March, 2021	March, 2020
	Rs.	Rs.
<b>19 SHORT TERM LOANS &amp; ADVANCES:</b>		
(a) Prepaid expenses - Unsecured, considered good	42,57,227	52,65,306
(b) Balances with government authorities -Unsecured, considered good		
(i) VAT credit receivable	-	22,62,200
(ii) TDS and Advance Tax	8,34,32,909	5,22,13,211
(c) Advance for Raw materials, Stores & others Unsecured, considered good	23,63,01,426	29,84,32,517
<b>Total</b>	<b>32,39,91,562</b>	<b>35,81,73,234</b>
Note:		
Details of advances given to related parties are given in Note No: 29 to Notes on accounts.		
<b>20 OTHER CURRENT ASSETS:</b>		
(i) Claim receivable	4,12,119	11,96,79,424
(ii) Interest Receivables	14,92,501	40,87,408
(iii) Duty Drawback Receivable	13,65,818	12,20,758
<b>Total</b>	<b>32,70,438</b>	<b>12,49,87,590</b>

SUBAM PAPERS PRIVATE LIMITED			
Notes forming part of the Standalone Financial Statements			
	Particulars	For the year ended	For the year ended
		31 March, 2021	31 March, 2020
		Rs.	Rs.
<b>21</b>	<b>REVENUE FROM OPERATIONS:</b>		
(a)	Sale of products (Refer Note (i) below)	2,66,50,53,286	2,42,44,73,354
	<b>Sub-total (i)</b>	<b>2,66,50,53,286</b>	<b>2,42,44,73,354</b>
	<u>Other Operating Income</u>		
	i) Value of Power generated from Wind Mill	1,38,74,970	1,66,39,888
	<b>Sub-total (ii)</b>	<b>1,38,74,970</b>	<b>1,66,39,888</b>
	<b>Total (i)+(ii)</b>	<b>2,67,89,28,256</b>	<b>2,44,11,13,242</b>
(i)	<u>Sale of products comprises</u>		
	<u>Manufactured goods (Kraft &amp; Duplex Paper)</u>		
	a) Direct Sales (Net of returns)	1,76,30,40,345	1,87,61,41,274
	b) Export Sales	87,84,28,302	54,43,29,230
	c) Merchant Exports	2,35,84,639	40,02,850
	<b>Total - Sale of manufactured goods</b>	<b>2,66,50,53,286</b>	<b>2,42,44,73,354</b>
	<b>Total</b>	<b>2,66,50,53,286</b>	<b>2,42,44,73,354</b>
<b>22</b>	<b>OTHER INCOME:</b>		
(a)	Interest Income (Refer Note (i) below)	95,82,521	2,75,29,731
(b)	Other non-operating income (Refer Note (ii) below)	2,55,13,935	5,23,39,362
	<b>Total</b>	<b>3,50,96,456</b>	<b>7,98,69,093</b>
(i)	<u>Interest Income comprises:</u>		
	a) Interest from banks on Deposits (TDS Rs.3,88,886/-)	17,04,838	7,77,790
	b) Interest from TANGEDCO on security deposits (TDS Rs.91,061/-)	12,14,148	11,66,097
	c) Interest from others (TDS Rs.4,55,902/-)	66,63,535	2,55,85,844
	<b>Total - Interest income</b>	<b>95,82,521</b>	<b>2,75,29,731</b>
(ii)	<u>Other non-operating income comprises:</u>		
	a) Scrap sales	30,99,850	5,52,538
	b) Duty Drawback	1,14,95,258	79,02,231
	c) MEIS Incentive received	52,44,488	4,38,84,593
	d) Insurance collection on sales	56,74,339	-
	<b>Total - Other non-operating income</b>	<b>2,55,13,935</b>	<b>5,23,39,362</b>
	<b>Total</b>	<b>3,50,96,456</b>	<b>7,98,69,093</b>
<b>22.a</b>	<b>COST OF MATERIALS CONSUMED:</b>		
	Opening stock	2,99,61,952	11,79,37,085
	<b>Add: Purchases</b>		
	1. Waste Paper	1,41,60,89,347	93,16,25,043
	2. Chemicals	17,68,06,088	24,84,62,009
		<b>1,62,28,57,387</b>	<b>1,29,80,24,137</b>
	Less: Waste Paper Sales	4,40,853	-
		<b>1,62,24,16,534</b>	<b>1,29,80,24,137</b>
	Less: Closing stock	15,31,99,321	2,99,61,952
	<b>Cost of material consumed</b>	<b>1,46,92,17,213</b>	<b>1,26,80,62,185</b>
<b>22.b</b>	<b>PURCHASE OF TRADED GOODS:</b>	-	-
<b>22.c</b>	<b>CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN TRADE:</b>		
	<u>Inventories at the end of the year:</u>		
	Finished goods	2,01,98,490	74,48,013
	Work in Progress	5,85,000	3,00,000
		<b>2,07,83,490</b>	<b>77,48,013</b>
	<u>Inventories at the beginning of the year:</u>		
	Finished goods	74,48,013	3,97,11,665
	Work in Progress	3,00,000	8,00,000
		<b>77,48,013</b>	<b>4,05,11,665</b>
	<b>Net (increase) / decrease</b>	<b>-1,30,35,477</b>	<b>3,27,63,652</b>

SUBAM PAPERS PRIVATE LIMITED			
Notes forming part of the Standalone Financial Statements			
	Particulars	For the year	For the year
		ended	ended
		31 March, 2021	31 March, 2020
		Rs.	Rs.
23	<b>EMPLOYEE BENEFIT EXPENSES:</b>		
	a)Salaries and wages	7,27,99,022	8,16,77,942
	b)Director Remuneration	1,35,00,000	1,80,00,000
	c)Contributions to provident and other funds	12,21,178	16,36,069
	d)Staff welfare expenses	46,21,752	44,99,271
	e)Provision for Gratuity	8,07,349	20,62,988
	<b>Total</b>	<b>9,29,49,301</b>	<b>10,78,76,270</b>
24	<b>FINANCE COSTS:</b>		
	(a) Interest expense on:		
	(i) Borrowings	1,48,15,191	2,54,98,566
	(ii) Others		
	- Interest on other Loans	10,876	23,40,295
	b) Foreign Exchange fluctuation difference	-43,69,482	-3,61,55,624
	c) Bank commission & Charges	52,29,152	35,54,027
	d) Interest on income tax	38,01,167	59,15,646
	<b>Total</b>	<b>1,94,86,904</b>	<b>11,52,910</b>
25	<b>OTHER EXPENSES:</b>		
	a)Consumption of stores and spare parts	12,74,69,019	9,22,67,205
	b)Power and fuel	37,42,30,131	44,39,41,257
	c)Repairs and maintenance - Machinery	3,51,01,508	4,18,23,633
	d)Repairs and maintenance - Building	64,54,646	57,90,642
	e)Repairs and maintenance - Others	3,30,10,525	4,23,95,078
	f)Insurance	37,35,482	44,69,987
	g)Freight and forwarding	1,81,51,261	1,27,48,927
	h)Lease Rent	2,03,500	19,04,000
	i)Rates and taxes	25,75,918	28,20,309
	j)Brokerage & Commission	3,55,18,207	3,69,03,997
	k)Rebates and Discounts	28,28,934	84,46,975
	l)Bad debts	28,26,937	1,63,47,066
	m)Other expenses(Refer Note (i) below)	1,27,13,300	1,56,00,883
	<b>Total</b>	<b>65,48,19,369</b>	<b>72,54,59,959</b>
	<b>Note(i) - Other Expenses</b>		
	a)Postage & Telephone	4,72,310	6,27,795
	b)Travelling and conveyance	17,10,199	30,07,607
	c)Printing and stationery	5,72,043	3,61,353
	d)Professional fees	71,30,292	69,58,357
	e)Payments to auditors (Refer Note (i) below)	2,00,000	2,00,000
	f)Miscellaneous expenses	8,00,792	8,24,730
	g) Sales Promotion expenses	-	10,79,574
	h) Security charges	12,45,662	9,10,064
	i) CSR Expenses	5,82,003	16,31,402
	<b>Total</b>	<b>1,27,13,300</b>	<b>1,56,00,883</b>
	<b>Note(ii)</b>		
	(i) Payments to the auditors comprises:		
	For Statutory Audit	1,25,000	1,25,000
	For taxation matters	50,000	50,000
	For reimbursement of expenses	25,000	25,000
	<b>Total</b>	<b>2,00,000</b>	<b>2,00,000</b>
26	<b>EXCEPTIONAL ITEMS</b>		
	Loss on fire (Insurance claim)	11,96,79,424	-
	Profit/(Loss) on sale of assets	-	3,92,902
	<b>Total</b>	<b>11,96,79,424</b>	<b>3,92,902</b>

**SUBAM PAPERS PRIVATE LIMITED**
**Notes forming part of the Standalone Financial Statements**

27	Confirmation of balances from certain parties due to and due from the company has not been received by the Company		
28	Paise have been rounded off to the nearest rupee.		
29	Previous year's figures have been re-grouped wherever necessary to conform to the classification of this year.		
30	<b>RELATED PARTY TRANSACTIONS</b>		
	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:		
<b>S.No</b>	<b>Name of the Related Party</b>	<b>Relationship</b>	
1	T. Balakumar	Key Management Personnel	
2	A. Sudha	Key Management Personnel	
3	B. Madhumitha	Key Management Personnel	
4	P Balagurunathan	Key Management Personnel	
5	R Venkatesh	Key Management Personnel	
6	B M M Paper Board Private Limited	KMPs interested concern	
7	Unicone	KMPs interested concern	
8	Mayura Packaging Private Limited	KMPs interested concern	
9	Saradhambika Paper & Board Mills Private Limited	KMPs interested concern	
10	Subam Paper and Boards Private Limited	Subsidiary Company	
	ii) Transaction during the year with related parties:		
	Name of Related Party	Relationship	
1	<b>T. Balakumar</b>	<b>Key Management Personnel</b>	
	Nature of Transaction	Value in Rs.	
		2020-2021	2019-2020
	Purchase of Saradhambika Paper & Board Mills P Ltd shares	-	1,22,40,000
2	<b>A. Sudha</b>	<b>Key Management Personnel</b>	
	Nature of Transaction	Value in Rs.	
		2020-2021	2019-2020
	Remuneration paid	72,00,000	96,00,000
3	<b>B. Madhumitha</b>	<b>Key Management Personnel</b>	
	Nature of Transaction	Value in Rs.	
		2020-2021	2019-2020
	Remuneration paid	63,00,000	84,00,000
4	<b>P Balagurunathan</b>	<b>Key Management Personnel</b>	
	Nature of Transaction	Value in Rs.	
		2020-2021	2019-2020
	Professional charges paid	7,54,000	6,56,000
4	<b>R Venkatesh</b>	<b>KMPs interested concern</b>	
	Nature of Transaction	Value in Rs.	
		2020-2021	2019-2020
	Professional charges paid	22,75,000	19,75,000
5	<b>B M M Paper Board Private Limited</b>	<b>KMPs interested concern</b>	
	Nature of Transaction	Value in Rs.	
		2020-2021	2019-2020
	Goods purchased (Fire wood)	1,41,37,534	3,09,88,232
	Goods purchased (core tubes)	-	2,16,95,109
	Investment in Shares	Unit - Nos. 60,000	60,000
	Shares subscribed ( Face Value)	Unit - Nos. 1,57,458	1,57,458
	Trade payables	1,95,49,296	1,47,26,996

**SUBAM PAPERS PRIVATE LIMITED**
**Notes forming part of the Standalone Financial Statements**

6	<b>Unicone</b>	<b>KMPs interested concern</b>	
	Nature of Transaction	Value in Rs.	
		2020-2021	2019-2020
	Goods purchased	1,06,76,708	97,16,033
	Goods sold	1,67,12,939	1,11,39,731
	Interest received	-	1,77,28,705
	Advance made	6,26,81,915	1,88,89,13,378
	Trade payables	-	22,49,164
	Trade receivables	5,14,894	-
7	<b>Mayura Packaging Private Limited</b>	<b>KMPs interested concern</b>	
	Nature of Transaction	Value in Rs.	
		2020-2021	2019-2020
	Sale of goods	24,88,13,542	27,08,28,128
	Goods purchased	-	3,49,929
	Interest received	67,17,900	67,17,900
	Trade receivables	15,04,94,219	15,55,68,789
	Advance made	5,59,82,533	5,59,82,533
8	<b>Saradhambika Paper &amp; Board Mills Private Limited</b>	<b>KMPs interested concern</b>	
	Nature of Transaction	Value in Rs.	
		2020-2021	2019-2020
	Goods purchased	1,27,49,175	2,60,04,207
	Goods sold	1,54,95,318	48,20,447
	Shares subscribed	47,250	47,250
	Trade payables	1,40,326	-
	Trade receivables	-	9,17,022
		Unit - Nos.	
10	<b>Subam Paper and Boards Private Limited</b>		
	Nature of Transaction	Value in Rs.	
		2020-2021	2019-2020
	Shares subscribed	81,90,000	-
	Advances	14,11,69,035	-
31	The company's income-tax assessment is completed up to the assessment year 2018-19 and there no demands in respect of the completed assessment.		
32	<b>Contingent Liabilities &amp; Commitments</b>	-	-
33	<b>Expenditure towards Corporate Social Responsibility(CSR) activities</b>		
	Particulars	2020-21	2019-20
		in Rupee	
	Gross amount to be spent by the Company	61,10,873	48,85,191
	Amount carried forward from last year	95,85,914	63,32,125
	Amount spent for sports facilities	-	12,03,600
	Amount spent for providing Covid 19 equipments	5,82,003	-
	Amount spent for providing Toilets & development of Roads in the nearby village	-	4,27,802
	<b>Balance to be spent</b>	1,51,14,784	95,85,914
	Note: The Company has deposited Rs.65,00,000/- being the unspent CSR amount in separate fixed deposit with the Bank as on 31st March 2021. The Company has been identifying the objects for CSR and the same will be done shortly.		

**SUBAM PAPERS PRIVATE LIMITED**
**Notes forming part of the Standalone Financial Statements**

34	In the opinion of the management amounts due to Micro and Small Enterprises and others in respect of goods supplied or service rendered cannot be segregated as the status of the supplier of raw materials, stores and spares and services as to whether Micro and Small Enterprises and others or otherwise is not known or provided by the concerned supplier of raw materials, stores, spares and services.			
	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 2020-21 is Rs. NIL.			
35	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.			
36	Earnings Per Share (Equity)			
<b>S.No.</b>	<b>Particulars</b>	<b>Unit</b>	<b>2020-21</b>	<b>2019-20</b>
1	Net Profit after Tax (A)	Rs.	21,60,26,662	21,83,14,460
2	No. of shares (B)	Rs.	16,27,672	16,27,672
3	Basic earnings per share for Rs.10/- each (A/B)	Rs.	132.72	134.13
37	<b>Value of Raw material, Finished Goods &amp; Stores &amp; Spares consumption</b>			
	<b>Particulars</b>	<b>Unit</b>	<b>As at 31 March, 2021</b>	<b>As at 31 March, 2020</b>
			<b>Rs.</b>	<b>Rs.</b>
	<u>Raw Material:(Waste Paper &amp; Chemicals)</u>			
a)	Opening stock		2,99,61,952	11,79,37,085
b)	Purchases		1,59,28,95,435	1,18,00,87,052
c)	Closing stock		15,31,99,321	2,99,61,952
d)	Consumption		1,46,96,58,066	1,26,80,62,185
	<u>Finished Goods :</u>			
a)	Opening stock		74,48,013	3,97,11,665
b)	Sales (Net )		2,66,50,53,286	2,42,44,73,354
c)	Closing stock		2,01,98,490	74,48,013
	<u>Expenditure in Foreign Exchange</u>			
	Towards purchase of waste paper & stores		91,95,91,399	82,71,99,289
	<u>CONSUMPTION OF RAW MATERIALS</u>			
	Waste Paper-Indigenous	38%	55,29,83,640	44,40,62,787
	Waste Paper-Imported	62%	91,66,74,426	82,39,99,398
	<u>CONSUMPTION OF STORES &amp; SPARES</u>			
	Indigenous	98%	12,45,52,046	8,90,67,314
	Imported	2%	29,16,973	31,99,891
38	Amount remitted during the year on account of dividends in foreign currency		-	-
39	Earnings in Foreign Exchange		87,40,58,820	50,81,73,605
40	There was a major fire accident in the factory on 19th August 2018 in which substantial quantities of Waste Paper were totally destroyed. The loss on account of this fire accident is assessed at Rs.17.08 crores. The insurance company has repudiated the claim on flimsy grounds. The company is taking steps to file an appeal against the repudiation of claim by the Insurance Company. As the finality of the appeal will take considerable time, it has been decided by the management to crystalize the loss in the current year. In the event of appeal coming in favour of the company, the same will be credited to Income in the year of receipt.			

**SUBAM PAPERS PRIVATE LIMITED**

**Notes forming part of the Standalone Financial Statements**

Particulars	Paper Board		Wind-Mills		Total	
	31-Mar-21	31-Mar-20	31-Mar-21	31-Mar-20	31-Mar-21	31-Mar-20
	(Rupees in Lakhs)					
External Sales	26,650.53	24,244.73	138.75	166.40	26,789.28	24,411.13
<b>Total</b>	26,650.53	24,244.73	138.75	166.40	26,789.28	24,411.13
<b>Results</b>						
Segment Results	3,124.17	3,137.86	118.77	144.20	3,242.94	3,282.06
Less: Unallocated Expenses	-	-	-	-	170.55	228.22
Profit from Operations	3,124.17	3,137.86	118.77	144.20	3,072.39	3,053.84
Interest Expenses	194.87	11.53	-	-	194.87	11.53
Profit Before Tax	2,929.30	3,126.33	118.77	144.20	2,877.52	3,042.31
Tax					717.25	859.17
<b>Profit after tax</b>					2,160.27	2,183.14
Segment Assets	18,816.58	17,501.45	2.64	2.64	18,819.22	17,504.09
Segment Liabilities	5,398.42	6,243.56	-	-	5,398.42	6,243.56
<b>Total Capital Employed</b>	13,418.16	11,257.89	2.64	2.64	13,420.80	11,260.53

41 As stipulated by the Accounting Standard-17 (AS 17) (Segment Reporting) the company has got two reportable segments: 1. Paper Board and 2. Wind-Mill.

**INDEPENDENT AUDITORS' REPORT ON THE CONSOLIDATED FINANCIAL STATEMENTS TO THE MEMBERS OF  
SUBAM PAPERS PRIVATE LIMITED**

**1 Report on the Financial Statements**

I have audited the accompanying Consolidated Financial Statements of M/s SUBAM PAPERS PRIVATE LIMITED, TIRUNELVELI ("The Company") and the share of profit of its Associate companies Ms/. B.M.M Papers Private Limited, Sankarankovil and M/s Saradhambika Paper & Board Mills Private Limited, Cobichettipalayam and its Subsidiary Company M/s Subam Paper and Boards Private Limited. These consolidated financial statements comprise the Consolidated Balance Sheet as at 31st March, 2021, the Consolidated Statement of Profit and Loss, the Consolidated Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

**2 Opinion**

In my opinion and to the best of my information and according to the explanations given to me, the aforesaid consolidated 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, 2021, its profit and cash flows for the year ended on that date subject to Non-Provision of Gratuity as per the Accounting Standard 15 (AS-15) - Employees Benefits, the impact of which can't be quantified in the absence of Actuarial valuation for ascertaining the gratuity liability.

**3 Basis for opinion**

I conducted my audit in accordance with the standards on auditing specified under section 143 (10) of the Companies Act, 2013. My responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the Consolidated financial statements section of my report. I am 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 my audit of the Consolidated financial statements under the provisions of the Act and the rules thereunder, and I have fulfilled my other ethical responsibilities in accordance with these requirements and the code of ethics.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

**4 Key audit matters**

Key audit matters are those matters that, in my professional judgment, were of most significance in my audit of the Consolidated financial statements of the current period. These matters were addressed in the context of my audit of the Consolidated financial statements as a whole and in forming my opinion thereon, and I do not provide a separate opinion on these matters.

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

**5 Information other than the financial statements and auditors' report thereon**

The respective Company's board of directors are responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the Consolidated financial statements and my auditor's report thereon.

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

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

If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.



**INDEPENDENT AUDITORS' REPORT ON THE CONSOLIDATED FINANCIAL STATEMENTS TO THE MEMBERS OF  
SUBAM PAPERS PRIVATE LIMITED**

**6 Management's responsibility for the financial statements**

The respective Company's board of directors are responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these Consolidated financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 Consolidated financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The board of directors are also responsible for overseeing the Company's financial reporting process.

**7 Auditor's responsibilities for the audit of the financial statements**

My objectives are to obtain reasonable assurance about whether the Consolidated 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 my 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, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

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

> Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, I am also responsible for expressing my 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 I conclude that a material uncertainty exists, I am required to draw attention in our Consolidated Auditor's Report to the related disclosures in the Consolidated financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

> Evaluate the overall presentation, structure and content of the Consolidated financial statements, including the disclosures, and whether the Consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I 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 I identify during my audit.



INDEPENDENT AUDITORS' REPORT ON THE CONSOLIDATED FINANCIAL STATEMENTS TO THE MEMBERS OF  
SUBAM PAPERS PRIVATE LIMITED

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

**8 Report on Other Legal and Regulatory Requirements**

- (i) As required by the Companies (Auditor' Report) Order, 2016 ("the order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, I 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, I report that:
- (a) I have sought and obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purposes of my audit.
- (b) In my opinion, proper books of account as required by law have been kept by the Company so far as it appears from my examination of those books
- (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In my opinion, the aforesaid Consolidated 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 is 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 adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to my 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 my opinion and to the best of my information and according to the explanations given to me:
- i) The company has no pending litigations which would impact its financial position. The status of insurance claim is reported in Note No:39 of Notes forming part of Standalone financial statements.
- 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.



Rajapalayam  
17th November 2021

M. KARUPPA GNANIAR  
CHARTERED ACCOUNTANT  
M.No.018656

UDIN: 22018656AAAAAB1353

## SUBAM PAPERS PRIVATE LIMITED

### Annexure B

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

I have audited the Internal Financial controls over financial reporting of **M/s SUBAM PAPERS PRIVATE LIMITED("the Company")** and its Associate Companies **Ms/. B.M.M. Paper Boards Private Limited, Sankarankovil** and **M/s.Saradhambika Paper& Board Mills Private Limited, Cobichettipalayam** and its **Subsidiary Company M/s Subam Paper and Boards Private Limited** as of 31st March, 2021 in conjunction with the audit of the Consolidated financial statements of the Company for the year ended on that date.

#### 1 Managements' Responsibility for Internal Financial Controls

The Board of Directors of the Company and its Associate Companies are 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

My 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 I 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.

My audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. My 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.

I 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 PAPERS 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 presentation of the Consolidated financial statement that give a true and fair view an

**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 my opinion, the Company and its Associate Companies 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, 2021, based on the internal control over financial reporting criteria established by the Company and its Associate 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.



**M. KARUPPA GNANIAR**

**Chartered Accountant**

**M.No.018656**

Rajapalayam  
17th November 2021

UDIN: 22018656AAAAAB1353

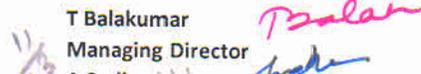
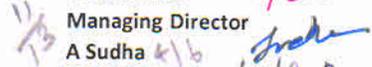
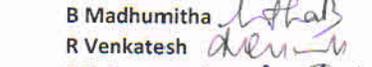
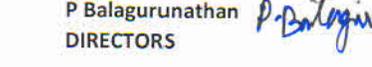
**SUBAM PAPERS PRIVATE LIMITED**  
**Consolidated Balance Sheet as at 31 March, 2021**

Particulars		Note No.	As at 31 March, 2021		As at 31 March, 2020	
			Rs.	Rs.	Rs.	Rs.
<b>A</b>	<b>EQUITY AND LIABILITIES</b>					
<b>1</b>	<b>Shareholders' funds</b>					
	(a) Share capital	1	1,62,76,720		1,62,76,720	
	(b) Reserves and surplus	2	1,38,26,10,882		1,15,66,82,961	
	(c) Money received against share warrants	-	-	1,39,88,87,602	-	1,17,29,59,681
<b>2</b>	<b>Share application money pending allotment</b>			-		-
<b>2.a</b>	<b>Minority Interest</b>			1,00,000		-
<b>3</b>	<b>Non-current liabilities</b>					
	(a) Long-term borrowings	3	2,34,95,434		9,33,56,469	
	(b) Deferred tax liabilities (net)	4	-		72,81,814	
	(c) Other long-term liabilities	5	-		-	
	(d) Long-term provisions	6	46,47,546	2,81,42,980	38,40,197	10,44,78,480
<b>4</b>	<b>Current liabilities</b>					
	(a) Short-term borrowings	7	2,69,76,629		7,93,50,696	
	(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.		25,34,32,123		20,90,75,884	
	(c) Other current liabilities	9	14,93,87,454		13,23,89,826	
	(d) Short-term provisions	10	8,63,76,835	51,61,73,041	9,90,60,948	51,98,77,354
	<b>TOTAL</b>			<b>1,94,33,03,623</b>		<b>1,79,73,15,515</b>
<b>B</b>	<b>ASSETS</b>					
<b>1</b>	<b>Non-current assets</b>					
	(a) Property, Plant & Equipment	11				
	(i) Tangible assets	11 A	30,91,90,795		38,45,81,203	
	(ii) Intangible Assets	11 B	-		-	
	(iii) Capital work-in-progress	-	8,17,08,487		-	
	(b) Non current investment	12	9,08,93,638		8,09,92,379	
	(c) Long-term loans and advances	13	20,84,02,157		2,71,22,402	
	(d) Deferred tax assets	14	30,62,625		-	
	(d) Other non-current assets	15	23,10,024	69,55,67,726	-	49,26,95,984
<b>2</b>	<b>Current assets</b>					
	(a) Inventories	16	23,93,04,045		10,92,17,945	
	(b) Trade receivables	17	61,67,07,459		62,33,99,389	
	(c) Cash and cash equivalents	18	5,48,26,542		8,88,41,373	
	(d) Short-term loans and advances	19	33,36,27,413		35,81,73,234	
	(e) Other current assets	20	32,70,438	1,24,77,35,897	12,49,87,590	1,30,46,19,531
	<b>TOTAL</b>			<b>1,94,33,03,623</b>		<b>1,79,73,15,515</b>
	Significant Accounting Policies , Notes on Financial Statements from 1 to 40					

As per my report of even date annexed hereto

  
**M. KARUPPA GNANIAR**  
 CHARTERED ACCOUNTANT  
 M.No.018656

For and on behalf of the Board

  
**T Balakumar**  
 Managing Director  
  
**A Sudha**  
  
**B Madhumitha**  
  
**R Venkatesh**  
  
**P Balagurunathan**  
 DIRECTORS

UDIN: 22018656AAAAAB1353

TIRUNELVELI  
 17th November 2021

SUBAM PAPERS PRIVATE LIMITED

Consolidated Statement of Profit and Loss for the year ended 31 March, 2021

Particulars	Note No.	For the year ended	For the year ended
		31 March, 2021	31 March, 2020
		Rs.	Rs.
<b>A CONTINUING OPERATIONS</b>			
1 Revenue from operations	20	2,67,89,28,256	2,44,11,13,241
Revenue from operations		2,67,89,28,256	2,44,11,13,241
2 Expenses			
(a) Cost of materials consumed	22.a	1,46,92,17,213	1,26,80,62,185
(b) Purchase of Traded Goods	22.b	-	-
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	22.c	-1,30,35,477	3,27,63,652
(d) Employee benefits expense	23	9,29,49,301	10,78,76,270
(e) Other expenses	25	65,48,19,369	72,54,59,959
<b>Total</b>		<b>2,20,39,50,406</b>	<b>2,13,41,62,066</b>
3 Earnings before exceptional items, extra-ordinary items, interest, tax, depreciation and amortisation (EBITDA)		47,49,77,851	30,69,51,175
4 Finance costs	24	1,94,86,904	11,52,910
5 Depreciation and amortisation expense	10	8,31,55,945	8,10,43,455
6 Other income	21	3,50,96,456	7,98,69,093
7 Profit / (Loss) before exceptional and extraordinary items and tax (3 - 4 - 5 + 6)		40,74,31,457	30,46,23,903
8 Exceptional items			
Loss on Fire/(Profit)/Loss on sale of assets		11,96,79,424	3,92,902
9 Profit/(Loss) before extraordinary items & tax		28,77,52,033	30,42,31,001
10 Extraordinary items		-	-
11 Profit / (Loss) before tax		28,77,52,033	30,42,31,001
12 Tax expense:			
(a) Current tax expense for current year		8,20,69,810	9,45,53,250
(b) (Less): MAT credit		-	-
		8,20,69,810	9,45,53,250
(c) Current tax expense relating to prior years		-	-
(d) Net current tax expense		8,20,69,810	9,45,53,250
(e) Deferred tax		-1,03,44,439	-86,36,708
		<b>7,17,25,371</b>	<b>8,59,16,542</b>
13 Profit / (Loss) from continuing operations		21,60,26,662	21,83,14,459
14 Share of Profit of Associate Companies	26	99,01,259	1,29,84,210
15 Total		22,59,27,921	23,12,98,669
<b>B DISCONTINUING OPERATIONS</b>			
14 Profit / (Loss) for the year		22,59,27,921	23,12,98,669
15 Earnings per share (of Rs.10/- each):			
(a) Basic			
(i) Continuing operations		138.80	142.10
(ii) Total operations		138.80	142.10
<b>Significant Accounting Policies , Notes on Financial Statements from 1 to 41</b>			

As per my report of even date annexed hereto

  
**M. KARUPPA GNANIAR**  
 Chartered Accountant  
 M.No.018656



For and on behalf of the Board

T Balakumar  
 Managing Director

A Sudha

B Madhumitha

R Venkatesh

P Balagurunathan

DIRECTORS

TIRUNELVELI  
 17th November 2021

UDIN: 22018656A AAA AB 1353

**SUBAM PAPERS PRIVATE LIMITED**

**CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2021**

PARTICULARS	31-Mar-21		31-Mar-20	
	Rs.	Rs.	Rs.	Rs.
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>				
Net profit before taxation and extraordinary items		29,76,53,292		31,72,15,211
Adjustment for :				
Depreciation	8,31,55,945		8,10,43,455	
Interest income	(29,18,986)		(19,43,887)	
Preliminary Expenses	-		-	
Loss on sale of vehicles	-		3,92,902	
Profit on sale of machinery	-	8,02,36,959	-	7,94,92,470
<b>Operating profit before working capital changes</b>		37,78,90,252		39,67,07,681
(Increase)Decrease in Sundry Debtors	66,91,930		8,25,54,439	
(Increase) Decrease in Inventories	(13,00,86,100)		8,49,26,577	
Increase(Decrease) in Current Liabilities	(37,04,313)		-15,82,50,325	
Increase(Decrease) in other current assets	12,17,17,152		(27,71,036)	
(Increase) Decrease in Loans and advances	2,45,45,821	1,91,64,490	(10,88,21,790)	(10,23,62,135)
Cash generated from operations		39,70,54,742		29,43,45,546
Income taxes paid		(8,20,69,810)		(9,45,53,250)
Cash flow from extraordinary item		31,49,84,932		19,97,92,296
Other proceeds		9,07,349		19,74,718
<b>Net Cash from operating activities</b>		<b>31,58,92,281</b>		<b>20,17,67,014</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Purchase of fixed assets	(8,94,74,024)		(2,73,00,332)	
Proceeds from sale of fixed assets	-		33,850	
Interest received	29,18,986		19,43,887	
Other Non-current assets	(19,34,91,038)		(4,01,11,255)	
<b>Net cash from investing activities</b>		<b>(28,00,46,076)</b>		<b>(6,54,33,850)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Proceeds from issue of Shares & Shares advance		Nil		-2,16,77,623
Proceeds from long term borrowings		(6,98,61,035)		(6,52,68,378)
<b>Net cash used in financing activities</b>		<b>(3,40,14,831)</b>		<b>4,93,87,163</b>
<b>Cash and cash equivalents at beginning of period</b>		8,88,41,373		3,94,54,210
<b>Cash and cash equivalents at end of period</b>		5,48,26,542		8,88,41,373

As per my report of even date annexed hereto

T Balakumar  
Managing Director

A Sudha

B Madhumitha

R Venkatesh

P Balagurunathan

DIRECTORS



*(Signature)*

**M. KARUPPA GNANIAR**  
**CHARTERED ACCOUNTANT**

M.No.018656

UDIN: 22018656AAAAAB1353

TIRUNELVELI

17th November 2021

13/13

*T Balakumar*

*A Sudha*

*B Madhumitha*

*R Venkatesh*

*P Balagurunathan*

**SUBAM PAPERS PRIVATE LIMITED**

**SIGNIFICANT ACCOUNTING POLICIES OF CONSOLIDATED FINANCIAL STATEMENTS**

a)	<p><b><u>Basis of Preparation of Financial Statements</u></b></p> <p>The Consolidated Financial Statements (CFS) have been prepared under the historical cost convention in accordance with the generally accepted accounting principles in India and the applicable accounting standards as prescribed under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (accounts) Rules 2014 issued by the Ministry of Corporate Affairs, disclosures already made in the Standalone Financial Statements are not repeated and thus only those disclosures which are relevant upon consolidation are presented.</p>
b)	<p><b><u>Principles of Consolidation</u></b></p> <p>1. The consolidated financial statement comprise of the financial statements of its Associate Companies M/s B.M.M. Paper Board Private Limited and M/s.Saradhambika Paper&amp; Board Mills Private Limited, Gobichettipalayam and its Subsidiary Company M/s Subam Paper and Boards Private Limited.</p> <p>2.The percentage of share holding with voting rights as on 31st March 2021 is as under:</p> <p>A. M/s. B.M.M Paper Board Private Limited, Sankarankoil : 28.57%</p> <p>B. M/s.Saradhambika Paper&amp; Board Mills Private Limited, Gobichettipalayam:28.13%</p> <p>C. M/s Subam Paper and Boards Private Limited : 99.88%</p> <p>3. The investment in B.M.M. Board Private Limited, Sankarankoil and M/s.Saradhambika Paper &amp; Board Mills Private Limited, Gobichettipalayam is accounted under the Equity method as per Accounting Standard (AS) 23 -"Accounting for Investments in Associates in Consolidated Financial Statements".</p> <p>4.The investment in the Subsidiary Company M/s.Subam Paper and Boards Private Limited is accounted as per Accounting Standard (AS) 21" Consolidated Financial Statements".</p>
c)	<p><b><u>Other Significant Accounting Policies</u></b></p> <p>The other significant accounting policies are set out in under "Significant Accounting Policies" of the financial statements of M/s. Subam Papers Private Limited.</p>

**SUBAM PAPERS PRIVATE LIMITED**

**Notes forming part of the Consolidated Financial Statements**

Particulars	As at 31 March, 2021		As at 31 March, 2020	
	Rs.		Rs.	
<b>1. SHARE CAPITAL</b>				
	As at 31 March, 2021		As at 31 March, 2020	
	Number of shares	Rs	Number of shares	Rs
<b>(a) Authorized</b>				
Equity shares of Rs.10/- each with voting rights	20,00,000	2,00,00,000	20,00,000	2,00,00,000
12% Non-Cumulative Redeemable Preference shares of Rs.10/- each	50,000	5,00,000	50,000	5,00,000
<b>Total</b>	<b>20,50,000</b>	<b>2,05,00,000</b>	<b>20,50,000</b>	<b>2,05,00,000</b>
<b>(b) Issued</b>				
Equity shares of Rs.10/- each with voting rights	16,27,672	1,62,76,720	16,27,672	1,62,76,720
12% Non-Cumulative Redeemable Preference shares of Rs.10/- each	-	-	-	-
<b>Total</b>	<b>16,27,672</b>	<b>1,62,76,720</b>	<b>16,27,672</b>	<b>1,62,76,720</b>
<b>(c) Subscribed and fully paid up</b>				
Equity shares of Rs.10/- each with voting rights	16,27,672	1,62,76,720	16,27,672	1,62,76,720
12% Non-Cumulative Redeemable Preference shares of Rs.10/- each	-	-	-	-
<b>Total</b>	<b>16,27,672</b>	<b>1,62,76,720</b>	<b>16,27,672</b>	<b>1,62,76,720</b>
<b>(d) Subscribed but not fully paid up</b>				
<b>Total</b>	<b>16,27,672</b>	<b>1,62,76,720</b>	<b>16,27,672</b>	<b>1,62,76,720</b>

(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
<u>Equity shares with voting rights</u>					
<u>Year ended 31 March, 2021:</u>					
- Number of shares	16,27,672	-	-	-	16,27,672
- Amount (Rs.10/- Per Share)	1,62,76,720	-	-	-	1,62,76,720
<u>Year ended 31 March, 2021:</u>					
- Number of shares	16,27,672	-	-	-	16,27,672
- Amount (Rs.10/- Per Share)	1,62,76,720	-	-	-	1,62,76,720
<u>12% Non-Cum. Redeemable Preference</u>					
<u>Year ended 31 March, 2021:</u>					
- Number of shares	-	-	-	-	-
- Amount (Rs.10/- Per Share)	-	-	-	-	-
<u>Year ended 31 March, 2020:</u>					
- Number of shares	39,480	-	-	-	39,480
- Amount (Rs.10/- Per Share)	3,94,800	-	-	-	3,94,800

(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 redeemable preference shareholders have right to a fixed preferential dividend at the rate of 12 percent per annum on the amount for the time being paid up thereon. They shall be redeemed by the Company at par at any time by giving one month notice to the registered holder of those shares of its intention to redeem at par the shares held by the shareholder.

(iii) The company is neither a holding of M/s.Subam Paper and Boards Private Limited company.

**SUBAM PAPERS PRIVATE LIMITED**
**Notes forming part of the Consolidated Financial Statements**

Particulars	As at 31 March, 2021		As at 31 March, 2020	
	Rs.		Rs.	
(iv) Details of shares held by each shareholder holding more than 5% shares:				
Class of shares / Name of shareholder	As at 31 March, 2021		As at 31 March, 2020	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
<u>Equity shares with voting rights</u>				
T. Balakumar	7,39,756	45.45	7,39,756	45.06
A. Sudha	2,86,645	17.61	2,86,645	17.61
K.V. Thirupathi	1,00,000	6.14	1,00,000	6.14
S.S. Alagarsamy	1,00,000	6.14	1,00,000	6.14
R. Premavathy	1,00,000	6.14	1,00,000	6.14
BMM Paper Board P Ltd.	1,57,458	9.67	1,57,458	9.67
<u>12% Non-Cumulative Redeemable Preference</u>				
R.Venkatraghavan	-	-	-	100.00
(v) As at 31 March 2021, no shares were reserved for issue under options. (As at 31 March, 2020: Nil shares)				
(vi) 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				
(vii) Details of calls unpaid			Nil	Nil
(viii) Details of forfeited shares			Nil	Nil
<b>2. RESERVES &amp; SURPLUS</b>				
<u>(a) Share premium account</u>				
Opening balance			19,83,47,639	20,82,57,119
Add : Premium on shares received during the year			-	-
Less : Utilized during the year				99,09,480
<b>Closing balance</b>			<b>19,83,47,639</b>	<b>19,83,47,639</b>
<u>(b) Surplus / (Deficit) in Statement of Profit and Loss</u>				
Opening balance			63,08,78,345	51,21,73,796
Add: Profit / (Loss) for the year			22,59,27,921	23,12,98,669
Less: Transferred to General Reserve			10,00,00,000	10,00,00,000
Less: Redemption of Preference shares			-	1,21,99,320
Less: Transferred to Preference Share Redemption Reserve			-	3,94,800
<b>Closing balance</b>			<b>75,68,06,266</b>	<b>63,08,78,345</b>
<u>(c) Capital Reserve</u>				
On purchase of M/s. BMM Paper Boards Private Limited Shares			1,42,36,200	1,42,36,200
On purchase of M/s. Saradhambika Paper & Board Private Limited Shares			8,25,977	8,25,977
<b>Closing balance</b>			<b>1,50,62,177</b>	<b>1,50,62,177</b>
<u>(d) General Reserve</u>				
Opening balance			31,20,00,000	21,20,00,000
Add: Transferred during the year			10,00,00,000	10,00,00,000
<b>Closing balance</b>			<b>41,20,00,000</b>	<b>31,20,00,000</b>
<u>(e) Redemption Reserve</u>				
Opening balance			3,94,800	3,94,800
Add: Preference share capital redeemed during the year			-	-
<b>Closing balance</b>			<b>3,94,800</b>	<b>3,94,800</b>
<b>Total (a+b+c+d+e)</b>			<b>1,38,26,10,882</b>	<b>1,15,66,82,961</b>
<b>3. LONG TERM BORROWINGS</b>				
<u>(a) Term loans from Banks</u>				
<u>Secured</u>				
From M/s Tamilnad Mercantile Bank Ltd.(TMB), Sankarankovil Branch			-	89,53,788
From M/s Axis Bank Limited, Tirunelveli			1,45,54,909	5,80,99,831
From M/s HDFC Bank Limited, Tirunelveli			30,65,102	2,25,31,181
From M/s HDFC Bank Limited, Tirunelveli (SPBPL)			40,92,523	
From M/s Daimler Financial Services Pvt Ltd			17,82,900	37,71,669
		Sub-total	2,34,95,434	9,33,56,469
<u>Unsecured</u>				
			-	-
		Total (a)	2,34,95,434	9,33,56,469
<u>(c) Loans and advances from related parties</u>				
<u>Secured</u>				
			-	-
<u>Unsecured</u>				
			-	-
		Total (c)	-	-
		<b>Total (a+b+c)</b>	<b>2,34,95,434</b>	<b>9,33,56,469</b>

**SUBAM PAPERS PRIVATE LIMITED**

**Notes forming part of the Consolidated Financial Statements**

Particulars	As at 31 March, 2021	As at 31 March, 2020
	Rs.	Rs.

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

Particulars	Terms of repayment & security	As at 31 March, 2020		As at 31 March, 2019	
		Secured Rs.	Unsecured Rs.	Secured Rs.	Unsecured Rs.
<b>Term loans from Banks</b>					
<b>M/s Tamilnad Mercantile Bank Ltd, Sankarankovil</b>					
Term Loan	Vide para 3.(i)	-	-	89,53,788	-
Total		-	-	89,53,788	-
<b>M/s Axis Bank Ltd, Tirunelveli</b>					
Term Loan - Others		6,69,659		27,14,270	-
Term Loan - Machinery		1,22,10,835		4,72,47,577	-
Term Loan - Building		16,74,415		81,37,984	-
Total		1,45,54,909		5,80,99,831	-
<b>M/s HDFC Bank Ltd, Tirunelveli</b>					
Term Loan - Vehicles		30,65,102		65,31,181	-
Term Loan -SPBPL		40,92,523			-
Term Loan - Machinery		-		1,60,00,000	-
Total		71,57,625		2,25,31,181	-
<b>M/s Daimler Financial Services Pvt Ltd</b>					
Vehicle loan		17,82,900	-	37,71,669	-
Total		17,82,900	-	37,71,669	-
<b>Loans and advances from related parties:</b>					
Total		-	-	-	-

3.(i) Term loan availed from the above banks are secured by joint and equitable mortgage of all immovable properties and by hypothecation of machineires ranking parripassu with one another.

3(ii) The repayments details of above loans are given hereunder:

	M/s Axis Bank Ltd			M/s HDFC Bank Ltd	
	Building	Machinery	Others	Machinery	Vehicle
2021-2022	64,73,994	3,51,04,016	21,11,772	1,60,00,000	34,67,004
2022-2023	16,63,990	1,21,43,561	6,02,498	-	30,64,177
TOTAL	81,37,984	4,72,47,577	27,14,270	1,60,00,000	65,31,181
Interest payable at monthly rests @	MCLR + 0.75% (MCLR 8.25%)			MCLR + 0.85% (Present MCLR 8.15%)	
Year	M/s Tamilnad Mercantile Bank Ltd.,			DALMIER	
2021-2022	89,53,788			19,88,769	
2022-2023	-			17,82,900	
TOTAL	89,53,788			37,71,669	
Interest payable at monthly rests @	9.25%			8.00%	

**SUBAM PAPERS PRIVATE LIMITED**

**Notes forming part of the Consolidated Financial Statements**

Particulars	As at 31 March, 2021	As at 31 March, 2020	
	Rs.	Rs.	
3(ii) Term loans from the above banks are personally guaranteed by the following persons.			
<b>Particulars</b>	<b>Designation</b>	<b>Nature of Guarantee</b>	
Mr.T.Balakumar	Managing Director	Personal Guarantee	
Mrs.A.Sudha	Director	Personal Guarantee	
Ms.B. Madhumitha	Director	Personal Guarantee	
Mr.K.V.Thirupathi	Shareholder	Personal Guarantee	
Mr.S.S.Alagarsamy	Shareholder	Personal Guarantee	
Mrs.R.Premavathi	Shareholder	Personal Guarantee	
Mrs.T.Rukmani	Relative of Managing Director	Personal Guarantee	
3(iii) The directors of the company namely Mr.T.Balakumar and Mrs. A.Sudha and Former Directors of the company Mr.S.S.Alagarsamy and Mr.K.V.Thirupathi and Mrs. R.Premavathi and Mrs. T.Rukmani, the relatives of the Managing director of the company, have given landed properties situate in various locations as collateral securities towards the credit facilities availed from Banks.			
3.2 . Vehicle loan is secured by the concerned vehicle.			
3.3. The Company has not defaulted in repayment of loans and interest.			
3.4. For the current maturities of long-term borrowings, refer Note No. 9(i)(a): Other current liabilities.			
<b>4.DEFFERED TAX LIABILITY:</b>			
Depreciation & Related items	-	72,81,814	
<b>Net Deferred tax liability</b>	-	<b>72,81,814</b>	
(Decrease)/Accretion in Deferred Tax Liability	-	-86,36,708	
<b>Deferred Tax Asset provided during the year</b>	-	<b>-86,36,708</b>	
<b>5 OTHER LONG TERM LIABILITIES</b>	-	-	
<b>6 LONG TERM PROVISIONS:</b>			
Provision for Gratuity	46,47,546	38,40,197	
<b>Total</b>	<b>46,47,546</b>	<b>38,40,197</b>	
<b>7 SHORT TERM BORROWINGS</b>			
<b>(a) Loans repayable on demand</b>			
<u>From Tamilnadu Mercantile Bank Ltd., Sankarankovil Branch (TMB)</u>			
Secured - Cash Credit	-	3,22,14,557	
Unsecured	-	-	
<u>From M/s.Axis Bank Ltd., Tirunelveli Branch</u>			
Secured - Cash Credit	-	3,95,82,650	
Unsecured	-	-	
<u>From M/s.HDFC Bank Ltd., Tirunelveli Branch</u>			
Secured - Cash Credit	2,40,12,476	75,53,490	
Unsecured	-	-	
<u>From M/s.ICICI Bank Ltd., Tirunelveli Branch</u>			
Secured - Cash Credit	29,64,153	-	
Unsecured	-	-	
<b>Total</b>	<b>2,69,76,629</b>	<b>7,93,50,697</b>	
<b>(i) Details of security for the secured short-term borrowings:</b>			
Particulars	Nature of security	As at 31 March, 2021	As at 31 March, 2020
		Rs.	Rs.
<u>Loans repayable on demand from Banks:</u>			
T M B Ltd -Cash Credit	Vide Para 7(i) below	-	3,22,14,557
Axix Bank Ltd - Cash Credit		-	3,95,82,650
HDFC Bank Ltd - Cash Credit		2,40,12,476	75,53,490
ICICI Bank Ltd - Cash Credit		29,64,153	-
<b>Total</b>		<b>2,69,76,629</b>	<b>7,93,50,697</b>
7(i)(a) Working Capital limits availed from the above banks are secured by hypothecation of on entire current assets, i.e. stock of rawmaterials, SIP, finished goods and receivables (present & future) of the company and receivables with a cover period not exceeding 90 days ranking paripassu with one another. Further secured by joint and equitable maortgage of all immovable properties and by hypothecation of machineires ranking parripassu with one another.			

**SUBAM PAPERS PRIVATE LIMITED**

**Notes forming part of the Consolidated Financial Statements**

Particulars	As at 31 March, 2021	As at 31 March, 2020
	Rs.	Rs.
7(i)(c) Interest is payable as under		
<b>Name of bank</b>	<b>Rate of interest</b>	
M/s Tamilnad Mercantile Bank Ltd., Sankarankovil	9.25%	
M/s. Axis Bank Limited, Tirunelveli	MCLR+0.85%(MCLR 8.15%)	
M/s. HDFC Bank Limited, Tirunelveli	MCLR+0.75%(MCLR 8.25%)	
(ii) The above loan is personally guaranteed by the persons/concerns as detailed in Note 3 (ii) above.		
(iii) The directors of the company namely Mr.T.Balakumar and Mrs. A.Sudha and Former Directors of the company Mr.S.S.Alagarsamy and Mr.K.V.Thirupathi and Mrs. R.Premavathi and Mrs. T.Rukmani, relative of the Managing director of the company, have given landed properties situate in various locations as collateral securities towards the credit facilities availed from Banks.		
(iv) The Company has not defaulted in repayment of loans and interest.		
<b>8 TRADE PAYABLES:</b>		
Trade payables:		
a) For Purchase of Raw material and Stores		
i) Due to Micro and Small Enterprises (Pl. refer Note No.32)	-	-
ii) Other parties	25,34,32,123	20,90,75,884
b) For others	-	-
<b>Total</b>	<b>25,34,32,123</b>	<b>20,90,75,884</b>
<b>9 OTHER CURRENT LIABILITIES:</b>		
(a) Current maturities of long-term debt (Refer note(i) below)	6,47,45,555	7,85,52,153
(b) Interest accrued and due on borrowings	10,86,647	10,46,301
(b) Interest accrued and due on borrowings (SPBPL)	10,932	-
(c) Other payables		
(i) Payables for statutory liabilities	67,55,504	9,78,085
(ii) Expenses	4,64,43,359	3,85,44,424
(iii) Advance from dealers	3,03,45,457	1,32,68,863
<b>Total</b>	<b>14,93,87,454</b>	<b>13,23,89,826</b>
<b>Note (i): Current maturities of long-term debt</b>		
(a) Term loans - Secured		
From M/s Axis Bank Limited		
Term loan- Machinery	3,51,04,016	3,25,17,602
Term loan Building	64,73,994	59,38,425
Term loan - Others	21,11,772	20,16,381
Total (a)	4,36,89,782	4,04,72,408
From M/s HDFC Bank Limited		
Term loan- Machinery	1,56,00,000	1,68,00,000
Term loan -Vehicle	34,67,004	65,86,321
Total (b)	1,90,67,004	2,33,86,321
From M/s Tamilnad Mercantile Bank Limited		
Term Loan	-	1,28,57,148
Total (c)	-	1,28,57,148
From M/s Dalmier Financial Services India Private Limited		
Term Loan	19,88,769	18,36,276
Total (d)	19,88,769	18,36,276
<b>Total (a)+(b)+(c)+(d)</b>	<b>6,47,45,555</b>	<b>7,85,52,153</b>
<b>10 SHORT TERM PROVISIONS:</b>		
(a) Provision for employee benefits:		
(i) Provision for Bonus	43,07,025	45,07,698
	43,07,025	45,07,698
(b) Provision - Others:		
(i) Provision for tax	8,20,69,810	9,45,53,250
	8,20,69,810	9,45,53,250
<b>Total</b>	<b>8,63,76,835</b>	<b>9,90,60,948</b>

**SUBAM PAPERS PRIVATE LIMITED**  
Notes forming part of the Consolidated Financial Statements

**11 Property, Plant & Equipment:**

A.	Tangible assets	YEAR	Gross block			Accumulated depreciation and impairment			Net Block	
			Balance as at 1 April, 2019	Additions	Disposals	Balance as at 31 March, 2020	Balance as at 1 April, 2019	Depreciation / amortisation expense for the year	Eliminated on disposal of assets	Balance as at 31 March, 2020
			Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
	(a) Freehold Land	2020-2021	10,52,413	-	-	10,52,413	-	-	-	10,52,413
		2019-2020	10,52,413	-	-	10,52,413	-	-	-	10,52,413
	(b) Windmill Land	2020-2021	1,39,650	-	-	1,39,650	-	-	-	1,39,650
		2019-2020	1,39,650	-	-	1,39,650	-	-	-	1,39,650
	(c) Buildings	2020-2021	16,13,95,421	-	-	16,13,95,421	4,39,46,440	5,02,83,491	5,02,83,491	11,11,11,930
		2019-2020	15,82,09,385	31,86,036	-	16,13,95,421	3,77,10,266	62,36,174	4,39,46,440	11,74,48,981
	(d) Plant & Equipment	2020-2021	67,96,57,711	70,64,181	-	68,67,21,892	45,91,10,613	7,20,11,505	53,11,22,118	22,05,47,098
		2019-2020	67,68,73,414	27,84,297	-	67,96,57,711	38,90,52,007	7,00,58,606	45,91,10,613	28,78,21,407
	(e) Office Equipment & Furniture & Fixture	2020-2021	81,94,964	6,32,356	-	88,27,320	43,51,652	6,89,208	50,40,860	38,43,312
		2019-2020	78,26,443	3,68,521	-	81,94,964	36,61,030	6,90,622	43,51,652	41,65,413
	(f) Windmill	2020-2021	10,41,75,100	-	-	10,41,75,100	10,40,50,421	-	10,40,50,421	1,24,679
		2019-2020	10,41,75,100	-	-	10,41,75,100	10,40,50,421	-	10,40,50,421	1,24,679
	(g) Vehicles	2020-2021	5,53,72,796	69,000	-	5,54,41,796	1,39,47,726	41,18,181	1,80,65,907	4,14,25,070
		2019-2020	3,50,39,941	2,09,61,478	6,28,623	5,53,72,796	1,00,91,544	40,58,053	1,39,47,726	2,49,48,397
	<b>Total</b>	2019-2020	1,00,99,88,055	77,65,537	-	1,01,77,53,592	62,54,06,852	8,31,55,945	70,85,62,797	30,91,90,795
		2019-2020	98,33,16,346	2,73,00,332	6,28,623	1,00,99,88,055	54,45,65,268	8,10,43,455	62,54,06,852	38,45,81,203

**Depreciation and amortisation relating to continuing operations:**

Particulars	As at 31	
	March, 2021	March, 2020
	Rs.	Rs.
Depreciation and amortisation for the year on tangible assets	8,31,55,945	8,10,43,455
Depreciation and amortisation for the year on intangible assets	-	-
Less: Utilised from revaluation reserve	-	-
Depreciation and amortisation relating to continuing operations	8,31,55,945	8,10,43,455

**SUBAM PAPERS PRIVATE LIMITED**

**Notes forming part of the Consolidated Financial Statements**

**12 Non-current investments**

Particulars	As at 31 March, 2021			As at 31 March, 2020		
	Quoted	Unquoted	Total	Quoted	Unquoted	Total
Investments (At cost):						
A. <u>Non-Trade</u>						
<u>Investment in equity instruments</u>						
a) 60,000 Equity Shares of Rs.10/- each in M/s B.M.M. Paper Board Private Limited, Sankarankovil( Cost Rs.6,00,000/- plus Capital Reserve Rs.1,46,36,200/- Please Refer Note No:26)	-	4,14,21,923	4,14,21,923	-	3,75,58,157	3,75,58,157
b) 29,870 Equity Shares of Rs.10/- each in M/s Nu Power Wind Farms Private Limited at cost	-	8,31,250	8,31,250	-	8,31,250	8,31,250
c) 82,502 Equity Shares of Rs.100/- each in M/s. Bhatia Coke & Energy Ltd	-	82,50,264	82,50,264	-	82,50,264	82,50,264
d) Equity shares in M/s. Raghurama Renewable Energy Limited	-	4,00,000	4,00,000	-	4,00,000	4,00,000
e) 23,250 Equity Shares of Rs.506/- & 24,000 Equity Shares of Rs.510/- each in Saradmambika Paper Board & Mills Private Limited (Cost Rs.2,40,04,500 plus Capital Reserve Rs.8,25,977/- Please refer Note No:26)		3,99,90,201	3,99,90,201		3,39,52,708	3,39,52,708
f) 81,90,000 Shares of Rs.10/- each Equity Shares in M/s Subam Paper and Boards Private Limited						
<b>TOTAL</b>	-	9,08,93,638	9,08,93,638	-	8,09,92,379	8,09,92,379

**SUBAM PAPERS PRIVATE LIMITED**
**Notes forming part of the Consolidated Financial Statements**

	Particulars	As at 31	As at 31
		March, 2021	March, 2020
		Rs.	Rs.
<b>13</b>	<b>LONG TERM LOANS &amp; ADVANCES:</b>		
	(a) Capital advances - Un-Secured, considered good	17,17,96,475	51,00,000
	(b) Security deposits - Tamilnadu Generation & Distribution Corporation Ltd. (TANGEDCO) and other Government Departments -Secured and Considered Good	3,66,05,682	2,20,22,402
	<b>Total</b>	<b>20,84,02,157</b>	<b>2,71,22,402</b>
<b>14</b>	<b>DEFERRED TAX ASSET</b>		
	Depreciation & Related items	30,62,625	-
	Less: Unsabsorbed depreciation losses	-	-
	Net Deferred tax Asset	30,62,625	-
	(Decrease)/Accretion in Deferred Tax Liability	1,03,44,439	-
	Deferred Tax Liability provided during the year	-	-
	<b>Total</b>	<b>30,62,625</b>	<b>-</b>
<b>15</b>	<b>OTHER NON CURRENT ASSETS</b>		
	Pre-operative expenses to the extent not written off	9,77,320	-
	Preliminary expenses to the extent not written off	13,32,704	-
	<b>Total</b>	<b>23,10,024</b>	<b>-</b>
<b>16</b>	<b>INVENTORIES:</b>		
	(a) Raw materials	15,31,99,321	2,99,61,952
	(b) Work-in-progress	5,85,000	3,00,000
	(c) Finished goods	2,01,98,490	74,48,013
	(d) Stores and spares, Fire Wood & Coal	6,53,21,234	7,15,07,980
	<b>Total</b>	<b>23,93,04,045</b>	<b>10,92,17,945</b>
<b>17</b>	<b>TRADE RECEIVABLES:</b>		
	a) Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
	Secured, considered good	-	-
	Unsecured, considered good	1,19,90,436	2,22,99,525
	Doubtful	-	-
		1,19,90,436	2,22,99,525
	Less: Provision for doubtful trade receivables	-	-
		1,19,90,436	2,22,99,525
	b) Other Trade receivables		
	Secured, considered good	-	-
	Unsecured, considered good	60,47,17,023	60,10,99,864
	Doubtful	-	-
		60,47,17,023	60,10,99,864
	Less: Provision for doubtful trade receivables	-	-
		60,47,17,023	60,10,99,864
	<b>Total</b>	<b>61,67,07,459</b>	<b>62,33,99,389</b>
<b>18</b>	<b>CASH AND CASH EQUIVALENTS:</b>		
	(a) Cash on hand	1,99,735	6,47,396
	(b) Cheques, drafts on hand	-	-
	(c) Balances with Banks		
	(i) In Current Accounts	4,65,26,807	7,66,83,977
	(ii) In Deposit Accounts (Including deposit towards Unspent CSR obliteration amount of Rs.65.00 lakhs)	81,00,000	1,15,10,000
	<b>Total</b>	<b>5,48,26,542</b>	<b>8,88,41,373</b>

**SUBAM PAPERS PRIVATE LIMITED**

**Notes forming part of the Consolidated Financial Statements**

Particulars	As at 31	As at 31
	March, 2021	March, 2020
	Rs.	Rs.
<b>19 SHORT TERM LOANS &amp; ADVANCES:</b>		
(a) Prepaid expenses - Unsecured, considered good	42,57,227	52,65,306
(b) Balances with government authorities -Unsecured, considered good		
(i) GST credit receivable	96,09,933	22,62,200
(ii) TDS and Advance Tax	8,34,58,827	5,22,13,211
(c) Advance for Raw materials, Stores & others Unsecured, considered good	23,63,01,426	29,84,32,517
<b>Total</b>	<b>33,36,27,413</b>	<b>35,81,73,234</b>
Note:		
Details of advances given to related parties are given in Note No: 29 to Notes on accounts.		
<b>20 OTHER CURRENT ASSETS:</b>		
(i) Claim receivable	4,12,119	11,96,79,424
(ii) Interest Receivables	14,92,501	40,87,408
(iii) Duty Drawback Receivable	13,65,818	12,20,758
<b>Total</b>	<b>32,70,438</b>	<b>12,49,87,590</b>

SUBAM PAPERS PRIVATE LIMITED			
Notes forming part of the Consolidated Financial Statements			
	Particulars	For the year ended	For the year ended
		31 March, 2021	31 March, 2020
		Rs.	Rs.
20	<b>REVENUE FROM OPERATIONS:</b>		
(a)	Sale of products (Refer Note (i) below)	2,66,50,53,286	2,42,44,73,353
	Sub-total (i)	<b>2,66,50,53,286</b>	<b>2,42,44,73,353</b>
	<u>Other Operating Income</u>		
	i) Value of Power generated from Wind Mill	1,38,74,970	1,66,39,888
	Sub-total (ii)	1,38,74,970	1,66,39,888
	Total (i)+(ii)	<b>2,67,89,28,256</b>	<b>2,44,11,13,241</b>
(i)	<u>Sale of products comprises</u>		
	<u>Manufactured goods (Kraft &amp; Duplex Paper)</u>		
	a) Direct Sales (Net of returns)	1,76,30,40,345	1,87,61,41,273
	b) Export Sales	87,84,28,302	54,43,29,230
	c) Merchant Exports	2,35,84,639	40,02,850
	Total - Sale of manufactured goods	2,66,50,53,286	2,42,44,73,353
	Total	<b>2,66,50,53,286</b>	<b>2,42,44,73,353</b>
21	<b>OTHER INCOME:</b>		
(a)	Interest Income (Refer Note (i) below)	95,82,521	2,75,29,731
(b)	Other non-operating income (Refer Note (ii) below)	2,55,13,935	5,23,39,362
	Total	<b>3,50,96,456</b>	<b>7,98,69,093</b>
(i)	<u>Interest Income comprises:</u>		
	a) Interest from banks on Deposits (TDS Rs.87,643/-)	17,04,838	7,77,790
	b) Interest from TANGEDCO on security deposits (TDS Rs.1,17,509/-)	12,14,148	11,66,097
	a) Interest from others (TDS Rs.21,40,795/-)	66,63,535	2,55,85,844
	Total - Interest income	95,82,521	2,75,29,731
(ii)	<u>Other non-operating income comprises:</u>		
	a) Scrap sales	30,99,850	5,52,538
	b) Duty Drawback	1,14,95,258	79,02,231
	c) MEIS Incentive received	52,44,488	4,38,84,593
	d) Insurance collection on sales	56,74,339	-
	Total - Other non-operating income	2,55,13,935	5,23,39,362
	Total	<b>3,50,96,456</b>	<b>7,98,69,093</b>
22.a	<b>COST OF MATERIALS CONSUMED:</b>		
	Opening stock	2,99,61,952	11,79,37,085
	<u>Add: Purchases</u>		
	1. Waste Paper	1,41,60,89,347	93,16,25,043
	2. Chemicals	17,68,06,088	24,84,62,009
		1,62,28,57,387	1,29,80,24,137
	Less: Waste Paper Sales	4,40,853	-
		1,62,24,16,534	1,29,80,24,137
	Less: Closing stock	15,31,99,321	2,99,61,952
	Cost of material consumed	<b>1,46,92,17,213</b>	<b>1,26,80,62,185</b>
22.b	<b>PURCHASE OF TRADED GOODS:</b>	-	-

SUBAM PAPERS PRIVATE LIMITED			
Notes forming part of the Consolidated Financial Statements			
	Particulars	For the year ended	For the year ended
		31 March, 2021	31 March, 2020
		Rs.	Rs.
<b>22.c</b>	<b>CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN TRADE:</b>		
	Inventories at the end of the year:		
	Finished goods	2,01,98,490	74,48,013
	Work in Progress	5,85,000	3,00,000
		2,07,83,490	77,48,013
	Inventories at the beginning of the year:		
	Finished goods	74,48,013	3,97,11,665
	Work in Progress	3,00,000	8,00,000
		77,48,013	4,05,11,665
	<b>Net (increase) / decrease</b>	<b>-1,30,35,477</b>	<b>3,27,63,652</b>
<b>23</b>	<b>EMPLOYEE BENEFIT EXPENSES:</b>		
	a)Salaries and wages	7,27,99,022	8,16,77,942
	b)Director Remuneration	1,35,00,000	1,80,00,000
	c)Contributions to provident and other funds	12,21,178	16,36,069
	d)Staff welfare expenses	46,21,752	44,99,271
	e)Provision for Gratuity	8,07,349	20,62,988
	<b>Total</b>	<b>9,29,49,301</b>	<b>10,78,76,270</b>
<b>24</b>	<b>FINANCE COSTS:</b>		
	(a) Interest expense on:		
	(i) Borrowings	1,48,15,191	2,54,98,566
	(ii) Others		
	- Interest on other Loans	10,876	23,40,295
	- Foreign Exchange fluctuation difference	-43,69,482	-3,61,55,624
	- Bank commission & Charges	52,29,152	35,54,027
	- Interest on income tax	38,01,167	59,15,646
	<b>Total</b>	<b>1,94,86,904</b>	<b>11,52,910</b>
<b>25</b>	<b>OTHER EXPENSES:</b>		
	a)Consumption of stores and spare parts	12,74,69,019	9,22,67,205
	b)Power and fuel	37,42,30,131	44,39,41,257
	c)Repairs and maintenance - Machinery	3,51,01,508	4,18,23,633
	d)Repairs and maintenance - Building	64,54,646	57,90,642
	e)Repairs and maintenance - Others	3,30,10,525	4,23,95,078
	f)Insurance	37,35,482	44,69,987
	g)Freight and forwarding	1,81,51,261	1,27,48,927
	h)Lease Rent	2,03,500	19,04,000
	i)Rates and taxes	25,75,918	28,20,309
	j)Brokerage & Commission	3,55,18,207	3,69,03,997
	k)Rebates and Discounts	28,28,934	84,46,975
	l)Bad debts	28,26,937	1,63,47,066
	m)Other expenses(Refer Note (i) below)	1,27,13,300	1,56,00,883
	<b>Total</b>	<b>65,48,19,369</b>	<b>72,54,59,959</b>
	<b>Note(i) - Other Expenses</b>		
	a)Postage & Telephone	4,72,310	6,27,795
	b)Travelling and conveyance	17,10,199	30,07,607
	c)Printing and stationery	5,72,043	3,61,353
	d)Professional fees	71,30,292	69,58,357
	e)Payments to auditors (Refer Note (i) below)	2,00,000	2,00,000
	f)Miscellaneous expenses	8,00,792	8,24,730
	g) Sales Promotion expenses	-	10,79,574
	h) Security charges	12,45,662	9,10,064
	i) CSR Expenses	5,82,003	16,31,402
	<b>Total</b>	<b>1,27,13,300</b>	<b>1,56,00,883</b>
	<b>Note(ii)</b>		
	(i) Payments to the auditors comprises:		
	For Statutory Audit	1,25,000	1,25,000
	For taxation matters	50,000	50,000
	For reimbursement of expenses	25,000	25,000
	<b>Total</b>	<b>2,00,000</b>	<b>2,00,000</b>

**SUBAM PAPERS PRIVATE LIMITED**

**Notes forming part of the Consolidated Financial Statements**

26 The investment in the Associate Company namely M/s. B.M.M. Paper Board Private Limited & M/s. Sardhambika Paper & Board Private Limited is accounted using Equity method upon consolidation as per Accounting Standard 23.

Particulars		31st March 2021	31st March 2020
(In Rupees)			
M/s. BMM Paper Boards Private Limited		28.57%	28.57%
Share holding in %			
Value of investments equivalent to Net Assets Value		1,48,36,200	1,48,36,200
Goodwill/(Capital Reserve)		1,42,36,200	1,42,36,200
Share of profit/loss of Associate company(Cumulative)		2,65,85,723	2,27,21,957
Carrying Value of investment		4,14,21,923	3,75,58,157
<b>M/s. Saradhambika Paper &amp; Board Private Limited</b>			
Share holding in %		28.13%	0.28
Value of investments equivalent to Net Assets Value		2,48,30,477	2,48,30,477
Goodwill/(Capital Reserve)		8,25,977	8,25,977
Share of profit/loss of Associate company(Cumulative)		1,51,59,724	91,22,231
Carrying Value of investment		3,99,90,201	3,39,52,708

27 Earnings Per Share ( In Rupee)

Particulars	Unit	31st March 2021	31st March 2020
Net Profit after Tax (A)	Rs.	21,60,26,662	21,83,14,459
Share of profit / Loss from Associate company	Rs.	99,01,259	1,29,84,210
Total Profits	Rs.	22,59,27,921	23,12,98,669
Weighted average No. of shares (B)	No.s	16,27,672	16,27,672
Basic earnings per share for Rs.10/- each (A/B)	Rs.	138.80	142.10

28 Additional information as required under Schedule III to the Companies Act 2013 of the entity consolidated as Subsidiary Company

S.No.	Name of the entity	Net Asset i.e total assets minus liabilities		Share of Profit or Loss	
		As % of consolidated net assets	Amount Rs.	As % of consolidated profit or loss	Amount Rs.
1	Parent				
	Subam Paper Private Limited	94.15%	1,31,70,87,602	100.00%	22,59,27,921
2	Subsidiary				
	Subam Paper and Board Private Limited	5.85%	8,19,00,000	-	-

**SUBAM PAPERS PRIVATE LIMITED**  
**DIRECTORS' REPORT FOR THE FINANCIAL YEAR 2020-2021**

**14. Corporate Social Responsibility:**

In terms of Section 135 and Schedule VII of the Companies Act, 2013, the Board of Directors of the Company have formed a Corporate Social Responsibility (CSR) Committee. The CSR Committee of the Board have formulated necessary CSR policy which is available with the Company. The CSR Committee have identified Rural Development, Education and Sports, Health Care, Water & Sanitation, Swatch Bharath Scheme etc. which are in accordance with Schedule VII of the Companies Act 2013. The Company has spent Rs.5.82 lakhs during FY 2020-21 towards the CSR obligation of FY 2018-19 and the unspent amount is deposited in a separate bank account. The company couldn't spent the amounts within 2020-2021 fiscal as proper projects couldn't be identified. The company will expedite the spending of CSR obligation in the current year. The report on Corporate Social Responsibility (CSR) activities as prescribed under Companies (Corporate Social Responsibility Policy) 2014 is given in Annexure No.III

**15. Number of meeting of the Board:**

The Board of Directors of the company met <sup>Sykes</sup> fifteen times on 13.4.20, 15.6.20, 19.6.20, 6.7.20, 31.8.20, 16.12.20, 21.12.20, 25.12.20, 28.12.20, 4.1.21, 1.2.21, 15.2.21, 17.2.21, 25.2.21, and 27.2.21 during the year. 15.3.21

**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, 2021, 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, 2021 and of the Profit of the company for that period;
- (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:**

Complete details of Loans, Guarantees and Investments covered under Sec 186 of Companies Act, 2013 is given in Annexure IV.

**18. Particulars of Employee:**

Particulars of employee who have received remuneration exceeding the limit as stated in rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is annexed.

**19. EXTRACT OF THE ANNUAL RETURN IN FORM MGT-9:**

Pursuant to section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management and Administration) Rules, 2014, extract of FORM MGT-9 is annexed.