



Growth with Care and Compassion

The year 2020 was a tumultuous one with the rhythm of our daily activity broken by the ongoing COVID 19 pandemic. However, every adversity has a silver lining. With economic activity coming to a standstill in the first half of the year 2020,

Supreme took time to introspect, course correct, further strengthen the infrastructure & facilities, build its capabilities & capacities in each product line and create newer & better variants. The company also focused on building new skill sets, digitalizing and redefining its vision to encompass, among other factors, growth with care and compassion.

If there is one thing that the current pandemic has brought to light is the oft-stated fact, that is, the only constant is change, and only those that evolve with the new normal, thrive and grow. In this backdrop, it is with great pride we state that the Supreme Group has learnt from the current realities and is well-positioned to take forward its journey, well-equipped with new learnings, new experiences and new capabilities.

At Supreme, we understand and acknowledge the role of our workforce. Even in these difficult times, the company continued its operations with compassion, providing paid leaves to employees affected with COVID 19.

Rapid and RT-PCR tests are regularly carried out with all cost to company. We have also invested in other safety and social distancing measures. We stand steadfast with all our employees, because at Supreme, the workforce is our extended family - our own 'Supreme Parivaar.'

As a leading player in the industry, Supreme firmly believes that growth comes from innovation, determination and perseverance; qualities that the group has always demonstrated in good measure. While the company has always been an ethical player, the current pandemic has sensitized us further to the needs of our workforce, community, society and the nation.

We assure you that your company will continue to reign Supreme in all its areas of activity. While we are committed to creating economic wealth, we are equally committed to **Growth with Care and Compassion.**





PERFORMANCE HIGHLIGHTS

(₹ In Lakhs)

	2011-12	2012-13	2013-14	2014-15	2015-16 (9 months)	2016-17	2017-18	2018-19	2019-20	2020-21
Market Capitilization	283,206	428,144	663,779	857,749	939,554	1,387,959	1,516,764	1,414,889	1,102,212	2,588,172
Polymers Processed (MT)	245,700	281,452	285,539	303,812	242,968	359,930	366,714	400,248	428,272	388,620
Product Sales (MT)	245,947	270,650	275,463	301,930	235,306	340,906	371,176	397,983	411,521	409,109
Sales	318,462	374,608	434,333	469,138	332,776	499,896	510,894	561,167	551,127	635,698
Less: Excise Duty	29,532	38,796	43,851	47,239	36,770	53,719	13,914	-	-	
Net Sales	288,930	335,812	390,483	421,899	296,006	446,177	496,980	561,167	551,127	635,698
Other Income	4,917	4,884	6,751	4,246	1,082	802	1,651	2,080	1,879	1,585
Total Income	293,847	340,697	397,234	426,145	297,088	446,979	498,631	563,247	553,006	637,283
Operating Profit	48,282	53,940	59,903	67,265	47,171	76,961	80,304	80,457	85,372	130,019
Interest	5,480	5,235	7,614	5,795	2,888	3,024	2,064	2,600	2,018	950
Gross Profit	42,802	48,705	52,288	61,470	44,283	73,937	78,240	77,857	83,354	129,068
Depreciation	7,246	8,171	10,154	13,895	10,457	15,429	16,715	18,354	20,567	21,278
Profit Before Tax & Exceptional Items	35,556	40,535	42,135	47,575	33,826	58,508	61,525	59,503	62,787	107,790
Exceptional Items/(Loss)	-	-	-	-	(769)	-	-	8,175	-	
Tax	(11,504)	(13,299)	(13,998)	(16,004)	(11,765)	(20,578)	(20,570)	(21,575)	(13,147)	(27,653)
Profit after Tax	24,052	27,235	28,137	31,571	21,292	37,930	40,955	46,103	49,640	80,137
Other Comprehensive Income		-	-	-	(143)	(213)	(62)	(236)	(423)	(130)
Total Comprehensive Income	24,052	27,235	28,137	31,571	21,149	37,717	40,893	45,867	49,217	80,006
Paid up Equity Capital (FV Rs.2)	2,541	2,541	2,541	2,541	2,541	2,541	2,541	2,541	2,541	2,541
Reserves and Surplus*	61,472	77,581	93,828	120,692	119,673	152,804	170,764	196,724	210,718	284,373
Shareholders' Funds	64,013	80,122	96,369	123,233	122,214	155,345	173,305	199,265	213,259	286,914
Net Debts (After Adjusted Surplus In CC Account)	34,352	45,396	45,188	27,651	41,209	22,836	24,508	14,713	21,763	(75,822)
Long Term Loans	20,226	29,274	34,998	29,622	24,826	6,406	135	112	88	61
Deferred Tax Liability (Net)	8,326	9,065	11,675	9,058	10,548	11,626	11,340	12,036	9,011	9,192
Capital Employed**	92,565	118,461	143,042	161,913	157,588	173,377	184,780	211,413	222,358	296,167
Net Fixed Assets***	73,805	102,645	108,790	103,250	118,467	126,330	135,338	152,097	160,774	171,428
Basic & Diluted Earning Per Share (Before exceptional income/loss)	19	21	22	25	17.37#	29.86	32.24	31.40	39.08	63.09
Basic & Diluted Earning Per Share (After exceptional income/loss)	19	21	22	25	16.76#	29.86	32.24	36.29	39.08	63.09
Cash Earning Per Equity Share (₹)	25	28	30	36	25	41.84	45.35	50.56	54.93	79.72
Book Value (₹)	50	63	76	97	96	122.29	136.43	156.87	167.85	225.83
Dividend (%)	300	375	400	450	375	750	600	650	700	1,100
ROACE(PBIT excluding exceptional items/ Average Capital Employed)% ****	44.69	40.03	34.81	33.15	29.87 ^	36.24	34.70	30.23	28.97	41.58
ROANW (PAT / Average Net Worth) %	42.63	37.79	31.88	28.75	23.13^	27.33	24.92	24.75	24.07	32.04
Debt : Equity (Long Term Debt / Total Net worth)	0.29	0.36	0.36	0.24	0.20	0.04	0.00	0.00	0.00	0.00
Debt: Equity (Total Debt / Total Net Worth)	0.54	0.58	0.47	0.22	0.34	0.15	0.14	0.08	0.10	0.00

Previous year figure have been regrouped where ever required.

^{***} Shareholders' funds +Long Term Loans +Deferred Tax Liability

*** Excluding revaluation reserve & Capital work in Progress & Assets held for disposal

**** ROACE=PBIT (Interest is excluding interest on working capital loans & unsecured loans)/Avg. Capital employed

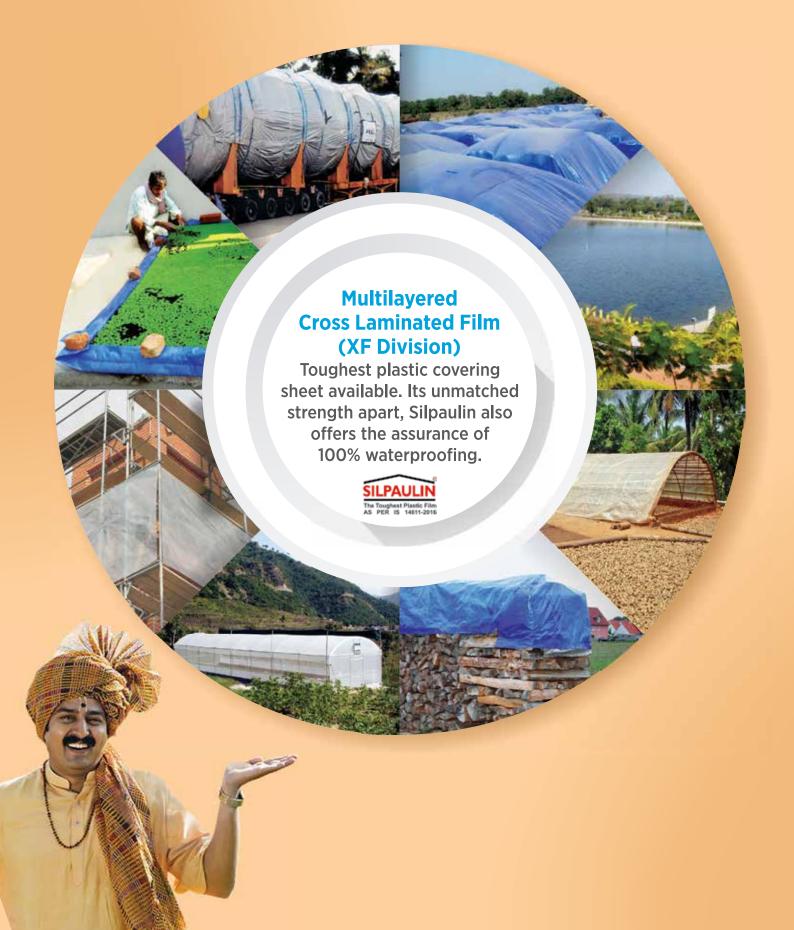
Figures Not Annualised

**** Figures Annualised



































EXPANDING HORIZONS

A NETWORK OF PLANTS & OFFICES SPREAD ACROSS THE COUNTRY



Units at :

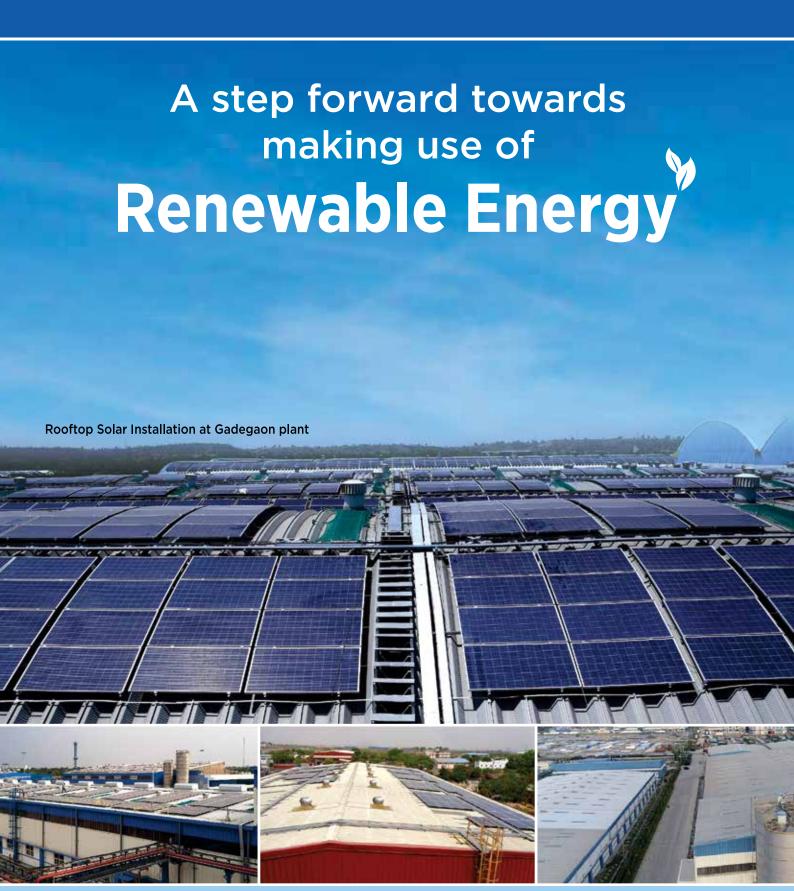
Derabassi, Durgapur, Gadegaon, Ghiloth, Guwahati, Halol I, II, III & IV, Hosur, Jadcherla, Jalgaon I & II, Kanpur Dehat, Kharagpur, Khopoli, Malanpur I, II & III, Noida, Puducherry, Silvassa, Talegaon, Sri perumbudur, Urse.

Offices at :

Ahmedabad, Bangalore, Bhubaneswar, Chennai, Guwahati, Hyderabad, Indore, Jabalpur, Jaipur, Kanpur, Kochi, Kolkata, Mumbai, Noida, Patna, Pune, Raipur, Ranchi, Vijaywada

- Group Units at:
- Proposed Units at:
 Cuttak (Odisha), Guwahati (Assam), Parundurai (Tamilnadu)

Rooftop Solar Installations at various locations



Rooftop Solar Installation at Jadcherla plant

Rooftop Solar Installation at Malanpur plant

Rooftop Solar Installation at Kharagpur plant

Supreme has undertaken several

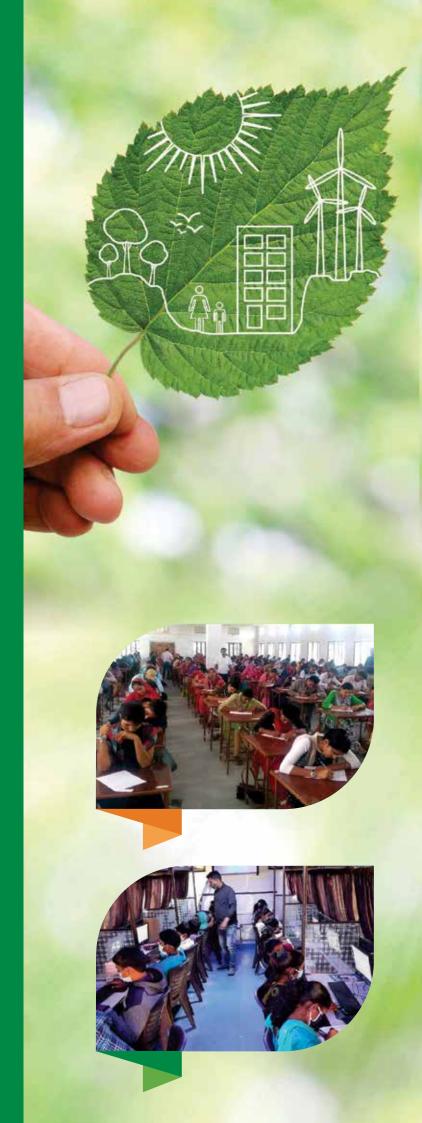
Corporate Social Responsibility

measures to improve the quality of life. Supreme Foundation is working extensively on providing better education to children in the rural areas, besides several other initiatives.











Company Information

BOARD OF DIRECTORS

B. L. Taparia, Chairman

M. P. Taparia, Managing Director

S. J. Taparia, Executive Director

V. K. Taparia, Executive Director

B. V. Bhargava, Director

Y. P. Trivedi, Director

R. Kannan, Director

R. M. Pandia, Director

Ms. Ameeta Parpia, Director

Sarthak Behuria, Director

BANKERS

Axis Bank Ltd.

Citi Bank

HDFC Bank Ltd.

HSBC

ICICI Bank Ltd.

J.P.Morgan Chase Bank

Kotak Mahindra Bank Ltd.

Standard Chartered Bank

Yes Bank Ltd.

CHIEF FINANCIAL OFFICER

P. C. Somani

VP (CORPORATE AFFAIRS) & COMPANY SECRETARY

R.J. Saboo

AUDITORS

M/s. Lodha & Co. Chartered Accountants

REGISTERED OFFICE

612, Raheja Chambers, Nariman Point, Mumbai 400 021.

Tele: 022-2285 1656 Fax: 022-2285 1657 Website: http://www.supreme.co.in

Email: investor@supreme.co.in CIN: L35920MH1942PLC003554

CORPORATE OFFICE

1161 & 1162 Solitaire Corporate Park,

167, Guru Hargovindji Marg, Andheri Ghatkopar Link Road,

Andheri (E), Mumbai 400 093

Tele: 022-4043 0000 Fax: 022-4043 0099 Website: http://www.supreme.co.in Email: supreme@supreme.co.in

WORKS

- 1. Derabassi (Punjab)
- 2. Durgapur (West Bengal)
- 3. Gadegaon (Maharashtra)
- 4. Ghiloth (Rajasthan)
- 5. Guwahati (Assam)
- 6. Halol Unit I (Gujarat)
- 7. Halol Unit II (Gujarat)
- 8. Halol Unit III (Gujarat)
- 9. Halol Unit IV (Gujarat)
- 10. Hosur (Tamil Nadu)
- 10. Hosui (Iaiiii Nauu)
- 11. Jalgaon Unit I (Maharashtra)
- 12. Jalgaon Unit II (Maharashtra)
- 13. Jadcherla (Telangana)
- 14. Kanhe (Maharashtra)
- 15. Kanpur (Uttar Pradesh)
- 16. Kharagpur (West Bengal)
- 17. Khopoli (Maharashtra)
- 18. Malanpur Unit I (Madhya Pradesh)
- 19. Malanpur Unit II (Madhya Pradesh)
- 20. Malanpur Unit III (Madhya Pradesh)
- 21. Noida (Uttar Pradesh)
- 22. Puducherry (Union Territory)
- 23. Silvassa (Union Territory)
- 24. Sriperumbudur (Tamil Nadu)
- 25. Urse (Maharashtra)

OFFICES

1.	Ahmedabad	7.	Kanpur	13.	Jabalpur
	Bangalore		Kolkata		Bhubanesw
	Chennai	9.	Mumbai	15.	Guwahati
4.	Cochin	10.	Noida	16.	Patna
5.	Hyderabad	11.	Pune	17.	Ranchi
6.	Indore	12.	Jaipur	18.	Raipur
19.	Vijaywada		•		•

Contents

Contents	
Notice of Annual General Meeting	2
Boards' Report	9
Management Discussion and Analysis	30
Corporate Governance	39
Business Responsibility Report	52
Independent Auditors' Report	60
Balance Sheet	66
Statement of Profit and Loss	67
Cash Flow Statement	68
Statement of Change in Equity	69
Notes to Financial Statements	70
Consolidated Financial Statements	102
Works Location	125



The Supreme Industries Limited

Regd. Office: 612, Raheja Chambers, Nariman Point, Mumbai - 400021 CIN:L35920MH1942PLC003554

Email: investor@supreme.co.in, Website: www.supreme.co.in Tel.: 022-2285 1656, Fax: 022-2285 1657

Notice

NOTICE is hereby given that the 79^{th} Annual General Meeting of the Members of The Supreme Industries Limited will be held through Video Conference ("VC") / Other Audio Visual Means ("OAVM") on Tuesday the 29^{th} June, 2021, at 4.00 p.m. to transact with or without modification(s), as may be permissible, the following businesses.

ORDINARY BUSINESS:

- 1. To receive, consider and adopt:
 - a) The Audited financial statements of the Company for the financial year ended 31st March, 2021, including the Audited Balance Sheet as at 31st March, 2021, the Statement of Profit & Loss and Cash Flow Statement, for the year ended on that date and reports of the Board of Directors and Auditors thereon.
 - b) The Audited Consolidated Financial Statements of the Company for the Financial Year ended 31st March, 2021.
- To appoint a Director in place of Shri B.L. Taparia (Director Identification No. 00112438), who retires by rotation and being eligible, offers himself for reappointment.
- 3. To declare final dividend on Equity Shares for the Financial Year ended 31st March, 2021 and to confirm payment of Interim dividend on Equity Shares declared by the Board of Directors of the Company.
- 4. To consider and if thought fit, to pass the following resolution as an **Ordinary Resolution**:
 - "RESOLVED THAT pursuant to Section 139, 142 and other applicable provisions, if any of the Companies Act, 2013 (the Act) and the Companies (Audit and Auditors Rule, 2014 (the Rules), including any statutory modification(s) or reenactment(s) thereof for the time being in force, and pursuant to recommendation made by the Audit Committee of the Board, M/s. LODHA & CO., Chartered Accountants having Registration No. 301051E, Mumbai, be and are hereby reappointed as Statutory Auditors of the Company for the second term of 5 (five) years, to hold office from the conclusion of 79th Annual General Meeting till the conclusion 84th Annual General Meeting and the Board be and is hereby authorized to fix the remuneration as may be determined by the Audit Committee in consultation with the Auditors, in addition to reimbursement of all out of pocket expenses as may be incurred in connection with the audit of the accounts of the Company"
- To consider and if thought fit, to pass the following resolution as an **Ordinary Resolution**:
 - **"RESOLVED THAT,** pursuant to provisions of Section 143(8) and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, as amended from time to time, the Board be and is hereby authorised to appoint Branch Auditors of any branch of the Company, whether existing or which may be opened/acquired hereafter within or outside India, in consultation with the Company's auditors, any person(s) qualified to act as Branch Auditors and to fix their remuneration."

SPECIAL BUSINESS:

 To ratify the remuneration payable to Cost Auditors and in this regard to consider and if thought fit, to pass the following resolution as an **Ordinary Resolution**

"RESOLVED THAT pursuant to the provisions of Section 148 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or amendment(s) or re-enactments thereof for the time being in force), M/s. Kishore Bhatia & Associates, Cost Accountants (Firm Registration No. 00294), appointed as Cost Auditors by the Board of Directors of the Company to conduct the Audit of the Cost records of the Company for the financial year ending on 31st March, 2022, be paid a remuneration of Rs 6,00,000/-(Rupees Six Lakhs Only) per annum plus reimbursement of all out of pocket expenses as may be incurred in connection with the audit of the accounts of the Company.

RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution."

NOTES:

- I. In view of the continuing Covid-19 pandemic and social distancing norm, the Ministry of Corporate Affairs ("MCA") has vide it's circular dated April 8, 2020 and April 13, 2020, May 5, 2020 and January 13, 2021 (collectively referred to as "MCA Circulars") and Securities and Exchange Board of India vide its Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020 and SEBI/HO/CFD/CMD2/CIR/P/2021/11, Dated January 15, 2021 (referred to as "SEBI Circular") permitted the holding of the "AGM" through Video Conferencing (VC) / Other Audio-Visual Means (OAVM), without the physical presence of the Members at a common venue. Accordingly, in compliance with the provisions of the MCA Circulars and SEBI Circulars, the AGM of the Company is being held through VC / OAVM. Hence, Members can attend and participate in the AGM through VC/OAVM only.
- 2. As the AGM shall be conducted through VC/OAVM, the facility for appointment of Proxy by the Members is not available for this AGM and hence the Proxy Form and Attendance Slip including Route Map are not annexed to this Notice. However, the Body Corporates are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and participate there at and cast their votes through e-voting.
- Explanatory Statement pursuant to Section 102(1) of the Companies Act, 2013, in respect of the Special Business at Item No. 6 of the above Notice is annexed hereto.
- The Company has engaged the services of National Securities
 Depository Limited (NSDL), to provide video conferencing
 facility and e-voting facility for the AGM.
- Corporate/Institutional Members (i.e. other than Individuals, HUF, NRI etc.) are also required to send scanned certified true copy (PDF Format) of the Board Resolution/ Authority Letter etc., together with attested specimen signature(s) of the duly



- authorised representative(s), to the Scrutinizer at vvlaxman@ gmail.com and copy marked to investor@supreme.co.in and evoting@nsdl.co.in. The scanned image of the above mentioned documents should be in the naming format "The Supreme Industries Limited 79th AGM".
- Register of Members and the Share transfer books of the Company will remain closed from Wednesday the 23rd June, 2021 to Tuesday the 29th June, 2021 (both days inclusive) for the purpose of Annual General Meeting and Dividend.
- 7. The Dividend, if declared, will be payable to those Equity Shareholders whose names stand on the Register of Members as at the close of business on 29th June, 2021, and in respect of shares held in the electronic form, the dividend will be payable to the beneficial owners as at the close of business on 22nd June, 2021 as per details furnished by the Depositories for this purpose.

Pursuant to the Finance Act, 2020, dividend income is taxable in the hands of shareholders with effect from 1st April, 2020 and the Company is required to deduct tax at source from dividend paid to shareholders at the prescribed rates. For the prescribed rates for various categories, the shareholders are requested to refer to the Finance Act, 2020 and amendments thereof. The shareholders are requested to update their PAN with Bigshare Services Private Limited (in case of shares held in physical mode) and DPs (in case of shares held in demat mode).

A Resident individual shareholder with PAN and who is not liable to pay income tax can submit a yearly declaration in Form No. 15G/15H, to avail the benefit of non-deduction of tax at source by e-mail to investor@supreme.co.in latest by Monday, 21st June, 2021. Shareholders are requested to note that in case their PAN is not registered, the tax will be deducted at a higher rate of 20%.

Non-resident shareholders can avail beneficial rates under tax treaty between India and their country of residence, subject to providing necessary documents, i.e. No Permanent Establishment and Beneficial Ownership Declaration, Tax Residency Certificate, Form 10F, any other document which may be required to avail the tax treaty benefits by sending an e-mail to investor@supreme. co.in latest by Monday, 21st June, 2021.

- 8. Pursuant to provisions of Section 124 and 125 of the Companies Act, 2013, dividends which remain unpaid or unclaimed for a period of 7 years, will be transferred to the Investor Education and Protection Fund (IEPF) of the Central Government. Shareholders who have not encashed the dividend warrant(s) so far for the financial year ended 30th June, 2014 or any subsequent financial years, are requested to make their claims to the Company at its Registered Office. It may be noted that once the unclaimed dividend is transferred, on the expiry of seven years, to the Investor Education and Protection Fund, as stated here- in, no claim with the Company shall lie in respect thereof. Pursuant to provisions of Section 124(6) and IEPF Authority (Accounting, Audit, Transfer and Refund) Rules, 2016, as amended by time to time, Company has transferred 249935 Nos of Equity Shares to IEPF Accounts.
- 9. Members holding shares in electronic form may please note that their bank details as furnished by the respective Depositories to the Company will be printed on their dividend warrants/Demand Drafts as per the applicable regulations of the Depositories and the Company will not entertain any direct request from such members for deletion of/change in such bank details. Members may, therefore, give instructions regarding bank accounts in which they wish to receive dividend, directly to their Depository Participants.
- 10. Members holding shares in the same name under different Ledger Folios are requested to apply for consolidation of such

- Folios and send the relevant share certificates to M/s. Bigshare Services Pvt. Ltd., for doing the needful.
- 11. SEBI Regulations has mandated Companies to credit the dividends electronically to the Members' bank account. Members who hold shares in dematerialized form should inform their Depository Participant's (DP) as well as to the Company and such Members holding shares in physical form should inform the Company, their Bank details viz. Bank Account Number, Name of the Bank and Branch details and MICR Code. Those Members who have earlier provided the above information should update the details if required.
- Members are requested to notify change in address, if any, immediately to M/s. Bigshare Services Pvt. Ltd., quoting their folio numbers.
- 13. In terms of circulars issued by Securities and Exchange Board of India (SEBI), it is now mandatory to furnish a copy of PAN card to the Company or its RTA in the following cases viz. Deletion of name, Transmission of shares and Transposition of shares. Shareholders are requested to furnish copy of PAN card for all the above mentioned transactions.
- 14. Details under Regulation 36 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, "Listing Regulations" in respect of the Director seeking re-appointment at the Annual General Meeting, forms part of the notice. The Directors have furnished the requisite declarations for their re-appointment.
- 15. To prevent fraudulent transactions, members are advised to exercise due diligence and notify the Company of any change in address as soon as possible. The Securities and Exchange Board of India (SEBI) has made it mandatory for all companies to use the bank account details furnished by the Shareholders / Depositories for depositing of dividends.
- 16. Members seeking any information with regard to Register of Directors and Key Managerial Personnel and their shareholding maintained under Section 170 of the Act, Register of Contracts or Arrangements in which directors are interested under Section 189 of the Act, and relevant documents referred to in the accompanying Notice and in the Explanatory Statements are requested to write to the Company on or before Friday, 25th June, 2021, through email on investor@supreme.co.in. The same will be replied by the Company suitably.

ELECTRONIC DISPATCH OF ANNUAL REPORT AND PROCESS FOR REGISTRATION OF EMAIL ID FOR OBTAINING COPY OF ANNUAL REPORT, USER ID & PASSWORD AND REGITRATION OF EMAIL ID FOR E-VOTING:

- 17. In compliance with the aforesaid MCA Circulars and SEBI Circular, Notice of the AGM along with the Annual Report 2020-21 is being sent only through electronic mode to those Members whose e-mail addresses are registered with the Company, RTA or CDSL / NSDL ("Depositories"). Members may note that the Notice and Annual Report 2020-21 will also be available on the Company's website www.supreme. co.in, websites of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at www.bseindia. com and www.nseindia.com respectively and on the website of NSDL at www.evoting.nsdl.com.
- 18. Members holding shares in physical mode and who have not updated their email addresses with the Company are requested to update their email addresses by writing to the Company at investor@supreme.co.in along with the copy of the signed request letter mentioning the name and address of the Member, self-attested copy of the PAN card, and self-attested copy of



- any document (eg.: Aadhaar, Driving License, Election Identity Card, Passport) in support of the address of the Member.
- 19. Members holding shares in dematerialised mode are requested to register / update their email addresses with the relevant Depository Participants. In case of any queries / difficulties in registering the e-mail address, Members may write to investor@supreme.co.in. If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at step 1 (A) i.e. Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.
- Alternatively members may send a request to evoting@nsdl.
 co.in for procuring user id and password for e-voting by providing above mentioned documents.
- 21. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:

- 22. Member will be provided with a facility to attend the AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned below for Access to NSDL e-Voting system. After successful login, you can see link of "VC/OAVM link" placed under "Join General meeting" menu against company name. You are requested to click on VC/OAVM link placed under Join General Meeting menu. The link for VC/OAVM will be available in Shareholder/Member login where the "EVEN 116069" of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.
- 23. For convenience of the Members and proper conduct of AGM, Members can login and join at least 30 (thirty) minutes before the time scheduled for the AGM by following the procedure mentioned in the Notice and shall be kept open throughout the proceedings of AGM. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
- 24. Members who need assistance before or during the AGM with use of technology, can send a request at evoting@nsdl.co.in or use Toll free no.: 1800 1020 990 /1800 224 430
- 25. Members are encouraged to join the Meeting through Laptops for better experience. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
- 26. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their

respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.

PROCEDURE TO RAISE QUESTIONS / SEEK CLARIFICATIONS WITH RESPECT TO ANNUAL REPORT:

27. Members who would like to express their views or ask questions during the AGM may register themselves as a speaker by sending their request from their registered email address mentioning their name, DP ID and Client ID/folio number, PAN, mobile number at investor@supreme.co.in from Monday 14th June, 2021 (9:00 A.M. IST) to Friday, 18th June, 2021 (5:00 P.M. IST). Those Members who have registered themselves as a speaker will only be allowed to express their views/ask questions during the AGM. The Company reserves the right to restrict the number of speakers depending on the availability of time for the AGM.

Members many send their questions in advance mentioning their name, DP ID and Client ID/folio number, PAN, mobile number at investor@supreme.co.in during aforesaid period. The same will be replied by the Company suitably.

HELPDESK FOR INDIVIDUAL SHAREHOLDERS HOLDING SECURITIES IN DEMAT MODE FOR ANY TECHNICAL ISSUES REALTING TO LOGIN THROUGH DEPOSITORIES i.e. NSDL AND CDSL

28. Contact Details

Login type	Helpdesk details
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl. co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30
Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk. evoting@cdslindia.com or contact at 022-23058738 or 022-23058542-43

VOTING THROUGH ELECTRONIC MEANS

- 29. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), read with MCA Circulars and SEBI Circular, Company is providing facility of remote e-voting to its Members to cast their vote electronically, through the E-voting services provided by NSDL on all the resolutions set forth in this Notice. The facility of casting votes by a member using remote e-voting system as well as e-voting on the date of the AGM will be provided by NSDL.
- 30. The Company has appointed Mr. V. Laxman of M/s. V. Laxman & Company, Company Secretaries as the Scrutinizer to scrutinize the voting process in a fair and transparent manner.
- 31. The Members who have cast their vote by remote E-voting prior to the AGM may also attend/ participate in the AGM through VC / OAVM but shall not be entitled to cast their vote again during the AGM. Members attending the AGM who have not cast their vote by remote e-voting shall be eligible to cast their vote through e-voting during the AGM. Members holding shares in physical form are requested to access the remote e-voting facility provided by the Company through NSDL e-voting system at https://www.evoting.nsdl.com/.

4



Members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice. Further members can also use the OTP based login for logging into the e-Voting system of NSDL.

- 32. The voting rights of Members shall be in proportion to their shares in the paid-up equity share capital of the Company as on the cut-off date i.e 22nd June, 2021.
- 33. Any person, who acquires shares of the Company and becomes a Member of the Company after sending of the Notice and holding shares as of the cut-off date, may obtain the login ID and password by sending a request at evoting@nsdl.co.in. However, if he/she is already registered with NSDL for remote E-voting then he/she can use his/her existing User ID and password for casting the vote. If you forgot your password, you can reset your password by using "Forgot User Details/ Password?" or "Physical User Reset Password?" option available on www.evoting.nsdl.com.
- 34. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the E-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/ Password?" or "Physical User Reset Password?" option available on https://www. evoting.nsdl.com to reset the password.
- 35. In case of any queries relating to E-voting you may refer to the FAQs for Shareholders and E-voting user manual for Shareholders available at the download section of https://www.evoting.nsdl.com or call on toll free no.: 1800-222-990 or send a request at evoting@nsdl.co.in
 - In case of any grievances connected with facility for E-voting, please contact Ms. Pallavi Mhatre, Manager, NSDL, 4th Floor, 'A' Wing, Trade World, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel, Mumbai 400013. Email: evoting@nsdl.co.in/, Tel: 91 22 2499 4545/ 1800-222-990
- 36. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.

THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING ARE AS UNDER:-

- 37. The remote e-voting period begins on Saturday, the 26th June, 2021, (at 9:00 A.M. IST) and ends on Monday, the 28th June, 2021, (at 5:00 P.M. IST). The remote e-voting module shall be disabled by NSDL for voting thereafter. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date 22nd June, 2021, may cast their vote electronically.
- 38. The details of the process and manner for remote E-voting using NSDL e-Voting system are explained herein below:

Step 1: Access to NSDL e-Voting system.

 A) Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode

In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

<u>Login method for Individual shareholders holding</u> securities in demat mode is given below:

securities in	demat mode is given below:
Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL	 If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under "IDeAS" section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on options available against company name or e-Voting service provider - NSDL and you will be redirected to NSDL e-Voting website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS" Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp Visit the e-Voting website of NSDL. Open
Individual	web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digits demat account number held with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on options available against company name or e-Voting service provider - NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
Individual Shareholders holding securities in demat mode with CDSL	 Existing users who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or www.cdslindia.com and click on New System Myeasi.



Type of shareholders	Login Method
	2. After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of e-Voting service provider i.e. NSDL . Click on NSDL to cast your vote.
	3. If the user is not registered for Easi/ Easiest, option to register is available at https://web.cdslindia.com/myeasi/ Registration/EasiRegistration
	4. Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. NSDL where the e-Voting is in progress.
Individual Shareholders (holding securities in demat mode) login through their depository participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. Once login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on options available against company name or e-Voting service provider-NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

B) Login Method for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.

How to Log-in to NSDL e-Voting website?

- Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile.
- Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section.
- A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.

Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at https://eservices.nsdl.com/ with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.

4. Your User ID details are given below:

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares	8 Character DP ID followed by 8 Digit Client ID
in demat account with NSDL.	For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members	16 Digit Beneficiary ID
who hold shares in demat account with CDSL.	For example if your Beneficiary ID is 12********** then your user ID is 12************************************
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company
	For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

- 5. Password details for shareholders other than Individual shareholders are given below:
 - If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
 - b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
 - c) How to retrieve your 'initial password'?
 - (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
 - (ii) If your email ID is not registered, please follow steps mentioned below in process for those shareholders whose email ids are not registered.
- If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:
 - Click on "<u>Forgot User Details</u>/<u>Password?</u>" (If you are holding shares in your demat account with NSDL or CDSL) option available on www. evoting.nsdl.com.
 - b) "Physical User Reset Password?" (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.

6



- c) If you are still unable to get the password by aforesaid two options, you can send a request at <u>evoting@nsdl.co.in</u> mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
- d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
- 7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
- 8. Now, you will have to click on "Login" button.
- 9. After you click on the "Login" button, Home page of e-Voting will open.

Step 2: Cast your vote electronically and join General Meeting on NSDL e-Voting system.

How to cast your vote electronically and join General Meeting on NSDL e-Voting system?

- After successful login at Step 1, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle and General Meeting is in active status.
- Select "EVEN 116069" of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on "VC/OAVM" link placed under "Join General Meeting".
- 3. Now you are ready for e-Voting as the Voting page opens.
- 4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
- 5. Upon confirmation, the message "Vote cast successfully" will be displayed.
- 6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
- 7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

THE INSTRUCTIONS FOR MEMBERS FOR E-VOTING ON THE DAY OF THE AGM ARE AS UNDER:-

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.

- Only those Members/ shareholders, who will be present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.
- Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.
- 4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.

OTHER INSTRUCTIONS

- 39. The Scrutinizer shall, immediately after the conclusion of voting at the AGM, first count the votes cast during the AGM, thereafter unblock the votes cast through remote E-voting and make within two working days of conclusion of the AGM, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman or a person authorised by him in writing, who shall countersign the same.
- 40. The result declared along with the Scrutinizer's Report shall be placed on the Company's website at www.supreme.co.in and on the website of NSDL at https://www.evoting.nsdl.com immediately. The Company shall simultaneously forward the results to National Stock Exchange of India Limited and BSE Limited, where the shares of the Company are listed.

By order of the Board

R. J. Saboo VP (Corporate Affairs) & Company Secretary

Registered Office 612, Raheja Chambers,

Nariman Point, Mumbai 400 021

Date: 3rd May, 2021



Explanatory Statement under Section 102(1) of the Companies Act, 2013

ITEM NO. 4

M/s. Lodha & Co., Chartered Accountants (Firm Registration No. 301051E), Mumbai, were appointed as Statutory Auditors of the Company for the period of 5 years at the AGM Held on 28th June, 2016, to hold office as Statutory Auditors from the conclusion of 74th Annual General Meeting till the Conclusion of 79th Annual General Meeting. Their present term of appointment as Statutory Auditors is completing on ensuing 79th Annual General Meeting.

The Board of Directors of the Company on the recommendation of Audit Committee, recommended re-appointment of M/s. Lodha & Co., Chartered Accountants (Firm Registration No. 301051E),Mumbai, as Statutory Auditors of the Company for further period of 5 (five) years, subject to the approval of the members of the Company at this Annual General Meeting.

M/s. Lodha & Co., Statutory Auditors have conducted the statutory audit of the company from FY 2016-17 to FY 2020-21 and their performance was found to be satisfactory. Before recommending their re-appointment, the Audit Committee considered various parameters like capability to serve a diverse and complex business landscape with multiple manufacturing locations as that of the Company, audit experience in the Company's operating segments, market standing of the firm, clientele served, technical knowledge etc., and found M/s. Lodha & Co., to be best suited to handle the scale, diversity and complexity associated with the audit of the financial statements of the Company.

M/s. Lodha & Co., Chartered Accountants, being eligible, have indicated their willingness to serve as Statutory Auditors of the Company for second term of 5 (five) years. Their re- appointment as Statutory Auditors, if approved, by the members of the Company, will take effect from the conclusion of this Annual General Meeting up to 84th Annual General Meeting. Further, as required under the provisions of Sections 139 and 141 of the Act, M/s. Lodha & Co., Chartered Accountants, have confirmed that their appointment, if made at this Annual General Meeting, shall be in accordance with the provisions of the Act and Chartered Accountants Act, 1949 and the rules and regulations made there under.

None of the Promoters /Directors / Key Managerial Personnel of the Company / their respective relatives, are, in anyway, concerned or interested, financially or otherwise, in the resolution set out at item no. 4 of the Notice.

ITEM NO. 6

The Board of Directors of the Company, on recommendation of the Audit Committee, has approved the appointment of M/s. Kishore Bhatia & Associates, Cost Accountants, (Firm Registration No. 00294) as Cost Auditors to conduct the audit of the cost records of the Company for the financial year ending 31st March, 2022.

In accordance with the provisions of Section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors has to be ratified by the Member of the Company. Accordingly consent of the Members is sought by way of an Ordinary Resolution as set at Item no. 6 of the Notice for ratification of the remuneration amounting to Rs. 6,00,000/- (Rupees Six Lakhs Only) per annum, plus reimbursement of out of pocket expenses as may be incurred during course of audit.

None of the Directors and Key Managerial Personnel (or their relatives) are interested in the said resolution.

The Board recommends the resolution for your approval.

By order of the Board

R. J. Saboo VP (Corporate Affairs) & Company Secretary

Registered Office

612, Raheja Chambers, Nariman Point, Mumbai 400 021

Date: 3rd May, 2021



Boards' Report

The Directors have great pleasure in presenting the 79th Annual Report together with the Audited Financial Statements for the financial year ended 31st March, 2021.

(₹ In Crores)

Particulars	FY 2020-2021	FY 2019-2020
Total Income	6373	5530
Profit Before Interest, Depreciation & Tax	1300	854
Interest & Financial Charges	9	20
Depreciation, Amortization and Impairment	213	206
Profit Before Tax & Exceptional Items	1078	628
Tax Expenses	277	132
Profit After Tax	801	496
Other Comprehensive Income (Net of Taxes)	(1)	(4)
Total Comprehensive Income	800	492

DIVIDEND

₹ in Crores

i) Dividend on 12,70,26,870 Equity Shares of ₹ 2/- each @1100% i.e. ₹ 22/- per share as under:-(Previous year @ 700% i.e. ₹ 14/- per equity share)

(Previous year @ /00% i.e. ₹ 14/- per equity shar (a) Interim Dividend @ 250% i.e. ₹ 5/- per

share (already paid in November 2020) 63.50 (b) Final Dividend @ 850% i.e. ₹ 17/- per share 215.96

₹ 279.46

The Board of Directors of the Company had adopted the Dividend Distribution Policy on 25th January, 2017 in line with the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015. The Policy is uploaded on the Company's website at www.supreme.co.in

OVERVIEW OF THE FINANCIAL PERFORMANCE

The financial performance highlights for the year ended $31^{\rm st}$ March, 2021, are as follows –

The Company sold 409109 MT of Plastic goods and achieved net product turnover of ₹ 6177 Crores during the year under review against sales of 411521 MT and net product turnover of ₹ 5408 crores in the previous year having nominal volume de-growth about 1% and product value growth about 14%, respectively.

Total Income and Operating Profit for the year under review amounted to ₹ 6373 crores and ₹ 1300 crores respectively as compared to ₹ 5530 crores and ₹ 854 crores, in the previous financial year.

The Profit before Tax and Profit after Tax for the year under review amounted to ₹ 1078 crores and ₹ 801 crores respectively as compared to ₹ 628 crores and ₹ 496 crores, in the previous financial year.

MANAGEMENT DISCUSSION AND ANALYSIS

The Management's Discussion and Analysis forms an integral part of this report and gives detail of the overview, industry structure and developments, different product groups of the Company, operational performance of its various business segments.

CREDIT RATING

The Company's financial discipline and prudence is reflected in strong credit rating ascribed by CRISIL as under.-

Total Bank Loan Facilities Rated	₹ 1445.9 crores (Reduced from ₹ 1612 Cr)
Long-Term Rating	CRISIL AA/Positive (outlook revised from Stable and rating reaffirmed)
Short-Term Rating	CRISIL A1+ (Reaffirmed)
₹ 200 crore commercial paper	CRISIL A1+ (reaffirmed)

FIXED DEPOSITS

In accordance with the terms and conditions governing the Fixed Deposit Scheme, the Company had exercised the option to repay on 1st April, 2014, all the Fixed Deposits with accrued interest as at the end of 31st March, 2014. Accordingly, the Company is not having any Fixed Deposit as on 31st March, 2021.

DIRECTORS' RESPONSIBILITY STATEMENT:

The Board of Directors acknowledge the responsibility for ensuing compliances with the provisions of Section 134(3)(c) read with Section 134(5) of the Companies Act, 2013 in the preparation of annual accounts for the year ended on 31st March, 2021 and state that:

- in the preparation of the annual accounts, the applicable accounting standards had been followed and there is no material departures from the same;
- the Directors have selected such accounting policies and applied 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 31st March, 2021 and of the profit of the Company for the year ended on that date;
- the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- the Directors have prepared the annual accounts on a going concern basis;
- the Directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and
- the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively;



CORPORATE GOVERNANCE

The Company has taken the requisite steps to comply with the recommendations concerning Corporate Governance.

A separate statement on Corporate Governance together with a certificate from the auditors of the Company regarding compliance of conditions of Corporate Governance as stipulated under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 forms part of this Annual Report.

ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING / OUTGO

Information on conservation of energy, technology absorption, foreign exchange earnings and outgo required to be given pursuant to Section 134(3) (m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014 is annexed herewith as **Annexure - I** to this report.

PARTICULARS OF EMPLOYEES AND RELATED DISCLOSURES

The prescribed particulars of Employees required under Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is annexed herewith as **Annexure-II** to this Report.

The information required under Section 197(12) of the Companies Act, 2013 read with Rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and forming part of the Boards' Report for the year ended 31st March, 2021 is given in the separate Annexure of this Report.

The Annual Report excluding the aforesaid Annexure is being sent to the Members of the Company in terms with the provision of Section 136 of the Companies Act, 2013. Members who are interested in obtaining these particulars may write to the Company Secretary at the Registered Office of the Company. The aforesaid Annexure is also available for inspection by Members at the Registered Office of the Company, 21 days before the 79th Annual General Meeting and up to the date of the ensuing Annual General Meeting during the business hours on working days.

CONSOLIDATED FINANCIAL STATEMENT

The consolidated financial statements of the company & its subsidiary & associates which form part of Annual Report have been prepared in accordance with section 129(3) of the Companies Act, 2013. Further, a statement containing the salient features of the Financial Statement of Subsidiary Company & Associate Company in the prescribed format AOC-1 is annexed herewith as **Annexure - III** to this Report. The statement also provides the details of performance and financial position of the Subsidiary Company & Associate Company.

In accordance with Section 136 of the Companies Act, 2013 the Audited Financial Statements, including the consolidated financial statements & related information of the Company & Audited Accounts of its Subsidiary Company are available on the website www.supreme.co.in. These documents will also be available for inspection during business hours at the registered office of the company. Any member desirous of obtaining a copy of the said financial statement may write to the Company Secretary at the Registered Office of the company.

The Consolidated net profit of the company and its subsidiary amounted to ₹ 977 crores for the financial year ended 31st March, 2021 as compared to ₹ 463 crores for the previous financial year ended 31st March, 2020.

Additional details regarding performance of the Associate Company & Subsidiary Company have been mentioned in the succeeding paragraphs.

ASSOCIATE COMPANY - SUPREME PETROCHEM LIMITED (SPL)

SUPREME PETROCHEM LIMITED

During the year the Company received an aggregate dividend of ₹11.57 Crores from Supreme Petrochem Limited (SPL) – Promoted by your company and R Raheja Group. Net revenue and net profit of that Company for the year ended 31st March, 2021 were ₹3206 Crs. and ₹477 Crs. respectively. SPL has taken expansion plans at its both the manufacturing sites to expand capacity of Polystyrene by 90,000 MT per annum and 30,000 MT of EPS per annum at an outlay of about ₹260 Crores.

During the year SPL bought back 24,81,287 Equity Shares (EV.Rs10/-each) thereby reducing number of Equity Shares from 96501958 to 94020671.

Your company holds 28936400 Equity Shares in SPL. Consequent to the above buy back, the % of holding of its paid-up Equity Capital increased to 30.78% as at 31st March 2021 from 30.01% as at 31st March, 2020.

SPL also has taken in hand reduction in paid up share capital from ₹ 10/- per share to ₹ 4/- per share without reducing the number of shares. Accordingly your Company will receive ₹ 6/- per share for every share held by it. This is all subject to requisite approvals. SPL has also proposed final dividend @ 125% i.e. ₹ 12.50/- per share in its board meeting held on 30th April, 2021 subject to the approval of shareholders which would entitle the Company to receive ₹ 36 Crores as dividend during the year 2021-22.

SUBSIDIARY COMPANY

The Supreme Industries Overseas FZE has completed 15th years of its operation and achieved turnover of US\$ 5.94 Million during the financial year 2020-21 as compared to US\$ 7.53 Million during the previous year through trade partners spread over thirty plus countries mapping GCC, Africa, USA, UK, Europe & Indian-subcontinent. In spite of experiencing severe crises in global trade, new channel partners were brought into folds and specific project orders were serviced during the year. The de-growth was principally because of drop in demand and non-conclusion of project orders due to prevailing uncertainty else performance from the trade partners is exceptional under pandemic circumstances.

Supreme brand's flair of quality, delivery and services were well acknowledged by trade partners by continuing to procure the materials in spite of all odds, ranging from disruptions in supply due to lockdowns and inordinate global shipping movements. Supreme Overseas FZE is aiming to surpass export-sales of US\$10 Million during financial year 2021-22 relying on potentials of existing trade partners and continue to expand the reach of Supreme brand to new geographical territories. Project orders will have handsome share in achieving this target.

Brand promotion initiatives, offline & online, in line with pandemic directives will be executed to generate new leads to improvise geographical penetration specially the untapped markets. Identification of new product in all segments, expansion & improvement of current range, developing marketing collaterals will be the order of the day.

MATERIAL SUBSIDIARY

The Board of Directors of the Company had adopted a Policy for determining material subsidiary company in line with the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015. The Policy is uploaded on the Company's website at www.supreme. co.in. Presently there is no material subsidiary company.



DIRECTORS AND KEY MANAGERIAL PERSONNEL

Shri B.L.Taparia, Non-Executive Director and Chairman, (DIN: 00112438) of the Company retires by rotation at the forthcoming Annual General Meeting in accordance with provisions of the Companies Act, 2013 and the Articles of Association of the Company and being eligible, offers himself for re-appointment.

The Company has received declarations from all the Independent Directors of the Company confirming that they meet with the criteria of the independence as prescribed both under section 149(6) of the Companies Act, 2013 and under Regulation 16 (1)(b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In accordance with the provisions of the Companies Act, 2013, none of the Independent Directors are liable to retire by rotation.

KEY MANAGERIAL PERSONNEL

Shri M P Taparia, Managing Director, Shri P C Somani, Chief Financial Officer and Shri R J Saboo, VP (Corporate Affairs) & Company Secretary were appointed as Key Managerial Personnel of your Company, in accordance with the provisions of Section 203 of the Companies Act 2013 and there is no change in the same during the year under review.

DISCLOSURES RELATED TO BOARD, COMMITTEES AND POLICIES

a. Board Meetings:

The Board of Directors met 5 times through virtual meetings during the year ended 31st March, 2021, in accordance with the provisions of the Companies Act, 2013 and rules made there under. The details thereof are given in the Corporate Governance Report.

b. Board Performance Evaluation:

(i) The Board in consultation with Nomination and Remuneration Committee has devised criteria for performance evaluation of Independent Directors, Board/Committees, and other individual Directors which includes criteria for performance evaluation of Non-Executive Directors and Executive Directors. Performance evaluation has been carried out as per the Nomination & Remuneration Policy.

Pursuant to amendment in section 178 by the Companies (Amendment) Act, 2017, which is effective from 7th May, 2018, the Nomination and Remuneration Committee noted the amendment and decided to carryout evaluation of performance of Board, its Committees and individual Director. Accordingly Nomination and Remuneration Committee conducted the performance evaluation of Board, its Committees and individual Director in its meeting held on 13th January, 2021.

The performance evaluation of the Independent Directors was also carried by the entire Board. The performance evaluation of the Chairman, Managing Director & Executive Directors was carried out by the independent Directors at its separate meeting held on 23rd January, 2021.

The Board has, on the recommendation, of the Nomination & Remuneration Committee, framed a Nomination & Remuneration policy and Policy on fixation of criteria for selection & appointment, removal of Directors & Senior Management Personnel. The Nomination & Remuneration Policy and Policy on fixation of criteria for selection & appointment of Directors & Senior Management Personnel are annexed herewith as **Annexure IV (A)** & **Annexure IV (B)** to this Report.

AUDITORS

Statutory Auditors:-

The Statutory Auditors M/S Lodha & Co., Chartered Accountants having Registration No 301051E, was appointed in 74th Annual General Meeting to hold office from the conclusion of 74th Annual General Meeting for a term of consecutive five years till conclusion of 79th Annual General Meeting. Their present term of appointment as Statutory Auditors will be completing on ensuing 79th Annual General Meeting of the members of the company. M/S Lodha & Co being eligible has expressed their willingness to serve as Statutory Auditors of the company. Their re-appointment as Statutory Auditors, if approved, by the members of the Company, will take effect from the conclusion of this Annual General Meeting upto the conclusion of 84th Annual General Meeting.

The Statutory Auditors have given a confirmation to the effect that they are eligible to continue with their appointment and that they have not been disqualified in any manner from continuing as Statutory Auditors.

AUDITORS' REPORT

Note on financial statement referred to in the Auditor's Report are self-explanatory and do not call for any further comments. The Auditor's Report does not contain any qualification, reservation or adverse remark.

COST AUDITORS

In terms of the provisions of Section 148 of the Act read with the Companies (Cost Records and Audit) Rules, 2014 as amended from time to time, the Board of Directors, on the recommendation of the Audit Committee, has appointed M/s. Kishore Bhatia & Associates, Cost Accountants (Registration No: 00294) as Cost Auditor of the Company, for the financial year ending 31st March 2022, on a remuneration as mentioned in the Notice convening the 79th Annual General Meeting for conducting the audit of the cost records maintained by the Company.

A Certificate from M/s. Kishore Bhatia & Associates, Cost Accountants has been received to the effect that their appointment as Cost Auditor of the Company, if made, would be in accordance with the limits specified under Section 141 of the Act and Rules framed thereunder.

A resolution seeking Members' approval for remuneration payable to Cost Auditors forms part of the Notice of the 79^{th} Annual General Meeting of the Company and same is recommended for your consideration.

Cost Audit Report for the year 31st March 2020 was filed with the Registrar of Companies, within the prescribed time limit and for the year ended 31st March 2021 the same shall be filed within prescribed time after completion of Cost Audit by Cost Auditors.

The Company has made and maintained requisite accounts and records as required to maintain Cost Records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013.

SECRETARIAL AUDIT REPORT FOR THE YEAR ENDED 31ST MARCH, 2021

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board has appointed M/s V. Laxman & Co., Company Secretaries (C.P No. 744), to conduct Secretarial Audit for the financial year ended on 31st March, 2021.

Secretarial Audit Report for the financial year ended 31st March, 2021 issued by M/s. V. Laxman & Co, Company Secretaries in Form MR-3 forms part to this report **Annexure V**. The said report does not contain any observation or qualification requiring explanation or adverse remark.



AUDIT COMMITTEE

The details pertaining to composition of the Audit Committee and terms of reference are included in the Corporate Governance Report, which forms part of this Report.

REPORTING OF FRAUDS

There was an instance of fraud by way of embezzlement by an employee during the year under review involving an amount of ₹ 40 lakhs at its manufacturing unit at Noida. The Company has taken all requisite steps and an amount of ₹ 31 lakhs has since been recovered, ₹ 5 lakh is under process of recovery and ₹ 4 lakh has been provided for.

MATERIAL CHANGES AND COMMITMENT AFFECTING FINANCIAL POSITION OF THE COMPANY

There are no other material changes or commitments occurring after 31st March 2021, which may affect the financial position of the company or may require disclosure.

In view of recent surge in Covid-19 cases few states re-enforced lockdown like restrictions for a short period which currently is not expected to have any significant impact on company's operations/ results. The company continues to remain vigilant and cautious in this regard.

IMPLEMENTATION OF SAP

This was the 3rd year of implementation of SAP a leading ERP solution which has since been rolled over from 1st April 2018, Due to the SAP implementation various business processes such as HR, Manufacturing, Selling & Distributions and Accounts etc. have been integrated & simplified. SAP has been effectively used to enhance the productivity and efficiency of the Organization in the entire scale of operations. SAP's various innovative functionalities are evaluated and need based developed & customised & solutions is designed to fulfil the needs of an organization.

Through Documents Management System (DMS) all the requisite documents are getting stored in the SAP system itself. The Standard Operating Procedure (SOPs) are prepared & updated from time to time for the various modules of SAP for the benefits of the users and other professionals associated with the company.

This would now facilitate in digital transformation and also help in data analytics for better decision making process.

INTERNAL FINANCIAL CONTROLS

The company has in place Internal Financial Control system, commensurate with size & complexity of its operations to ensure proper recording of financial and operational information & compliance of various internal controls & other regulatory & statutory compliances. During the year under review, no material or serious observation has been received from the Internal Auditors of the Company for inefficiency or inadequacy of such controls.

Internal Auditors' comprising of professional Chartered Accountants monitor & evaluate the efficacy of Internal Financial Control system in the company, its compliance with operating system, accounting procedures & policies at all the locations of the company. Based on their report of Internal Audit function, corrective actions in the respective area are undertaken & controls are strengthened. Significant audit observations & corrective action suggested are presented to the Audit Committee.

PARTICULAR OF CONTRACTS OR ARRANGEMENT WITH RELATED PARTIES

All the transactions with Related Parties are placed before the Audit Committee as also placed before the Board for approval.

Prior omnibus approval of the Audit Committee and the Board is obtained for the transactions which are of a foreseen and repetitive nature. The transactions entered into pursuant to the omnibus approval so granted are audited and a statement giving details of all related party transactions is placed before the Audit Committee and the Board of Directors for their approval on a quarterly basis.

All transactions entered into with related parties during the year were on arm's length basis, in the ordinary course of business and in line with the threshold of materiality defined in the Company's policy on Related Party Transactions & are in accordance with the provisions of the Companies Act, 2013, Rules issued thereunder & Regulation 23 of (SEBI Listing Obligations and Disclosure Requirements) Regulations, 2015. During the financial year ended on 31st March, 2021, there were no transactions with related parties which qualify as material transactions.

The details of the related party transactions are set out in Note 40 to the standalone financial statements forming part of this Annual Report.

The Form AOC-2 pursuant to section 134(3)(h) of the Companies Act read with Rule 8(2) of the Companies(Accounts) Rules, 2014 is set out as **Annexure VI** to this Report.

The Policy on Related Party Transactions as approved by the Board is also uploaded on the Company's website at the Link: www.supreme.co.in

PARTICULARS OF LOANS, GUARANTEES, INVESTMENTS AND SECURITIES

The company has complied with the provisions of section 185 & 186 of the Act to the extent applicable, with respect to the loans and investments made.

VIGIL MECHANISM POLICY FOR THE DIRECTORS AND EMPLOYEES

A "Vigil Mechanism Policy" for Directors and employees of the Company is constituted, to provide a mechanism which ensures adequate safeguards to employees and Directors from any victimization on raising of concerns by them of any violations of legal or regulatory requirements, incorrect or misrepresentation of any, financial statements and reports, etc.

RISK MANAGEMENT POLICY

Your Company has an elaborate risk Management procedure and adopted a systematic approach to mitigate risk associated with accomplishment of objectives, operations, revenues and regulations. Your Company believes that this would ensure mitigating steps proactively and help to achieve stated objectives. The entity's objectives can be viewed in the context of four categories Strategic, Operations, Reporting and Compliance. The Company consider activities at all levels of the organization, viz Enterprise level, Division level, Business unit level and Subsidiary level, in Risk Management framework. The Risk Management process of the Company focuses on three elements, viz. (1) Risk Assessment; (2) Risk Management; (3) Risk Monitoring.

A Risk Management Committee is constituted which has been entrusted with the responsibility to assist the Board in (a) Overseeing and approving the Company's enterprise risk management framework; and (b) Overseeing that all the risk that the organization faces.

The key risks and mitigating actions are also placed before the Audit Committee of the Company. Significant audit observations and follow up actions thereon are reported to the Audit Committee. The Audit Committee reviews adequacy and effectiveness of the Company's internal control environment and monitors the implementation of audit recommendations, including those relating to strengthening of the Company's risk management policies and systems.

12



CORPORATE SOCIAL RESPONSIBILITY POLICY

The brief outline of the Corporate Social Responsibility (CSR) Policy of the company and the initiatives undertaken by the company on CSR activities during the year are set out in Annexure of this Report in the format prescribed in the Companies (Corporate Social Responsibility Policy) Rules 2014. **Annexure VII** (A) & (B).

The Policy is available on the website of the Company i.e. www.supreme.co.in.

BUSINESS RESPONSIBILITY REPORT

The Business Responsibility Report as approved by the Business Responsibility Committee and Board of Directors forms part of this Annual Report.

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

The Company has zero tolerance towards sexual harassment at the workplace and have a policy on prevention, prohibition and redressal of sexual harassment at workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules thereunder. As required under law, an Internal Complaints Committee has been constituted for reporting and conducting inquiry into the complaints made by the victim on the harassments at the work place. During the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

ANNUAL RETURN:

Pursuant to the provisions of Section 134(3)(a) and Section 92(3) of the Act read with Rule 12 of the Companies (Management and Administration) Rules, 2014, the extract of the Annual Return of the Company for the Financial Year 31st March, 2021 is uploaded on the website of the Company and can be accessed at www. supreme.co.in.

GENERAL DISCLOSURE

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

- Details relating to deposits covered under Chapter V of the Act.
- 2. Issue of equity shares with differential rights as to dividend, voting or otherwise.
- 3. Issue of shares (sweat equity shares) to employees of the Company under ESOS.
- Neither the Managing Director nor the Whole Time Directors of the Company received any remuneration or commission from its subsidiary.
- No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company operations in future.

ACKNOWLEDGEMENT

The Board of Directors wishes to express its gratitude and record its sincere appreciation for the commitment and dedicated efforts put in by all the employees at all the levels during this challenging time. Your Directors take this opportunity to express their grateful appreciation for the encouragement, co-operation and support received by the Company from the local authorities, bankers, customers, suppliers and business associates. The directors are thankful to the esteemed shareholders for their continued support and the confidence reposed in the Company and its management.

For and on behalf of the Board of Directors

B. L. TapariaChairman

Place: Mumbai Date: 3rd May, 2021



ANNEXURE - I

Annexure to the Boards' Report

Information as required under Rule 8(3) of the Companies (Accounts) Rules, 2014

1. CONSERVATION OF ENERGY

The Company is continuously adopting the latest technology to improve the Energy efficiency of the Organization.

The Company is committed to transform energy conservation into a strategic business goal fully align with the technological sustainable development of Energy Management System. It is putting best endeavour to reduce energy consumption in all its operations and activities.

To achieve above objectives the following steps are being undertaken by the Company:-

- 1 Management commitment for energy efficiency improvement in all process & operations
- 2 Defining and assigning responsibility of energy use & Reduce the Green house emission
- 3 Efficient utilization of energy purchase from the electricity board by Continuously monitoring the energy parameters such as maximum demand, power factor, load factor, TOD tariff utilization on regular basis.
- 4 Upgrading our old plants for the energy efficiency improvement & Continuously replacing the inefficient equipment's with latest energy efficient technology & up gradation of equipment's continually.
- 5 Increasing the awareness of energy saving within the organization to avoid the wastage of energy.
- 6 Company committed to reduce the carbon intensity across the various processes and sources for the sustainable development & climate change.
- 7 Reduction of Fuel consumption in Boiler & other process.
- 8 Committed low carbon strategy & installed during 2020-2021, Roof Top solar projects for generating Solar energy aggregating to around 3% of total energy consumption at Multiple locations. viz: Units at Kharagpur, Hosur, Silvassa, Malanpur, Jadcherla, Gadegaon.
- 9 Company have a plan to install during 2021-22, 10MW Roof top solar power plant at the Units at Lalru, Noida, Ghelot, Durgapur, Halol, Kanpur and Puducherry.
- 10 Purchasing the Clean energy through wind/solar power at Multiple locations Units at Hosur, Chennai, Pipe Malanpur Halol GIDC, PPD Malanpur aggregating to 7% of the energy consumption.
- 11 Noida plant is certified for ISO-50001 Energy Management System. Management have a plan for 3 more Plant Accreditation in year 21-22.

2. TECHNOLOGY ABSORPTION, ADAPTION AND INNOVATION

A. RESEARCH & DEVELOPMENT (R&D)

On-going study in the following areas to reduce cost of conservation and improve the quality.

- Evaluation of the alternative materials or additives to reduce the cost of raw material.
- Improving the output / input ratio to gain maximum finished products from per kg. Raw material.
- Wastage management is highly focused and monitored through corporate management and recycling the product by using good waste management process.

- Modify the mould and dies to improve the cycle time to get higher production from the same machine.
- To modify the process parameters to improve the quality.
- Expenditure on R & D: Not significant

B. TECHNOLOGY ADAPTION & INNOVATION

The company is the trend setters in plastic piping segment and claim to be a total piping solution provider with about 9000 products in the range. Company is continuously adding many unique, innovative and path breaking products to cater to the various application requirements. As and when required the company is seeking the technical assistance from the experts in the field to offer the technologically advance and superior products to the market. Few of the products innovated/developed are:

- (i) Solvent Cements, Primer, Rubber Lubricants and Thread Sealants
- (ii) Raingain Rainwater Filters
- (iii) Fix-O Rubber Rings
- (iv) Underground Tanks
- (v) Underground Drainage and Sewer System (UDSS)
- (vi) Packaged Sewage Treatment Plants (STP"S)

Technology: Anaerobic followed by aeration process

Efforts made towards Technology Absorption:

The company has done a tie-up with one of the leading environment consultant in the field to get the expertise in product designing. This technology is initially introduced and used in Japan for big size sewage treatment projects which company has now converted in DAFF media for compact and smaller size STP's.

Benefits:

- Ready to use, readymade solution which eliminates the need of tank construction
- Intelligent combination of anaerobic and aerobic treatment
- 3. Excellent effluent quality Meets SPCB/CPCB requirements
- 4. Hygienic and safe operation
- 5. 70% reduction in O & M cost compared to conventional STPs.
- 6. Easy and fast installation to save lot on the time, labour and cost
- 7. Cost effective

3. FOREIGN EXCHANGE EARNINGS AND OUTGO

Particulars₹ in LakhsForeign Exchange Earned11,709Foreign Exchange Used1,39,967

For and on behalf of the Board of Directors

B. L. TapariaChairman



ANNEXURE - II

Annexure to the Boards' Report

Particulars of employees pursuant to Section 134(3) (q) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

Sr. No.	Requirement under Rule 5(1)	Details		
1.	Ratio of the remuneration of Managing Director, Executive Directors & other Non-Executive Directors to the median remuneration of the Company for the Financial Year			
2.	Percentage increase in remuneration of Managing Director, each Executive Director, Chief Financial Officer, & Company Secretary (Salary of 2020-21 v/s Salary of 2019-20).	Shri M. P. Taparia, Managing Director : 47.65% Shri S. J. Taparia, Executive Director : 48.89% Shri V. K. Taparia, Executive Director : 49.26% Shri P. C. Somani, CFO : 6.80% Shri R. J. Saboo, Company Secretary : 3.81%		
3.	Percentage increase in the median remuneration of employees in the financial year (2020-21 v/s 2019-20)	Median Increase : NIL		
4.	Number of Employees as on 31st March, 2021 on rolls of Company	5078		
5	* Average percentile increase made in the salaries of employees other than the managerial personnel in last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:	4.31%		
	* Justification for variation in the average percentile increase between Non Managerial employees and Managerial employees			
6	Key parameters for any variable component of remuneration availed by the Directors.	Commission: 1% of the net profits of the year as approved by the members at the AGM held on 29 th June 2018.		
7.	Affirmation that the remuneration is as per the remuneration policy of the Company	Remuneration is as per the Nomination and Remuneration Policy of the Company.		
8.	Percentage increase or decrease in the market quotations of the shares of the Company	The closing price of the Company's Equity Share on the NSE and BSE as of 31 st March, 2021 was ₹ 2042.70 and ₹ 2037.50 respectively.		

For and on behalf of the Board of Directors

B. L. TapariaChairman



ANNEXURE - III

Annexure to the Boards' Report

FORM AOC-I

(Pursuant to first proviso to sub-section (3) of Section 129 read with Rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiary / associate company

Part A Subsidiary

(₹ in lakhs)

No.	Name of the Subsidiary Company	Reporting Currency	Exchange Rate as on 31st March, 2021	Capital	Reserves	Total Assets	Total Liabilities	Investments	Turnover	Profit/ (Loss) Before Tax	Provision For Tax	Profit (Loss)	Proposed Dividend	% of holding
1	The Supreme Industries Overseas (FZE)	AED	19.91	19	223	348	348	NIL	174	(11)	NIL	(11)	NIL	100

Part B Associates

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

Supreme Petrochem Limited

(₹ in lakhs)

Sr	Name of	Latest Audited Balance Sheet Date	Shares of Associate			Description of how	Reason why	Net worth	Profit / Loss for the year	
No	. Associate		Nos.	Amount of investment in Associates	Extend of Holding %	there is significant influence	the associate is not consolidated	attributable to shareholding as per latest audited Balance Sheet	Considered in Consolidation	Not considered in Consolidation
1	Supreme Petrochem Ltd.	31 st March, 2021	28936400	3337	30.78	There is significant influence due to (%) of share capital	N.A.	33119	14599	33150

For and on behalf of the Board of Directors

B. L. Taparia Chairman



ANNEXURE - IV (A)

Annexure to the Boards' Report

NOMINATION AND REMUNERATION POLICY

I. PREAMBLE

Pursuant to Section 178 of the Companies Act, 2013 and Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 [erstwhile Clause 49 of the Listing Agreement with the Stock Exchanges], the Board of Directors of every listed Company shall constitute the Nomination and Remuneration Committee. The Company already constituted Remuneration Committee comprising of three non-executive Independent Directors.

II. OBJECTIVE

The Key Objectives of the Committee would be:

- To guide the Board in relation to appointment and removal of Directors, Key Managerial Personnel and Senior Management.
- b) To evaluate the performance of the members of the Board and provide necessary report to the Board for further evaluation.
- To recommend to the Board on Remuneration payable to the Directors, Key Managerial Personnel and Senior Management.

III. DEFINITIONS

- "Board" means Board of Directors of the Company.
- "Company" means "The Supreme Industries Limited."
- "Employees" Stock Option means the option given to the directors, officers or employees of a company or of its holding company or subsidiary company or companies, if any, which gives such directors, officers or employees, the benefit or right to purchase, or to subscribe for, the shares of the company at a future date at a pre-determined price.
- "Independent Director" means a director referred to in Section 149 (6) of the Companies Act, 2013.
- "Key Managerial Personnel" (KMP) means
 - Chief Executive Officer or the Managing Director or the Manager,
 - (ii) Chief Financial Officer,
 - (iii) Company Secretary and
 - (iv) Such other officer as may be prescribed.
- "Nomination and Remuneration Committee" shall mean a Committee of Board of Directors of the Company, constituted in accordance with the provisions of Section 178 of the Companies Act, 2013 and Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations.
- "Policy or This Policy" means, "Nomination and Remuneration Policy."
- "Remuneration" means any money or its equivalent given or passed to any person for services rendered by him and includes perquisites as defined under the Income-tax Act, 1961
- "Senior Management" means personnel of the Company
 who are members of its core management team excluding
 Board of Directors. This would include all members of
 management one level below the executive directors,
 including all the functional heads.

IV. INTERPRETATION

Terms that have not been defined in this Policy shall have the same meaning assigned to them in the Companies Act, 2013, and/or any other SEBI Regulation(s) as amended from time to time.

V. GUIDING PRINCIPLES

The Policy ensures that

- The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate Directors of the quality required to run the Company successfully
- Relationship of remuneration to performance is clear and meets appropriate performance benchmarks and
- Remuneration to Directors, Key Managerial Personnel and Senior Management involves a balance between fixed and incentive pay reflecting short and long term performance objectives appropriate to the working of the Company and its goals.

VI. ROLE OF THE COMMITTEE

The role of the Committee inter alia will be the following:

- a. To formulate a criteria for determining qualifications, positive attributes and independence of a Director.
- b. Formulate criteria for evaluation of Independent Directors and the Board.
- Identify persons who are qualified to become Directors and who may be appointed in Senior Management in accordance with the criteria laid down in this policy.
- d. To carry out evaluation of every Director's performance.
- e. To recommend to the Board the appointment and removal of Directors and Senior Management.
- f. To recommend to the Board policy relating to remuneration for Directors, Key Managerial Personnel and Senior Management.
- g. Ensure that level and composition of remuneration is reasonable and sufficient, relationship of remuneration to performance is clear and meets appropriate performance benchmarks.
- h. To devise a policy on Board diversity.
- To carry out any other function as is mandated by the Board from time to time and / or enforced by any statutory notification, amendment or modification, as may be applicable.
- To perform such other functions as may be necessary or appropriate for the performance of its duties.

VII. MEMBERSHIP

- a) The Committee shall comprise at least three (3) Directors, all of whom shall be non-executive Directors and at least half shall be Independent.
- The Board shall reconstitute the Committee as and when required to comply with the provisions of the Companies Act, 2013 and applicable statutory requirement.
- Minimum two (2) members shall constitute a quorum for the Committee meeting.



- Membership of the Committee shall be disclosed in the Annual Report.
- e) Term of the Committee shall be continued unless terminated by the Board of Directors.

VIII. CHAIRMAN

- a) Chairman of the Committee shall be an Independent Director.
- Chairperson of the Company may be appointed as a member of the Committee but shall not Chair the Committee.
- c) In the absence of the Chairman, the members of the Committee present at the meeting shall choose one amongst them to act as Chairman.
- d) Chairman of the Nomination and Remuneration Committee could be present at the Annual General Meeting or may nominate some other member to answer the shareholders' queries.

IX. FREQUENCY OF MEETINGS

The meeting of the Committee shall be held at such regular intervals as may be required.

X. COMMITTEE MEMBERS' INTERESTS

- A member of the Committee is not entitled to be present when his or her own remuneration is discussed at a meeting or when his or her performance is being evaluated.
- b) The Committee may invite such executives, as it considers appropriate, to be present at the meetings of the Committee.

XI. SECRETARY

The Company Secretary of the Company shall act as Secretary of the Committee.

XII. VOTING

- a) Matters arising for determination at Committee meetings shall be decided by a majority of votes of Members present and voting and any such decision shall for all purposes be deemed a decision of the Committee.
- b) In the case of equality of votes, the Chairman of the meeting will have a casting vote.

XIII. APPOINTMENT AND REMOVAL OF DIRECTOR, KMP AND SENIOR MANAGEMENT

Appointment criteria and qualifications:

- 1. The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, KMP or at Senior Management level and recommend to the Board his / her appointment.
- 2. A person should possess adequate qualification, expertise and experience for the position he / she is considered for appointment. The Committee has discretion to decide whether qualification, expertise and experience possessed by a person are sufficient / satisfactory for the concerned position.
- The Company shall not appoint or continue the employment of any person as Managing Director/ Whole- time Director / Manager who has attained the age of seventy years. Provided that the term of

the person holding this position may be extended beyond the age of seventy years with the approval of shareholders by passing a special resolution based on the explanatory statement annexed to the notice for such motion indicating the justification for extension of appointment beyond seventy years.

Term / Tenure:

- Managing Director/Whole-time Director / Manager (Managerial Person):
 - The Company shall appoint or re-appoint any person as its Managerial Person for a term not exceeding five years at a time. No re-appointment shall be made earlier than one year before the expiry of term.

2. Independent Director:

- An Independent Director shall hold office for a term up to five consecutive years on the Board of the Company and will be eligible for re-appointment on passing of a special resolution by the Company and disclosure of such appointment in the Board's report.
- No Independent Director shall hold office for more than two consecutive terms, but such Independent Director shall be eligible for appointment after expiry of three years of ceasing to become an Independent Director. Provided that an Independent Director shall not, during the said period of three years, be appointed in or be associated with the Company in any other capacity, either directly or indirectly. However, if a person who has already served as an Independent Director for 5 years or more in the Company as on 1st October, 2014 or such other date as may be determined by the Committee as per regulatory requirement, he / she shall be eligible for appointment for one more term of 5 years only.
- At the time of appointment of Independent Director it should be ensured that number of Boards on which such Independent Director serves is restricted to seven listed companies as an Independent Director and three listed companies as an Independent Director in case such person is serving as a Wholetime Director of a listed company.

• Evaluation:

The Committee shall carry out evaluation of performance of every Director, KMP and Senior Management at regular interval (yearly).

Removal:

Due to reasons for any disqualification mentioned in the Companies Act, 2013, rules made thereunder or under any other applicable Act, rules and regulations, the Committee may recommend, to the Board with reasons recorded in writing, removal of a Director, KMP or Senior Management subject to the provisions and compliance of the said Act, rules and regulations.

Retirement:

The Director, KMP and Senior Management shall retire as per the applicable provisions of the Companies Act, 2013 and the prevailing policy of the Company. The Board will have the discretion to retain the Director, KMP, Senior Management in the same position / remuneration or otherwise even after attaining the retirement age, for the benefit of the Company.



XIV. PROVISIONS RELATING TO REMUNERATION OF MANAGERIAL PERSON, KMP AND SENIOR MANAGEMENT

• General:

- The remuneration / compensation / commission etc.
 to Managerial Person, KMP and Senior Management
 Personnel will be determined by the Committee
 and recommended to the Board for approval. The
 remuneration / compensation / commission etc. shall
 be subject to the prior/post approval of the shareholders
 of the Company and Central Government, wherever
 required.
- 2. The remuneration and commission to be paid to Managerial Person shall be as per the statutory provisions of the Companies Act, 2013, and the rules made there under for the time being in force.
- 3. Increments to the existing remuneration / compensation structure may be recommended by the Committee to the Board which should be within the slabs approved by the Shareholders in the case of Managerial Person.
- 4. Where any insurance is taken by the Company on behalf of its Managerial Person, KMP and any other employees for indemnifying them against any liability, the premium paid on such insurance shall not be treated as part of the remuneration payable to any such personnel. Provided that if such person is proved to be guilty, the premium paid on such insurance shall be treated as part of the remuneration.

Remuneration to Managerial Person, KMP and Senior Management:

1. Fixed pay:

Managerial Person, KMP and Senior Management shall be eligible for a monthly remuneration as may be approved by the Board on the recommendation of the Committee in accordance with the statutory provisions of the Companies Act, 2013, and the rules made there under for the time being in force. The break-up of the pay scale and quantum of perquisites including, employer's contribution to P.F., pension scheme, medical expenses, club fees etc. shall be decided and approved by the Board on the recommendation of the Committee and approved by the shareholders and Central Government, wherever required.

2. Minimum Remuneration:

If, in any financial year, the Company has no profits or its profits are inadequate, the Company shall pay remuneration to its Managerial Person in accordance with the provisions of Schedule V of the Companies Act, 2013 and if it is not able to comply with such provisions, with the prior approval of the Central Government.

3. Provisions for excess remuneration:

If any Managerial Person draws or receives, directly or indirectly by way of remuneration any such sums in excess of the limits prescribed under the Companies Act, 2013 or without the prior sanction of the Central Government, where required, he / she shall refund such sums to the Company and until such sum is refunded, hold it in trust for the Company. The Company shall not waive recovery of such sum refundable to it unless permitted by the Central Government

• Remuneration to Non-Executive / Independent Director:

1. Remuneration / Commission:

The remuneration / commission shall be in accordance with the statutory provisions of the Companies Act, 2013, and the rules made there under for the time being in force.

Sitting Fees:

The Non-Executive / Independent Director may receive remuneration by way of fees for attending meetings of Board or Committee thereof. Provided that the amount of such fees shall not exceed the maximum amount as provided in the Companies Act, 2013, per meeting of the Board or Committee or such amount as may be prescribed by the Central Government from time to time.

3. Limit of Remuneration / Commission:

Remuneration /Commission may be paid within the monetary limit approved by shareholders, subject to the limit not exceeding 1% of the net profits of the Company computed as per the applicable provisions of the Companies Act, 2013.

4. Stock Options:

An Independent Director shall not be entitled to any stock option of the Company.

XV. MINUTES OF COMMITTEE MEETING

Proceedings of all meetings must be minuted and signed by the Chairman of the said meeting or the Chairman of the next succeeding meeting. Minutes of the Committee meeting will be tabled at the subsequent Board and Committee meeting.

XVI. DEVIATIONS FROM THIS POLICY

Deviations on elements of this policy in extraordinary circumstances, when deemed necessary in the interests of the Company, will be made if there are specific reasons to do so in an individual case.

For and on behalf of the Board of Directors

B. L. Taparia *Chairman*

Place: Mumbai Date: 3rd May, 2021



ANNEXURE - IV (B)

Annexure to the Boards' Report

CRITERIA FOR:

1. SELECTION OF DIRECTORS AND 2. SENIOR MANAGEMENT PERSONNEL

Pursuant to Section 178 of the Companies Act, 2013 and Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 [erstwhile Clause 49 of the Listing Agreement with the Stock Exchanges] requires the Nomination and Remuneration Committee to consider and lay down criteria for identification of persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the Board their appointment and removal.

CRITERIA FOR SELECTION OF DIRECTORS

The Nomination and Remuneration Committee shall consider the following for identifying and recommending persons for appointment as Directors on the Board of the Company:

- 1. The candidate's qualifications, knowledge, skills and experience in his/her respective field.
- 2. His/her reputation of honesty, integrity, ethical behaviour and leadership.
- 3. Achievements in industry, business, profession and / or social work.
- 4. Possesses appropriate skills, experience and knowledge in one or more fields such as finance, law, management, sales, marketing, administration, research, corporate governance and such other areas that are relevant to the Company's business.
- 5. Whether the candidate is free from any disqualification provided under Section 164 of the Companies Act, 2013.
- 6. Whether the candidate meets the conditions of being independent as stipulated under Companies Act, 2013 in case of appointment as Independent Director.

CRITERIA FOR SELECTION OF SENIOR MANAGEMENT PERSONNEL

The term Senior Management Personnel shall have the same meaning as provided in the explanation under Section 178 of the Companies Act, 2013.

The Committee shall before making any recommendation to the Board for appointment considers the following:

- 1) The candidate's qualifications and experience in the field / area for which he/she is being considered.
- 2) Candidate's reputation of honesty, integrity and ethical behaviour in past assignments.
- 3) Leadership skills, decision making skills, effective communication, ability to build team, foster team spirit and ability to work sincerely with dedication.
- 4) Past record in goal setting, developing strategy, devising a tactical road map and in motivating team members to overcome challenges and meet set goals.

For and on behalf of the Board of Directors

B. L. TapariaChairman



ANNEXURE - V

Annexure to the Boards' Report

FORM NO. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31st MARCH, 2021

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration Managerial Personnel) Rules, 2014]

To, The Members, THE SUPREME INDUSTRIES LIMITED, 612 Raheja Chambers, Nariman Point, Mumbai – 400 021

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **The Supreme Industries Limited** (hereinafter called **"the Company"**). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2021 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2021 according to the provisions of:

- (i) The Companies Act, 2013 ("the Act") and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 [Not applicable to the Company during the audit period];
 - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 [Not applicable to the Company during the audit period];
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 [Not applicable to the Company during the audit period];
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client.
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 [Not applicable to the Company during the audit period]; and
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 [Not applicable to the Company during the audit period];
- (vi) The Company has identified the laws specifically applicable to the Company:
 - (a) Water (Prevention & Control of Pollution) Act, 1974;
 - (b) The Air (Prevention & Control of Pollution) Act, 1981;
 - (c) The Legal Metrology Act, 2009.

We have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) The Listing Agreements entered into by the Company with BSE Limited and National Stock Exchange of India Limited.

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.



We further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. There are no changes in the composition of the Board of Directors during the period under review.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All decisions at Board Meetings and Committee Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committees of the Board, as the case may be.

We further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

For V. LAXMAN & CO.,

 Date: 26th April, 2021
 V. LAXMAN

 Place: Mumbai
 Company Secretary

 UDIN NO.: F001513C000177920
 FCS: 1513 CP 744

This Report is to be read with our letter of even date which is attached as Annexure 'A' and forms an integral part of this Report.

ANNEXURE 'A'

To, The Members, **THE SUPREME INDUSTRIES LIMITED,** 612 Raheja Chambers, Nariman Point, Mumbai – 400 021

Our report of even date is to be read along with this letter.

- 1. Maintenance of secretarial records is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
- 2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices we followed proved a reasonable basis for our opinion.
- 3. We have not verified the correctness and appropriateness of financial records and Books of Account of the Company.
- 4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
- 5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
- 6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For and on behalf of **V. Laxman & Co.,** Company Secretaries

Place : Mumbai
Date : 26th April, 2021

UDIN NO.: F001513C000177920

(**V. Laxman**) FCS No. 1513 C P No. : 744



ANNEXURE - VI

Annexure to the Boards' 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 in to by the Company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto:

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

(a) Name(s) of the related party and nature of relationship	(b)	Nature of contracts /arrangements / transactions	(c)	Duration of contracts / arrangements / transactions	(d)	Salient terms of the contracts or arrangements or transactions including the value, if any	(e)	justification for entering in to such contracts or arrangements or transactions	(f)	date(s) of approval by the Board	(g)	Amount paid as advances, if any:	,	Date on which the special resolution was passed in general meeting as required under first proviso to section 188
	Not Applicable														

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

(a) Name(s) of the related party and nature of relationship	(b) Nature of contracts / arrangements / transactions	(c) Duration of contracts / arrangements / transactions	(d) Salient terms of the contracts or arrangements or transactions including the value, if any
Supreme Industries Overseas (FZE)	Sale of goods including compensation for rendering of services	On-going	In normal course of business & in line with Market Parameters. Sale of goods ₹ 40 lakhs. Rendering of services ₹ 127 lakhs.
Supreme Petrochem Ltd.	Purchase/Sale of goods or materials & provision of any services in connection with the sale or purchase of goods or materials including storage thereof.	On-going	In normal course of business & in line with Market Parameters. Purchase of goods ₹ 8184 lakhs. Sale of goods ₹ 150 lakhs.
M/s. Devvrat Impex (P) Ltd	Sales of Plastic Piping System	On-going	In normal course of business & in line with Market Parameters. Sale of Goods amount ₹ 4089 lakhs.

Note:- Appropriate approvals have been taken for related party transactions. No Advances have been paid or received against the transactions mentioned above.

For and on behalf of the Board of Directors

B. L. Taparia Chairman

Place: Mumbai Date: 3rd May 2021



ANNEXURE VII (A)

Annexure to the Boards' Report

FORMAT FOR THE ANNUAL REPORT ON CSR ACTIVITIES TO BE INCLUDED IN THE BOARD'S REPORT

Brief outline on CSR Policy of the Company:

The Board of Directors' at its meeting held on 21st July, 2014 approved the CSR Policy of your company pursuant to the provisions of section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014.

Composition of CSR Committee:

S. No.	Name of Director	Designation /Nature of Directorship	No. of meetings of CSR Committee held during the year	No. of meetings of CSR Committee attended during the year
1	Shri Ramnathan Kannan	Independent Director (Chairman)	1	1
2	Shri B. L. Taparia	Non-Executive Director	1	1
3	Shri M. P. Taparia	Managing Director	1	1

The CSR Committee met on 1st May 2021 and it has taken on record the activities undertaken by the Company from 1st April, 2020 to 31st March 2021 and also discussed and approved the plan for the financial year 2021-2022.

Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company. www.supreme.co.in

Provide the details of Impact assessment of CSR projects carried out in pursuance of subrule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report).

Not applicable for Financial Year

2020-21

Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any -

SI. No.	Financial Year	Amount available for set-off from preceding financial years (in ₹)	Amount required to be set-off for the financial year, if any (in $\overline{\mathfrak{T}}$)
1	2017-2018	NIL	NIL
2	2018-2019	₹ 44 lakhs	NIL
3	2019-2020	₹ 407 lakhs	NIL

Average net profit of the company as per section 135(5)

:- ₹ 59613.22 lakhs

(a) Two percent of Average net profit of the company as per section 135(5)

:- ₹ 1192.27 lakhs

(b) Surplus arising out of the CSR projects/ programmes or activities for the financial year :- NA

(c) Amount required to be set off for the financial year, if any

:- NIL

(d) Total CSR obligation for the financial year (7a+7b-7c)

:- ₹ 1192.27 lakhs

(a) CSR amount spent or unspent for the financial year: -

Total Amount Spent	Amount Unspent (in ₹)									
for the Financial Year		nsferred to Unspent CSR per Section 135(6)	Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).							
	Amount	Date of transfer	Name of the fund	Amount	Date of Transfer					
₹ 1206.84 lakhs	NA	NA	NA	NA	NA					

(b) Details of CSR amount spent against ongoing projects for the financial year:

1	2	3	4		5	6	7	8	9	10	1	1
SR. NO	Name of the Project	Item from the list of activities in Schedule VII to the Act	area		on of the ject. District	duration	Amount allocated for the project (in ₹)	Amount spent in the current financial Year (in ₹)	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in ₹)	Mode of Implementation -Direct (Yes/No)	- Through Ir	olementation mplementing ency CSR Registration number
1	NIL	-	-	-	-	-	-	-	-	-	-	-
2	NIL	-	-	-	-	-	-	-	-	-	-	-
3	NIL	-	-	-	-	-	-	-	-	-	-	\ -
	TOTAL											



(c) Details of CSR amount spent against other than ongoing projects for the financial year:

1	2	3	4			6	7	8	
Sl. No.	Name of the Project	Item from the list of activities in schedule VII			n of the ject	Amount spent for the project (in ₹)	Mode of implementation -	- Through	nplementation implementing gency
		to the Act		State	District		Direct (Yes/No)	Name	CSR registration number
1	Deployment of Teachers in Sanskrit Schools	ii	Yes	Rajasthan	Bikaner & Jaipur	₹ 385 lakhs	No	Supreme Foundation	CSR00005229
2	To make available Human Resources & Physical resources. To educate & Training through on-line classes during Carona Pandemic	ii	Yes	Rajasthan	Ladnu Tahsil	₹ 253.84 Lakhs	No	Supreme Foundation	CSR00005229
3	Mobile Computer Bus with 20 computer work station to teach Maths, Science, English & Computer	ii	Yes	Rajasthan	Bikaner & Jaipur	₹ 10.86 Lakhs	No	Supreme Foundation	CSR00005229
4	Repairs & Renovations to maintain & improve infrastructure of schools.	ii	Yes	Rajasthan	Bikaner, Jaipur, Ladnu & other districts in Rajasthan	₹ 8.52 Lakhs	No	Supreme Foundation	CSR00005229
5	Village Health Improvement Initiative	i	Yes	Maharashtra	Gadegaon	₹ 9.79 Lakhs	Yes	NA	NA
6	Village Health Improvement Initiative	i	Yes	Maharashtra	Gadegaon	₹ 5 Lakhs	No	Supreme Foundation	CSR00005229
7	Covid -19 Medical relief and Support	xii	Yes	Maharashtra	Gadegaon	₹ 23.45 Lakhs	Yes.	NA	NA
8	Cow Seva, Goshala	iv	Yes	Maharashtra	Jalgaon	₹ 8.76 Lakhs	Yes	NA	NA
9	Healthcare & Basic living facilities	i	Yes	Maharashtra	Mumbai	₹ 2.51 Lakhs	No	Supreme Foundation	CSR00005229
10	Healthcare & Basic living facilities	i	Yes	Maharashtra	Mumbai	₹ 5 Lakhs	No	Supreme Foundation	CSR00005229
11	Hospital Contruction support at Ladnu	i	Yes	Rajasthan	Ladnu Tahsil	₹ 8.26 Lakhs	No	Supreme Foundation	CSR00005229
12	Nagour Stadium Vikas Samiti	vii	Yes	Rajasthan	Nagour	₹ 35 Lakhs	No	Supreme Foundation	CSR00005229
13	Public Toilet Facilities	i	Yes	Rajasthan, Maharashtra	Bikaner, Jaipur, Ladlu & other districts in Rajasthan, Jalgaon in Maharashtra	₹ 10.80 Lakhs	No	Supreme Foundation	CSR00005229
14	Tree Plantation Project	iv	Yes	Maharashtra	Mumbai	₹ 10 Lakhs	Yes	NA	NA
15	Support & Welfare programme For Underpriviledged	i	Yes	Rajasthan	Nagour	₹ 74.82 Lakhs	No	Supreme Foundation	CSR00005229
	Support & Welfare programme For Underpriviledged	i	No	Kerala	Ernakulam	₹ 34.60 Lakhs	Yes	NA	NA
	Support & Welfare programme For Underpriviledged	i	Yes	Maharashtra	Mumbai	₹ 5 Lakhs	Yes	N A	NA
18	Support & Welfare programme For Underpriviledged	i	Yes	Maharashtra	Mumbai	₹ 8 Lakhs	Yes	NA	NA
19	Support & Welfare programme For Underpriviledged	i	Yes	Maharashtra	Mumbai	₹11 Lakhs	No	NA	NA
20	Educational activities	ii	Yes	Rajasthan	Jaswanthgarh	₹ 200 Lakhs	No	Shri Surajmal Taparia Memorial Trust	CSR00006129



1	2	3	4		5		7	8	
21	Cow Seva	iv	Yes	Rajasthan	Nagour	₹ 51.17 Lakhs	No	Sri Krishna Gopal GoSadan Samiti	CSR00006959
22	COVID -19	xii	NA	Kerala	NA	₹ 20 Lakhs	Yes	NA	NA
23	COVID -19	xii	NA	Bihar	NA	₹ 10 Lakhs	Yes	NA	NA
24	P M Cares Fund	viii	NA	NA	NA	₹ 9.69 Lakhs	No	Supreme Foundation	CSR00005229
	TOTAL					₹ 1201.07 Lakhs			

- (d) Amount spent in Administrative Overheads: ₹ 5.77 Lakhs
- (e) Amount spent on Impact Assessment, if applicable: NA
- (f) Total Amount Spent for the Financial Year (8b+8c+8d+8e):-₹ 1206.84 lakhs
- (g) Excess amount for set off, if any:- ₹ 14.56 Lakhs

SI. No.	Particular	Amount (₹ in Lakhs)
(i)	Two percent of average net profit of the company as per section 135(5)	₹ 1192.27
(ii)	Total amount spent for the Financial Year	₹ 1206.84
(iii)	Excess amount spent for the financial year [(ii)-(i)]	₹ 14.57
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	NA
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	₹ 14.57

9. (a) Details of unspent CSR amount for the preceding three financial years: Not Applicable

1	2	3		4		5
Preceding Financial Year	Amount transferred to Unspent CSR Account under section 135 (6)	Amount spent in the reporting Financial Year (in ₹)	Amount transfer Schedule VII	Amount remaining to be spent in succeeding		
	,	, ,	Name of the Fund	Amount (in ₹)	Date of Transfer	financial years
2017-2018	NA	-	-	-	-	-
2018-2019	NA	-	-	-	-	-
2019-2020	NA	-	-	-	-	

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s):

1	2	3	4	5	6	7	8	9
S.	Project	Name	Financial Year	Project	Total amount	Amount Spent in the	Cumulative Amount	Status of
No.	ID	of the	in which the	duration	allocated for the	reporting Financial	Spent at the end of	the project
		Project	project was		project (in ₹)	Year (in ₹)	financial year	-Completed /
			commenced					Ongoing
NIL	-	-	-	-	-	-	-	-

10. In case of creation or acquisition of asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year.

(Asset wise details) NA

- (a) Date of creation/ acquisition of the asset(s)
- (b) Amount of CSR spent for creation /acquisition of asset
- (c) Details of the entity/ public authority under whose name such asset is registered, address etc.
- (d) Provide details of the property or asset(s) created/acquired (including complete address and location of the property)
- 11. Specify the reason(s) if the company has failed to spend two per cent of the average net profit as per section 135(5): NA

Shri M.P. Tapraria (Managing Director)

Shri R Kannan (Chairman CSR Committee)

Date: 3rd May, 2021



ANNEXURE VII (B)

Annexure to the Boards' Report

DETAILS OF ACTIVITIES UNDERTAKEN UNDER CORPORATE SOCIAL RESPONSIBILITY

1. Supreme Foundation:-

Education is the prime aspiration of Supreme Foundation apart from uplifting of under privileged in the society. Only by building a strong foundation at the primary level, it is possible to make children ideal & responsible citizens and their all-round progress and development can be achieved. With this object Supreme foundation is playing important & constructive role in balancing the socio-economic structure of the Rajasthan region by deputing human resources viz (teachers, professors, volunteers) in the field of education and also providing physical resources so that the quality of education at Government School can be improved. Supreme Foundation continues to work towards the same even in the difficult & challenging time during Covid-19 pandemic.

2. Purpose:-

The company has initiated project to provide the teachers for educating the students in government Sanskrit schools in Ajmer and Bikaner Divisions and lecturers in Sanskrit colleges in Rajasthan through Supreme Foundation.

The project has been commenced with an initial period for 5 years & shall be reviewed thereafter. To meet the above objective, company has entered into an Agreement dated 27th June, 2017, between Supreme Foundation, Mumbai, with Divisional Sanskrit Education Officer, Ajmer, and Government of Rajasthan. Further it has also undertaken similar activities of providing teachers in primary and secondary schools of Ladnu Tehsil in Nagaur District of Rajasthan & entered into an agreement with education department, Nagur dated 1st May 2019.

In Ajmer & Bikaner division in Rajasthan there are 234 schools & 24 Sanskrit colleges and in Ladnu Tehsil there are 178 schools (including 13 new schools) where 538 & 212 volunteers respectively have been deployed by Supreme Foundation who are rendering their duties tirelessly & with dedication.

Supreme Foundation is also running a mobile computer bus which is fully equipped with 20 Computer work stations for students and Teachers for Computer, Science, Maths and English. It has been found very useful for the villages/schools where there are no computers available in schools for students to learn. At the same time, bus can cover three to four villages/schools in a day and impart requisite learning of above subjects. Looking at the demand and benefits, one more bus is planned to be added during the year 21-22.

During the Financial Year 2020-2021, In Ajmer & Bikaner division, there were more than 25000 school students & more than 5000 college students were enrolled in Government Sanskrit schools & colleges. Similarly in Ladnu Tehsil more than 27000 school students got enrolled.

Supreme foundation has worked with primary objective of:

- a. Upgradation of Primary level of education
- b. Encouraging sports & cultural activities,
- c. Encouragement in Girls education,
- d. Uplifting level of education to backward section of children in the society
- e. Availability of physical resources required for education, preparation of Play ground
- f. Recognition of meritorious students by giving awards
- g. Making School Campus lush green, clean and environment friendly
- h. Co-scholastic activities evaluation and increase in enrollment of number of students
- i. 100% passing percentage in Board results

Supreme Foundation is working to promote Sanskrit and ancient Indian culture through providing lecturers at various Sanskrit Colleges in Rajasthan. It has initiated different activities summarized as under:-

- (i) Approaching local people/tribal villages and parents to promote & augment Sanskrit language among students & explaining importance of studying & understanding this divine language & the purpose of which is to spread the spirit of universal brotherhood.
- (ii) Parents have been motivated & they made to understand of Indian cultural values & reach heritage so that children remain connected with our core principles & ideology which will make the nation healthy & prosperous in every spheres.
- (iii) Important contents of the syllabus were revised to the final year students while keeping social distance so that the exams results may be improved.
- (iv) Organized astrology related camps for basic information regarding planets & constellation
- (v) Organized regular classes and door to door activities were undertaken to awaken the campaign for Covid-19 pandemic
- (vi) Gave information to students about online class and knowledge about the benefits of studying through various educational institutions

3. Brief description of activities undertaken at Schools in Ladnu Tehsil:-

In all the state schools of Ladnu tehsil, the volunteer taught the education & training to the students even during the Carona Pandemic period.



Under the guidelines of the state government, the Volunteers conducted On-line classes, approached door-to-door to get the students educated and also distributed videos to students of the On-Line classes conducted by the Foundation.

All the volunteers have been motivated and inspired to conduct study even in the winter session and have nominated team of 16-16 Male volunteers in Ladlu, who went door to door between 10 am to 3 pm to teach students.

Availability of Physical Resources: - New Water Tank, New Toilet blocks, New Urinals, repairs & renovation work carried out in Class room, repairs of wall ceilings, fans & peripheral area, furnishing of tiles, Plastering & paintings, Caron sanitize Material.

Inspiring Award (by the Ministry of Science and Technology of India) Standard Scheme for students from class 6 to 10 to give promotion to aspiring students for their innovation.

4. Brief description of activities under taken in the schools & colleges in Bikaner & Ajmer Divisions:

In view of dedicated efforts by honorable Guardians the Govt. Sanskrit Schools & Govt Sanskrit universities in Ajmer-Bikaner in Rajasthan Region & due to deputation of teachers & professors by foundation, these schools & colleges got new life line which was on the verge of closure.

Interactive sessions were held between Guardians & students so as to motivate & encourage them to attend the Schools on regular basis. These have resulted not only in significant increase in number of admission but also yielded better examination results amongst the students.

In the calamity of this global epidemic, the guardian expressed concern that children should not be deprived of education and they should get education & training as was imparted to them before the Pandemic Covid-19.

On-Line Course at Work from Home has been started by the Supreme Foundation to promote e-learning to students.

As a result Children's study remained uninterrupted through e-learning & their interest were kept alive without any hindrance.

To compensate the loss being done to the students' education due to the Pandemic Covid-19, and to promote the usage of information technology in Sanskrit education the "App" was made available & it was ensured to have access to the quality content of the app, so that students can learn virtually through electronic devices whenever required. The purpose of this app is to provide e-learning & m-learning opportunities to the students studying in Sanskrit education.

These "Apps" are:-

- i. **Gyan Vividh Channel:** In order to upgrade Sanskrit education, Foundation launched a "**Gyan Vividh You tube channel**". Sanskrit Professors through Gyan Vaividh Channel is providing comprehensive work for the welfare of students. In this channel, according to the board syllabus the materials are available for all the subjects of each class, and each day the same is uploaded in the Chanel. In this Channel text materials are provided in the form of video to the volunteers. Important & useful materials were made available to get the students prepared for competitive exams.
- ii. **App Devvani:** In the field of Sanskrit education through "**App Devvani**" innovative methodology have been boosted. This App has proved to be helpful in enhancing teaching skills not only for the students but also for the teachers/professors. This App has been prepared for the students of class 3 to 12 for the Sanskrit Subject.
- iii. **SMILE** Social Media Interface for Learning Engagement:- Sustaining the accessibility of the students by engaging them through social media platform. Volunteers educate the students by making available the text material through this "**App online and offline**".

Information was shared regarding Covid-19 & makes Children's/students aware regarding health & safety measures required & precautions to be taken by them.

During Corona Pandemic-19 all the Volunteers inspired by self-motivation have rendered their duty diligently & with utmost integrity by providing the study materials well before the exams to the students so that students themselves get well prepared for the exams. Class wise group have been prepared. Not only the materials were made available but it was ensured that the students stay connected & also study through this videos. This has resulted the good exam results in the subject of the volunteers, so that the desired purpose can be fulfilled.

The students were motivated by creating & sharing videos through WhatsApp according to the class level of the students. Special attention was made to the students of class 10^{th} & 12^{th} .

Tree plantations & other creative activities were carried out in the school premises by the Foundation's teachers with the help of primary level students. Now the environment of the schools has become pure and clean for education & study.

Due to lack of teachers, the syllabus could not be completed earlier. Now with the help of volunteers, not only syllabus is completed well in time but revisions of the subjects are also done for preparation of examinations.

Normally, the child of the primary class is studying tables, counting additions, substractions etc which has improved the level of children. There has been considerable improvements in Hindi Language of children at primary level, recognition of words, reading of story and textual materials Special training have been conducted for weak students. Due to sincere & dedicated efforts of volunteers the quality of education have been improved as also improvements in number of success ratio amongst the students.

The examination of the school's students is done by the volunteers of the Supreme Foundation. This has resulted in improvement in educational environment of Schools and the awareness of the children has increased & The positive progress was also noticed in writing skills & ability of the students'. There have been considerable improvements in the performance of these schools

Supreme Foundation has spent about ₹ 809 lakhs on various CSR activities during 2020-2021.

28



Future Plans

In coming year, Supreme Foundation would continue its focus to provide more and more resources to improve education level in Govt. schools in Bikaner and Ajmer Divisions & colleges in Rajasthan as well as in various schools of Ladnu Tahsil of Nagore District of Rajasthan. It will also undertake infrastructure improvement at various schools including constructions of classrooms, toilet facilities, drinking water facilities apart from providing computers, books, furniture and other required accessories.

It plans to spend about ₹ 850 Lakhs on various existing and proposed activities being undertaken for the year 2021-22.

6. Brief description of activities and various health improvement initiatives undertaken at Jalgaon, Gadegaon, Nandurbar in Maharashtra:

- 1) This initiative has entered its 12th successful year since it's inception in the year 2008. The health center's main camp is located at Dhadgaon in the district of Nandurbar, Maharashtra. This facility comprises of a mobile medical van equipped with necessary diagnostic equipments, medicines etc. This mobile van is manned by team of 5 persons which includes a Doctor, a Nurse, a Kishori co-coordinator, a driver and a project co-coordinator.
 - During the period Apr'20 to Mar'21, this facility has benefited as many as 3594 villagers mostly coming from tribal areas & residing in remote villages of Nandurabar District.
 - The above health improvement program initiatives include -Kishori Karyashalas at villages, free distribution of medicines for containing iron & calcicum supplement & other medicines required during Covid-19 Pandamic. Company's Ambulance is provided to the needy & critical patients of nearby villages.
- 2) Daily Drinking water supply of 1,50,000 litre every day to village of Gadegaon who was facing acute shortage of drinking water throughout the year.
- 3) Providing financial support to Red Cross Society, Jalgaon as per the request from District Collector Jalgaon for their social activities consisted of giving free food to migrants & jobless workers and also provided buses to e Workers from other states but working in Jalgaon for their transportation. Workers were also provided food packets, biscuits, water bottles etc:
- 4) During the lockdown period needy families were provided with grocery kits.
- 5) Company is also participating in various social events conducted by local bodies/ organisations and helping create awareness in the fields of Swaccha Bharat Abhiyan, Beti Padhao-Beti Bachao & women empowerment, social integrity etc.
- 6) In general assisting local NGOs by way of financial assistance and participation in their various programmes for upliftment of underprivileged/ Divyang in and around Company's plant location in Jalgaon/Gadegaon.
- 7) Company also committed about ₹ 135 lakhs for constructing of 3 blocks of public toilet facilities at busy junctions as per the request received from District Collector, Jalgaon.
- **8)** Company is also participating actively with various NGOs like Lions Club and Rotary club in their various projects meant for deserving people and villages.

Summary:- During the year under review, company has spent a sum of ₹ 1,207 lakhs under its CSR initiatives. These includes donations to several registered trusts apart from direct spending for Educational purpose to schools & colleges, Basic Living facilities & Health Care, Natural Disaster relief, cleanliness, self- employment initiative & cultural activities and providing company's goods at special prices to Philanthropic NGOs and Trusts. These Trusts/NGOs are doing great work for the humanity and providing education, vocational training, medical & healthcare facilities, basic needs and amenities for underprivileged at a very low cost and grants for medical help & education.

For and on behalf of the Board of Directors

B. L. Taparia Chairman

Place: Mumbai Date: 3rd May 2021



Management Discussion and Analysis

1. OVERVIEW

The year under review was the toughest in the history of the Company. It started with an extreme negative outlook. The Company had to keep operations of its 24 plants' closed for most part of the month of April 2020 and could begin in a gradual manner from last week of April onwards complying the prescribed guidelines.

In the last 10 days, just before the closing of the year, the business has again witnessed tough situation as Covid – 19 second wave started affecting the general public with alarming speed. The situation has become further volatile due to steep increase in Polymer prices. The increase in prices of PVC was steepest. In the last 40 years, international prices of PVC have never reached to the levels seen in April 2021 especially in India, some other Latin American countries and Turkey.

The Company however has come out of these two extreme adverse situations with unparalleled performance where the profit of the Company was highest in its 79 years of operations. This was partly supported by more than ₹ 200 crores inventory gain on account of raw material price increase which accrued in its operations for the year.

The Company's focus remained to penetrate maximum Tehsils with larger base of retailers to have its goods reach to the customers with ease and in a most economical manner.

The business in most of the segments of the Company starting from June 2020 remained positive, barring in the month of July 2020, where regional lock down in some parts of the Country affected smooth operations.

In spite of Covid-19 second wave, the Company is optimistic about further growth prospects. The country's war against Covid-19 was strengthened with successful developments of vaccines by two local producers and more producers / suppliers may offer from India and abroad to implement massive vaccination programme undertaken by the country.

Even with temporary setback which the Company is experiencing in the month of April 2021, the Company has not reduced its Capex plan for the year 2021-22. In the current year, not only there will be brownfield expansion of capacities and new products at the existing plants but Company has also embarked on putting up three new greenfield plants in the states of Assam, Orissa and Tamilnadu during the current year.

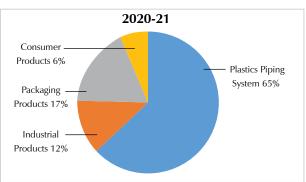
2. PRODUCT GROUPS:

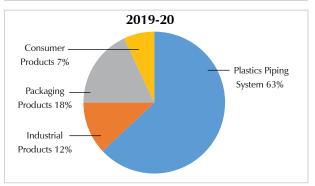
The product groups of the Company have been categorised as under:

Group	Products
Plastics Piping System	uPVC Pipes, Injection Moulded PVC fittings and handmade fittings, Polypropylene Random Co-polymer pipe system, HDPE Pipe Systems, CPVC Pipes Systems, Inspection Chambers, manholes, Toilets Bath fittings, Roto moulded Tanks and Fittings and Solvents, Industrial Piping System, DWC Pe Pipe System and Fire Sprinkler System
Consumer products	Furniture
Industrial Products	Industrial Components, Material handling System and Pallets - Roto moulded crates, pallets and garbage bins and Composite LPG Cylinders.



PRODUCT GROUP WISE SHARE IN TURNOVER FOR THE LAST TWO YEARS (% OF VALUE)





The net turnover (including other income) of the Company for the year under review was ₹ 6373 Crores (including ₹ 122 Crores by way of trading in other related products) as against ₹ 5530 Crores (including ₹ 33 Crores by way of trading in other related products and ₹ 26 crores from sale of Premises) during the previous year.

The Company has sold 4,09,109 tons of Plastic products as against 4,11,521 tons of Plastic products in the previous year, reflecting a nominal de-growth of 1% in product turnover by volume.

The Company exported goods worth US\$ 18.35 million as against US\$ 18.29 million during the corresponding period of the previous year. Profit before interest, depreciation and exceptional items and taxes during the period under review have been at ₹ 1300 Crores as against ₹ 854 Crores during the previous year.

3. COMPANY'S STRENGTH AND GROWTH DRIVERS

3.1 Manufacturing Sites

The Company is operating from 25 manufacturing sites across 12 states and Union Territories. The Company has initiated steps to put up two plastic products complex in the state of Orissa and Tamilnadu. The Company is also in the process to put up Plastic Pipe Systems manufacturing facility in the state of Assam.

3.2 Distribution network

The Company is committed to reach all the Tehsil areas of the Country. The Company is able to establish Dealer network in hundreds of Tehsils during the year, where Company's products reach was either not there or was very poor. The



Company's active channels partner's strength increased to 4,034 Nos. in March 2021 from 3,567 Nos. at the end of March 2020.

The Covid-19 threw a dampener in Company's reaching new world markets, as international exhibitions for it's products were mostly non-existent.

The Company continues to open more depots and fabrication facilities to service it's customers in a cost efficient manner. The Company now has 37 nos. of depots and fabrication facilities for its various products group.

3.3 Growth Drivers

The Company's spend on TV advertisement in the epic serial Ramayana and Mahabharata and in IPL series telecast during the year strengthened it's brand further. The Company extended financial help to 71,007 plumbers in the month of April / May 2020 to support their livelihood as their income streams were disrupted due to all India lockdown.

The Company has conducted large nos. of plumber meets with smaller groups to maintain appropriate discipline in Covid-19 atmosphere by keeping safe distance to prevent infection while providing training to Plumbers.

The counterfeit products are being introduced by some unscrupulous players in a large way in it's Pipe System, Cross Laminated film and Furniture product segments. The Company is quite active in seeking legal remedy to protect consumers from getting cheated. The Company has been successful in addressing this menace which however looks to be a continuous process.

3.4 Renewable Energy – a way forward

The Company is committed and has taken very focused approach to ensure that it uses more and more green and renewal energy and becomes more environment friendly. Initial steps had been taken earlier by installing captive generation solar plants at Gadegaon and Kharagpur plants. Further Rooftop Solar plants have been operational / under installation at all three units at Malanpur (M.P.), Hosur (Tamilnadu), Jadcherla (Telangana) and Gadegaon (Maharashtra) under OPEX Model.

The Company is also using wind and solar power through Captive consumer / open access mode. During the current year, the Company has committed ₹ 35 Crores towards further installation of roof top solar plants at its various locations. The process of using more and more renewable energy shall be continued and the Company would continue to commit more capex every year for the same. The Company wishes to be carbon neutral at the earliest feasible and would pursue this vision in a focused manner by taking various effective steps and allocating more resources.

4. OPERATIONAL PERFORMANCE

4.1 PLASTICS PIPING SYSTEMS

The Company continues its objective to grow Plastic Pipe System business. The Company is leader in this segment as it has the largest portfolio of products, which is being continuously increased, to offer more systems as required in the economy.

The Company during the year under review registered an overall revenue growth of about 18.5% in Plastic Piping System made from different plastic materials. Overall the Company sold 2,94,357 Tons of Pipe System compared to 3,00,772 Tons in the previous year.

In the previous year the business was affected severely due to complete lockdown in April 2020 and then gradual lifting of business in May 2020. The business was again affected in July 2020 due to intermittent regional lockdowns. This has led to de-growth in volume for the full year.

PVC is the predominant raw material in the Company's Plastic Pipe business. The prices of PVC were in downward trend from 18th March 2020 till first half of May 2020. Overall prices of PVC had gone down by ₹ 13.50 / kg during that time. Thereafter beginning 18th May 2020 prices of PVC started continuously increasing month after month upto April 2021. The prices have increased by approx. ₹.70 per kg upto 31st March 2021. This has affected country's PVC consumption which has seed de-growth by around 16% in volume for the year. The Company also had a de-growth of around 3% in PVC piping system by volume. This steep increase in prices have led to de-growth in Agriculture Pipe segment. The increase in prices has also resulted in inventory gain of around ₹ 180 crores for the full year in the Company's working of Plastic Pipe system for the year.

The Government at the Centre and States has put the priority focus on Jal Jeevan Mission, Swatch Bharat Abhiyan, Sanitation and affordable houses to all and development of 100 smart cities on all India basis. NITI Aayog has declared following as growth drivers across the country:

- · Government infrastructure spending
- Increasing construction
- · Increasing Industrial production
- · Rising demand from irrigation sector
- Replacement of aging Pipes
- Providing affordable house to all
- Heavy investment by Government in irrigation, housing and sanitization

Almost all the above growth drivers will boost the business of Plastic Piping System Division.

Real Estate Regulation Act (RERA) has created a major transformation the way housing construction for sale was in vogue in the Country. Many prominent Business Houses have made ambitious plans in this sector to grow geometrically with launch of their projects at multiple locations. For affordable housing segment Company has introduced customer friendly drainage system under the different brand name "Streamline" which meets all functional requirements of the affordable Housing sector. The growth tempo has now started and the Company expects good demand coming from the segment on continual basis.

The Company incurred Capex of ₹ 225 crore in the year under reviewr in its various plants to build more capacities and increase range. Majority of them have been put to use.

The Company with objective of making its footprint for manufacturing at South Zone, for Plastic Piping Division, has got 50 acres of land allotted at Jadcherla-District Mahaboobnagar at Telangana. The production of PVC Pipes, cPVC Pipes, Water & Septic Tanks at this location has started. The machinery installation work for PEX system and Olefins moulded fittings are getting completed. The Company will launch these products at this location in July'21-Sep'21 quarter.

The plant at Kharagpur is fully operational. The Company has started necessary civil and machine ordering work for further increasing the capacity of HDPE and DWC Pipes at Kharagpur plant to cater to increased demand. The Company has also started manufacturing of Moulded Fittings at Kharagpur to service Eastern market cost effectively. Further capacity expansion of Moulded Fittings has been planned and civil



work is complete. Plant will operate with full capacity by third quarter of 2021-22.

To meet the increasing demand of HDPE Pipes in North India, the Company has put up the capacity in Malanpur Unit No.3. The commercial production of the same including expansion has started in full swing. Overall HDPE Pipe business had a de-growth of 5% by volume during this year.

The Company now manufactures Roto Moulded Products at all four geographies of country viz., North, South, East and West to service these market cost effectively. The Roto Moulded Business of the company has grown by 57% during the year under review. The Company has put plans in place to substantially increase the business of Water Tanks through different market strategy of servicing directly to retailers from the respective factories at many places. The same will be further acted upon this year to get the desired results. The Company is also going to start manufacturing of Roto Products at new locations to increase market share by cost effective servicing. The Company also launched Premium range of Water Tanks branded as "Weather Shield" with added features such as superior thermal insulation etc., from three locations with good market response.

The production of Double Wall Corrugated HDPE Pipes has started from Gadegaon and Kharagpur plants with BIS Certification. The Company is in process to educate various departments the benefits of putting in place a good quality DWC Pipes with latest technology and using virgin certified raw materials in terms of performance and longer life.

The Company introduced 154 nos. of variety of Injection Moulded Pipe fittings during 2020-21. They all have been well received in the market. The Company has plans of introducing further new items during the year as per system requirement. The total product portfolio in Plastic Pipe System has reached 8774 nos., thus adding 460 products to the range of various Plastic Piping System compared to previous year.

The Company manufactures the cPVC Pipes at four of its manufacturing locations and cPVC Fittings at two of its manufacturing locations. The production of cPVC pipes at Jadcherla plant is fully functional with necessary BIS certification. The cPVC system sales during the year under review grew by 13% in value over previous year.

The Company plans to start three new manufacturing units at new locations viz. Guwahati (Assam), Cuttack (Odisha) and Perundurai (Tamil Nadu) for Plastic Pipes, Water Tanks, Septic Tanks etc.. At Guwahati the Company will start production in rented premises. It is a green field project and entire construction is done as per Company's specification. Factory is likely to start in 3rd quarter of this year. At Cuttack the Company has already taken 29 acres of land and are in the process of further taking 4-5 acres of land which are plots in between and after taking these plots the land will become contiguous. The Company has already awarded the Civil and PEB contracts for same and construction is likely to start in May 2021 this year. The Company plans to start the first phase production at Cuttack unit by December'21. At Perundurai (Tamilnadu) the Company has taken 32 acres of land from SIPCOT at their fully developed Industrial State. Various contracts will be finalized shortly.

The Company has started manufacturing variety of Specialized Valves such as Butterfly Valves, Swing Check Valves, Ball type non-return Valve etc. These Valves have been designed for different applications like Industrial, Agriculture and Plumbing segment. They are made of specialized materials to ensure reliability & longer life and also to meet best of global standards. The Company has received positive response from the market.

The Company intends to increase the range of Valves for Industrial usage in the current year.

The AQUAKRAFT Bath Fittings introduced by the Company is well established now including newly launched Chrome Plated range. There were 28 new items introduced during the year. The portfolio in Bath Fittings has reached to 124 items. Company continues to import some variety of Bath Fittings to service local market only for selected items. The Company plans to further complement the range during 2021-22 by introducing large varieties of products in Bath fittings. The Company also plans to enhance its manufacturing facility at Pondicherry at adjacent plot. The necessary work for same is likely to get completed by August'21. The Bath Fittings sales during the year under review grew by 58% over corresponding previous year.

The Company's business to Export market during the year saw a de-growth of 44% in US \$ terms more because of Corona Pandemic situation. The Company is continuously trying to boost its export business of Piping Systems in several markets.

The Division's Value-Added Products sale was 39.7% compared to 38% in the previous year. The Company has also added further 154 direct business Channel partners during the year taking the total to 1368 Numbers. The Company continues to expand its reach by appointing new Distributors in areas where there is a gap in servicing. The Company has also started directly servicing retailers in selected markets for certain specific products of this division.

The Company has set up multiple Knowledge Centres across the country to train Plumbers and interact with Farmers, Architects and Plumbing consultants in respective zones. Currently, they are functioning at Gadegaon, Kochi, Malanpur and Kharagpur. Company expects to start such centres at more locations in near future alongside the new upcoming units.

With the help of specialists the Company has embarked upon a new activity with nomenclature as "Plumbing Workshop" which is a full day session with Plumbers. Here the sharing is of latest Plumbing techniques along with applications of new products introduced by the Company in the recent past in the range. The markets have well appreciated it and there is pressure on Company to increase the Plumbing Workshop numbers substantially. The Company could organize only 61 Plumbing workshops in the year 2020-21 owing to corona pandemic. Company plans to continue organizing the Plumbing Workshops based on situation during the year 2021-22. There are now more than 90,000 Plumbers connected with the Company.

Company has started monitoring data of retailers who buy regularly through its distribution channels. An action plan to increase the number of such retailers on all India basis has been worked out and is being tracked. There are now more than 35,900 retailers connected with Piping System Business on regular basis.

FlameGuard CPVC pipe system made by the Company is considered as a very safe material for the use in fire sprinkler system in many parts of the country.

Unlike plumbing system, a fire sprinkler system requires multiple approvals. In last financial year Karnataka issued approval order for the use of CPVC system in fire sprinkler system. This will help to promote the system in Karnataka market. The approvals are also obtained from Pune and Kalyan-Dombivali Municipal Corporations. In Gujarat the use of the system has started in Ahmedabad, Rajkot and Mehsana towns.

Higher cost of the system is still a major concern. To bring down the cost company has started manufacturing the compound locally and supply of locally made fittings in India.



The cost of the GI pipes for fire sprinkler has shown steep increase and the price gap between metal and CPVC system has reduced considerably. The system has limited success in a part of the country where MS pipe is still considered as material for installation in sprinkler system instead of GI pipe. The cost of the MS pipe is approximately 20-25% less compared to GI pipe system.

The revision of the Indian standards for this system is in stage of finalisation and are expected to be published in this FY 21-22. Real boost for the CPVC sprinkler system business is expected only after all standards are in place.

Product installation training for this system is a mandatory requirement before the actual installation starts to avoid hiccups. The Company provides the technical support by providing the Bill of Quantities (BOQ) from the sprinkler layout of the project. The Company also offers full support to the installer including the value engineering to reduce the cost without compromising the quality of the installation.

To support environment concern, Company is gearing up to meet with National Green Tribunal directive of phasing out Lead stabilizers from manufacturing of different types of uPVC Pipes. The Company has already started using lead free stabilisers in certain piping system. In other system a schedule has been drawn to phase out lead stabilisers.

4.2 CONSUMER PRODUCTS

4.2.1 FURNITURE

The Company's furniture business declined by 5% in value terms over last year and 10% in volume terms due to lockdown which had a severe impact on the furniture business for 1st Quarter. The sales of 1st Quarter declined by a steep 70% over last year same period. However, the business started picking up from 2^{nd} quarter and showed growth only from 3rd quarter onwards.

Furniture demand was adversely affected due to pandemic restrictions as a large part of furniture sales come from Schools, Colleges, Hotels, Restaurants, Decorators, Marriage Places etc and this segment had a severe impact on their business due to the pandemic. Even the Govt buying for furniture was restricted as the focus was on healthcare and most of the funds were diverted for the same. Some of the key markets remained partially closed during the 2nd & 3rd quarter with restricted activities. However, the Company could achieve similar sales in 2nd quarter as last year same period and had good growth in 3rd & 4th quarter indicating signs of growth for 2021-22.

The Company manufactures furniture made with all three different processes i.e Injection Moulding, Blow Moulding & Roto Moulding. The company has been manufacturing Injection Moulded furniture for 30 years and is a market leader in terms of it's wide range & quality. Currently, the company manufactures injection moulded furniture at 6 locations viz Pondicherry (UT), Durgapur (West Bengal), Guwahati (Assam), Gadegaon (Maharashtra), Lalru (Punjab) & Jadcherla (Telangana) to cater to customers effectively in different parts of the country. The Company's Jadcherla plant is now well established and will be able to cater to adjoining markets cost efficiently.

During the year, the Company's sale of Blow Moulded table range grew by 24% over last year driven by good demand of compact folding tables for 'Work From Home' and sales through E-commerce. The company's range of Blow Moulded tables is now well established and poised for good growth. The company's plan for adding 2 new models in this segment was delayed due to pandemic and are likely to be introduced in first half of 2021-22.

The Company had started manufacture of Roto Moulded Furniture in Feb 2020 and thereafter due to lockdown this segment could not be properly marketed as Kindergarten Schools which is one of the largest customers of the product launched were closed all through the year due to the pandemic. The Company plans to launch variety of models in Roto Moulded Furniture catering to different segments and is in the process of identifying suitable furniture which can be made through Roto Moulding.

The Company introduced 5 new models during the year and all the models introduced were unique and cater to premium segment. Out of the 5 new models, 4 models were introduced with Gas Injection moulding technology using glass reinforced polymers. All these models are unique in their design, shape and usage. All the new models have been very well received and hope to give good growth in the coming year. The company plans to launch another 5 new models during the first half of 2021-22 which will help in overall growth in the coming year.

The Company is committed to make available its furniture across India and is aggressively working towards increasing its retail penetration. The Company currently has 13,650 retailers selling its furniture who are serviced through our network of 1,251 channel partners. The Company plans to add 1,400 retail outlets during the year. The Company has identified some of its weak markets and has planned to intensify the marketing activity in those markets for improving its retail penetration and increasing the number of channel partners in these markets.

The Company's furniture range is sold on various e commerce portals through a few dedicated channel partners. It grew by 100% during the year and the biggest spurt in sales was seen post lockdown when the markets were not fully functional and most of the people were operating from home. The consumer behaviour during the year showed a major shift towards online shopping and the company along with its channel partners geared up its infrastructure to meet the sudden rising demand. The company is focused on increasing its online presence and product offerings and sees this as a future growth driver.

The company's export business grew by 27% over last year in spite of very high shipping costs, low availability of containers and overall increase in freight costs . The growth was majorly attributed to acceptance of our product by a leading retailer from USA as well as middle east. The company will continue to focus on acquiring more customers and already in dialogue with some other leading retailers. However, due to very steep increase in sea freights and furniture being a voluminous item, the retailers are holding on to their decision for the time being.

The recent spate of increase in Covid cases across India amid restrictions and partial lockdowns have thrown up new challenges and the company will plan to overcome these challenges to ensure business growth in 21-22.

4.3 INDUSTRIAL PRODUCTS

4.3.1 INDUSTRIAL COMPONENTS

The year 2020-21 started with already imposed country wide lockdown for containment of Covid-19 Pandemic. Obviously, there was no good news on economic front. The Division mainly caters to Appliance and Automotive sectors and both these sectors not being Priority or Essential category, were not given any relaxation, thereby, these sectors were badly affected during first quarter with negligible sales revenue. Although, from latter part of May'20, relaxations in lockdown were gradually eased in phased manner, it took long time to stabilize the Supply Chain of our customers, resulting in



massive **de-growth of nearly 40%** in both Value and Volume terms, during first half of the financial year.

Company decided to use this period to carry out all round improvements in the area of Productivity, Quality, Cost Reduction and People development. The No Production/Low Production period was utilized to educate team members on World Class Management Practices, Lean Manufacturing, Training on identified Skill Gaps, Soft Skills etc by series of Virtual Learning Programs, both by the Internal and External Faculties. Team members from both Staff and Associate category from various plants of the Division were involved in this exercise during this period. This training helped company to launch Cost Management Project, code named "Rainbow Project" for focused cost reduction. Strategy was made and its implementation started to develop new businesses to improve Capacity Utilization of certain underutilized Machines and Equipment. All these actions started yielding results when demand recovery started during second half of the year.

Recovery started during 3rd Quarter and got further accelerated in 4th Quarter. The recoveries in various sectors of Appliances like Washing Machines, Air Conditioners, Coolers and Refrigerators, segments where company has good presence, boosted the revenue during second half of the year. Demand recovery in Auto sector also helped Division for revenue growth with significant demand up stick in all the Segments of company's presence like Passenger Vehicles, Two Wheelers and Commercial Vehicles. This resulted in overall growth for the year. The Division posted decent **growth**, both in **Value and Volume** term at **over 11% and 6% respectively** during FY 20-21 over FY 19-20.

Until second half of March'21, the Outlook for FY 21-22 was looking bright with the momentum which had already picked up in Q4 of FY 20-21. Things have become uncertain within a month with huge surge in Covid caseload in the country necessitating to put across stringent curbs by various state Govts. As it stands in short term, the situation is not very clear on Business outlook. However, company feels that Business scenario remains bullish in medium and long term with business friendly policies by the Govt. Company has planned need based Capacity Augmentation to handle the projected increased demand going forward. The new machines being planned are with the latest Technology, Energy efficient, and Robust Design for Excellent Quality and Repeatability. Company is also working on cost efficient Automation.

Overall rating of the company by its Customers meets or exceeds their expectations and the company is considered as one the most reliable suppliers in its area of expertise by the customers. This has helped the Division to get extra business from its customers whenever other suppliers failed to supply. Division is continuously striving to excel in all Operational Parameters as its culture. It helps company to remain cost efficient in this fiercely competitive supply chain to OEM Customers.

4.3.2 Material Handling Products

The financial year began amid chaos, confusion and uncertainty.

The most contributing sectors to this Material Handling Division were not operational due to lock down. The division took an aggressive approach and started focusing on sectors which were open under essential commodities, retail, FMCG etc. The efforts made in the initial periods of lock down paid off immensely as a result, the Division has grown by 12% in volume and 10% in revenue terms. The most heartening things have been the performance in sectors where the division was not doing well in the past.

Analysing the performance with deeper insights, the Division has done exceptionally well in industrial sectors, like Automobile, Engineering Consumer durables in later half of the year when majority of our users increased their production to meet the pent up demand due to lock down. This resulted in improved volume of Industrial Crates and Injection Pallets. The demand for one time Cargo Pallets was all time high due to increased exports by our customers. The Company is confident this trend to continue in next year as well.

As expressed earlier, the focused efforts in F & V, e-commerce, retail and FMCG to counter the negative effects of lockdown paid handsomely to your company and the division has grown phenomenally in F & V sector by over 38% over last year. Company also benefited due to inability of small players to keep up their supplies in the market. Company hopes to maintain increased share in this segment in the next year.

Company keeps strong focus on Fisheries Jumbo Crates. For last few years, Company has been aggressively working to gain the market shares in Fisheries Jumbo Crates. This year there has been a growth of 20%. Aggressive efforts will continue in this sector and for that the Company has started production of Jumbo Crates at it's Jadcherla Unit in this year.

The Company's business to Dairy segment continues to be in good shape but without growth. The Company's crate quality is well established and appreciated by it's customers. The Company is confident of a good growth next year.

The Roto moulded Crates and Dustbins have seen decline this year. There has been good demand for Injection moulded Dustbins by Institutions and Corporates. Encouraged by this, Company has decided to introduce many new models of Dustbins in the next year.

The Company also plans to introduce new models in Pallets, Crates and Ice boxes in Roto Moulding.

The Company explored opportunities for export of it's Crates, Pallets, Silpack etc. The Company has achieved reasonable success and Company will aggressively pursue to further enhance exports in the current Year.

The Company is reputed for its high quality products and timely supplies which helps it to retain it's top customers. With increased demand, the Division is augmenting its production capacities by expansion at it's Lalru and Gadegaon Units for Crates and at Gadegaon for pallets with new models.

The Company has not only retained its regular customers but has also been able to increase numbers of customers who are patronizing Company's products regularly.

The Company has opened Fabrication facility at Chennai which is functional and serving the Automobile and Industrial sector customers in vicinity of Chennai timely and efficiently hoping to double its turnover next year.

The Company was not able to augment it's Channel Network and widen it's reach this year but aims to add across India more than 10% new partners in existing Channel Network in the current year.

4.3.3 Composite LPG Cylinder

The updated component design and improved plant processes following Poka-yoke system have yielded excellent results with no customer complaints received since Q3 2019. Repeated orders from multiple existing as well as new customers stood testimony to the excellent quality of the current product offering.

The Company continued its current business in Maldives and Somalia. New customer footprints have now been established in Western & Central Africa, Taiwan and the Caribbean islands.

34



Composite Cylinders fall under direct sales category. New customers could not visit India because of restrictions in travel due to Covid-19 which hampered our sales volume.

There was no progress in South Korean business as representatives of Korean Inspection Agency could not visit India. Our customer is setting up Testing Facility in Korea so that Korean Inspectors visit to India for quality checks will be obviated. Owing to the very high rejections of steel cylinders on account of human safety issues, marketing reports have forecasted a very bright future for composite LPG cylinders in Korea. The Company expects good business in current year after restrictions on travel eases.

The largest Indian Oil Marketing Company, M/s Indian Oil Corporation Limited, purchased small quantity of Composite Cylinders in March 2021 for marketing trials in 4 cities of India. This augurs well for the long awaited introduction of Composite Cylinders in Indian market.

Owing to the various favourable developments, the overall prospects for Composite Cylinders in the current year are significantly more promising for the Company.

4.4 PACKAGING PRODUCTS

4.4.1 PACKAGING FILMS

Performance Films Division (PFD)

The Performance Films Division has recorded 1.5% growth in Volume.

The Total sale achieved was 7,816 MT as against 7,722 MT in the last year.

The Domestic markets, had a growth of around 15%, particularly in the dairy & oil industry. The addition of New Value added Product in Dairy industry with the Lamination capability has enabled the Division to grow in many different applications. This also helped the Company in adding value added products to its portfolio. Continuous efforts to develop new products will help the division grow better this year

Exports have declined. Sales were only 1,343 tons as against 1,451 tons in the previous year, mostly because of the Covid situation all over. Till travel becomes normal, there may not be good growth in exports. However the division is committed to work on building its export portfolio.

The customer base will be sustained and further enlarged well supported by Company's quality, commitment and service. The Company remains optimistic in the current year in spite of challenging times and environment.

With available production capacity, improved product mix and focus on increasing customer base, the Company expects to achieve volume and value growth in this business in the current year.

4.4.2 Protective packaging division (PPD)

PPD Sales turnover was 3.2% lower at ₹ 530 Crs in FY2020-21 vs. ₹ 547.50 Crs in FY2019-20. Volume was lower by 7.6%. COVID played a spoiler in QI & part QII of last year but a consolidated team effort across functions in Sales/Marketing & Manufacturing & improved demand, the division was able to recover some lost ground in QIII & QIV.

Packaging

Packaging vertical had de-growth of 2.3% in value with business of ₹ 395 Crs in current year as against ₹ 404.50 Crs last year and had de-growth of 8% in volume. Several new packaging applications were developed, resulting in a smart increase of business in fabricated products with increase value addition. This augurs well in the coming year

Civil

Civil business had a growth of 4.4% in value with sales of ₹ 56 Crs in current year as against ₹ 53.70 Crs last year. Volume growth was 9% primarily due to export of civil products which clocked a growth of 140%. This is expected to further increase, as Company's products find greater acceptance in several international markets.

Insulation

Insulation business had a de-growth of 19% value with Business of ₹ 65.89 Crs this year against ₹ 81.17 Crs. in the previous year.

CPD / Retail Division

Several new variants of yoga mats were introduced this year. Along with an ever increasing network, CPD achieved a sale ₹ 10.57 Crs @160% growth for FY2020-21 as against ₹ 4.08 Crs for FY2019-20. Company's FITSPREE brand of Yoga mats and allied products have been well accepted. The division added 74 new distributors & 3020 new retailers in the year under review. Moreover, the division started doing business with CPC (Central Police Canteen) and also expect to get an initial breakthrough with Canteen Stores department (CSD) with 4 products approvals.

Exports

From ₹ 12.29 Crs exports last year, Division achieved exports of ₹ 18.88 Crs. The Division has developed & is developing several new products for the export market. With the development of several new products, the Company expects significant growth in exports during 2021-22.

MANUFACTURING, INNOVATION & TECHNOLOGY

Manufacturing

Jadcherla: The plant started its commercial production from July' 2020 onwards. Capacity utilisation has been 50% in the 9 months till March 2021. The Company expects to touch 70% utilisation in the current year & over 80% thereafter.

Hosur: With the unit now well established, it is working on further improving its operational efficiencies. Several new products, have been introduced by the unit. This will create new export opportunities, besides increasing domestic business. This will further improve capacity utilisation in the coming year. Fabrication facilities are being adequately upgraded to offer cost effective solutions & wider range of products to our customers

Urse-2 plant (fabrication facility) is certified with SEDEX 4 pillar. A prerequisite for some of the export products. The same was renewed last year.

Innovation

The design of single screw foam extruder of 300 kg/hrs capacity in Urse plant has been modified with a unique screw design which has resulted in a 14.5% higher production capacity and also density reduction comparable with the latest version of Tandem Extruder which are installed at other units.

Through re-engineering by R&D team, the productivity of all foam extruders and lamination plants has been increased over the original equipment design capacity. The overall product density has been reduced by 0.5 kg/m3 without deteriorating the quality standards, which has resulted to material savings. All the units are working further for the reduction of density.

Through technological up-gradation, the existing crosslink extruded foam for Insulation application has been modified with reduced density matching the specified values as per BS 476 for Class 1 and Class 0.



By incorporating some design changes in the equipment of NBR plant of Malanpur, the unit has achieved 20% higher production in sheets, enabling it to be more competitive in the market. The unit is also working on improving output of tubes in a similar manner.

TPE Yoga mats have been developed as an import substitute and has been well received in the market. These products would also create additional export opportunities.

Technology

The Company has been granted a patent (Patent no. 347416, A Manufacturing process for block foam) for its innovative method of recycling the non-recyclable crosslink waste which, in-general, cannot be converted with conventional methods. This has enabled us to use our own cross linked wastage in larger quantities.

As a result, Crosslink block foam variants have been developed with 65% recycle material (cross linked waste).

This product is well accepted for some heavy duty packaging applications. Now R&D team is working on developing several new products by using high volume of recycled material. These are expected to be launched this year. The Company hopes to achieve almost zero sale of it's cross linked scrap in time to come.

The Hot-melt Glue Adhesive coating machine has been modified from its original design for the use of the multipurpose usage as required which has enhanced our ability to make multiple products with significant cost savings.

The technical team reengineered the 2 stage block foam line resulting in increased productivity of 17% & wastage reduction by 5%

New Initiatives

New variant of interlock mat for various sports applications has been developed at Hosur by using recycled material which has facilitated to counter Chinese imports. The Company expects good business in the coming year

The division is working hard to use alternate energy sources like the solar & wind. Significant savings of the power cost have been achieved at Hosur unit and the process will be replicated at other units also during the current year.

While the new year has begun with Covid-19 raring its serpentine head again, The Company believes that, with all measures taken by the Company, this year would be a good one for the division.

4.4.3 CROSS LAMINATED FILM

The Business of Cross Laminated Film & Products recorded an impressive growth of 28.50% in volume terms despite challenging conditions posed by COVID-19 pandemic. The company lost sales of almost whole of April, 2020 due to lockdown but came back strongly to post remarkable growth in sales at the backdrop of robust demand for its products. The growth in demand was due to intensive market penetration by adding new channel partners and retailers, timely supplies, and introduction of additional varieties in made up products and boost in export volume.

The healthy order book at year end suggests the growth in demand will continue. To cater to the growing demand prospect, the Company has taken steps to expand the capacity from 27,000 MT to 30,000 MT per annum. The Company has already received some equipment and the balance will come during the current year. Increased capacity will be fully operational by January 2022.

As per weather forecast by SKYMET the monsoon in India is predicted to be normal with no La Nina scare. This will boost the demand for company's products in the coming year.

The sale of made up products has grown during the year. The Company expects the demand for made up products to grow and so has put up a new fabrication facility at Halol exclusively for production of these products. The Company has soft launched Bio-floc fish tanks in eleven States. There were some technical issues in those tanks. They are now being addressed. The Company will relaunch this product only after addressing those technical issues which must add value to it's customers.

The Company's economy model of tarpaulin under the brand name "Supreme Sathi" is well established in the low cost Tarpaulin segment. The same is available from it's generated reprocess granules.

The division's exports posted a strong growth of 35% up from 1183 MT to 1600 MT in the year. The thrust in coming year in exports will be mainly on developing newer applications, entering new markets and targeting chain stores and super markets for sale through their online portals. The Company expects the exports to grow further in the coming year.

The intermittent lock down in the European countries completely derailed the preparation of drawings of various equipment required to put up the Cross Plastic Film project. The project will be taken in hand only after detailed drawings are ready. The implementation of that project is thus delayed.

5. FINANCE

1. A brief on borrowing levels and finance cost is given below:-

1.1 Summary

Particulars	Measure	F.Y. 2020-21	F.Y. 2019-20
Net borrowing level at the end of the year	₹ in crores	Surplus of 759.46	216.42
Average Monthly Borrowings	₹ in crores	Surplus of 247.94	205.02
Interest & finance charges	₹ in crores	9.50	20.18
Average cost of borrowings at the end of the year	% p.a.	N.A.	8.35
Financial cost as a % of Turnover	% p.a	0.15	0.36
Interest Cover	No. of Times	137	42
Total Net Debt : Equity Ratio	_	_	0.10

1.2 In March 2020, Company had taken a conscious decision to avail short term borrowings to the tune of ₹ 270 crores by way of Working Capital Demand Loans (WCDL), with a view to meet all its committed obligations in normal course in timely manner & with a view to create war chest to meet any eventuality in the situation arising out of lock down due to Covid-19 in the whole country. However with the improved business situation and cash flows, the company prepaid most of its loans by mid June 2020. All other loans were fully paid off as per schedule by December, 2020.

2. Working Capital Borrowing

During the year, Company dismantled its Consortium Arrangement and moved into Multiple Banking Arrangement



(MBA), with a view to achieve better efficiencies at optimum cost.

Company is thankful to its bankers for their unstinted support and also for having agreed to join the MBA on fully unsecured basis. As such Company's working capital facilities aggregating to ₹ 1470.90 crores are totally unsecured either by way of Primary Security or by way of Collateral Security. This shows the confidence reposed by all the Bankers on the company and its management, supported by established track record of the company, improved operating margin, strong key financial ratios year after year. Company had already become debt free for its term debt in the preceding year. Now, during the year, it stopped borrowing for its working capital requirements as well, resulting in a paradigm shift from borrowing to investing its accumulated surplus cash into a) highest security mutual funds with sound parentage, high AUM (assets under management) and b) fixed deposits of highly rated and well established companies.

Company intends to use its surplus cash to continue to grow organically, while being open to explore the opportunities to grow inorganically through rightful acquisitions.

The Raw Material Prices have seen sharp upward trend during the year from May, 2020 onwards. In view of the healthy cash flow, Company could utilise its cash accruals to meet the increased working capital requirements as well as also plan its material procurement appropriately, which resulted in uninterrupted production and supplies to its customers.

Company continued to exercise strict control over its receivables and also by keeping moderation in inventory levels. Through better supplier credit management, it is monitoring its working capital cycle effectively & efficiently.

3. Dealers' Financing

The Dealers' Finance facilities provided to Channel Partners are proceeding well. Every year, more & more channel partners are joining the Channel Finance Scheme, in view of competitive rate of interest & unsecured facilities offered by the bank. Seasonal / peak business requirements are also taken care of by the Bank, by providing temporary incremental limits. Extended credit terms have also been provided to the Channel Partners in challenging time during lockdown due to Covid-19 pandemic last year.

4. CRISIL Rating

As per the latest review conducted in the last quarter, (a) the Rating for Company's Short term bank facilities were reaffirmed at "CRISIL A1+" rating by CRISIL (which is the highest rating for the Short term instruments) and (b) Rating for Long Term Bank facilities were upgraded from "CRISIL AA Stable Outlook" to "CRISIL AA Positive". The outlook revision as explained by CRISIL is due to-:

- the improvement in the business risk profile, driven by healthy pick up in sales and operating margin, since the third quarter of fiscal 2021.
- Healthy rural demand and better realizations, amidst rising crude prices, have led to healthy sales growth.
- Operating margin has improved driven by better realisations, ability to pass on hike in raw material prices to customers and increased share of higher-margin valueadded products.
- Financial risk profile is also robust, supported by strong capital structure and debt protection metrics outlook"

5. Capital Expenditure

5.1. Considering optimistic business growth potential, the Company has incurred Capital Expenditure (capex) of ₹ 314 crores,

during the year under review. The entire capex has been funded through internal accruals only. The highlights of the capex incurred are as follows -:

- (a) Putting Moulding shop to make pipe fittings at Kharagpur complex.
- (b) Establishing capacity to manufacture PVC Pipe Systems/ CPVC Pipe System at Jadcherla.
- (c) Adding new models of Injection moulded furniture, Crates & pallets in the Company's range of furniture and Material Handling Products.
- (d) Installing additional extrusion line to manufacture Cross Laminated Film at Get Muvala Unit at Halol (Gujarat).
- (e) Increasing PVC Pipe capacity at Kanpur and DWC Pipe capacity & range at Kharagpur
- (f) Increasing HDPE & CPVC pipe capacity at Kharagpur
- (g) To add varieties of new moulds in plastic piping division of the Company.
- (h) To expand capacities in Industrial Product Division at Chennai moulding unit.
- To purchase required land for new greenfield plastic product complex at Odisha and Tamilnadu.
- 5.2 The Company has plans to commit capex of about ₹ 400 Crores including carry forward commitments of ₹ 198 Crs. at the beginning of the year. The committed / proposed capex is primarily for :-
 - (a) Putting new unit at Assam to manufacture PVC Pipes and Roto & Blow Moulded products.
 - (b) Putting up a plastic product complex near Cuttack in Odisha where required land has already been purchased and taken possession thereof
 - (c) Putting up a plastic product complex near Erode in Tamilnadu. The Company has already taken possession of about 33 acre land from SIPCOT.
 - (d) Establishing capacity to manufacture olefin Fittings/ PEX Piping System at Jadcherla.
 - (e) Expanding capacities of its bath fitting products at Puducherry
 - (f) Adding varieties of new injection moulded fitting products in its plastic Piping products
 - (g) To add new models of Injection moulded furniture, Crates & pallets in the Company's range of furniture and Material Handling Products
 - (h) Adding several capacities of Water Tank moulds and additional Roto Moulding machines.
 - To increase capacities of Industrial Component moulding at various location in view of increased business opportunities
 - To add necessary equipments at its Proptective Packaging and performance packaging division
 - (k) To install Rooftop Solar energy generation plants at its various locations
 - (l) To install balancing equipment at various locations

The Company envisages cash accruals to remain strong in view of better operating margins, better realizations, increased share of value added products & increase in its market share across segments. The company expects to meet its Capex requirements and working capital through internal accruals in medium terms.

The net borrowing of ₹ 216.42 Crores at the beginning of the year has become net cash surplus by end of June, 2020 and



further strengthened quarter on quarter and was over ₹ 759 crores at the end of the year 2020-21 and remained invested into various liquid fund schemes etc.

The company's persistent focus shall remain in, cost control and cost reduction, tight monitoring of working capital and better treasury Management.

6. INTERNAL CONTROL SYSTEM

The Company has adequate internal audit and control systems. Internal auditors comprising of professional firms of Chartered Accountants have been entrusted the job to conduct regular internal audits and risk based audits at all units/ locations and report to the management the lapses, if any. Both internal auditors and statutory auditors independently evaluate the adequacy of internal control system. Based on the audit observations and suggestions, follow up, remedial measures are being taken including review and increase in the scope of coverage, if necessary. The Audit Committee of Directors, in its periodical meetings, review the adequacy of internal control systems and procedures, interact with various internal auditors and suggest & guide for areas of improvements.

The Company has undertaken a detailed exercise to revisit its control systems in technical and other non financial areas to align them properly with Management Information Systems (MIS) to make MIS more efficient and result oriented. Information technology base created by the Company over the period is providing a very useful helping hand in the process. Needless to mention, that ensuring maintenance of proper accounting records, safeguarding assets against loss and misappropriation, compliance of applicable laws, rules and regulations and providing reasonable assurance against fraud and errors will continue to remain central point of the entire control systems.

7. HUMAN RESOURCES

The Company has been very proactive to support all it's workforce at all the levels in best possible manner during the entire Covid-19 pandemic period. The Company has

disbursed salaries and wages during entire lockdown period to its staff, associates and contract work force. The Company has provided healthcare facilities and medical reimbursements to the employees who were infected with Covid-19. It also supported financially by allowing disbursement of full salaries during the entire duration of medical treatment. Few of the casualties amongst the employees was a matter of great pain and concern. The Company has promised to take care of the children's education apart from providing one time financial assistance to the family of deceased employees.

The Company has also developed its infrastructure and facilities by which many employees are able to work from home. The Company has also advised all its sales force to travel through safest mode and take all precautions for safe & comfortable journey. This has helped the Company to continue to provide efficient services to all its stakeholders during the whole year marred by pandemic Covid-19.

Human resource is considered as key to the future growth strategy of the Company and looks upon to focus its efforts to further align human resource policies, processes and initiatives to meet its business needs. In order to focus on keeping employees abreast of technological and technical developments, the Company provides opportunity for training and learning within the country and abroad.

Industrial relations at all the units and locations are cordial.

Cautionary Statement

Statements in the Management Discussion and Analysis describing the Company's objectives, expectations or predictions may be forward looking within the meaning of applicable securities, laws and regulations. Actual results may differ materially from those expressed in the statement. Important factors that would influence the Company's operations include cost of raw materials, tax laws, interest and power cost and economic developments particularly in view of ongoing pandemic COVID 19 and such other factors within the country and the international economic and financial developments.

38



Corporate Governance

The Directors present the Company's Report on Corporate Governance for the year ended 31st March, 2021.

1. PHILOSOPHY OF COMPANY ON CORPORATE GOVERNANCE

Good Governance ensures adoption of best business practices, and accountability of the person's in-charge of the Company's operations. Your Directors are committed to good Governance practices and the Company has been sharing all important information about its various business segments and operations of the Company through Quarterly Results, Press release, Chairman's Statement, Annual Reports, Investors' meet with Management, TV interview of Managing/executive Directors and Telephonic Con calls with Investors by the Management. Further as required by the Listing Agreement, Report on Corporate Governance is given below.

2. GOVERNANCE STRUCTURE

The Company's Governance Structure comprises a dual layer, the Board of Directors and the Committees of the Board at the apex level and the Management Team at an operational level. The Board lays down the overall Corporate Objectives and provides direction and independence to the Management Team to achieve these objectives within a given framework. This professional management process results in building a conducive environment for sustainable business operations and value creation for all stakeholders.

The Board of Directors and the Committees of the Board play a fundamental role in upholding and furthering the principals of good governance which translates into ethical business practices, transparency and accountability in the Company's dealing with its stakeholders and in the utilization of resources for creating sustainable growth to the benefit of all the stakeholders. The Board within the framework of law discharges its fiduciary duties of safeguarding the interests of the Company. The Boards composition and size is robust and enables it to deal competently with emerging business development issue and exercise independent judgment.

Committee of Directors assists the Board of Directors in discharging its duties and responsibilities. The Board has constituted the following Committees viz. Audit Committee, Stakeholders Relationship Committee, Nomination & Remuneration Committee, Corporate Social Responsibility (CSR) Committee, Risk Management Committee which are mandatory Committees. The Business Responsibility Committee (for BRR) is also constituted which is a non-mandatory Committees.

The Management Structure for the day-to-day business operations and management of the Company is in place with appropriate delegation of powers and responsibilities.

3. CORPORATE GOVERNANCE PRACTICE

The Company maintains the highest standard of Corporate Governance; it is the Company's constant endeavour to adopt the best Corporate Governance Practice.

4. ROLE OF COMPANY SECRETARY IN OVERALL GOVERNANCE PROCESS

The Company Secretary plays a key role in ensuring that the Board and Committees procedures are followed and regularly reviewed. The Company Secretary ensures that all relevant information, details and documents are made available to the Directors and Senior Management for effective decision making at the Meetings. The Company Secretary is primarily responsible for assisting and advising the Board in conducting the affairs of the Company, to ensure the compliances with applicable statutory requirements, to provide guidance to Directors and to facilitate convening of Meetings. The Company Secretary interfaces between the Management and regulatory authority for governance matters.

5. BOARD OF DIRECTORS

The Company has a broad-based Board of Directors, constituted in compliance with the Companies Act, 2013, SEBI (Listing Obligations and Disclosure Requirements), Regulations 2015 "Listing Regulations" and is in accordance with best practices in Corporate Governance.

As on 31st March, 2021, the Board comprised of 10 Directors viz Managing Director, Two Executive Directors and Seven Non-Executive Directors out of which six Directors are Independent Directors. The Chairman of the Company / Board is a Non-Executive Director.

a) Composition and Categories of Board of Directors:

Name of the Directors	Category	No. of outside Directorship*		1111 11 1111		No. of Co Chairpersonshi held includi	p / Membership
		Public	Private	Chairperson	Members		
Shri B L Taparia	Promoter / Non-Executive Chairman	2	1	_	-		
Shri M P Taparia	Promoter / Managing Director	3	2	1	1		
Shri S J Taparia	Promoter / Executive Director	2	1	_	2		
Shri V K Taparia	Promoter / Executive Director	1	1	_	_		
Shri B. V. Bhargava	Independent / Non-Executive Director	4	-	1	3		
Shri Y. P. Trivedi	Independent / Non-Executive Director	4	1	4	1		
Shri R. Kannan	Independent / Non-Executive Director	1	_	1	\ _		
Shri Rajeev M. Pandia	Independent / Non-Executive Director	6	_	2	5		
Shri Sarthak Behuria	Independent / Non-Executive Director	3	_	_	2		
Ms. Ameeta Parpia	Independent / Non-Executive Director	5	_	4	5		



Committee positions only of the Audit Committee and Stakeholders Relationship Committee in Public Limited Companies have been considered.

*Directorship in public and private companies includes Section 8 Companies.

b) Attendance of Directors at the Board Meetings held during 2020-2021 and the last Annual General Meeting held on 17th September, 2020.

During the Financial Year 2020-2021 the Board met on five occasions virtually i.e. 22nd May, 2020, 25th July, 2020, 17th September, 2020, 28th October, 2020 and 23rd January, 2021. The gap between any two meetings is not more than 120 days.

Name of the Directors	Category	Meetings held during the tenure of the Directors	Meetings Attended	Attendance at the last AGM
Shri B L Taparia	Promoter / Non-Executive Chairman	5	5	Yes
Shri M. P. Taparia	Promoter / Managing Director	5	5	Yes
Shri S. J. Taparia	Promoter / Executive Director	5	5	Yes
Shri V. K. Taparia	Promoter / Executive Director	5	5	Yes
Shri B. V. Bhargava	Independent / Non-Executive Director	5	5	Yes
Shri Y. P. Trivedi	Independent / Non-Executive Director	5	5	Yes
Shri R Kannan	Independent / Non-Executive Director	5	5	No
Shri Rajeev M. Pandia	Independent / Non-Executive Director	5	5	Yes
Shri Sarthak Behuria	Independent / Non-Executive Director	5	5	Yes
Ms. Ameeta Parpia	Independent / Non-Executive Director	5	5	Yes

c) Details of Directorship in other Listed Entities and category of Directorship

Name of the Directors	Name of other Listed Entities	Category of Directorship
Shri B L Taparia	Supreme Petrochem Limited	Non-Executive- Non Independent Director
Shri M. P. Taparia	Supreme Petrochem Limited	Non-Executive- Non Independent Director, Chairperson
	Kabra Extrusion Technik Limited	Non-Executive - Independent Director
Shri S. J. Taparia	Supreme Petrochem Limited	Non-Executive - Non Independent Director
Shri V. K. Taparia	NIL	NA
Shri B. V. Bhargava	J.K Lakshmi Cement Ltd	Non-Executive - Independent Director
	Sumitomo Chemical India Limited	Non-Executive - Independent Director
Shri Y. P. Trivedi	Reliance Industries Ltd	Non-Executive - Independent Director
	Zodiac Clothing Co. Ltd	Non-Executive - Independent Director
	Emami Ltd	Non-Executive - Independent Director
Shri R Kannan	Supreme Petrochem Limited	Non-Executive - Independent Director
Shri Rajeev M. Pandia	GRP Limited	Non-Executive - Independent Director
	Excel Industries Limited	Non-Executive - Independent Director
	Thirumalai Chemicals Limited	Non-Executive - Independent Director
	Ultramarine & Pigments Limited	Non-Executive - Independent Director
	Supreme Petrochem Limited	Non-Executive - Independent Director
Shri Sarthak Behuria	BLS International Services Limited	Non-Executive - Independent Director
Ms. Ameeta Parpia	Supreme Petrochem Limited	Non-Executive - Independent Director
	Prism Johnson Limited	Non-Executive - Independent Director
	Hathway cable and Datacom Limited	Non-Executive - Independent Director

6. RELATIONSHIP BETWEEN DIRECTORS

Out of 10 Directors 4 Directors are related Directors viz: Shri B. L. Taparia, Non-Executive Chairman, Shri M. P. Taparia, Managing Director, Shri S. J. Taparia, Executive Director and Shri V. K. Taparia, Executive Director. None of the other Directors are related with each other



EQUITY SHAREHOLDING OF THE NON-EXECUTIVE DIRECTORS IN THE COMPANY AS ON 31ST MARCH, 2021:

Sr. No.	Name of the Non-Executive Director	No. of Shares
1)	Shri B. L. Taparia	317398
2)	Shri B. V. Bhargava	13000
3)	Shri Y. P. Trivedi	20010
4)	Shri R Kannan	7410
5)	Shri Rajeev M. Pandia	Nil
6)	Shri Sarthak Behuria	Nil
7)	Ms Ameeta Parpia	1500

8. THE DETAILS OF FAMILIARISATION PROGRAMMES IMPARTED TO INDEPENDENT DIRECTORS

Brief Terms of reference:

An Appropriate induction programme for new Directors and ongoing familiarization with respect to the Business / working of the Company for all Directors is a major contributor for meaningful Board Level deliberations and sound business decisions.

The Company has adopted a structured programme for orientation of Independent Directors at the time of their joining so as to familiarize them with the Company's operations, business, industry and environment in which it functions and the regulatory environment applicable to it. The Company updates the Board Members on a continuing basis on any significant changes therein and provides them an insight to their expected roles and the responsibilities so as to be in a position to take well-informed and timely decisions and contribute significantly to the Company.

The Company through its Managing Director / Executive Directors / Senior Management Personnel makes presentations regularly to the Board, Audit Committee, Risk Management Committee or such other Committees, as may be required, covering, inter alia, business environmental, business strategies, operations review, quarterly and annual results, budgets, review of Internal Audit Report and Action Taken, statutory compliance, risk management, etc.

The details of familiarization programmes held for the Independent Directors is provided on the Company's website.

9. MATRIX/TABLE CONTAINING SKILLS, EXPERTISE AND COMPETENCIES OF THE BOARD OF DIRECTORS:

The Board Members are from diversified areas having the required knowledge. Competency, skills, and experience to effectively discharge their responsibilities. The range of experience of the Board Members includes in the areas of Plastics, Petrochemicals, Banking &, Finance, Taxation and Legal.

The broad policies are framed by the Board of Directors. All strategic decisions are taken by the Board after due deliberation between the Board Members which consists of Managing Director, Executive Directors, Non-Executive Director and, Independent Directors

The Company has identified and broadly categorised its Core Skills, Expertise and Competencies as mentioned hereunder: Matrix/ Table of Core Skills, Expertise and Competencies of Board of Directors as Whole;

. . .

ci ili E

...

Particulars	Detailed List of Core Skills,										
	Expertise and Competencies	Shri B.L. Taparia	Shri M.P. Taparia	Shri S.J. Taparia			Shri Y.P. Trivedi	Shri R Kannan	Shri R M Pandia	Shri Sarthak	Ms. Ameeta
		Тарапа	парапа	ιαραπα	парапа	Dilaigava	invedi	Kaman	Tandia	Behuria	Parpia
Core Skills	Strategic policy formulation and advising	✓	✓	✓	✓	✓	✓		✓	✓	
	Regulatory framework knowledge	✓	√	✓	✓	√	✓			✓	✓
	Financial performance	✓	✓	✓	✓	✓	✓	✓	✓	✓	
	Advising on Risk mitigation and Compliance requirements	✓	√	✓	✓	√	✓	✓	√		✓
Expertise	Knowledge of Petrochemicals	✓	✓	✓	✓		✓	✓	✓	✓	
	Commercial acumen	✓	✓	✓	✓	✓	✓	✓	✓	✓	
	Able to guide in building the right environment for Human Assets Development	✓	✓	✓	✓	✓	✓		✓	✓	✓
Competencies	Strategic Leadership	✓	✓	✓	✓	✓	✓		✓	✓	
	Execution of policies framed by the Board	✓	√	✓	✓	√	✓			✓	✓
	Identifying the growth areas for expanding the business in India and outside India	√	✓	✓	✓	✓	✓	✓	√	√	
	Advising on Business Risks & environment.	✓	✓	✓	✓	✓	✓	✓	✓	✓	



10. CONFIRMATION OF BOARD REGARDING INDEPENDENT DIRECTORS

Board of Directors confirms that the Independent Directors fulfil the conditions specified in the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended from time to time and are Independent of the Management.

11. INDEPENDENT DIRECTORS MEETING:

In Compliance with the Companies Act, 2013 and Regulation 25 of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015, the Independent Directors Meeting of the Company was held on 23rd January, 2021. Independent Directors Meeting considered the performance of Non-Independent Directors and Board as whole, reviewed the performance of Chairman of the Company, taking into account the views of Executive Directors and Non-Executive Directors and assessed the quality, quantity and timeliness of flow of information between the Company Management and the Board.

Shri Y. P. Trivedi is the Chairman of Independent Directors Meeting.

Attendance of Independent Directors in Independent Directors Meeting:

Directors	Meetings held during Year	Meetings Attended
Shri Y.P. Trivedi	1	1
Shri B.V. Bhargava	1	1
Shri R. Kannan	1	1
Shri Rajeev M. Pandia	1	1
Shri Sarthak Behuria	1	1
Ms. Ameeta Parpia	1	1

12. AUDIT COMMITTEE:

The Company has an independent Audit Committee. The composition, procedure, Role / Function of the committee complies with the requirements of the Companies Act, 2013 as well as those of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The brief terms of reference of the Audit Committee includes the following:

- · Overseeing the Company's financial report process and the disclosure of its financial information's.
- To review quarterly, half yearly and Annual Financial results before submission to the Board.
- To review the statement of significant related party transactions submitted by management.
- To review the adequacy of internal control systems with the management, external & internal auditors.
- Discussion with external auditors about the nature and scope of audit including their observation.
- To investigate into any matter referred to by the Board.

During the financial year 2020-21, Audit Committee meetings were held on 21st May, 2020, 24th July, 2020, 24th August, 2020, 11th September, 2020, 27th October, 2020, 24th November, 2020, 18th December, 2020, 23rd January, 2021 and 18th March, 2021.

Composition and Attendance of Members at the Meetings of the Audit Committee held during 2020-2021:

Members	Category	Meetings held during the tenure of the Directors	Meetings attended
Shri Y. P. Trivedi (Chairman)	Independent / Non-Executive Director	9	9
Shri Rajeev M. Pandia	Independent / Non-Executive Director	9	9
Ms. Ameeta Parpia	Independent / Non-Executive Director	9	9

13. NOMINATION AND REMUNERATION COMMITTEE

(i) Brief Terms of reference:

- To formulate a criteria for determining qualifications, positive attributes and Independence of a Director.
- Formulate criteria for evaluation of Independent Directors and the Board.
- Identify persons who are qualified to become Directors and who may be appointed in Senior Management in accordance
 with the criteria laid down in this policy.
- To carry out evaluation of every Director's performance.
- To recommend to the Board the appointment and removal of Directors and Senior Management.
- To recommend to the Board policy relating to remuneration for Directors, Key Managerial Personnel and Senior Management.
- Ensure that level and composition of remuneration is reasonable and sufficient, relationship of remuneration to performance
 is clear and meets appropriate performance benchmarks.
- To devise a policy on Board diversity.
- To carry out any other function as is mandated by the Board from time to time and / or enforced by any statutory notification, amendment or modification, as may be applicable.
- To perform such other functions as may be necessary or appropriate for the performance of its duties.

42



During the financial year 2020-21 Nomination and Remuneration Committee meetings were held on 21st May, 2020 and 13th January, 2021.

(ii) Composition

Members	Category	Meetings held	Meetings attended
Shri Y. P. Trivedi – Chairman	Independent / Non-Executive Director	2	2
Shri B. V. Bhargava	Independent / Non-Executive Director	2	2
Shri R.M. Pandia	Independent / Non-Executive Director	2	2

(iii) Performance evaluation criteria for Independent Directors:

- How well prepared and well informed the Independent Directors are for the Board Meeting.
- Is the attendance of Independent Directors at meetings satisfactory?
- Does Independent Director demonstrate a willingness to devote time and efforts learning about the Company and its Business?
- What has been the quality and value of their contributions at Board Meeting?
- What has been their contribution to development of strategy and to risk management?
- How effectively have they followed up matters about which they have expressed concern?
- How good are their relationship with other Board members, the Company Secretary, and Senior Management?
- Are they up-to-date with the latest developments in areas such as corporate governance framework and financial reporting
 and in the industry and market conditions?
- How well do they communicate with other Board Members, Senior Management and others?
- Do the Independent Directors participate in events outside Board meeting such as site visits?
- Does their performance and behaviour promote mutual trust and respect within the Board?

(iv) Nomination and Remuneration Policy:

In accordance with Section 178 of the Act, the Committee has framed a Nomination and Remuneration Policy and the same is set out as Annexure IV (A) to the Board Report.

The details relating to the remuneration of Directors is as under:

(v) Remuneration Paid/Provided to Directors during 2020-21

(₹ in lakhs)

Sr No.	Names	Category	Sitting Fees	Salary & Perquisites	Commission	Total
1	Shri B L Taparia	Promoter / Non-Executive Chairman	5.50	-	10.00	15.50
2	Shri M P Taparia	Promoter / Managing Director	-	337.04	1118.76	1455.80
3	Shri S J Taparia	Promoter / Executive Director	-	343.30	1118.76	1462.06
4	Shri V K Taparia	Promoter / Executive Director	-	336.54	1118.76	1455.30
5	Shri B V Bhargava	Independent / Non-Executive Director	7.00	-	10.00	17.00
6	Shri Y P Trivedi	Independent / Non-Executive Director	13.00	-	10.00	23.00
7	Shri R Kannan	Independent / Non-Executive Director	7.00	-	10.00	17.00
8	Shri Rajeev M. Pandia	Independent / Non-Executive Director	13.50	-	10.00	23.50
9	Shri Sarthak Behuria	Independent / Non-Executive Director	6.00		10.00	16.00
10	Ms. Ameeta Parpia	Independent / Non-Executive Director	10.50	-	10.00	20.50
	Total		62.50	1016.88	3426.28	4505.66

14. STAKEHOLDERS RELATIONSHIP COMMITTEE

The Company has constituted Stakeholders Relationship Committee of the Board of Directors to look into the transmission of Equity Shares /issuance of duplicate Equity Share certificates, complaints received from the Shareholders of the Company and other allied connected matters.

During the financial year 2020-21 Stakeholders Relationship Committee meeting was held on 24th July, 2020, 24th November, 2020 and 20th January, 2021.

a) Composition:

Members	Category	Meetings held	Meetings attended
Shri Y.P. Trivedi – Chairman	Independent / Non-Executive Director	3	3
Shri M. P. Taparia	Promoter / Managing Director	3	3
Shri Rajeev M Pandia	Independent / Non-Executive Director	3	3



b) Compliance Officer:

Shri R. J. Saboo VP (Corporate Affairs) & Company Secretary is the Compliance Officer for complying with requirements of Companies Act, Securities laws and listing Agreements with Stock Exchanges.

c) During the year, the company received 13 complaints / correspondence from Shareholders regarding non-receipt of Share Certificates / issuance of Duplicate Share Certificates / Dividend Warrants etc. and all have been resolved.

15. CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

The Corporate Social Responsibility Committee is constituted pursuant to section 135 of the Companies Act 2013. The Corporate Social Responsibility Committee of the Board consists of the following Directors as Members.

During the financial year 2020-21 Corporate Social Responsibility Committee meeting was held on 21st May, 2020.

Name	Meetings held	Meetings attended
Shri R. Kannan - Chairman	1	1
Shri B. L. Taparia	1	1
Shri M. P. Taparia	1	1

Terms of reference:

- Formulate and recommend to the Board, a CSR Policy.
- Recommend to the Board CSR activities to be undertaken by the Company.
- Monitor the CSR Policy of the Company from time to time and ensure its Compliance.

Submit to the Board half-yearly / yearly report giving status of the CSR activities undertaken, expenditure incurred and such other details as may be required by it.

16. RISK MANAGEMENT COMMITTEE

The Board of Directors of the Company constituted a Risk Management Committee of the Board comprising Shri M. P. Taparia, Managing Director, Shri Rajeev M. Pandia, Independent Director, Shri R. Kannan, Independent Director and Shri P. C. Somani, CFO. The Chairman of the Committee is Shri M. P. Taparia.

During the financial year 2020-21 Risk Management Committee was held on 23rd March, 2021.

Members	Category	Meetings held	Meetings attended
Shri M. P. Taparia – Chairman	Promoter / Managing Director	1	1
Shri Rajeev M. Pandia	Independent / Non-Executive Director	1	1
Shri R. Kannan	Independent / Non-Executive Director	1	1
Shri P. C. Somani	Chief Financial Officer	1	1

17. BUSINESS RESPONSIBILITY COMMITTEE

The Board of Directors of the Company constituted a Business Responsibility Committee of the Board comprising Shri M.P. Taparia, Managing Director, Shri P.C. Somani, Chief Financial Officer and Shri R.J. Saboo, VP (Corporate Affairs) & Company Secretary, to assess the various initiatives forming part of the BR performance of the Company, on a periodic basis.

During the financial year 2020-21 Business Responsibility Committee was held on 21st May, 2020.

Members	Category	Meetings held	Meetings attended	
Shri M. P. Taparia – Chairman	Promoter / Managing Director	1	1	
Shri P.C. Somani	Member	1	1	
Shri R.J. Saboo	Member	1	1	

18. GENERAL BODY MEETINGS

(i) Location and time of last Three AGM's held:

Year	Location	Date	Time
2018 -76 th AGM	WalchandHirachand Hall, I.M.C., Near Churchgate Station, Mumbai -400 020	29 th June. 2018	4.00 p.m.
2019-77 th AGM	WalchandHirachand Hall, I.M.C., Near Churchgate Station, Mumbai -400 020	10 th July, 2019	4.00 p.m.
2020-78 th AGM	Through Video Conference (VC) / Other Audio Visual Means (OAVM) from Corporate Office at 1161 &1162 Solitaire Corporate Park, 167 Guru Hargovindji Marg, Andheri- Ghatkopar Link Road, Chakala, Andheri (East), Mumbai- 400093	17 th September, 2020	4.00 p.m.



(ii) Special Resolutions passed in previous Three Annual General Meetings.

Year	Date	Time	Special Resolutions passed
2019-20	17 th September, 2020	4.00 pm	• Re-appointment of Shri Ramanathan Kannan (DIN: 00380328) as an Independent Director of the Company for a period of five years from 16 th September, 2020 to 15 th September, 2025.
			• Re-appointment of Shri Rajeev M Pandia (DIN: 00021730) as an Independent Director of the Company for a period of five years from 16 th September, 2020 to 15 th September, 2025.
2018-19 10 th July, 2019 4.00 pm		4.00 pm	• To approve re-appointment of Shri Y. P. Trivedi (DIN: 00001879) as an Independent director of the Company for a period of two years from 17 th September, 2019 to 16 th September, 2021.
			• To approve re-appointment of Shri B. V. Bhargava (DIN: 00001823) as an Independent director of the Company for a period of two years from 17 th September, 2019 to 16 th September, 2021.
2017-18	29 th June, 2018	4.00 pm	• To approve re-appointment and remuneration of Shri M.P. Taparia (DIN: 00112461) as a Managing Director of the Company
			To approve re-appointment and remuneration of Shri S.J. Taparia (DIN: 00112513) as a Executive Director of the Company
			• To approve re-appointment and remuneration of Shri V.K. Taparia (DIN: 00112567) as a Executive Director of the Company.

(iii) Details of Special Resolution Passed by Postal Ballot during FY 2020-21 through Postal Ballot

During the year 2020-21 no business was conducted through postal ballot.

19. CODE FOR PREVENTION OF INSIDER TRADING PRACTICES:

In compliance with the SEBI Regulations on prevention of Insider trading, the Company has adopted a code of conduct for its Directors and designated employees. The code lays down guidelines which included procedures to be followed and disclosures to be made while dealing with the shares of the Company.

20. MANAGEMENT DISCUSSION AND ANALYSIS:

The Management discussion and analysis forms a part of the Annual report and is annexed separately.

21. DISCLOSURE REGARDING RE-APPOINTMENT OF DIRECTOR:

Particulars of Directors, seeking re-appointment/ continuation are given here in below:

Name of the Directors	Date of Birth	Date of Appointment	Expertise in specific functional area	Qualifications	Chairman / Director of other companies	No of Equity Shares held in the Company
Shri B.L. Taparia	25/11/1934	15/06/1977	Overall guidance in framing business Policies and Social Work	B.Com	 Supreme Petrochem Ltd Supreme Capital Management Ltd. Venktesh Investment & Trading Company Pvt. Ltd 	317398

22. MEANS OF COMMUNICATION:

(i) The Quarterly results of the company are published newspapers as per Listing requirements. The results are also displayed on the BSE, NSE &Company's website: http://www.supreme.co.in.

(ii) Official News Releases:-

Official News releases and media releases are sent to the Stock Exchanges.

The Ministry of Corporate Affairs ("Ministry"), Government of India, has taken a "Green Initiative in Corporate Governance" by allowing paperless compliance by the Companies and clarified that the service of documents by the Companies can be made through Electronic Mode. Accordingly, as a contribution towards green environment, your Company also implemented the Initiative to send documents, such as Notice calling the general meeting, audited financial statements, Board' report, auditors' report, etc. in electronic form on the email id's provided by the shareholders & made available by them to the company through the depositories.

(iii) Presentation made to Institutional Investor / Analysts:

Detailed presentation made to Institutional Investors and financial analysis's is available on the Company's website: http://www.supreme.co.in.



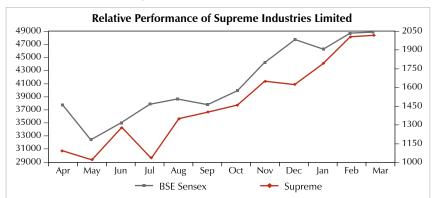
23. GENERAL SHAREHOLDER INFORMATION

(i)	AGM (Date, Time and Venue)	:	Date : 29 th June, 2021
			Time : 4.00 p.m.
			Venue: The Company is conducting meeting through VC/OAVM pursuant to the MCA/SEBI Circular and as such there is no requirement to have a venue for the AGM. For details please refer to the Notice of this AGM.
(ii)	Financial Year	:	1st April, 2020 to 31st March, 2021
(iii)	Key Financial Reporting Dates F.Y. 2021-2022		
	Unaudited Results for the First Quarter ended June 30, 2021	:	On or before 15 th August, 2021
	Unaudited Results for the Second Quarter ended September 30, 2021	:	On or before 15 th November, 2021
	Unaudited Results for the Third Quarter ended December 31, 2021	:	On or before 15 th February, 2022
	Audited Results for the F.Y. 2021-2022	:	On or before 31st May, 2022
(iv)	Date of Book Closure	:	Wednesday the 23 rd June, 2021 to Tuesday the 29 th June, 2021 (both days inclusive)
(v)	Registered Office	:	612, Raheja Chambers, Nariman Point, Mumbai 400 021.
(vi)	Listing on Stock Exchanges	:	(i) BSE Limited
			(ii) National Stock Exchange of India Ltd., (NSE)
(vii)	Listing Fees	:	Annual Listing Fees for the year upto 2021-22 have been paid to both the Stock Exchanges.
(viii)	Stock Codes	:	(i) BSE: 509930
			(ii) NSE : SUPREMEIND
(ix)	Trading Group	:	(i) BSE : "A" Group,
			(ii) NSE: "Other Securities"

(x) Market Price Data: High / Low / Close During each month in the last Financial Year.

Month	BSE				NSE	
	High	Low	Close	High	Low	Close
April-2020	1159.80	791.15	1092.70	1162.35	791.50	1094.55
May-2020	1086.00	875.00	1018.90	1079.75	873.40	1019.65
June-2020	1192.50	1013.00	1120.55	1198.10	1012.35	1127.70
July-2020	1298.95	1091.00	1287.60	1298.80	1091.00	1289.30
August -2020	1410.00	1181.35	1336.90	1409.75	1191.30	1336.85
September-2020	1472.15	1293.90	1399.90	1474.00	1295.00	1400.65
October-2020	1499.80	1323.70	1445.95	1499.90	1322.60	1446.70
November-2020	1735.00	1380.10	1646.65	1736.00	1379.00	1630.95
December-2020	1775.00	1591.00	1628.95	1775.00	1586.95	1629.90
January-2021	1846.60	1611.00	1809.10	1847.95	1610.00	1808.30
February-2021	2089.00	1790.00	2026.75	2063.85	1791.05	2027.55
March-2021	2130.55	1964.25	2037.50	2133.00	1963.00	2042.70

(xi) Relative Performance of Supreme Share Price V/S. BSE Sensex :





xii)	Registrar & Transfer Agent (For Physical & Demat	:	M/s. Bigshare Services Pvt. Ltd.
	Shares)		Bharat Tin Works Building 1st Floor, Opp. Vasant Oasis, Next
			to Keys Hotel, Makwana Road,
			Andheri – East, Mumbai – 400059.
			Tel 022- 62638200 Fax No- 022 -62638299
			Weblink to raise queries:
			http://www.bigshareonline.com/Contact.aspx

(xiii) Distribution of Shareholding (As on 31st March, 2021)

No. of Equity Shares held	No. of Shareholders	Percentage of Shareholders	No. of Shares	Percentages of Shareholdings
Upto 500	43243	90.17	2647290	2.08
501 - 1000	1705	3.56	1365756	1.08
1001 - 2000	1257	2.62	1883238	1.48
2001 - 3000	513	1.07	1293128	1.02
3001 - 4000	234	0.49	824466	0.65
4001 - 5000	193	0.40	903677	0.71
5001 - 10000	368	0.77	2625121	2.07
Over 10001	445	0.92	115484194	90.91
Total	47958	100.00	127026870	100

(xiv	Dematerialization of Shares	:	125705685 Shares are Dematerialized (as on 31.03.2021) 98.96% of total Shares viz 127026870 shares)
(xv)	Outstanding GDRS/ADRS/Warrants or any Convertible Instruments, Conversion Date and likely impact on Equity	:	The Company has not issued any GDRs/ADRs/Warrants or any convertible instruments in past and hence as on 31st March, 2021, the Company does not have any outstanding GDRs/ADRs/Warrants or any convertible instruments.

Foreign Exchange Risk & Hedging Activity (xvi)

1. Long term liabilities

Long term liabilities by way of loans including ECB loans are fully hedged ab initio by way of a currency and interest rate swap.

- 2. Trade exposure
 - 2.1. Imports/ buyer's credit finance

This exposure is hedged to the extent of at least 50% on a regular basis;

2.2. Exports

Since the quantum of exports is nominal in comparison to Company's imports/ buyer's credit exposure, the same is kept open.

3. Derivatives

The Company follows a very conservative policy with regard to derivatives. The derivatives are used only to cover/hedge the underlying liabilities in the nature of Long Term Loans.

The foreign exchange policy is in line with the mandate received from the Board. The same is closely followed by Chief

	Financial Officer, under the overall supervision of th			aging Director and Executive Directors.
(xvii)	Plant Locations	:	1.	Derabassi (Lalru, Punjab)
			2.	Durgapur (West Bengal)
			3.	Gadegaon (Maharashtra)
			4.	Guwahati (Assam)
			5.	Ghilot (Rajasthan)
			6.	Halol - Unit I (Gujarat)
			7.	Halol - Unit II (Gujarat)
			8.	Halol - Unit III (Gujarat)
			9.	Halol - Unit IV (Gujarat)
			10.	Hosur (Tamil Nadu)
			11.	Jalgaon - Unit I (Maharashtra)
			12.	Jalgaon - Unit II (Maharashtra)
			13.	Jadcherla- (Telangana)
			14.	Kanhe (Talegaon, Maharashtra)



			 Kanpur (Uttar Pradesh) Kharagpur (West Bengal) Khopoli (Maharashtra) Malanpur - Unit I (Madhya Pradesh) Malanpur - Unit III (Madhya Pradesh) Malanpur - Unit III (Madhya Pradesh) Noida (Uttar Pradesh) Puducherry (Union Territory) Silvassa (Union Territory) Sriperumbudur (Chennai, Tamil Nadu) Urse (Maharashtra)
(xviii)	Address for Investor Correspondence	:	For shares held in Physical form: M/s. Bigshare Services Pvt. Ltd. Bharat Tin Works Building 1st Floor, Opp. Vasant Oasis Next to Keys Hotel Makwana Road Andheri – East Mumbai – 400059 Tel No.: 62638200 Fax No.: 62638299 Weblink to raise queries: http://www.bigshareonline.com/Contact.aspx For Shares held in Demat form: Investor's concerned Depository Participant's and / or
(xix)	Shareholders Assistance Investors Service Department	:	M/s Bigshare Services Pvt Ltd. Shares Department The Supreme Industries Limited, Regd. Office: 612, Raheja Chambers, Nariman Point, Mumbai 400 021. Phone Nos.: 22820072, 22851656, 22851159-60 Fax No.:22851657 E-mail: investor@supreme.co.in

(xx) Credit Rating obtained for Bank Loan Facilities

Total Bank Loan Facilities Rated	₹ 1445.9 Crore	
Long -Term Rating	CRISIL AA/Positive	CRISIL AA/Positive (Outlook Revised from "Stable" and Rating Reaffirmed)
Short -Term Rating	CRISIL A1+ (Reaffirmed)	No revision

(xxi) Categories of Shareholders (As on 31st March, 2021)

Sr. No.	Category	No. of Shareholders	Voting%	Number of Shares held
1	Promoters	17	48.85	62053813
2	Resident Individuals	45447	14.78	18782821
3	Corporate Bodies	455	2.77	3512764
4	Nationalised Banks and Mutual Funds	71	16.50	20963258
5	FIIs & Foreign Portfolio Investors	159	16.62	21105143
6	Foreign Bank	1	0.00	500
7	NRIs	1808	0.48	608571
	Total	47958	100	127026870

24. DISCLOSURES:

(i) Materially Significant Related Party Transactions:

There are no materially significant related party transactions of the Company which have potential conflict with the interest of the Company at large

(ii) Details of non-compliance by the Company, penalties, and strictures imposed on the Company by Stock Exchange or SEBI, or any statutory authority, on any matter related to capital markets, during the last three years:

The Company has complied with the requirements of regulatory authorities on capital markets and no penalties / strictures have been imposed against it in the last three years.

(iii) Vigil Mechanism Policy

The Company believes in conducting its affairs in a fair and transparent manner by adopting the highest standards of professionalism, honesty, integrity and ethical behavior. The Company has adopted a Vigil Mechanism policy in order to provide a secure environment and to encourage employees of the Company to report unethical, unlawful or improper practice, acts or



activities. The reportable matter may be disclosed to the Audit Committee. Employees may also report to the Chairman of the Audit Committee. During the year under review, no employee was denied access to the Audit Committee.

(iv) Mandatory and Non-mandatory requirements:

The Company has complied with all the mandatory requirements of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Company has fulfilled the following non-mandatory requirement as prescribed in Schedule II, PART E of Regulation 27(1) of (Listing Obligations and Disclosure Requirements) Regulations, 2015.

- The Positions of Chairman and Managing Director are separate.
- (v) The Policy for determination of Material Subsidiary and Related Party Transactions is available on company's website: www. supreme.co.in.
- (vi) Compliance Certificate from the V. Laxman and Company, Practising Company Secretary, confirming that None of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as Directors of Companies by the Board/Ministry of Corporate Affairs or any such authority is attached as annexure to this Corporate Governance Report.
- (vii) During the Financial Year Board of Directors has accepted all recommendations of committees, which are mandatory by law.
- (viii)Statutory Audit fees of ₹ 28,00,000 has been paid by the Company to M/s Lodha & Company (FRN-301051E) for agreed services between the Company and M/s Lodha & Company.
- (ix) Disclosure regarding the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 given in Board Report. During the year no complaints reported / filed under this act.
- (x) Your Company has complied with all the requirements of Regulations 17 to 27 and clause (b) to (i) of sub-regulation 46 of SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015.

(xi)	Additional Information Regarding the Company is also available on the Company's Website at	:	http://www.supreme.co.in
(xii)	CEO / CFO Certification	:	Shri M. P. Taparia, Managing Director and Shri P. C. Somani CFO heading the finance function have certified to the Board that:
			(A) They have reviewed financial statements and the cash flow statement for the year and that to the best of their knowledge and belief:
			 these statements do not contain any materiall untrue statement or omit any material fact or contain statements that might be misleading;
			(2) these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable law and regulations.
			(B) There are, to the best of their knowledge and belief, n transactions entered into by the company during the year which are fraudulent, illegal or violative of the company code of conduct.
			(C) They accept responsibility for establishing and maintainin internal controls for financial reporting and that the have evaluated the effectiveness of the internal control systems of the company, pertaining to financial reporting and they have disclosed to the Auditors and the Audicommittee, deficiencies in the design or operation of internal controls, if any, of which they are aware and the steps they have taken or propose to take to rectify thes deficiencies.
			(D) They have indicated to the Auditors and the Aud Committee
			(1) significant changes in internal control over financial reporting during the year;
			(2) significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
			(3) instances of significant fraud of which they have become aware and the involvement therein, any, of the management or an employee having significant role in the company's internal control system over financial reporting.
			The above Certificate was placed before the Board Meetin held on 3 rd May, 2021.



CODE OF CONDUCT

The Board has adopted the Code of Conduct for Members of the Board and Senior Management Personnel of the Company. The Code lays down, in details, the standards of business conduct, ethics and governance. The compliance of the same has been affirmed and a declaration signed by the Managing Director to this effect is given below. Code of Conduct has also been posted on the Company's Website. www.supreme.co.in

Declaration

As provided under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, all Board members and Senior Management Personnel have affirmed compliance with The Supreme Industries Limited Code of Conduct for the year ended 31st March, 2021.

For The Supreme Industries Limited

M. P. TapariaManaging Director

Mumbai : 3rd May, 2021

Place: Mumbai

CERTIFICATE

Based on our verification of books, papers, forms and returns filed and other records maintained by The Supreme Industries Limited ("The Company"), and also the information provided by its officers, agents and authorized representatives during the conduct of secretarial audit of the Company, we hereby certify that none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as Directors of Companies by the Securities Exchange Board of India, Ministry of Corporate Affairs or any such authority as on 31st March, 2021.

For and on behalf of **V. Laxman & Co.,** Company Secretaries

Date: 15th April, 2021 Place: Mumbai

UDIN: F001513C000093011

(V. Laxman) FCS No. 1513 C P No. : 744



Auditors' Certificate on Corporate Governance

To the Members of The Supreme Industries Limited

This certificate contains details of compliance of conditions of corporate governance by THE SUPREME INDUSTRIES LIMITED ('the Company') for the year ended 31st March 2021, as stipulated in Regulations 17-27, clause (b) to (i) of Regulation 46 (2) and paragraphs C, D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations)

Management's Responsibility for compliance with the conditions of Listing Regulations:

The compliance of conditions of corporate governance is the responsibility of the management. This responsibility includes the designing, implementing and maintaining operating effectiveness of internal control to ensure compliance with the conditions of corporate governance as stipulated in the Listing Regulations.

Auditor's Responsibility

Our responsibility is limited to examining the procedures and implementation thereof, adopted by the Company for ensuring the compliance with the conditions of corporate governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

We have examined the books of account and other relevant records and documents maintained by the Company for the purposes of providing reasonable assurance on the compliance with Corporate Governance requirements by the Company in accordance with the Guidance Note on Certification of Corporate Governance issued by the Institute of Chartered Accountants of India ('ICAI'), Standards on auditing specified under section 143(10) of the Companies Act, 2013 and Guidance Note on Reports or Certificates for Special Purposes issued by the ICAI which requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.

We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

Opinion

Based on the procedures performed by us and to the best of our information and according to explanations given to us and representation made by the Management, in our opinion, we certify that the Company has complied, in all material respects, with the conditions of Corporate Governance as stipulated in the above-mentioned Listing Regulations.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Restriction on Use

The certificate is addressed to and provided to the Members of the Company solely for the purpose to enable the Company to comply with requirement of aforesaid Regulations and should not be used by any other person or for any other purpose. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this certificate is shown or into whose hands it may come without our prior consent in writing.

For **LODHA & COMPANY**Chartered Accountants

Firm registration No. – 301051E

R. P. Baradiya

Partner Membership No. 44101 UDIN:- 21044101AAAAGC9105

Place : Mumbai Date : 3^{rd} May, 2021



Business Responsibility Report

SECTION A: GENERAL INFORMATION ABOUT THE COMPANY

1.	Corporate Identity Number (CIN) of the Company	L35920MH1942PLC003554
2.	Name of the Company	The Supreme Industries Limited
3.	Registered address	612, Raheja Chambers, Nariman Point, Mumbai – 400 021
4.	Website	www.supreme.co.in
5.	E-mail id	investor@supreme.co.in
6.	Financial Year reported	2020-2021
7.	Sector(s) that the Company is engaged in (industrial activity code-wise)	Plastic Products, NIC Code -222
8.	List three key products/services that the Company manufactures/provides (as in balance sheet)	Plastic Piping, Packaging Products, Industrial Products, Consumer Products.
9.	Total number of locations where business activity is undertaken by the Company	25 Manufacturing Locations, 19 Offices including Registered Office, One Subsidiary Company at Sharjah, UAE.
(a)	Number of International Locations (Provide details of major 5)	One-The Supreme Industries Overseas FZE, Sharjah, UAE, a wholly owned subsidiary.
		The principal activity is to promote globally Plastics piping Products
(b)	Number of National Locations	1. Derabassi (Lalru, Punjab)
		2. Durgapur (West Bengal)
		3. Gadegaon (Maharashtra)
		4. Guwahati (Assam)
		5. Ghilot (Rajasthan)
		6. Halol - Unit I (Gujarat)
		7. Halol - Unit II (Gujarat)
		8. Halol - Unit III (Gujarat)
		9. Halol - Unit IV (Gujarat)
		10. Hosur (Tamil Nadu)
		11. Jalgaon - Unit I (Maharashtra)
		12. Jalgaon - Unit II (Maharashtra)
		13. Jadcherla- (Telangana)
		14. Kanhe (Talegaon, Maharashtra)
		15. Kanpur (Uttar Pradesh)
		16. Kharagpur (West Bengal)
		17. Khopoli (Maharashtra)
		18. Malanpur - Unit I (Madhya Pradesh)
		19. Malanpur - Unit II (Madhya Pradesh)
		20. Malanpur - Unit III (Madhya Pradesh)
		21. Noida (Uttar Pradesh)
		22. Puducherry (Union Territory)
		23. Silvassa (Union Territory)
		24. Sriperumbudur (Chennai, Tamil Nadu)
		25. Urse (Maharashtra)
10.	Markets served by the Company	Local/State/National/International



SECTION B: FINANCIAL DETAILS OF THE COMPANY

₹ in lakhs

1.	Paid up Capital (INR)	2541
2.	Total Turnover (INR)	₹ 637283
3.	Total profit after taxes (INR)	₹ 80138
4.	Total Spending on Corporate Social Responsibility (CSR) as percentage of profit after tax (%)	1.51%
5.	List of activities in which expenditure in 4 above has been incurred:-	 Health Care, Hygiene and Sanitation Drinking Water Education Benefit to the under privileged

SECTION C: OTHER DETAILS

- Your Company as on 31st March, 2021 has one wholly owned Subsidiary Company.
- The subsidiary company does not participate in Business Responsibility (BR) Initiatives of the Company.
- The Company does not mandate its suppliers/distributors to participate in the Company's BR initiatives. However, they are encouraged to adopt such practice and follow the concept of being a responsible business.

SECTION D: BR INFORMATION

1. Details of Director/Directors responsible for BR

(a) Details of the Director/Officers responsible for implementation of the BR policy/policies

• DIN : 00112461

Name : Shri M. P. TapariaDesignation : Managing Director

• DIN : NA

Name : Shri P. C. SomaniDesignation : Chief Financial Officer

• DIN : NA

• Name : Shri R. J. Saboo

• Designation : VP (Corporate Affairs) & Company Secretary

(b) Details of the BR head

DIN : 00112461
 Name : Shri M. P. Taparia
 Designation : Managing Director

Tel. No. : 022-67710010 / 02240430010
 E-mail id : mp_taparia@supreme.co.in

2. Principle-wise (as per NVGs) BR Policy/policies

(a) Details of compliance (Reply in Y/N)

- P1 Businesses should conduct and govern themselves with Ethics, Transparency and Accountability
- P2 Businesses should provide goods and services that are safe and contribute to sustainability throughout their life cycle
- P3 Businesses should promote the wellbeing of all employees
- P4 Businesses should respect the interests of, and be responsive towards all stakeholders, especially those who are disadvantaged, vulnerable and marginalized.
- P5 Businesses should respect and promote human rights
- P6 Business should respect, protect, and make efforts to restore the environment
- P7 Businesses, when engaged in influencing public and regulatory policy, should do so in a responsible manner
- P8 Businesses should support inclusive growth and equitable development
- P9 Businesses should engage with and provide value to their customers and consumers in a responsible manner



No.	Questions	P 1	P 2	P 3	P 4	P 5	P 6	P 7	P 8	P 9
1	Do you have a policy/ policies for	Part of policy on Ethics and Code	Part of Company's Environmental Policy, Health Safety and Policy on Ethics and Code.	Part of Ethics and Code. Human Resource Policy, Employee Safety Policy	Y Part of CSR Policy.	Part of policy on Ethics and Code	Part of Company's Environmental Policy and Health Safety & Environmental Policy.	N	Part of CSR Policy	Part of Policy on Ethics and Code
2	Has the policy being formulated in consultation with the relevant stakeholders?	Y	Y	Y	Y	Y	Y	NA	Y	Υ
3	Does the policy conform to any national / international standards? If yes, specify? (50 words)						Y re captured in the polic uirements and Nation			Y e Company.
4	Has the policy being approved by the Board? Is yes, has it been signed by MD/ owner/ CEO/ appropriate Board Director?	Y	Y	Y	Y	Y	Y	NA	Y	Y
5	Does the company have a specified committee of the Board/ Director/ Official to oversee the implementation of the policy?	Y	Y	Y	Y	Y	Y	NA	Y	Y
6	Indicate the link for the policy to be viewed online?	http:// www. supreme. co.in/ policies. php	http://www. supreme.co.in/ policies.php	http:// www. supreme. co.in/ policies. php	http:// www. supreme. co.in/ policies. php	http:// www. supreme. co.in/ policies. php	http://www. supreme.co.in/ policies.php	NA	http:// www. supreme. co.in/ policies. php	http:// www. supreme. co.in/ policies. php
7	Has the policy been formally communicated to all relevant internal and external stakeholders?	Yes-on the Website of the Company	Yes-on the Website of the Company	Yes-on the Website of the Company	Yes-on the Website of the Company		Yes-on the Website of the Company	NA	Yes-on the Website of the Company	Yes-on the Website of the Company
8	Does the company have in-house structure to implement the policy/ policies.	Y	Y	Υ	Y	Y	Υ	NA	Y	Υ
9	Does the Company have a grievance redressal mechanism related to the policy/ policies to address stakeholders' grievances related to the policy/ policies?	Y	Y	Y	Y	Y	Y	NA	Υ	
10	Has the company carried out independent audit/ evaluation of the working of this policy by an internal or external agency?	No								



2a. If answer to Sr. No. 1 against any principle is 'No', please explain why: (Tick upto 2 options)

No.	Questions	P 1	P 2	P 3	P 4	P 5	P 6	P 7	P 8	P 9
1	The Company has not understood the Principles	_	_	_	_	_	_	-	_	-
2	The Company is not at a stage where it finds itself in a position to formulate and implement the policies on specified principles.	_	_	_	_	_	_	_	_	_
3	The Company does not have financial or manpower resources available for the task.	_	_	_	_	_	_	_	_	_
4	It is planned to be done within next 6 months.	_	_	_	_	_	_	-	_	-
5	It is planned to be done within the next 1 year.	-	_	_	_	_	_	-	-	-
6	Any other reason (please specify)	_	_	_	_	_	_	The Company has always remained at forefront and represented the industry in a responsible manner at various level with in the Government and various industry associations from time to time. However no need for a formal policy has been felt.		_

3. Governance related to Business Responsibility (BR)

The Board of Directors of your Company constituted the Business Responsibility Committee consisting of

Shri M P Taparia, Managing Director and Principal Officers of the Company viz Shri P C Somani, CFO and Shri R J Saboo, VP (Corporate Affairs) & Company Secretary, to assess various initiatives forming part of the BR performance of the Company, on a periodic basis.

The Company includes the information on BR in this Annual Report of the Company. The Annual Report is also uploaded on the website of the Company at www.supreme.co.in

SECTION E: PRINCIPLE-WISE PERFORMANCE

Principle 1

Businesses should conduct and govern themselves with Ethics, Transparency and Accountability

As one of the largest plastics processor in India, having diversified product portfolio, significant Market Share, the Company's reputation is most important. How we conduct ourselves on a day to day basis with our customers, shareholders, competitors, contactors, neighbouring communities, suppliers and Distributor forms the basis of reputation of the Company as an ethical Company.

We have an established Policy on Ethics and Code, Whistle Blower Policy, Insider Trading Prohibition Code containing (a) Code of Conduct to regulate, monitor and report Trading in Securities of the company. (b) Policy and procedure for inquiry in case of leak of Unpublished Price Sensitive Information. (c) Code of Practices and procedure for fair Disclosure of Unpublished Price Sensitive Information. The Code, policies and standards communicate our zero tolerance approach to ethical and legal violations, and communicate our commitment and requirement for legal compliance and ethical good practice.

The Policy on Ethics and Code provides guidelines for our business to be consistent with the highest standards of business ethics and is intended to assist all employees in meeting the high standards of personal and professional integrity that the Company requires of them, with strict adherence to the provisions of the Ethic and Code, a condition of employment. It covers: Honest and Ethical Conduct of Employees, Relationship of Employees with the Company, Health Safety and Environment, Whistle Blower Policy, Insider Trading, Competition and Fair Dealing, Conflicts of Interest, Gifts and Entertainment, Protection and Use of Company Assets, Compliance with Government Laws, Rules and Regulations.

The Company has in place different mechanisms for receiving and dealing with complaints from different stakeholders' viz. Shareholders, customers, employees, vendors etc. The Company responds to the complaints within a time bound manner. During the year, Company received 13 complaints from shareholders and all have been resolved.

Principle 2

Businesses should provide goods and services that are safe and contribute to sustainability throughout their life cycle

Your Company is committed to offer quality standards for all range of products which are safe and environmental friendly. The Company is having well equipped test labs at all locations to verify the products on a regular basis to ensure no deviation. Some of the products are also tested in International labs to verify the values against declared standards. The Company prefers to forego the business rather than playing with the specified quality standards.

Most of the products supplied by the Company are functional products and are of day to day use. Company very well ensures that all the products meet hygiene, durability as per the application requirement and functional requirement of end application. As a policy, Company refrains from using any degraded/post consumer waste material for its products. The Company is committed to offer eco-friendly products which meet the best international standards. As leading plastic processor and producer of diversified finished products, the Company has entered into various Technical Collaborations for the different Product Lines and is also having Design and Development Centre as well



as testing lab and quality facilities at its plants to regularly carry out different test work on products at various stages of production process to ensure the required standards and efficiencies.

Your Company continues to enlarge its product portfolio and introduces many new product/application which replaces conventional material. These products not only give better value for money to the end consumer but also provide ease of use, installation and maintenance.

The Company has created Knowledge Centres at various locations to inculcate complete knowledge on various products of the Company. Knowledge Centre is equipped with product display and hands on demo section including advance testing laboratories and class room, for familiarizing with safety standards to visiting Farmers, Customers, plumbers, Architects, Contractors, engineers etc. The Company imparts extensive training to the piping people fraternity, viz. the plumbers, plumbing contractors, architects, engineers, consultants, farmers etc. Beside awareness on various products manufactured by the Company and its end applications, this will educate people more about plastic piping products and its advantage over the conventional materials.

The Company's products designed and manufactured in the various group viz. Plastic Piping System, Consumer Products, Industrial Products and Packaging Products.

Products incorporate the social and environmental considerations. The products notably which incorporates environment consideration are Plastic Piping System, Cross Laminated Films, Material Handling Products, products in the Protective Packaging Division viz. Children Health and Education (Funjoy) (safe for childrens, skin friendly), Bonded Foams and Cross Link Foam, health products like yoga mats (Fitspree). End of lifecycle waste is also being utilized for converting into another useful products. Your Company has introduced Septic Tanks, Underground water storage tanks, Double wall Corrugated pipes for underground sewage & drainage which are the testimony of Company's philosophy of providing safe and sustainable products throughout their life cycle.

Your Company has also introduced various products for waterproofing, acoustic insulation, thermal insulation, fire resistant properties in its goods.

The raw materials are sourced locally as well as imported. The Company due to the size of the requirement of the raw materials obtains the best trade terms and also avail the offered cash discounts.

The production costs are continuously monitored. The new generation machines for production are used which results in reduced scrap percentage. Automation is used extensively which helped in reducing human dependency. The water consumption requirements at various plants has been reduced significantly due to reduction of water consumed in utilities by recycling, restricted direct discharge by any units, reusing the recycled water for gardening and process improvements in cooling tower operations, re-use and recycle of waste water back into the manufacturing process.

The Company is continuously putting its efforts to improve Energy Management by way of monitoring energy related parameters on a regular basis.

The Company is committed to transform energy conservation into a strategic business goal fully align with the technological sustainable development of Energy Management System. It is putting best endeavour to reduce energy consumption in all its operations and activities.

To achieve above objectives the following steps are being undertaken by the Company:-

- 1. Commitment for energy efficiency improvement.in all process & operations
- 2. Defining and assigning responsibility of energy use & Reduce the Green house emission
- 3. Efficient utilization of energy purchase from the Electricity Board by Continuously monitoring the energy parameters such as maximum demand, power factor, load factor, TOD tariff utilization on regular basis.
- 4. Upgrading old plants for the energy efficiency improvement & Continuously replacing the inefficient equipment's with latest energy efficient technology & up gradation of equipment's continually.
- 5. Increasing the awareness of energy savings within the organization to avoid the wastage of energy.
- 6. Committed to reduce the carbon intensity across the various processes and sources for the sustainable development & climate change.
- 7. Reduction of Fuel consumption in Boiler & other processes
- 8. Committed low carbon strategy & installed during 2020-2021, Roof Top solar projects for generating Solar energy aggregating to around 3% of total energy consumption at Multiple locations viz: Units at Kharagpur, Hosur, Silvassa, Malanpur, Jadcherla, Gadegaon.
- 9. Company have a plan to install during 2021-22, 10MW Roof top solar power plant at the Units at Lalru, Noida, Ghelot, Durgapur, Halol, Kanpur and Puducherry.
- 10. Purchasing the Clean energy through wind/solar power at Multiple locations Units at Hosur, Chennai, Pipe malanpur, Halol GIDC, PPD Malanpur aggregating to 7% of the energy consumption.
- 11. Noida plant is certified for ISO-50001 Energy Management System & 3 more Plant are planned for accreditation in year 21-22.
- 12. Fire safety audit is done at all the units by an outside consultant periodically to ensure adequate fire safety monitoring is in place.
- 13. While designing new plants or Expansion in existing plant, care is taken to design the plant Lay out in such a way to minimize energy consumption.

The Company procures raw materials indigenously as well as imports the same. The Company enters into long term / short term contracts for procuring raw materials and other inputs.

The Company has strategically designed its distribution network in order to serve its distributors and the dealers thereof in the least possible time and transportation time. This has resulted in better warehouse and inventory management. The Company drives its distribution plan using an ERP system to optimize freight cost.



The Company gives preference to local suppliers/producers especially by giving to local persons work on job work basis, selectively providing capital for procurement of capital assets, entering into contracts with local contractors, etc.

Waste management is highly focused and under closed monitoring to ensure reuse of recycled material and develop new product by using unusable cross linked scraps to protect the environment.

Principle 3

Businesses should promote the wellbeing of all employees

The employees are the key asset to the Company's growth. The success of the Company is to a large extent attributable to the employees. The strategy for recruitment, development and retention of workforce staff and employees in the management cadre are well in place & monitored and if need being there also undergoes the desired change.

The Company is committed to providing the employees a safe and healthy work Environment. Through a high degree of engagement and empowerment the Company enables them to realize their full potential, creating a high performance work culture. The focus is on effectively utilizing and grooming talent by appropriately rotating them across businesses for experience in new roles and to prepare them to take up various key positions in the future.

The Company is having/provided the following norms/guidelines:

- 1) Clear Pay structure as per Corporate guidelines.
- 2) As per the competency and Job responsibilities employees are placed for the job.
- 3) Well measured performance appraisal system through which annual increments and rewards & incentives are recognized.
- 4) Training needs are identified and required training for encouraging the employee to take higher responsibility is imparted.
- 5) Safety, Health and Hygiene continuous monitoring extend all supports from time to time.
- 6) Dependent Family members covered under health insurance scheme in certain cases.
- 7) No child labour policy is adhered to strictly.
- 8) Sexual harassment policy and its redressal mechanism is in place.
- 9) Pollution free environment supported with requisite apparatus while on the job.
- 10) Annual health check-up of employees.
- 11) Medical and financial assistance.

All Employees undergo safety and skill up-gradation training on regular basis as per the training calendar and function.

Your Company has total number of 5078 permanent employees (including - 108 permanent women employees. Company also deploys contracted workforce for various ancillary and non-core activities and more than 9500 number of people including more than 800 women are engaged in such services.

The Company is having recognized Trade Unions at most of the Company's manufacturing locations and most of the eligible employees at those places are members of recognized Employee Unions.

The Company's policy prohibits engaging of any child labour or involuntary labour. Thus, there are no complaints relating to child labour, forced labour and involuntary labour. During the year no complaints relating to Sexual harassment were reported.

There are regular safety & skill up-gradation training given to both permanent and contractual employees at each of the works through in house and professional faculties

Principle 4

Businesses should respect the interests of, and be responsive towards all stakeholders, especially those who are disadvantaged, vulnerable and marginalized.

The Company is responsive towards all stakeholders. The Company has mapped its internal and external stakeholders in a way which is mutually beneficial.

The Company identifies the disadvantaged, vulnerable and marginalized stakeholders on a continuous basis. In particular, for any new proposed project or expansion at the existing location, local workforce is engaged to the extent feasible.

The Company extends its social responsibility by engaging in providing education to underprivileged, medical and sanitation facilities and providing safe and clean drinking water through its CSR projects. Company undertakes community led need assessment where we understand the expectations and the context of our neighbouring communities in nearby locations where we operates. The details of initiatives taken by your Company in this regard are provided in the Corporate Social Responsibility section of the Annual report.

Your Company deploys contract workforce in manufacturing facilities for various non core activities like warehouse operations, housekeeping, canteen operations and other ancillary activities. Safeguarding the interest of contract workforce and ensuring that they are paid fairly is very important for your Company. Suitable control mechanism is in place at each plant location and verification of statutory obligation compliance by the contractors are made at regular intervals. Training and safety programmes are also organized for such contract workforce.

The Company identifies the stakeholders and engages with them through multiple channels in order to hear what they have to say about our products and services so as to incorporate their feedback for subsequent action. Continuous improvement and innovation is way of life and imbibed in the culture which enables your Company to meet customer expectation, need and demand in fair manner.



Principle 5

Businesses should respect and promote human rights.

Supreme is committed to protect the human rights across the value chain. The Company believes that a sustainable organization rests on a foundation of ethics and respect for human rights. Company has detailed code of conduct which takes care of its value culture and applies to one and all equally. Supreme promotes awareness of the importance of respecting human rights within its value chain and discourages instances of abuse.

The Complaints as and when received from the various stakeholders are satisfactorily addressed. There were no complaints of a substantial nature received during the year.

Principle 6

Business should respect, protect, and make efforts to restore the environment.

The Company has developed, documented and implemented Environmental Policy and Health Safety & Environmental Policy for all its units. The policies are adequately displayed. Top management demonstrates its leadership and commitment by:

- a. Taking accountability for the effectiveness of Environment Management System (EMS).
- b. Ensuring that the policy and environmental objectives are established and are compatible with the strategic direction and context of the organization.
- c. Ensuring the integration of EMS requirement in the organizations business processes.
- d. Ensuring provision of adequate resources, directing and supporting persons to contribute to the effectiveness of the EMS.
- e. Promoting continuous improvement.

The Company's Policy on Health, Safety & Environmental is applicable only to the Company.

The Company's Health, Safety and Environment Policy guide the organization to continually mitigate the impact on climate change and global warming as a result of its operations.

The Company is continuously working to improve energy efficiency in its operations. The Company adheres to all legal requirements and norms of energy conservation standards stipulated by the Government of India. Energy conservation initiatives are part of regular operations.

Your company is committed to the environment friendly measures, by offering products to the cause. All Insulation products are certified as complete Green products as per latest version of Green Building Center / Confederation of Indian Industries on behalf of Indian Green Building Counsel.

Company has been granted 9th National award by the Ministry of Chemicals and Petrochemicals for Technology Innovation in Plastic Machinery and Equipment for designing and developing a new planatery foam .extruder

Company has been granted a patent (Patent no. 347416, A Manufacturing process for block foam) for its innovative method of recycling the non-recyclable crosslink waste which are to be used in the packaging and civil application.

Company has also got BIS License (CML No. 7500212211) for its Toys product range manufactured under brand FUNJOY. With the latest government's Quality Control Order (SO 853(E)), all toys have been brought under compulsory BIS certification which are sold in domestic market.

ISO 9001, 14001 and OHSAS as per BS 18001 standards are renewed at Units as the quality and environment management system standards. All plants are upgraded their ISO 9001, ENV 14001 certifications to latest 2015 versions and upgrading our OHSAS from BS 18001 to IS 45001 as per IATF norms. The Company has consistently managed and improved the environmental performance. The Company is sensitive to its role as user of natural resources. The efforts to manage water, energy and material resources have yielded positive results.

Urse Unit 2 is certified with SEDEX 4 pillar, it is renewed last year and this is specially required for fabricated Foam articles as required for export purpose.

Many new products are being developed which are non-toxic and safe for the Human health.

The Company considers compliance to statutory Environment, Health and Safety requirements as the minimum performance standard and is committed to go beyond and adopt stricter standards wherever appropriate.

The Company focus on energy consumption reduction through various in-process innovations and adoption of best practices like machine productivity enhancement resulted in reduction of specific energy consumption.

The emissions/ waste generated by the Company are within the permissible limits given by the State or Central pollution control board. This are continuously monitored, reviewed internally and reported to the CPCB/SPCB as per the requirement.

All the Units in the country are having consents from CPCB/SPCB as required and are renewed when required. All the units have been certified for ISO 14001:2015 Environmental Management System and also BS OHSAS 18001:2007 standards as per accredited certification bodies currently available and upgrading our OHSAS as per ISO 45001 accordingly. The compliance obligations are fulfilled. The Status of evaluation of environmental monitoring measurement analysis and results of evaluation are discussed twice in a year with the top management.

Adequate tree plantation has been done and maintained in all the units including Gadegaon unit which is spread over 132 acres, There are no show cause /Legal notices from CPCB/SPCB which are pending as at the end of the financial year.

58



Principle 7

Businesses, when engaged in influencing public and regulatory policy, should do so in a responsible manner

The Company has maintained a fair degree of transparency through timely and adequate disclosure of information to the public and regulatory bodies. The Company articulates the larger interest of industry and the community at industrial forums. As on 31st March, 2021 your Company is a member of following trade associations:

- 1. Plastindia Foundation
- 2. Organisation of Plastic Processors of India (OPPI)
- 3. Confederation of Indian Industries (CII)
- 4. Automotive Component manufacturers Association of India (ACMA)
- 5. Indian Plastic Federation (IPF)
- 6. Indian Institute of Packaging (IIP)
- 7. Tool & Gauge Mfgrs. Association of India (TGMA)
- 8. Federation of Indian Export Organisation (FIEO)
- 9. Bureau of Indian standards (BIS)
- Indian Green building council (IGBC)
- 11. Deccan Chamber of Commerce, Industries and Agriculture, Pune (DCCIA)

The Company believes in promoting public policies and regulatory framework that serve the common good of the society.

Principle 8

Businesses should support inclusive growth and equitable development.

The Company has identified few focus areas of engagement which are as under:

- 1. Benefits to the under privileged
- 2. Education
- 3. Sanitation
- 4. Healthcare
- 5. Drinking Water supply
- 6. Preservation of environment including watersheds, forests and wildlife.

The Company extends its social responsibility through in-house and Supreme Foundation. The Company's CSR approach focuses on the development of the communities around the vicinity of the plants and in education grant to students in need and to various Institutions

Trusts carrying out exemplary in the field of education health care and benefits of underprivileged in rural India.

An amount of ₹ 1206.84 lakhs was spent towards various CSR projects during the financial year 2020-21 and people in nearby villages surrounding the plant locations in rural areas were benefitted.

The details of the CSR initiatives undertaken by the Company are set out in the Corporate Social Responsibility section of this Annual Report.

Principle 9

Businesses should engage with and provide value to their customers and consumers in a responsible manner.

Our growth and success are directly linked with providing quality products to our customers. We are therefore committed to ensuring that the intended end purposes of the products are met. The consumer related legal cases pending as at the end of the financial year, are not substantial to the overall business operations of the Company.

The products of the Company display all information which is mandated by law including the directions for use. Product information is available in the Product Information Sheet/Catalogue that is available with the distributors/dealers of the Company and also displayed on the website of the Company.

Company always pushes its deliverables to its customers and meets or exceeds their expectations. Company is considered a highly dependable and valuable supplier. Company received various Awards and Recognitions from time to time from its customers for its support in Quality, Cost, Delivery and New product development, Overall Support, Best Practices etc. All employees are constantly re-oriented to ensure utmost focus on Customer Satisfaction.

There are no cases filed by any stakeholder against the Company regarding unfair trade practices, irresponsible advertising and/or anticompetitive behaviour during the last five years. On the Company's website, an interactive platform allows any potential customer to raise queries pertaining to our products and services.

The Company leverage feedback from customers for continual improvement in product and service quality, for benchmarking the products with the industry standards and identifying scope and future opportunities to increase customer value.

The Company believes in implementing the customer feedback into product development and enhancing user experience. Each complaint is brought to a final point of closure within the defined level of service.

Company conducts customer experience surveys from time to time for its products and service.



Independent Auditors' Report

To The Members of The Supreme Industries Limited

Report on the Audit of Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of The Supreme Industries Limited ("the Company"), which comprises of Balance Sheet as at 31st March, 2021, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the 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 in which are included the financial statements of 24 manufacturing units (including 28 - Depots, 8 - Fabrication units and 6 - Offices) located across India [hereinafter referred to as "Branches"] for the year ended on that date audited by 9 branch auditors.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 (the Act) in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2021, its profit (including other comprehensive income), changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

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

Key Audit Matters

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

Sr. No	Key Audit Matters	Auditor's response
1.	Industrial Promotion Scheme (IPS) receivable of ₹ 9,509 lakhs as at 31st March, 2021 Other current and non-current assets include government grant receivable in the form of refund of Sales tax/GST under IPS Scheme of ₹ 9,509 lakhs as at 31st March, 2021 (₹ 7,929 lakhs as at 31st March, 2020) from the states of Maharashtra, Madhya Pradesh, West Bengal and Rajasthan as per the respective schemes/ notifications announced/ issued by the aforesaid State Governments. Post GST, the state of west Bengal is yet to notify the IPS scheme and accordingly, the Company has not recognized grant, since July 2017, in this regard. The amount whereof is presently not ascertainable. Management judgement is involved in assessing the accounting for grants and particularly in considering the probability of a grant being released and we have accordingly designated this as a focus area of the audit.	Audit procedures performed: In response to the risk of completeness of the accruals in the standalone financial statements: We have examined the eligibility certificates and obtained a list of year wise break- up of the IPS receivables by the Company for all the financial years. We had discussed the status of the assessment of grants receivable for all the financial years and the Management view on the expected time frame by which the grants will be released. Additionally, we have considered the status of the previous assessments and the adjustments, if any, done by the respective concerned authorities. Based on the procedures performed, those gave us a sufficient evidence to conclude that the grants have been accounted in terms of the schemes/notifications announced/issued by various state governments.

Information Other than the Standalone Financial Statements and Auditor's report thereon

The Company's Board of Directors is responsible for the preparation of other information. The Other information comprises the information included in the Board's Report including Annexures to the Board report, Business responsibility report, Corporate Governance report and Management Discussion and Analysis, but does not include the standalone financial statement and our auditor's report thereon.

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

60



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

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

Responsibilities of Management and those charged with Governance for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance (including other comprehensive income), changes in equity 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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone financial statements are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.

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

- Identify and assess the risks of material misstatement of the 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 our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial control 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 the 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 entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the entity 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 financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that individually or in aggregate makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we 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. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



Other Matters:

We did not audit the financial statements of branches included in the standalone financial statements of the Company whose financial statements reflect the total assets of $\ref{272,664}$ Lakhs as at 31st March, 2021 ($\ref{283,870}$ lakhs as at 31st March, 2020) and total revenue of $\ref{617,306}$ lakhs for the year ended on that date ($\ref{544,220}$ lakhs for the year ended 31st March, 2020). The financial statements of these branches have been audited by the branch auditors whose reports have been furnished to us, and our opinion in so far as it relates to the amounts and disclosures included in respect of these branches, is based solely on the report of such branch auditors.

Our opinion is not modified in respect of this matter.

Report on Other Legal and Regulatory Requirements

- 1. Pursuant to the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the Annexure "A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
- 2. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books and records.
 - (c) The reports on the financial statements of branches of the Company audited under section 143(8) of the Act by nine firms of independent auditors have been sent to us and properly dealt with by us in preparing this report.
 - (d) The Balance sheet, the Statement of Profit & Loss (including other comprehensive income), Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (e) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Account) Rules, 2014.
 - (f) On the basis of the written representation received from the directors as on 31st March, 2021 taken on records by the Board of Directors, none of the directors are disqualified as on 31st March, 2021 from being appointed as a Directors in terms of Section 164(2) of the Act.
 - (g) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure "B".
 - (h) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Sec 197(16) of the Act, as amended:
 - In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
 - (i) With respect to the matters to be included in the Auditor's report in accordance with the rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial performance in its standalone financial statements. [Refer note no 38 to standalone financial statements]
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For **LODHA & COMPANY** Chartered Accountants Firm registration No. – 301051E

R. P. Baradiya
Partner
Membership No. 44101

UDIN: 21044101AAAAGD1636

Place : Mumbai Date : 3rd May, 2021



Annexure A to the Independent Auditors' Report

ANNEXURE "A" REFERRED TO IN "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" SECTION OF OUR REPORT TO THE MEMBERS OF THE SUPREME INDUSTRIES LIMITED OF EVEN DATE:

- i. a. The Company has maintained proper records, showing full including quantitative details and situation of fixed assets.
 - b. As explained to us the Company has a phased program for physical verification of the fixed assets for all locations. In our opinion, the frequency of verification is reasonable, considering the size of the Company and nature of its fixed assets. Pursuant to the program of the physical verification of fixed assets, physical verification of the assets has been carried out during the year and no material discrepancies were noticed on such verification.
 - c. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company except certain freehold land and building having carrying value of ₹ 43 Lakhs as at 31st March, 2021 (₹ 43 Lakhs as at 31st March, 2020) are held in the name of 2 directors on behalf of the Company, due to technical reasons.
- ii. The inventories have been physically verified by the management at reasonable intervals during the year, except for goods in transit and those lying with third parties. The procedures of physical verification of the inventories followed by the management are reasonable and adequate in relation to the size of the Company and nature of it's business. As per the information and explanations given to us, no material discrepancies were noticed on physical verification of inventories as compared to book records.
- iii. According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured, to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Act. Accordingly, the provisions of clause 3(iii) of the Order are not applicable to the Company.
- iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, to the extent applicable with respect to the loans and investments made. The Company has not provided any guarantee and security to parties covered under section 185 and 186 of the Act.
- v. No deposits have been accepted by the Company within the meaning of Section 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable to the Company.
- vi. We have broadly reviewed the books of account maintained by the Company pursuant to rules made by the central government for the maintenance of cost records under sub section 1 of section 148 of the Act in respect of company's products and services and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the cost records with a view to determine whether they are accurate and complete.
- vii. (a) According to the information and explanations given to us and on the basis of our examination of the records, the Company is generally regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income tax, , custom duty, excise duty, goods and service tax, and other material statutory dues during the year with the appropriate authorities. No undisputed amounts payable in respect of the aforesaid statutory dues were outstanding as at the last day of the financial year for a period of more than six months from the date they became payable.
 - (b) According to the information and explanations given to us, there are no dues of income tax, goods and service tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess which have been not deposited on account of any dispute except the following:

Name of the statute	Nature of dues	Amount ₹ in Lakhs	Period to which the amount relates	Forum where dispute is pending
The Central Excise Act, 1944	Excise Duty and Penalty	4016	2000-01 to 2016-17	Custom Excise & Service Tax Appellate tribunal (CESTAT)
The Central Sales Tax Act, 1956 and Sales Tax / VAT	Sales Tax / VAT and Entry		Various years from 2000-01 to 2016-17	Joint / Deputy Commissioner / Commissioner (Appeals)
/ Entry Tax- Acts of various states	Tax	135	Various Years from 2002-03 to 2015-16	Sales tax Appellate Tribunal
		188	Various Years from 2002-03 to 2012-13	High Court

- viii. Based on our audit procedures and on the basis of information and explanations given to us, we are of the opinion that the Company has not defaulted in the repayment of dues to banks and government. The Company did not have any outstanding dues to debenture holders during the year.
- ix. In our opinion and according to the information and explanations given to us, the Company has not taken any term loans during the year or in the recent past. The Company has not raised any money by way of Initial public offer or further public offer (including debt instrument) during the year or in the recent past.
- x. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, we have neither come across any instance of fraud by or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of such case by the management except fraud by way of embezzlement by an employee at its manufacturing Unit at Noida audited by the Branch Auditor of that Unit, involving an amount of ₹ 40 lakhs, out of which ₹ 31 lakhs has been recovered and ₹ 5 lakhs are in the process of being recovered in instalments and the balance of ₹ 4 lakhs has been provided for during the year.



- xi. According to the information and explanations given to us and based on our examination of the books and records of the Company, the Company has paid / provided for the managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Therefore, the provisions of clause 3(xii) of the Order are not applicable to the Company.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, all the transactions with related parties are in compliance with section 177 and 188 of the Act and all the details have been disclosed in the standalone financial statements as required by the applicable Accounting Standard.
- xiv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year or in the recent past. Therefore, the provisions of clause 3(xiv) of the Order are not applicable to the Company.
- xv. According to the information and explanations given to us, the Company has not entered into any non-cash transactions prescribed under Section 192 of the Act with directors or persons connected with them during the year.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For **LODHA & COMPANY**Chartered Accountants
Firm registration No. – 301051E

R. P. Baradiya

Partner Membership No. 44101 UDIN: 21044101AAAAGD1636

Place : Mumbai Date : 3rd May, 2021



Annexure B to the Independent Auditors' Report

ANNEXURE "B" REFERRED TO IN "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" SECTION OF OUR REPORT TO THE MEMBERS OF THE SUPREME INDUSTRIES LIMITED OF EVEN DATE:

Report on the Internal Financial Controls over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Act

We have audited the internal financial controls over financial reporting of the Supreme Industries Limited ("the Company") as of 31st March, 2021 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Board of Directors of the Company 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 component 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 Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing deemed to be prescribed under section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls Over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2)provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the entity are being made only in accordance with authorisations of management; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the entity's assets that could have a material effect on the standalone financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the best of our information and according to the explanations given to us, the Company has, broadly 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 31st March, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential Component of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For LODHA & COMPANY

Chartered Accountants
Firm registration No. – 301051E

R. P. BaradiyaPartner

Membership No. 44101

UDIN: 21044101AAAAGD1636

Place : Mumbai Date : 3rd May, 2021



Balance Sheet as at 31st March, 2021

		,			₹ in lakhs
PARTICULARS	Note	As at 31	-Mar-21	As at 3	31–Mar–20
ASSETS (1) NON - CURRENT ASSETS					
(a) Property, plant & equipment	2		163616		153314
(b) Capital work-in-progress	3		5080		9292
(c) Intangible assets (d) Intangible assets under development	4 3		1096 22		1602
(e) Right to use - Lease	5		6716		5858
(f) Financial assets	_				
(i) Investment in associates & subsidiary	6	3356		3356	
(ii) Other investments (iii) Deposits	6 7	540 2019		526 1858	
(iv) Loans	8	108	6023	83	5823
(g) Other non-current assets	10		9320		8348
TOTAL NON - CURRENT ASSETS			191873		184237
(2) CURRENT ASSETS					
(a) Inventories	11		76077		89057
(b) Financial assets	10	20002		21260	
(i) Trade receivables (ii) Cash & cash equivalents	12 13	39002 75946		31260 21850	
(iii) Other bank balances	14	688		1147	
(iv) Deposits	7	484		360	
(v) Loans	8	165	116220	195	FF220
(vi) Other financial assets	9	54	116339	518	55330
(c) Income tax assets (net) (d) Other current assets	23 10		13974		3789 12355
(e) Assets held for disposal	10		2		73
TOTAL CURRENT ASSETS			206392		160604
TOTAL ASSETS			398265		344841
EQUITY AND LIABILITIES					
EQUITY					
Equity share capital	15		2541		2541
Other equity	16		284376		210718
TOTAL EQUITY			286917		213259
LIABILITIES (4) NONE CURRENT HARMITIES					
(1) NON - CURRENT LIABILITIES (a) Financial liabilities					
(i) Borrowings	1 <i>7</i>	61		88	
(ii) Deposits	18	430		284	
(iii) Lease liabilities		2566	3057	2948	3320
(b) Provisions	19		2242		2001
(c) Deferred tax liabilities (net)	31		9192		9011
TOTAL NON - CURRENT LIABILITIES			<u>14491</u>		14332
(2) CURRENT LIABILITIES					
(a) Financial liabilities (i) Borrowings	17			41006	
(ii) Trade payables	20	-		41000	
Dues of micro and small enterprises		1232		1659	
Dues of creditors other than micro and small enterprises	4.0	63440		53184	
(iii) Deposits (iv) Other financial liabilities	18 21	87 13897	78656	58 10584	106491
(b) Other current liabilities	22		16807	10304	9633
(c) Provisions	19		741		1126
(d) Income tax liabilities (net)	23		653		
TOTAL CURRENT LIABILITIES			96857		117250
TOTAL EQUITY AND LIABILITIES			398265		344841
Significant Accounting Policies.	1				
The accompanying notes are an integral part of the Standalone financial s					
As per our attached report of even date For and on behalf of the Board					

As per our attached report of even date

For **LODHA & COMPANY** Chartered Accountants

FRN - 301051E

R. P. Baradiya

Partner

Mumbai, 3rd May, 2021

B. L. Taparia Chairman (DIN No. 00112438)

B. V. Bhargava *Director* (DIN No. 00001823)

P. C. Somani Chief Financial Officer

M. P. Taparia Managing Director (DIN No. 00112461)

Y. P. Trivedi *Director* (DIN No. 00001879) Executive Director (DIN No. 00112513)

S. J. Taparia

R. M. Pandia *Director* (DIN No. 00021730) V. K. Ta<mark>paria</mark> Executive Director (DIN No. 00112567)

Ameeta Parpia Director (DIN No. 02654277)



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

					₹ in lakhs
PARTICULARS	Note	20	020 – 2021	20	019 – 2020
INCOME					
Revenue from operations	24	635699		551127	
Other income	25	1584	637283	1879	553006
EXPENDITURE					
Cost of materials consumed	26	376436		370600	
Purchase of stock-in-trade		12354		4729	
Changes in inventories of finished goods, Semi finished goods and stock-in-trade	27	15053		(17514)	
Employee benefits expenses	28	30935		27791	
Finance costs	29	950		2018	
Depreciation and amortisation expense	2, 4, 5	21278		20567	
Other expenses	30	72486	529492	82029	490220
PROFIT BEFORE TAX			107791		62786
TAX EXPENSES	31				
Current tax		27472		16173	
Deferred tax (credit)/charge		181	27653	(3026)	13147
PROFIT AFTER TAX			80138		49639
OTHER COMPREHENSIVE INCOME					
Items that will not be reclassified to profit or loss					
Re-measurement of defined employee benefit plans		(174)		(566)	
Income tax relating to Re-measurement of defined employee benefit plans		44	(130)	143	(423)
TOTAL COMPREHENSIVE INCOME			80008		49216
EARNINGS PER SHARE	37	_		_	-
Basic & diluted earning per share (In ₹)			63.09		39.08
(Face value of ₹ 2 each)					
Significant Accounting Policies	1				
The accompanying notes are an integral part of the Standalone financial statements					

As per our attached report of even date

For **LODHA & COMPANY** Chartered Accountants FRN - 301051E

R. P. Baradiya Partner

Mumbai, 3rd May, 2021

For and on behalf of the Board

B. L. Taparia Chairman (DIN No. 00112438)

B. V. Bhargava *Director* (DIN No. 00001823)

P. C. Somani Chief Financial Officer M. P. Taparia Managing Director (DIN No. 00112461)

Y. P. Trivedi

Director (DIN No. 00001879)

R. M. Pandia *Director* (DIN No. 00021730)

Executive Director (DIN No. 00112513)

S. J. Taparia

V. K. Ta<mark>paria</mark> Executive Director (DIN No. 00112567)

Ameeta Parpia Director (DIN No. 02654277)



Cash Flow Statement for the year ended on 31st March, 2021

PARTICULARS		2020 – 2021		₹ in Lakhs 2019 – 2020
A. CASH FLOW FROM OPERATING ACTIVITIES		2020 2021		2013 2020
Net profit before tax		107791		62786
Adjustments to reconcile profit before tax to cashflows:	24202		20500	
Depreciation and amortisation expense	21302 2205		20590 2956	
Interest expenses Provision for doubtful debts/Bad debts	146		1182	
Foreign currency exchange fluctuation	204		1850	
Loss on Sale of Investments in an associate			77	
Share of profit in partnership firm	(10)		(5)	
Dividend received from an associate	(1157)		(1736)	
Interest income	(86)		(459)	
Excess liabilities written back (Profit)/Loss on sale of liquid mutual funds	(749) (938)		(288) (201)	
(Profit) /Loss on sale of property, plant & equipments	(385)		(51)	
Fair value adjustments	(37)	20495	(43)	23872
Operating profit before working capital changes		128286		86658
Adjustments for :				00000
Change in working capital				
(Increase)/decrease in inventories	12980		(14013)	
(Increase)/decrease in trade receivable	(7889)		6299	
(Increase)/decrease in other assets Increase/(decrease) in trade payables	(2992) 10399		(3916) (1975)	
Increase/(decrease) in other liabilities	7002	19500	(2903)	(16508)
Cash generated from operations		147786		70150
Direct taxes paid (net of refund)		(23217)		(16213)
NET CASH FLOW FROM OPERATING ACTIVITIES (A)		124569		53937
B. CASH FLOW FROM INVESTING ACTIVITIES				0000,
Purchase of property, plant & equipments		(22660)		(24165)
Sale of property, plant & equipments		559		200
Sale proceeds of investment in associate		<u>-</u>		2426
Purchase of unquoted share		(3)		(3)
Purchase of liquid mutual funds Sale of liquid mutual funds		(206904) 207704		(177296) 177501
Interest received		86		177301
Dividend received from an associate		1157		1736
NET CASH USED IN INVESTING ACTIVITIES (B)		(20061)		(19592)
C. CASH FLOW FROM FINANCING ACTIVITIES		,		,
Repayment of long term borrowings (Refer Note 44)		(35)		(35)
Increase/(Decrease) in short term borrowings (Refer Note 44)		(41006)		23834
Interest paid		(1658)		(2712)
Payment of lease liabilities		(1500)		(1417)
Dividend & corporate dividend tax paid		(6351)		(35222)
NET CASH USED IN FINANCING ACTIVITIES (C)		(50550)		(15552)
NET INCREASE / (DECREASE) IN CASH & CASH		= 20 = 0		40703
EQUIVALENTS (A+B+C)		<u>53958</u>		<u> 18793</u>
Opening balance at beginning of the year		21850		3061
Effect of fair value of Liquid mutual funds		138		(4)
Closing balance at end of the year	_	75946		21850
Significant Accounting Policies	1			
The accompanying notes are an integral part of the Standalone financial statements				

As per our attached report of even date

For and on behalf of the Board

For **LODHA & COMPANY** Chartered Accountants FRN – 301051E

B. L. Taparia Chairman (DIN No. 00112438) B. V. Bhargava **M. P. Taparia** *Managing Director*(DIN No. 00112461)

S. J. Taparia *Executive Director*(DIN No. 00112513)

V. K. Taparia *Executive Director*(DIN No. 00112567)

R. P. Baradiya *Partner*

Director (DIN No. 00001823)

Y. P. Trivedi *Director*(DIN No. 00001879)

R. M. PandiaDirector
(DIN No. 00021730)

Ameeta Parpia *Director*(DIN No. 02654277)

Mumbai, 3rd May, 2021

P. C. Somani Chief Financial Officer



Statement of Changes in Equity for the year ended 31st March, 2021

₹ In lakhs

EQUITY SHARE CAPITAL:	Balance as at 1st April, 2019	U	1st April, 2020	U	, ,
Paid up capital (Refer Note 15)	2541	_	2541	_	2541

OTHER EQUITY:		Rese	Accumulated Other Comprehensive Income				
Particulars	Capital reserve	Securities premium	Capital redemption reserve	General reserve	Retained earnings	0 '	Total
Balance as at 1st April, 2019	245	4749	222	178379	13783	(654)	196724
Profit for the year					49639		49639
Remeasurements of net defined benefit plans (Net of Taxes)						(423)	(423)
Final dividend paid including corporate dividend tax for FY 2018-19					(13783)		(13783)
Interim dividend paid including corporate dividend tax for FY 2019-20 (Also Final Dividend)					(21439)		(21439)
Transfer to general reserve					(28200)		(28200)
Transfer from Statement of profit & loss				28200			28200
Balance as at 31st March, 2020	245	4749	222	206579	-	(1077)	210718
Profit for the year					80138		80138
Remeasurements of net defined benefit plans (Net of Taxes)						(130)	(130)
Interim dividend paid for FY 2020-21					(6350)		(6350)
Transfer to general reserve					(52192)		(52192)
Transfer from Statement of profit & loss				52192			52192
Balance as at 31st March, 2021	245	4749	222	258771	21596	(1207)	284376

Significant Accounting Policies

The accompanying notes are an integral part of the Standalone financial statements

As per our attached report of even date

For **LODHA & COMPANY** Chartered Accountants FRN - 301051E

R. P. Baradiya Partner

Mumbai, 3rd May, 2021

For and on behalf of the Board

B. L. Taparia Chairman (DIN No. 00112438)

B. V. Bhargava *Director* (DIN No. 00001823)

P. C. Somani Chief Financial Officer M. P. Taparia Managing Director (DIN No. 00112461)

Y. P. Trivedi *Director* (DIN No. 00001879)

R. M. Pandia *Director* (DIN No. 00021730)

Executive Director (DIN No. 00112513)

S. J. Taparia

V. K. Taparia Executive Director (DIN No. 00112567)

Ameeta Parpia Director (DIN No. 02654277)



1. BASIS OF PREPARATION, MEASUREMENT AND SIGNIFICANT ACCOUNTING POLICIES

1.1 COMPANY OVERVIEW:

The Supreme Industries Limited ("the Company") is public limited company incorporated and domiciled in India and has registered office at 612, Raheja Chambers, Nariman Point, Mumbai 400021. It is incorporated under the Indian Companies Act, 1913 and its shares are listed on the Bombay Stock Exchange Limited and National Stock Exchange in India.

The Company is one of the leading plastic products manufacturing company in India having 25 manufacturing facilities spread across the country, offering a wide and comprehensive range of plastic products in India. The company operates in various product categories viz. Plastic Piping System, Cross Laminated Films & Products, Protective Packaging Products, Industrial Moulded Components, Moulded Furniture, Storage & Material Handling Products, Performance Packaging Films and Composite LPG Cylinders.

The standalone financial statements are approved for issue by the Company's Board of Directors on 3rd May, 2021.

1.2 BASIS OF ACCOUNTING

These financial statements have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as prescribed under section 133 of the Companies Act, 2013 ("the Act") read with Companies (Indian Accounting standards) Rules, 2015 as amended and other relevant provisions of the Act.

The financial statements are prepared and presented on accrual basis and under the historical cost convention, except for the following material items that have been measured at fair value as required by the relevant Ind AS:

- Certain financial assets and liabilities are measured at Fair value and derivative financial instruments (Refer accounting policy on financial instruments - Refer note 1.10 below)
- b) Defined Benefit and other Long-term Employee Benefits Refer note 1.12 below

Rounding off

All amounts disclosed in the financial statements and notes have been rounded off to the nearest lakhs as per the requirement of Schedule III, unless otherwise stated.

1.3 USE OF ESTIMATES AND JUDGEMENTS

The preparation of the financial statements requires that the Management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent liabilities as at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. The recognition, measurement, classification or disclosure of an item or information in the financial statements is made relying on these estimates.

The estimates and judgements used in the preparation of the financial statements are continuously evaluated and are based on historical experience and various other assumptions and factors (including expectations of future events) that the Company believes to be reasonable under the existing circumstances. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

Current and non-current classification

All the assets and liabilities have been classified as current or non-current as per the company's normal operating cycle (not exceeding twelve months) and other criteria set out in Schedule III to the Companies Act, 2013.

Areas involving critical estimates and Judgements are:

- Estimation of employee defined benefit obligations (Refer note no. 1.12 below)
- Estimation of current tax expenses (Refer note no. 1.15 below)
- Estimation of provisions and contingent liabilities (Refer note no. 1.17 below)

1.4 PROPERTY, PLANT AND EQUIPMENT & INTANGIBLE ASSETS

Property, Plant and Equipment

Freehold land is carried at historical cost. All other items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses, if any. Costs include freight, import duties, non-refundable purchase taxes and other expenses directly attributable to the acquisition of the asset.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to the Statement of Profit and Loss during the reporting period in which they are incurred.

Leasehold land is stated at historical cost less amounts written off proportionate to expired lease period.

Intangible Assets

Intangible assets are held on the balance sheet at cost less accumulated amortisation and impairment losses. Intangible assets developed or acquired with finite useful life are amortized on straight line basis over the useful life as specified below:

Category	Useful Life
Computer Software and Licenses	3 to 5 years
Right to Use	5 years



Capital Work-in-progress and Pre-operative Expenses during Construction Period

Capital Work-in-Progress includes expenditure during construction period incurred on projects under implementation treated as pre-operative expenses pending allocation to the assets. These expenses are apportioned to the respective fixed assets on their completion / commencement of commercial production.

Depreciation/amortisation:

Depreciation is provided on the straight-line method applying the useful lives as prescribed in part C of Schedule II to the Companies Act, 2013. The range of estimated useful lives of Property, Plant & Equipment's are as under:

Category	Useful Life
Buildings (including roads)	3- 60 Years
Plant & Equipment*	7- 25 Years
Moulds & Dies*	2- 6 Years
Furniture & Fixture	10 Years
Office Equipment	3 - 5 Years
Vehicles	8 - 10 Years

^{*} Useful life of Plant & Equipment of Plastic Piping System Division, Protective Packaging Division and Cross Laminated Film Division and Moulds and Dies are determined based on the internal assessment supported by independent technical evaluation carried out by external valuers.

The management believes that the useful life as given above the best represent the period over which the management expects to use these assets. The Company reviews the useful lives and residual value at each reporting date.

Depreciation on assets added/sold or discarded during the year is being provided on pro-rata basis up to the date on which such assets are added/sold or discarded. Leasehold Land is amortized over the period of lease.

Assets costing up to ₹ 10,000 each are depreciated fully in the year of purchase.

Gains/Losses on disposals/de-recognition of property, plant and equipment are determined by comparing proceeds with carrying amount and these are recognized in statement of profit & Loss.

Assets held for sale

Non-current assets or disposal groups comprising of assets and liabilities are classified as 'held for sale' when all of the following criteria's are met:

- (i) decision has been made to sell.
- (ii) the assets are available for immediate sale in its present condition.
- (iii) the assets are being actively marketed and
- (iv) sale has been agreed or is expected to be concluded within 12 months of the Balance Sheet date.

Subsequently, such non-current assets and disposal groups classified as 'held for sale' are measured at the lower of its carrying value and fair value less costs to sell. Non-current assets held for sale are not depreciated or amortised.

1.5 IMPAIRMENT OF NON-FINANCIAL ASSETS

The Company assesses at each reporting date whether there is any objective evidence that a non-financial asset or a group of non-financial assets are impaired. If any such indication exists, the Company estimates the amount of impairment loss. For the purpose of assessing impairment, the smallest identifiable group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows from other assets or groups of assets is considered as a cash generating unit. If any such indication exists, an estimate of the recoverable amount of the individual asset/cash generating unit is made.

An impairment loss is calculated as the difference between an asset's carrying amount and recoverable amount. Losses are recognised in profit or loss and reflected in an allowance account. When the Company considers that there are no realistic prospects of recovery of the asset, the relevant amounts are written off. If the amount of impairment loss subsequently decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, then the previously recognised impairment loss is reversed through profit or loss.

1.6 REVENUE FROM CONTRACTS WITH CUSTOMERS

The Company recognizes revenue, when or as control over distinct goods or services is transferred to the customer; i.e. when the customer is able to direct the use of the transferred goods or services and obtains substantially all of the remaining benefits, provided a contract with enforceable rights and obligations exists and amongst others collectability of consideration is probable taking into account customer's creditworthiness.

Revenue is the transaction price the Company expects to be entitled to. In determining the transaction price, the Company considers effects of variable consideration, the existence of significant financing contracts, non cash consideration and consideration payable to the customer, if any.



Variable Consideration

If the consideration in a contract includes a variable amount, the company estimates the amount of consideration to which it will be entitled to in exchange for transferring goods to the customer. Some contracts with the customers provide them with a right to return and volume rebates. The right to return and volume rebates gives rise to variable consideration. The amount of variable consideration is calculated by either using the expected value or the most likely amount depending on which is expected to better predict the amount of variable consideration.

Sale of goods: Revenues are recognized at a point in time when control of the goods passes to the buyer, usually upon either at the time of dispatch or delivery. In case of export sale, it is usually recognised based on the shipped-on board date as per bill of lading. Revenue from sale of goods is net of taxes and recovery of charges collected from customers like transport, packing etc.

Sale of services: Revenues are recognized over time on a straight-line basis or, if the performance pattern is other than straight-line, as services are provided/rendered.

Other operating income: - Export Incentive under various schemes are accounted in the year of export.

Other Income

Dividend income on investments is recognised when the right to receive dividend is established.

Interest income is recognized on a time proportionate basis taking into account the amounts invested and the rate of interest. For all financial instruments measured at amortised cost, interest income is recorded using the Effective interest rate method to the net carrying amount of the financial assets.

1.7 CONTRACT BALANCES

Trade Receivables:

A receivable represents the Company's right to an amount of consideration that is unconditional (i.e. only a passage of time is required to before payment of the consideration is due).

Contract liabilities:

A contract liability is the obligation to transfer goods or services to a customer for which the company has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the company transfer goods and services to the customer, a contract liability is recognised when the payment is made or the payment is due, whichever is earlier. Contract liabilities are recognised as revenue when the company performs under the contract.

1.8 GOVERNMENT GRANTS

Government grants are recognised where there is reasonable assurance that the grant will be received, and all attached conditions will be complied with. Government grants related to revenue are recognised on a systematic basis in the statement of profit and loss over the periods necessary to match them with the related costs which they are intended to compensate. Such grants are deducted in reporting the related expense. When the grant relates to an asset, it is recognized as income over the expected useful life of the asset.

In case a non-monetary asset is given free of cost it is recognised at a fair value. When loan or similar assistance are provided by government or related institutions, with an interest rate below the current applicable market rate, the effect of this favorable interest is recognized as government grant. The loan or assistance is initially recognized and measured at fair value and the government grant is measured as the difference between the initial carrying value of the loan and the proceeds received.

1.9 INVENTORIES

Inventories includes raw material, semi finished goods, stock-in-trade, finished goods, stores & spares, consumables, packing materials, goods for resale and commercial premises are valued at lower of cost and net realizable value. Materials in transit is valued at cost incurred till date.

Raw Material and Components - Cost include cost of purchases and other costs incurred in bringing the inventories to their present location and condition. Cost is determined using moving average.

Finished/Semi-Finished Goods - cost includes cost of direct material, labor, other direct cost (Including variable costs) and a proportion of fixed manufacturing overheads allocated based on the normal operating capacity but excluding borrowing costs. Cost is determined on weighted average cost basis.

Stock-in-trade - cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and conditions.

Stores, Spare Parts, Consumables, Packing Materials etc. - cost is determined on FIFO basis.

Goods for Resale - cost is determined on FIFO basis.

Commercial Premises - Cost includes cost of land, premium for development rights, construction cost, materials, services and allocated interest and expenses incidental to the construction business.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated cost of completion and the estimated costs necessary to make the sale.

Adequate allowance is made for obsolete and slow-moving items.

(72)



1.10FINANCIAL INSTRUMENTS

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial assets - Initial recognition

Financial assets are recognised when the Company becomes a party to the contractual provisions of the instruments. Financial assets other than trade receivables are initially recognised at fair value plus transaction costs for all financial assets not carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognised at fair value, and transaction costs are expensed in the Statement of Profit and Loss.

Subsequent measurement

Financial assets, other than equity instruments, are subsequently measured at amortised cost, fair value through other comprehensive income or fair value through profit or loss on the basis of both:

- (i) the entity's business model for managing the financial assets and
- (ii) the contractual cash flow characteristics of the financial asset.

(a) Measured at amortised cost:

A financial asset is measured at amortised cost, if it is held under the hold to collect business model i.e. held with an objective of holding the assets to collect contractual cash flows and the contractual cash flows are solely payments of principal and interest on the principal outstanding. Amortised cost is calculated using the effective interest rate ("EIR") method by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in interest income in the Statement of Profit and Loss. The losses arising from impairment are recognised in the Statement of Profit and Loss. On derecognition, gain or loss, if any, is recognised to Statement of Profit and Loss.

(b) Measured at fair value through other comprehensive income (FVOCI):

A financial asset is measured at FVOCI, if it is held under the hold to collect and sell business model i.e. held with an objective to collect contractual cash flows and selling such financial asset and the contractual cash flows are solely payments of principal and interest on the principal outstanding. It is subsequently measured at fair value with fair value movements recognised in the OCI, except for interest income which recognised using EIR method. The losses arising from impairment are recognised in the Statement of Profit and Loss. On derecognition, cumulative gain or loss previously recognised in the OCI is reclassified from the equity to Statement of Profit and Loss.

(c) Measured at fair value through profit or loss (FVTPL):

Investment in financial asset other than equity instrument, not measured at either amortised cost or FVOCI is measured at FVTPL. Such financial assets are measured at fair value with all changes in fair value, including interest income and dividend income if any, recognised in the Statement of Profit and Loss.

Equity Instruments:

All investments in equity instruments classified under financial assets are subsequently measured at fair value. Equity instruments which are held for trading are measured at FVTPL.

For all other equity instruments, the Company may, on initial recognition, irrevocably elect to measure the same either at FVOCI or FVTPL. The Company makes such election on an instrument-by-instrument basis. Fair value changes on an equity instrument shall be recognised in Statement of Profit and Loss unless the Company has elected to measure such instrument at FVOCI. Fair value changes excluding dividends, on an equity instrument measured at FVOCI are recognised in the OCI. Amounts recognised in Other Comprehensive Income (OCI) are not subsequently transferred to Statement of Profit and Loss. Dividend income on the investments in equity instruments are recognised in Statement of Profit and Loss.

Impairment

The Company recognises a loss allowance for Expected Credit Losses (ECL) on financial assets that are measured at amortised cost and at FVOCI. The credit loss is difference between all contractual cash flows that are due to an entity in accordance with the contract and all the cash flows that the entity expects to receive (i.e. all cash shortfalls), discounted at the original effective interest rate. This is assessed on an individual or collective basis after considering all reasonable and supportable including that which is forward-looking.

The Company's trade receivables or contract revenue receivables do not contain significant financing Branch and loss allowance on trade receivables is measured at an amount equal to life time expected losses i.e. expected cash shortfall, being simplified approach for recognition of impairment loss allowance.

Under simplified approach, the Company does not track changes in credit risk. Rather it recognizes impairment loss allowance based on the lifetime ECL at each reporting date right from its initial recognition. The Company uses a provision matrix to determine impairment loss allowance on the portfolio of trade receivables.



The provision matrix is based on its historically observed default rates over the expected life of the trade receivable and is adjusted for forward looking estimates. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analysed.

For financial assets other than trade receivables, the Company recognises 12-month expected credit losses for all originated or acquired financial assets if at the reporting date the credit risk of the financial asset has not increased significantly since its initial recognition. The expected credit losses are measured as lifetime expected credit losses if the credit risk on financial asset increases significantly since its initial recognition. If, in a subsequent period, credit quality of the instrument improves such that there is no longer significant increase in credit risks since initial recognition, then the Company reverts to recognizing impairment loss allowance based on 12 months ECL.

Impairment loss allowance including ECL or reversal recognized during the period is recognized as income/ expense in the Statement of Profit and Loss. This amount is reflected under the head 'other expenses' in the Statement of Profit and Loss. The impairment loss is presented as an allowance in the balance sheet as a reduction from the net carrying amount of the trade- receivable, loan, deposits and lease receivable respectively.

De-recognition

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers rights to receive cash flows from an asset, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognise the transferred asset to the extent of the Company's continuing involvement. In that case, the Company also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

Financial Liabilities

Initial Recognition and measurement

Financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments. Financial liabilities are initially recognised at fair value net of transaction costs for all financial liabilities not carried at fair value through profit or loss.

The Company's financial liabilities includes trade and other payables, loans and borrowings including bank overdrafts and derivative instruments.

Subsequent measurement

Financial liabilities measured at amortised cost are subsequently measured at using EIR method. Financial liabilities carried at fair value through profit or loss are measured at fair value with all changes in fair value recognised in the Statement of Profit and Loss.

Loans & Borrowings

After initial recognition, interest bearing loans and borrowings are subsequently measured at amortised cost using EIR method. Gains and losses are recognized in profit & loss when the liabilities are derecognized as well as through EIR amortization process. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit or loss.

Financial Guarantee Contracts

Financial guarantee contracts issued by the Company are those contracts that requires a payment to be made or to reimburse the holder for a loss it incurs because the specified debtors fails to make payment when due in accordance with the term of a debt instrument. Financial guarantee contracts are recognized initially as a liability at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee. Subsequently the liability is measured at the higher of the amount of loss allowance determined as per impairment requirements of Ind AS 109 and the amount recognized less cumulative adjustments.

De-recognition

A financial liability is de-recognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

Derivative financial instruments & hedge accounting

The Company uses derivative financial instruments, such as forward foreign exchange contracts to hedge its foreign currency risks. Such derivative financial instruments are initially recognised at fair value on the date on which a derivative contract is entered into and are subsequently remeasured at fair value, with changes in fair value recognised in Statement of Profit and Loss. Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative.

The Company designates their derivatives as hedges of foreign currency risk associated with the cash flows of highly probable forecast transactions and variable interest rate risks associated with the borrowings.

The Company documents at the inception of hedging transaction the economic relationship between hedging instruments and hedged items including whether the hedging instrument is expected to offset cash flow of hedged items. The Company documents its risk management objective and strategy for undertaking various hedge transaction at the inception of each hedge relationship.



Cash flows hedge that qualify for the hedge accounting

Any gains or losses arising from changes in the fair value of derivatives are taken directly to statement of profit & loss, except for the effective portion of cash flow hedge which is recognized in other comprehensive income and presented as separate Branch of equity which is later reclassified to statement of profit & loss when the hedge item affects profit & loss.

Offsetting of financial instruments

Financial assets and financial liabilities are off-set, and the net amount is reported in the Balance Sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

1.11 FAIR VALUE MEASUREMENT

The Company measures financial instruments, such as, derivatives at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- **Level 2** Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable

Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period. For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

1.12EMPLOYEE BENEFITS

The Company has provides following post-employment plans such as:

- (a) Defined benefit plans such a gratuity and
- (b) Defined contribution plans such as Provident fund & Superannuation fund

a) Defined-benefit plan:

The liability or asset recognised in the balance sheet in respect of defined benefit gratuity plan is the present value of defined benefit obligations at the end of the reporting period less fair value of plan assets. The defined benefit obligations is calculated annually by actuaries through actuarial valuation using the projected unit credit method.

The Company recognises the following changes in the net defined benefit obligation as an expense in the statement of profit and loss:

- (a) Service costs comprising current service costs, past-service costs, gains and losses on curtailment and non-routine settlements; and
- (b) Net interest expense or income

Re-measurement comprising of actuarial gains and losses arising from:

- (a) Re-measurement of Actuarial(gains)/losses
- (b) Return on plan assets, excluding amount recognized in effect of asset ceiling
- (c) Re-measurement arising because of change in effect of asset ceiling



are recognised in the period in which they occur directly in Other comprehensive income. Re-measurement are not reclassified to profit or loss in subsequent periods.

Ind AS 19 requires the exercise of judgment in relation to various assumptions including future pay rises, inflation and discount rates and employee and pensioner demographics. The Company determines the assumptions in conjunction with its actuaries, and believes these assumptions to be in line with best practice, but the application of different assumptions could have a significant effect on the amounts reflected in the income statement, other comprehensive income and balance sheet. There may be also interdependency between some of the assumptions.

b) Defined-contribution plan:

Under defined contribution plans, provident fund, the Company pays pre-defined amounts to separate funds and does not have any legal or informal obligation to pay additional sums. Defined Contribution plan comprise of contributions to the employees' provident fund with the government, superannuation fund and certain state plans like Employees' State Insurance and Employees' Pension Scheme. The Company's payments to the defined contribution plans are recognised as expenses during the period in which the employees perform the services that the payment covers.

c) Other employee benefits:

- (i) Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognised as a liability at the present value of the obligation as at the Balance sheet date determined based on an actuarial valuation.
- (ii) Undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognised during the period when the employee renders the related services.
- d) Expenses incurred towards voluntary retirement scheme are charged to the statement of profit and loss as and when incurred.
- e) Other benefits comprising of discretionary long service awards are recognized as and when determined.

1.13 LEASES

As a Lessee:

The Company's lease asset classes primarily consist of leases for land, buildings and vehicles. The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether:

- (i) the contract involves the use of an identified asset;
- (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease; and
- (iii) the Company has the right to direct the use of the asset.

At the date of commencement of the lease, the Company recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

The right-of-use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses.

Certain lease arrangements includes the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised.

Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset. Right of use assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Company changes its assessment if whether it will exercise an extension or a termination option.

Lease liability and ROU asset have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.

As a Lessor:

Lease income from operating leases where the Company is a lessor is recognised in income on a straight-line basis over the lease term unless the receipts are structured to increase in line with expected general inflation to compensate for the expected inflationary cost increases. The respective leased assets are included in the balance sheet based on their nature.



1.14 FOREIGN CURRENCY TRANSACTIONS

a) Functional and Presentation currency

The Financial statements are presented in Indian Rupees (INR), which is Company's functional and presentation currency.

b) Initial Recognition

Transactions in foreign currency are recorded at the exchange rate prevailing on the date of the transaction. Exchange differences arising on foreign exchange transactions settled during the year are recognized in the Statement of Profit and Loss of the year.

c) Measurement of Foreign Currency Items at the Balance Sheet Date

Foreign currency monetary items of the Company are restated at the closing exchange rates. Non monetary items are recorded at the exchange rate prevailing on the date of the transaction. Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in the fair value of the item. Exchange differences arising out of these transactions are charged to the Statement of Profit and Loss.

1.15 TAXES ON INCOME

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses, if any.

Income tax comprises current and deferred tax. Income tax expense is recognized in the statement of profit and loss except to the extent it relates to items directly recognized in equity or in other comprehensive income. In this case, the tax expense is also recognized in other comprehensive income or directly in equity, as the case may be.

Current tax is based on taxable profit for the year. Taxable profit is different from accounting profit due to temporary differences between accounting and tax treatments, and due to items, that are never taxable or tax deductible. Current tax is measured at the amount expected to be paid to the tax authorities in accordance with the taxation laws prevailing and applicable for the relevant assessment year.

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.

The Company offsets, the tax assets and liabilities (on a year on year basis) where it has a legally enforceable right and where it intends to settle such assets and liabilities on a net basis or to realise the assets and liabilities on net basis.

The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilized. Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

1.16 RESEARCH AND DEVELOPMENT EXPENDITURE

Research costs are expensed as incurred. Product development costs are expensed as incurred unless technical and commercial feasibility of the project is demonstrated, further economic benefits are probable, the Company has an intention and ability to complete and use or sell the product and the costs can be measured reliably.

1.17 PROVISIONS AND CONTINGENCIES

A provision is recognised when there is a present legal or constructive obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation, and in respect of which a reliable estimate can be made. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

A disclosure for a contingent liability is made where there is a possible obligation arising out of past event, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation arising out of past event where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.

Provisions for onerous contracts are recognized when the expected benefits to be derived by the Company from a contract are lower than the unavoidable costs of meeting the future obligations under the contract.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

1.18 CASH AND CASH EQUIVALENTS

Cash and Cash equivalents include cash and Cheque in hand, bank balances, demand deposits with banks and other short-term highly liquid investments that are readily convertible to known amounts of cash & which are subject to an insignificant risk of changes in value where original maturity is three months or less.



1.19CASH FLOW STATEMENT

Cash flows are reported using the indirect method where by the profit before tax is adjusted for the effect of the transactions of a non-cash nature, any deferrals or accruals of past and future operating cash receipts or payments and items of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the company are segregated.

1.20 BORROWING COST

General and specific borrowing costs that are directly attributable to the acquisition, construction or production of qualifying assets are capitalized as a part of Cost of that assets, during the period till all the activities necessary to prepare the Qualifying assets for its intended use or sale are complete during the period of time that is required to complete and prepare the assets for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

Other borrowing costs are recognized as an expense in the period in which they are incurred.

1.21 EARNINGS PER SHARE

Basic EPS is arrived at based on net profit after tax available to equity shareholders to the weighted average number of equity shares outstanding during the year. The diluted EPS is calculated on the same basis as basic EPS, after adjusting for the effects of potential dilutive equity shares unless impact is anti-dilutive.

1.22 SEGMENT REPORTING

Operating segments are reported in a manner consistent with the internal reporting provided to Chief Operating Decision Maker (CODM).

The Company has identified its Managing Director as CODM who is responsible for allocating resources and assessing performance of the operating segments and makes strategic decisions.

1.23 EXCEPTIONAL ITEMS

When an item of income or expense within profit or loss from ordinary activity is of such size, nature or incidence that their disclosure is relevant to explain the performance of the Company for the year, the nature and amount of such items is disclosed as exceptional items.

1.24 CASH DIVIDEND

The Company recognizes a liability to pay dividend when the distribution is authorised and the distribution is no longer at the discretion of the Company i.e. when the dividend distribution is being approved by the shareholders. A corresponding amount is recognized directly in equity.

1.25 RECENT INDIAN ACCOUNTING STANDARDS (IND AS)

Ministry of Corporate affairs (MCA) notifies new standards or amendment to the existing standards. There is no such notification which would have been applicable from 1st April, 2021.



₹ In lakhs

2 PROPERTY, PLANT AND EQUIPMENT

	La Freehold	nd Leasehold	Buildings	Plant and Equipment		Furniture and Fixtures	Vehicles	Office Equipment	Total
Gross carrying amount		·							
Balance as at 1st April, 2020	6928	-	69108	166777	44867	3599	584		296094
Additions Deductions/ Adjustment	642	-	7300 93	15525	5874	178 57	41	401 479	29961
Deductions/ Adjustment	0			755	17		106		1507
Balance as at 31st March, 2021	7570		76315	181547	50724	3720	519	4153	324548
Accumulated Depreciation									
Balance as at 1st April, 2020	-	-	17971	86478	32612	2181	414		142780
Additions	-	-	2517	12135	3980	229	40	584	19485
Deductions/ Adjustment			50	680	10	54	103	436	1333
Balance as at 31st March, 2021			20438	97933	36582	2356	351	3272	160932
Net carrying amount as at 1st April, 2020	6928	-	51137	80299	12255	1418	170	1107	153314
Net carrying amount as at 31st March, 2021	7570		55877	83614	14142	1364	168	881	163616
Gross carrying amount									
Balance as at 1st April, 2019	6857	1891	62922	154862	42281	3258	686	3941	276698
Additions	71	_	6199	13181	3396	422	14	706	23989
Deductions/ Adjustment			13	1266	810	81	116	416	2702
Reclassified on account of adoption of Ind AS 116 (Refer note 36)	-	1891	-	-	-	-	-	-	1891
Balance as at 31st March, 2020	6928		69108	166777	44867	3599	584	4231	296094
Accumulated Depreciation									
Balance as at 1st April, 2019	-	-	15640	76046	29480	2048	476	2870	126560
Additions	-	-	2331	11619	3938	210	43	633	18774
Deductions/ Adjustment	-	-	0	1187	806	77	105	379	2554
Balance as at 31st March, 2020			17971	86478	32612	2181	414	3124	142780
Net carrying amount as at 1st April, 2019	6857	1891	47282	78816	12801	1210	210	1071	150138
Net carrying amount as at 31st March, 2020	6928	-	51137	80299	12255	1418	170	1107	153314

NOTES

- 1. Leasehold land under varying lease arrangement for period ranging from 30-99 years.
- 2. Refer Note 42 for assets provided as security.
- 3. Land and Buildings include amount of ₹ 43 lakhs (Previous year ₹ 43 lakhs) in respect of which title deeds are yet to be registered in the name of the Company.

3 CAPITAL WORK-IN-PROGRESS & INTANGIBLE ASSETS UNDER DEVELOPMENT

CAPITAL WORK-IN-PROGRESS

	As at	As at
	31st March, 2021 31	st March, 2020
Buildings	1483	4420
Plant and equipment	2073	2856
Moulds & dies	835	867
Other assets	120	170
Project expenses pending capitalisation (include depreciation and amortisation of ₹ 70 Lakhs (Previous year ₹ 87 Lakhs)	569 	979
TOTAL CAPITAL WORK-IN-PROGRESS	5080	9292



₹ In lakhs

INTANGIBLE	ASSETS UNI	OFR DEVE	IOPMENT

	As at	As at
	31st March, 2021	31st March, 2020
Computer software / licences	22	
TOTAL INTANGIBLE ASSETS UNDER DEVELOPMENT	22	

4 INTANGIBLE ASSETS

	Computer software	Know how, Right to use & Patents	Total
Gross carrying amount			
Balance as at 1st April, 2020	1824	2569	4393
Additions	9	7	16
Deductions/ Adjustment			
Balance as at 31st March, 2021	1833	2576	4409
Accumulated Depreciation			
Balance as at 1st April, 2020	952	1839	2791
Additions	292	219	511
Deductions/ Adjustment		(11)	(11)
Balance as at 31st March, 2021	1244	2069	3313
Net carrying amount as at 1st April, 2020	872	730	1602
Net carrying amount as at 31st March, 2021	589	507	1096
Gross carrying amount			
Balance as at 1st April, 2019	1735	2467	4202
Additions	89	102	191
Deductions/ Adjustment	_ _	_	
Balance as at 31st March, 2020	1824	2569	4393
Accumulated Depreciation			
Balance as at 1st April, 2019	632	1611	2243
Additions	318	211	529
Deductions/ Adjustment	2	17	19
Balance as at 31st March, 2020	952	1839	2791
Net carrying amount as at 1st April, 2019	1103	856	1959
Net carrying amount as at 31st March, 2020	<u>872</u>	730	1602

5 RIGHT TO USE - LEASE

	Right to use
Gross carrying amount	
Balance as at 1st April, 2020	7121
Additions	2164
Deductions/ Adjustment	-
Amortisation	24
Balance as at 31st March, 2021	9261
Accumulated Depreciation	
Balance as at 1st April, 2020	1263
Additions	1282
Deductions/ Adjustment	<u> </u>
Balance as at 31st March, 2021	2545
Net carrying amount as at 1st April, 2020	5858
Net carrying amount as at 31st March, 2021	6716



	₹ In lakhs
Gross carrying amount	
Balance as at 1st April, 2019	-
Additions	5253
Reclassified on account of adoption of Ind AS 116 (Refer note 36)	1891
Deductions/ Adjustment	-
Amortisation	23
Balance as at 31st March, 2020	7121
Accumulated Depreciation	
Balance as at 1st April, 2019	-
Additions	1263
Deductions/ Adjustment	
Balance as at 31st March, 2020	1263
Net carrying amount as at 1st April, 2019	-
Net carrying amount as at 31st March, 2020 (Refer Note 36)	5858

6 NON CURRENT INVESTMENTS

		Quantity		Amount	
		31-Mar-21	31-Mar-20	31-Mar-21	31-Mar-20
EQ	UITY SHARES FULLY PAID UP				
A.	INVESTMENT IN ASSOCIATE & SUBSIDIARY				
	QUOTED (At Cost)				
	Supreme Petrochem Ltd. (an associate Company - 30.78% equity stake held [Previous year 30.01%]) (Face value @ ₹ 10 each)	28936400	28936400	3337	3337
	UNQUOTED (At Cost)				
	Supreme Industries Overseas (FZE), a wholly owned subsidiary incorporated in UAE (Face value @ AED 150,000 each)	1	1	19	19
	TOTAL INVESTMENT IN ASSOCIATE & SUBSIDIARY			3356	3356
B.	OTHER INVESTMENTS				
	QUOTED (Fair value through Profit & Loss Account)				
	Bank of Baroda	1286	1286	1	1
	Central Bank of India	5874	5874	1	1
	UNQUOTED (Fair value through Profit & Loss Account)				
	Windage Power Company Private Ltd.*	73450	42150	7	5
	Nu Power Wind Farms Limited*	4769	4769	0	0
	INVESTMENT IN PARTNERSHIP				
	HPC Research s.r.o. (LLC)**			531	519
	TOTAL OTHER INVESTMENTS			540	526
	TOTAL NON CURRENT INVESTMENTS [A+B]			3896	3882
	*Lying in escrow account				
	Aggregate market value of quoted investments			121028	37532
	Aggregate carrying value of unquoted investments			558	543
	Aggregate carrying value of quoted investments			3339	3339
	** Name of Partners and shares				
	1. Special engineering s.r.o. (45%)				
	2 Andriy Zakharchuk (45%)				

2. Andriy Zakharchuk (45%)

3. The Supreme Industries Limited (10%)



₹ In lakhs

_	_	_	_	$\overline{}$	-	-	_
				7 7			

Non-Current		Currer	nt
31-Mar-21	31-Mar-20	31-Mar-21	31-Mar-20
2019	1858	484	360
5			
2024	1858	484	360
5	-	-	-
2019	1858	484	360
	31-Mar-21 2019 5 2024 5	31-Mar-21 31-Mar-20 2019 1858 5 2024 18585	31-Mar-21 31-Mar-20 31-Mar-21 2019 1858 484

8 LOANS

	Non-Current		Currei	nt
	31-Mar-21	31-Mar-20	31-Mar-21	31-Mar-20
Loans to employees considered good - Unsecured	108	83	165	195
Loans to employees - credit impaired	4	_	-	
	112	83	165	195
Less: Provision for doubtful Loans to employees	4			
TOTAL LOANS	108	83	165	195

9 OTHER FINANCIAL ASSETS

	Non-Current		Current	
	31-Mar-21	31-Mar-20	31-Mar-21	31-Mar-20
Interest accrued and due on fixed deposits	-	-	54	48
Derivative financial assets				470
TOTAL OTHER FINANCIAL ASSETS			54	518

10 OTHER ASSETS

(Unsecured - Considered good)	Non-Current		Current	
	31-Mar-21	31-Mar-20	31-Mar-21	31-Mar-20
Capital advances	1902	2946	-	_
Advance to Suppliers	-	-	4362	2744
Advances/claims recoverable	44	6	2130	2371
Prepaid expenses	117	107	1052	1098
Refunds due/balances from/with government authorities	7258	5289	6430	6142
TOTAL OTHER ASSETS	9320	8348	13974	12355

11 INVENTORIES

(Cost or Net realisable value whichever is lower)

	As at	As at
	31-Mar-21	31-Mar-20
Raw materials and components [including goods in transit ₹ 2777 lakhs (As at 31st March, 2020 - ₹ 4714 lakhs)]	34537	33096
Finished goods [including goods in transit ₹ 8 lakhs (As at 31st March, 2020 - ₹ 4 lakhs)]	31961	45089
Semi-finished goods	5400	7165
Stock-in-trade	649	808
Stores, spare parts and consumables	2131	1762
Packing materials	1399	1137
TOTAL INVENTORIES	76077	89057

Note: Write down of Inventories to Net Realisable Value by ₹ 290 lakhs (Previous year ₹ 143 lakhs) based on management inventory policy -Non & slow moving inventory. The same has been recognised as an expense during the year and included in the "Changes in value of Inventory of "semi finished goods" and "finished goods" in the statement of Profit and Loss. Refer Note no. 42



₹ In lakhs

12	TRA	DE	DE	CEIN	/A DI	EC

	As at	As at
	31–Mar–21	31-Mar-20
Trade Receivables considered good - Unsecured	38883	30761
Trade Receivables which have significant increase in Credit Risk	354	706
Trade Receivables - credit impaired	442	405
	39679	31872
Less: Provision for doubtful trade receivables	677	612
TOTAL TRADE RECEIVABLES	39002	31260

Note: Refer note 33, 40 and 42

13 CASH AND CASH EQUIVALENTS

	As at	As at
	31–Mar–21	31-Mar-20
Balance with banks in current and cash credit accounts	9467	12362
Cash on hand	28	40
Remittances in transit	-	2443
Cheques on hand	-	1
Investment in liquid mutual funds/deposits designated at FVTPL*	66451	7004
TOTAL CASH AND CASH EQUIVALENTS	75946	<u>21850</u>

^{*}Investment in Liquid Mutual funds/deposits includes:

Scheme N	lame	Units	31-Mar-21	31-Mar-20
A. Liqui	d Mutual funds			
ABSL	Liquid Fund-Direct	2162082	7168	-
Axis L	iquid Fund-Direct.	219905	5024	-
BNP	Paribas Liquid Fund-Direct	123254	3903	-
HDF	C Liquid Fund-Direct	157439	6369	-
HDF	C Liquid Fund-Regular	32513	1306	-
HSBC	C Liquid Fund-Direct	98299	2014	-
ICICI	Pru Liquid Fund-Direct	1151119	3508	-
ICICI	Pru Liquid Fund-Regular	330503	1002	-
IDFC	Liquid Fund-Direct	76623	1905	-
LIC N	1F Liquid Fund-Direct	107328	4011	-
Kotak	: Liquid Fund-Direct	116773	4857	-
Kotak	: Liquid Fund-Regular	24175	1001	-
Nippo	on India Liquid Fund-Direct	149195	7508	-
SBI Li	quid Fund-Direct	192999	6218	-
Tata L	iquid Fund-Direct	174074	5653	-
UTI L	iquid Fund-Direct	74296	2504	-
HDFO	C Liquid Fund-Growth	89656	-	3503
SBI Li	quid Fund-Growth	112616		3501
Total	[A]		63951	7004
B. Depo	osits			
HDF	C Ltd. (due on 27th May'2021)		2500	
Total	[B]		2500	
Total	[A+B]		66451	7004

14 OTHER BANK BALANCES

	As at	As at
	81-Mar-21	31-Mar-20
Deposit with banks (Earmarked for electricity/sales tax/margin money)	196	582
Unclaimed dividend	492	565
TOTAL OTHER BANK BALANCES	688	1147



₹ In lakhs

15 EQUITY SHARE CAPITAL

	As at	As at
	31-Mar-21	31-Mar-20
AUTHORISED		
15,00,00,000 Nos. Equity Shares of ₹ 2 each	3000	3000
1,12,00,000 Nos. Preference Shares of ₹ 10 each	1120	1120
3,38,00,000 Nos. Unclassified Shares of ₹ 10 each	3380	3380
	7500	7500
ISSUED, SUBSCRIBED AND PAID UP		
12,70,26,870 Nos. Equity Shares of ₹ 2 each Fully Paid Up	2541	2541
TOTAL SHARE CAPITAL	2541	2541

The reconciliation of the number of equity shares	As at 31-	As at 31-Mar-21		As at 31-Mar-20	
outstanding	Numbers	Amount	Numbers	Amount	
Equity Shares at the beginning of the year	127026870	2541	127026870	2541	
Equity Shares at the end of the year	127026870	2541	127026870	2541	

Terms/rights attached to Equity shares:

The Company has only one class of issued Equity Shares having a par value of ₹ 2 per share. Each Shareholder is eligible for one vote per share held.

In the event of liquidation, the equity shareholders are eligible to receive the residual assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

The details of Shareholders holding more than 5% shares:

9					
Name of the Shareholders	31-Mar-21		Shareholders 31-Mar-21 31-Mar-20		ar-20
	No. of Equity	% of Holding	No. of Equity	% of Holding	
	Shares		Shares		
Boon Investment and Trading Company Pvt Ltd	20457956	16.10%	20357956	16.03%	
Jovial Investment and Trading Company Pvt Ltd	20478638	16.12%	20108268	15.83%	
Venkatesh Investment and Trading Company Pvt Ltd	18041229	14.20%	19693081	15.50%	

In the Period of five years immediately preceding March, 2021:

The Company has not alloted any equity shares as fully paid up without payment being received in cash or as Bonus Shares or Bought back any equity shares.

16 OTHER EQUITY

	As at 31-Mar-21	As at 31-Mar-20
Capital reserve	245	245
Securities premium	4749	4749
Capital redemption reserve	222	222
General reserve	258771	206579
Retained earnings	21596	-
Accumulated other comprehensive income	(1207)	(1077)
	284376	210718

Nature & Purpose of the Reserve:

Capital reserve: Capital reserve represents the capital subsidy received by the Company. The reserve will be utilised in accordance with the provisions of the Act.

Securities premium: Securities premium is credited when shares are issued at premium. This will be utilised in accordance with the provisions of the Act.

Capital redemption reserve: Capital redemption reserve is being created by transfer from Retained earnings at the time of buy back of equity shares in accordance with the Act. The reserve will be utilised in accordance with the provisions of the Act.

General reserve: The General reserve is created by way of transfer of profits from retained earnings for appropriation purposes. This reserve is utilised in accordance with the provisions of the Act.

Retained earnings: Retained earnings are the profits that the Company has earned till date, less any transfers to general reserve, dividends or other distributions paid to shareholders.

84



As at

As at

Notes to the financial statements for the year ended 31st March, 2021

₹ In lakhs

17 BORROWINGS

	Non-Current		Current	
SECURED	31-Mar-21	31-Mar-20	31-Mar-21	31-Mar-20
Working Capital Loans From Banks:				
Cash credit accounts	-	-	-	2186
Working Capital Demand Loans				6908
	-	-	-	9094
UNSECURED				
Deferred payment liabilities (under sales tax deferral scheme)	61	88	-	-
Working Capital Loans From Banks:				
Cash credit accounts	-	-	-	1993
Working Capital Demand Loans	-	-	-	20180
Foreign Currency loans - Buyer's credit				9739
	61	88		31912
TOTAL BORROWINGS	61	88	-	41006
(Refer Note 33, 34, 42 and 44)				

18 DEPOSITS

	Non-Current		Current	
	31-Mar-21	31-Mar-20	31-Mar-21	31-Mar-20
Trade / security deposits	430	284	87	58
TOTAL DEPOSITS	430	284	87	58

19 PROVISIONS

	Non-Current		Current	
	31-Mar-21	31-Mar-20	31-Mar-21	31-Mar-20
Provision for employee benefits:				
Compensated absences	2242	2001	679	555
Gratuity (Refer Note 35)	-	-	62	571
TOTAL PROVISIONS	2242	2001	741	1126

20 TRADE PAYABLES

Due to:	31-Mar-21	31-Mar-20
Micro and small enterprises	1232	1659
Creditors other than micro and small enterprises	63440	53184
TOTAL TRADE PAYABLES	64672	54843

Note:

- 1. Refer note 40 for related party balances.
- 2. The Company has certain dues to suppliers registered under Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act'). The disclosure pursuant to the said MSMED Act, to the extent information available to the Company are as follows:

	As at 31-Mar-2021	As at 31-Mar-2020
Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end	1232	1659
Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	-
Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	
Interest paid, other than under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest paid, under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	_
Interest due and payable towards suppliers registered under MSMED Act, for payments already made	-	-
Further interest remaining due and payable for earlier years	-	-



₹ In lakhs

21 OTHER FINANCIAL LIABII	LITIFS	ABII	ιI	CIAI	IAN	FIN	ΓHFR	\mathbf{O}	21
---------------------------	--------	------	----	------	-----	-----	------	--------------	----

	As at	As at
	31-Mar-21	31-Mar-20
Current maturities of long-term debt	35	35
Interest accrued but not due on borrowings	-	53
Payables towards property, plant & equipment	12137	8787
Unclaimed dividend*	491	564
Unpaid matured deposits & interest accrued thereon	1	2
Derivative financial liabilities	26	-
Finance lease liabilities	1105	1041
Others	102	102
TOTAL OTHER FINANCIALS LIABILITIES	13897	10584

^{*}Investor Education and Protection Fund (IEPF) credited when due. As at 31st March, 2021, no balances were due to be transferred to IEPF.

22 OTHER CURRENT LIABILITIES

	As at	As at
	31-Mar-21	31-Mar-20
Advances from customers	8071	5822
Advances towards sale of land	-	121
Statutory dues	8528	3428
Other payables	208	262
TOTAL OTHER CURRENT LIABILITIES	16807	9633

23 INCOME TAX ASSETS/LIABILITIES (NET)

	As at	As at
	31-Mar-21	31-Mar-20
Income tax liabilities (net of advance tax paid ₹ 28857 lakhs)	653	
TOTAL INCOME TAX LIABILITIES (NET)	653	
Income tax assets (net of income tax provision ₹ 16559 lakhs)		3789
TOTAL INCOME TAX ASSETS (NET)		3789

24 REVE

TOTAL REVENUE FROM OPERATIONS

	me tax assets (net of income tax provision ₹ 16559 lakhs)	-	3789
Sale of Goods Plastic Products 613451 537968 Commercial Premises - 2560 Traded Goods Plastic Products 3284 2247 Polymers & Others 12189 3252 Polymers & Others 12189 3252 Income from processing 947 530 Others 32 20 Other operating income 32 20 Export incentives 449 642 Sale of empty bags and other scrap etc. 1371 1474 Insurance and other claims 22 59 Liabilities no longer required written back 749 288	TAL INCOME TAX ASSETS (NET)		3789
Sale of Goods Plastic Products 613451 537968 Commercial Premises - 2560 Traded Goods Traded Premises Plastic Products 3284 2247 Polymers & Others 12189 3252 628924 546027 Sale of services Trade Goods Income from processing 947 530 Others 32 20 979 550 Other operating income Trade Goods and the grants/subsidy 3205 2087 Export incentives 449 642 Sale of empty bags and other scrap etc. 1371 1474 Insurance and other claims 22 59 Liabilities no longer required written back 749 288	ENUE FROM OPERATIONS		
Plastic Products 613451 537968 Commercial Premises - 2560 Traded Goods - 2247 Plastic Products 3284 2247 Polymers & Others 12189 3252 Sale of services		2020 - 2021	2019 - 2020
Commercial Premises - 2560 Traded Goods Plastic Products 3284 2247 Polymers & Others 12189 3252 Sale of services 947 530 Income from processing Others 947 530 Others 32 20 Footenment grants/subsidy 3205 2087 Export incentives 449 642 Sale of empty bags and other scrap etc. 1371 1474 Insurance and other claims 22 59 Liabilities no longer required written back 749 288	Sale of Goods		
Traded Goods Plastic Products 3284 2247 Polymers & Others 12189 3252 5ale of services 8 546027 Income from processing Others 947 530 Other operating income 32 20 Covernment grants/subsidy 3205 2087 Export incentives 449 642 Sale of empty bags and other scrap etc. 1371 1474 Insurance and other claims 22 59 Liabilities no longer required written back 749 288	Plastic Products	613451	537968
Plastic Products 3284 2247 Polymers & Others 12189 3252 Sale of services 947 530 Income from processing Others 947 530 Other operating income 32 20 Government grants/subsidy 3205 2087 Export incentives 449 642 Sale of empty bags and other scrap etc. 1371 1474 Insurance and other claims 22 59 Liabilities no longer required written back 749 288	Commercial Premises	-	2560
Polymers & Others 12189 3252 628924 546027 Sale of services 750 Income from processing 947 530 Others 32 20 979 550 Other operating income 3205 2087 Export incentives 449 642 Sale of empty bags and other scrap etc. 1371 1474 Insurance and other claims 22 59 Liabilities no longer required written back 749 288	Traded Goods		
Sale of services 628924 546027 Income from processing Others 947 530 Others 32 20 979 550 Other operating income Government grants/subsidy 3205 2087 Export incentives 449 642 Sale of empty bags and other scrap etc. 1371 1474 Insurance and other claims 22 59 Liabilities no longer required written back 749 288	Plastic Products	3284	2247
Sale of services Income from processing 947 530 Others 32 20 979 550 Other operating income Government grants/subsidy 3205 2087 Export incentives 449 642 Sale of empty bags and other scrap etc. 1371 1474 Insurance and other claims 22 59 Liabilities no longer required written back 749 288	Polymers & Others	12189	3252
Income from processing Others 947 530 Others 32 20 979 550 Other operating income Government grants/subsidy 3205 2087 Export incentives 449 642 Sale of empty bags and other scrap etc. 1371 1474 Insurance and other claims 22 59 Liabilities no longer required written back 749 288		628924	546027
Others 32 20 979 550 Other operating income Government grants/subsidy 3205 2087 Export incentives 449 642 Sale of empty bags and other scrap etc. 1371 1474 Insurance and other claims 22 59 Liabilities no longer required written back 749 288	Sale of services		
Other operating income979550Government grants/subsidy32052087Export incentives449642Sale of empty bags and other scrap etc.13711474Insurance and other claims2259Liabilities no longer required written back749288	Income from processing	947	530
Other operating incomeGovernment grants/subsidy32052087Export incentives449642Sale of empty bags and other scrap etc.13711474Insurance and other claims2259Liabilities no longer required written back749288	Others	32	20
Other operating incomeGovernment grants/subsidy32052087Export incentives449642Sale of empty bags and other scrap etc.13711474Insurance and other claims2259Liabilities no longer required written back749288		979	550
Government grants/subsidy32052087Export incentives449642Sale of empty bags and other scrap etc.13711474Insurance and other claims2259Liabilities no longer required written back749288	Other operating income		
Export incentives449642Sale of empty bags and other scrap etc.13711474Insurance and other claims2259Liabilities no longer required written back749288		3205	2087
Sale of empty bags and other scrap etc.13711474Insurance and other claims2259Liabilities no longer required written back749288	e ,	449	642
Liabilities no longer required written back 749 288	·	1371	1474
	Insurance and other claims	22	59
5796 4550	Liabilities no longer required written back	749	288
		5796	4550

635699



					₹ In lakhs
25	OTHER INCOME				
				2020 - 2021	2019 - 2020
	Dividend received on investments in associate carried at cost			1157	1736
	Profit on sale/discard of fixed assets (net)			385	51
	Lease rent			31	87
	Share of profit in partnership firm Fair value gain on investments through profit or loss			10 1	5
	0 .				1070
	TOTAL OTHER INCOME			1584	<u> 1879</u>
26	COST OF MATERIALS CONSUMED				
	COST OF WINTERWIES CONTONNED			2020 - 2021	2019 - 2020
	Cost of raw materials consumed			366281	360021
	Cost of packing materials consumed			10155	9909
	Cost of commercial premises sold				670
	TOTAL COST OF MATERIALS			376436	370600
27	CHANGES IN INVENTORIES OF FINISHED GOODS, SEMI	FINISHED CO	OODS & STO	CK-INLTRADE	
_,	CHANGES IN INVENTIONES OF THUSINED GOODS, SEIVI	TINISHED GO	2020 - 2021		2019 - 2020
	Inventories at the beginning of the year				
	Finished goods / Semi finished goods	52254		34881	
	Stock-in-trade	808		667	
		53062		35548	
	Inventories at the end of the year				
	Finished goods / Semi finished goods	37360		52254	
	Stock-in-trade	649		808	
	Characteristics	38009	45053	53062	(17514)
	Change in inventories		15053		(17514)
	TOTAL CHANGES IN INVENTORIES OF FINISHED GOODS, SEMI FINISHED GOODS & STOCK-IN-TRADE		15053		(17514)
28	EMPLOYEE BENEFITS EXPENSES				
				2020 - 2021	2019 - 2020
	Salaries and wages			23819	22178
	Contribution to provident and other funds			1148	1153
	Managerial remuneration			4373	2948
	Staff welfare expenses			1595	1512
	TOTAL EMPLOYEE BENEFITS EXPENSES			30935	<u>27791</u>
29	FINANCE COSTS				
			2020 - 2021		2019 - 2020
	Interest expenses on borrowings	1482		2353	
	Interest on lease liabilities	368		405	
	Unwinding of discount on deferred sales tax	8		10	
	Interest on income tax (net of interest on income tax refund of ₹	232		-	
	196 lakhs) Other harmoning costs	100	2213	198	2966
	Other borrowing costs	123	2213		2900
	Less: Interest received	280		691	
	Unwinding of discount on security deposits	280 45		56	
	Fair valuation of liquid mutual funds on current investments	138		(4)	
	designated at FVTPL			(.)	
	Profit on redemption of liquid mutual funds on current	800	1263	205	948
	investments designated at FVTPL				
	TOTAL FINANCE COSTS		950		2018



₹ In lakhs

OT		

2	020 - 2021	2019 - 2020
Stores & spare parts consumed	4223	3760
Labour charges	16972	17182
Power & fuel	19857	21608
Water charges	113	111
Repairs & maintenance of buildings	296	634
Repairs & maintenance of plant & machinery	1380	1400
Repairs & maintenance (others)	960	893
Directors' Fees and Commission to non executive directors (Refer note 40)	133	139
Rent, rates & taxes	478	1648
Insurance	827	422
Corporate social responsibility and donations (Refer note 46)	1210	1611
Legal & professional fees	1421	1821
Travelling & conveyance	1760	3064
Vehicle expenses	234	255
Advertisement, publicity & business promotion	6083	7202
Freight and forwarding charges	11098	10820
Printing, stationery & communication	720	861
Commission	1837	2158
Bad debts (net of bad debts recovered)	60	917
Provision for doubtful debts	86	265
Plant security services	1314	1192
Inspection, testing, registration and marking fees	684	731
Foreign currency exchange fluctuation (net)	178	2386
Fair value loss on investments through profit or loss	-	2
Loss on Sale of Investments in an associate	-	77
Miscellaneous expenses	562	870
TOTAL OTHER EXPENSES	72486	82029

31 INCOME TAXES

a) Tax expense recognised in the statement of Profit and Loss:

Particulars	2020 - 2021	2019 - 2020
Current tax	27428	16030
Deferred income tax expense/(credit)	181	(3026)
Total income tax expense/(credit)	27609	13004

b) A reconciliation of the income tax amount between the enacted income tax rate and the effective income tax of the Company is as follows:

Particulars	2020 - 2021	2019 - 2020
Enacted income tax rate in India	25.17%	25.17%
Profit before tax	107616	62220
Income tax as per above rate	27087	15661
Adjustments:		
Income exempt from Income taxes	(291)	(437)
Amounts not allowable under income tax act	421	414
Change in tax rate	-	(3363)
Others	392	729
Income tax as per profit and loss statement	27609	13004



₹ In lakhs

c) The movement in deferred tax assets and liabilities during the year ended 31st March, 2021:

Deferred tax (assets)/liabilities	As at 1st April, 2019	(Credit)/ charge in statement of Profit and Loss	As at 31st March, 2020	(Credit)/ charge in statement of Profit and Loss	As at 31st March, 2021
Depreciation	14016	(2963)	11053	(78)	10975
Amount allowable on payment basis & others	(1979)	(63)	(2042)	259	(1783)
Total	12037	(3026)	9011	181	9192

The Company elected to exercise the option of lower tax rate permitted under section 115BAA of the Income-tax Act,1961. The Company, accordingly had recognized Provision for Income Tax and re-measured its Deferred Tax Liabilities basis the rate prescribed in the said section. The impact of this change had been recongnized in the Statement of Profit & Loss for previous year ended 31st March, 2020 including write back of deferred tax liabilities relating to earlier years of ₹ 3363 lakhs.

32 FINANCIAL INSTRUMENTS

The Management assessed that cash and cash equivalents, trade receivables, trade payables and other current liabilities approximate their carrying amounts largely due to the short term maturities of these instruments. The fair value of the financial assets and financial liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

- Level 1: Quoted (unadjusted) prices in active markets for identical assets or liabilities.
- Level 2: Other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.
- Level 3: Techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data

The carrying amounts and fair values of financial instruments by category are as follows:

a. Financial assets

		Instruments carried at			
		Fair valu	e	Amortized cost	
	Note	At Cost	FVTPL	Carrying amount	Total carrying amount
As at 31st March, 2021					
Investment in associates and subsidiary	6	3356	-	-	3356
Other investments	6	-	540	-	540
Deposits	7	-	-	2503	2503
Loans	8	-	-	273	273
Trade receivables	12	-	-	39002	39002
Cash & cash equivalents	13	-	66451	9495	75946
Other bank balances	14	-	-	688	688
Other financial assets	9			54	54
Total		3356	66991	52015	122362
As at 31st March, 2020					
Investment in associates and subsidiary	6	3356	-	-	3356
Other investments	6	-	526	-	526
Deposits	7	-	-	2218	2218
Loans	8	-	-	278	278
Trade receivables	12	-	-	31260	31260
Cash & cash equivalents	13	-	7004	14846	21850
Other bank balances	14	-	-	1147	1147
Other financial assets	9	-	-	48	48
Derivative financial assets	9		470		470
Total		3356	8000	49797	61153



₹ In lakhs

b. Financial liabilities

	Instrume	nts carried at	
	Fair value	Amortized cost	
Not	e FVTPL	Carrying amount	Total carrying amount
As at 31st March, 2021			
Borrowings 17	-	61	61
Finance lease liabilities	-	2566	2566
Deposits 18	-	517	517
Trade payables 20	-	64672	64672
Other financial liabilities 21	-	13871	13871
Derivative financial liabilities	26	-	26
Total	26	81687	81713
As at 31st March, 2020			
Borrowings 17	-	41094	41094
Finance lease liabilities	-	2948	2948
Deposits 18	-	343	343
Trade payables 20	-	54843	54843
Other financial liabilities 21	-	10584	10584
Total		109812	109812

Fair value estimation

For financial instruments measured at fair value in the Balance Sheet, a three level fair value hierarchy is used that reflects the significance of inputs used in the measurements. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and lowest priority to unobservable inputs (Level 3 measurements).

The categories used are as follows:

- Level 1: quoted prices for identical instruments
- Level 2: directly or indirectly observable market inputs, other than Level 1 inputs; and
- Level 3: inputs which are not based on observable market data.

	Level 1	Level 2	Level 3
As at 31st March, 2021			
Assets at fair value			
Investments	8	-	532
Investment in liquid funds	63951	2500	-
Liabilities at fair value			
Derivative financial instruments	-	26	-
As at 31st March, 2020			
Assets at fair value			
Investments	6	-	520
Investment in liquid funds	7004		
Derivative financial instruments	-	470	-

The fair value of investments in equity/liquid funds is based on the price quotation at the reporting date derived from quoted market prices in active market. The Company enters into derivative financial instruments with various banks. Foreign exchange forward contracts are valued mark to mark valuation as provided by the Banks.

33 RISK MANAGEMENT

Financial risk management objectives and policies

The Company's financial risk management is an integral part of how to plan and execute its business strategies. The Company's activity expose it to market risk, liquidity risk , commodity risk and credit risk. In order to minimise any adverse effects on the financial performance of the Company, derivative financial instruments, such as foreign exchange forward contracts are entered to hedge certain foreign currency risk exposures. Derivatives are used exclusively for hedging purposes and not as trading or speculative instruments. The Company's financial risk management policy is set by the Managing Director and governed by overall direction of Board of Directors of the Company.



₹ In lakhs

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from a change in the price of a financial instrument. The value of a financial instrument may change as a result of changes in the interest rates, foreign currency exchange rates, equity prices and other market changes that affect market risk sensitive instruments. Market risk is attributable to all market risk sensitive financial instruments including investments and deposits, foreign currency receivables, payables and loans and borrowings.

S.No.	Risk	Exposure arising from	Measurement	Risk Management
A	Credit risk	Cash and cash equivalents, trade receivables, derivative financial instruments, financial assets measured at amortised cost.	Ageing analysis Credit ratings	Credit limits and letters of credit and Performance guarantees.
В	Liquidity risk	Borrowings and other liabilities	Rolling cash flow forecasts	Availability of committed credit lines and borrowing facilities
С	Market risk – interest rate	Long-term borrowings at variable rates	Sensitivity analysis	Interest rate swaps
D	Market risk – foreign exchange	Future commercial transactions recognised financial assets and liabilities not denominated in INR.	Cash flow forecasting Sensitivity analysis	Forward foreign exchange contracts
E	Commodity risk	Purchase of Raw Material	Fluctuation of Crude Price and Currency rates	Procurement and inventory strategy

A. CREDIT RISK

Credit risk arises from the possibility that the counter party may not be able to settle their obligations as agreed. To manage this, the Company periodically assess financial reliability of customers, taking into account the financial condition, current economic trends, and analysis of historical bad debts and ageing of accounts receivable. Individual risk limits are set accordingly.

The Company considers the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis through each reporting period. To assess whether there is a significant increase in credit risk the Company compares the risk of default occurring on asset as at the reporting date with the risk of default as at the date of initial recognition. It considers reasonable and supportive forwarding-looking information such as:

- i) Actual or expected significant adverse changes in business
- ii) Actual or expected significant changes in the operating results of the counterparty
- iii) Financial or economic conditions that are expected to cause a significant change to the counterparty's ability to meet its obligations
- iv) Significant increase in credit risk on other financial instruments of the same counterparty

The company catogarises financial assets based on the assumptions, inputs and factors specific to the class of financial assets into High-quality assets, negligible credit risk; Quality assets, low credit risk; Standard assets, moderate credit risk; Substandard assets, relatively high credit risk; Low quality assets, very high credit risk; Doubtful assets, credit-impaired.

Financial assets are written off when there is no reasonable expectations of recovery, such as a debtor failing to engage in a repayment plan with the Company. The Company categorises a loan or receivable for write off when a debtor fails to make contractual payments greater than one year past due. Where loans or receivables have been written off, the Company continues engage in enforcement activity to attempt to recover the receivable due. Where recoveries are made, these are recognized in profit or loss.

Provision for expected credit losses:

		Basis for recognition of expect credit loss provision		
Description of category	Category	Investments	Loans and deposits	Trade Receivables
Assets where the counter-party has strong capacity to meet the obligations and where the risk of default is negligible or nil	High-quality assets, negligible credit risk		12	
Assets where there is low risk of default and where the counter-party has sufficient capacity to meet the obligations and where there has been low frequency of defaults in the past		12 month expected credit losses	month expected credit	
Assets where the probability of default is considered moderate, counter-party where the capacity to meet the obligations is not strong			losses	Life time expected
Assets where there has been a significant increase in credit risk since initial recognition. Assets where the payments are more than 180 days past due		Life-time	Life-time	credit losses (simplified approach)
Assets where there is a high probability of default. In general, assets where contractual payments are more than 180 days past due are categorised as low quality assets. Also includes assets where the credit risk of counter-party has increased significantly though payments may not be more than 180 days past due	very high credit risk	expected credit losses	expected credit losses	



₹ In lakhs

		Basis for rec credit	ognition loss pro	of expected vision
Description of category	Category	Investments	Loans and deposits	Trade Receivables
Assets are written off when there is no reasonable expectation of recovery, such as a debtor declaring bankruptcy or failing to engage in a repayment plan with the company. The company categorises a loan or receivable for write off when a debtor fails to make contractual payments greater than 365 days past due. Where loans or receivables have been written off, the company continues to engage in enforcement activity to attempt to recover the receivable due. Where recoveries are made, these are recognised in profit or loss.	credit-impaired	Asset	t is writte	n off

Expected credit loss for loans, security deposits and investments:

As at 31st March, 2021

Particulars		Asset group	Estimated gross carrying amount at default	Expected probability of default	Expected credit losses	Carrying amount net of impairment provision
Loss allowance measured at 12	Financial assets for which credit risk has not increased	Loans	277	-	4	273
month expected credit losses	significantly since initial recognition	Security deposits	2508	-	5	2503
Loss allowance measured at life- time expected credit losses	Financial assets for which credit risk has increased significantly and not creditimpaired or credit impaired	NA	-	-	-	-

As at 31st March, 2020

Particulars		Asset group	Estimated gross carrying amount at default	Expected probability of default	credit	Carrying amount net of impairment provision
Loss allowance	Financial assets for which credit	Loans	278	-	-	278
measured at 12 month expected credit losses	0 /	Security deposits	2218	-	-	2218
Loss allowance measured at life-time expected credit losses	Financial assets for which credit risk has increased significantly and not credit-impaired or credit impaired	NA	-	-	-	-

a. Expected credit loss for trade receivables under simplified approach

Due from the date of invoice	As at 31st March, 2021	As at 31st March, 2020
0-3 months	38546	29773
3-6 months	219	932
6 months to 12 months	194	569
beyond 12 months	720	598
	39679	31872
Less: Provision for doubtful debts	677	612
Net Receivables	39002	31260

b. Reconciliation of loss allowance provision - Trade receivables

	As at 31st March, 2021	As at 31st March, 2020
Opening provision	612	388
Additional provision made	76	265
Utilisation during the year	(11)	(41)
Closing provisions	677	612



₹ In lakhs

The Company maintains exposure in cash and cash equivalents, investments in liquid mutual funds and Corporate deposits. Investments in liquid mutual funds and corporate deposits are fair valued on Level 1 or Level 2 inputs.

The Company invests after considering multiple criteria prescribed by the Risk Management Committee. These risks are monitored regularly by the Risk Management Committee.

B. LIQUIDITY RISK

Liquidity risk is defined as the risk that the Company will not be able to settle or meet its obligations on time, or at a reasonable price. The Company's treasury department is responsible for liquidity, funding as well as settlement management. In addition, processes and policies related such risk are overseen by senior management. Management monitors the Company's net liquidity position through rolling forecasts on the basis of expected cash flows.

Financing arrangements

The Company had access to following undrawn Borrowing facilities at end of reporting period:

	As at 31st March, 2021	As at 31st March, 2020
Borrowings including working capital	33762	23297

Contractual maturity patterns of borrowings

	As at 31st March, 2021			
	0-1 years	1-5 years	Total	
Long term borrowings (Including current maturity of long term debt)	35	61	96	
Short term borrowings	-	-	-	
Total	35	61	96	

	As at 31st March, 2020		
	0-1 years	1-5 years	Total
Long term borrowings (Including current maturity of long term debt)	35	88	123
Short term borrowings	41006	-	41006
Total	41041	88	41129

Refer Note 36 for contractual maturity pattern of lease liabilities.

Contractual maturity patterns of Financial Liabilities

	As at 31st March, 2021	As at 31st March, 2020
	0-12 Months	0-12 Months
Trade Payable	64672	54843
Payable related to Capital goods	12137	8787
Other Financial liabilities including derivative financial liabilities	1725	1762
Total	78534	65392

C. MARKET RISK- INTEREST RATE RISK

Interest rate risk is the risk that the fair value of future cash flows of the financial instruments will fluctuate because of changes in market interest rates. In order to optimize the Company's position with regards to interest income and interest expenses and to manage the interest rate risk, treasury performs a comprehensive corporate interest rate risk management by balancing the proportion of fixed rate and floating rate financial instruments in its total portfolio.

Exposure to interest rate risk

The Company is not exposed to significant interest rate risk as at the respective reporting date.

D. MARKET RISK- FOREIGN CURRENCY RISK.

The Company operates internationally and portion of the business is transacted in several currencies and consequently the Company is exposed to foreign exchange risk through its sales and services in overseas and purchases from overseas suppliers in various foreign currencies. Exports of the company are significantly lower in comparison to its imports. Foreign currency exchange rate exposure is partly balanced by exports of goods and prudent hedging policy.

Foreign Currency Exposure

Name of the Instrument	2020 - 2021		2019 -	2020
	In Million US\$	₹ in Lakhs	In Million US\$	₹ in Lakhs
Open Foreign Exchange Exposures - Receivable	2.92	2136	2.23	1687
Open Foreign Exchange Exposures - Payable	28.01	20480	26.75	20240



₹ In lakhs

Foreign Currency Risk Sensitivity

A change of 1% in Foreign currency would have following Impact on profit before tax:

Particulars	2020 - 2021		2020 - 2021 2019 - 2020			- 2020
	1% appreciation in US\$	1% depreciation in US\$	1% appreciation in US\$	1% depreciation in US\$		
Increase / (decrease) in profit or loss	(183)	183	(186)	186		

Derivative financial instruments

The Company holds derivative financial instruments such as foreign currency forward to mitigate the risk of changes in exchange rates on foreign currency exposures. The counterparty for these contracts is generally are banks. These derivative financial instruments are valued based on quoted prices for similar assets and liabilities in active markets or inputs that are directly or indirectly observable in the market place.

Name of the Instrument	2020 - 2021		2019 - 2020	
	In Million US\$	₹ in Lakhs	In Million US\$	₹ in Lakhs
Forward Purchase	16.34	11989	27.66	20572

The Company enjoys natural hedge to the extent of: a) Exports effected and b) Inventory held (being sensitive to exchange rate fluctuations). Although the Company believes that these derivatives constitute hedges from a economic prospective, they might not qualify for hedge accounting under Ind AS 109.

E. COMMODITY RISK

Principal Raw Material for Company's products is variety of plastic polymers which are primarily Derivatives of Crude Oil. Company sources its raw material requirement from across the globe. Domestic market prices are also generally remains in sync with international market price scenario.

Volatility in Crude Oil prices, Currency fluctuation of Rupee vis-à-vis other prominent currencies coupled with demand–supply scenario in the world market affect the effective price and availability of polymers for the Company. Company effectively manages deals with availability of material as well as price volatility through:

- 1. Widening its sourcing base
- 2. Appropriate contracts and commitments
- 3. Well planned procurement & inventory strategy and
- 4. Prudent hedging policy on foreign currency exposure

Risk committee of the Company comprising members from Board of Directors and operations has developed and enacted a risk management strategy regarding commodity Price risk and its mitigation.

F. IMPACT OF COVID-19

As a result of the nationwide lockdown imposed by the Government of India, the operations of the Company were temporarily disrupted at its various manufacturing facilities impacting production and dispatches from the second half of March 2020. The Company had resumed operations since last week of April 2020 / first week of May 2020 in compliance with the guidelines issued by respective authorities and is continuing to take adequate precautions for safety and wellbeing of its employees. In view of recent surge in Covid-19 cases, few states reintroduced some restrictions and the Company continues to be vigilant and cautious.

The Company has considered the possible impact of COVID-19 in preparation of the above results. The impact of the global health pandemic may be different from that estimated as at the date of approval of results. Considering the continuing uncertainties, the Company will continue to closely monitor any material changes to future economic conditions.

34 CAPITAL RISK MANAGEMENT

- A The Company's objectives when managing capital are to
 - safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders
 - maintain an optimal capital structure to reduce the cost of capital

The Company monitors capital on the basis of the following debt equity ratio:

	31 March, 2021	31 Marc	h, 2020
Net Debt	-		41129
Total Equity	286917		213259
Net Debt to Total Equity	-		0.19

Company believes in conservative leverage policy. Company's capex plan over the medium term shall be largely funded through internal accruals.



₹ In lakhs

B The Company follows the policy of Dividend for every financial year as may be decided by Board considering financial performance of the company and other internal and external factors enumerated in the Company dividend policy. As per the dividend policy, generally the Company maintains a dividend pay-out ratio in the range of 35% to 55% of net profit (PAT).

Dividends declared by the Company are based on the profit available for distribution. On 3rd May, 2021, the Board of Directors of the Company have proposed a final dividend of ₹ 17 per share in respect of the year ended 31st March, 2021 subject to the approval of shareholders at the Annual General Meeting, and if approved, would result in a cash outflow of approximately ₹ 21596 lakhs.

35 DISCLOSURE PURSUANT TO IND AS - 19 "EMPLOYEE BENEFITS"

i) Gratuity: In accordance with the applicable laws, the Company provides for gratuity, a defined benefit retirement plan ("The Gratuity Plan") covering eligible employees. The Gratuity Plan provides for a lump sum payment to vested employees on retirement (subject to completion of five years of continuous employment), death, incapacitation or termination of employment that are based on last drawn salary and tenure of employment. Liabilities with regard to the Gratuity Plan are determined by actuarial valuation on the reporting date and the Company makes annual contribution to the gratuity fund administered by life Insurance Companies under their respective Group Gratuity Schemes.

The disclosure in respect of the defined Gratuity Plan are given below:

A. Balance Sheet

	Defined benefit plans	
	As at 31st March, 2021	As at 31st March, 2020
Present value of plan liabilities	5982	5321
Fair value of plan assets	5920	4750
Asset/(Liability) recognised	(62)	(571)

B. Movements in plan assets and plan liabilities

	Present value of obligations	Fair Value of Plan assets
As at 1st April, 2020	5321	4750
Current service cost	348	-
Interest Cost	365	-
Interest Income	-	326
Return on plan assets excluding amounts included in net finance income/cost	-	(48)
Actuarial (gain)/loss arising from changes in demographic assumptions	-	-
Liability/Assets transferred out/Divestments	-	-
Actuarial (gain)/loss arising from changes in financial assumptions	(19)	-
Actuarial (gain)/loss arising from experience adjustments	145	-
Employer contributions	-	1071
Benefit payments	(178)	(179)
As at 31st March, 2021	5982	5920
As at 1st April, 2019	4302	3963
Current service cost	278	-
Interest Cost	335	-
Interest Income	-	309
Return on plan assets excluding amounts included in net finance income/cost	-	(18)
Actuarial (gain)/loss arising from changes in demographic assumptions	-	-
Liability/Assets transferred out/Divestments	-	-
Actuarial (gain)/loss arising from changes in financial assumptions	371	-
Actuarial (gain)/loss arising from experience adjustments	178	-
Employer contributions	-	639
Benefit payments	(143)	(143)
As at 31st March, 2020	5321	4750

The liabilities are split between different categories of plan participants as follows:

• active members - 100% (2019-20: 100%)

The Company expects to contribute ₹ 437 Lakhs to the funded plans in financial year 2021-22

The Plan assets have been invested in Insurance managed funds.



₹ In lakhs

C. Statement of Profit and Loss

	2020 - 2021	2019 - 2020
Employee Benefit Expenses:		
Current service cost	348	278
Interest cost/(income)	39	26
Total amount recognised in Statement of profit & loss	387	304
Remeasurement of the net defined benefit liability:		
Return on plan assets excluding amounts included in net finance income/(cost)	(48)	(18)
Experience gains/(losses)	(127)	(548)
Total amount recognised in Other Comprehensive Income	(174)	(566)

D. Assumptions

With the objective of presenting the plan assets and plan liabilities of the defined benefits plans at their fair value on the balance sheet, assumptions under Ind AS 19 are set by reference to market conditions at the valuation date.

The significant actuarial assumptions were as follows:

	As at 31st March,	As at 31st March,
	2021	2020
Financial Assumptions		
Discount rate	6.90%	6.86%
Expected Rate of Return on plan assets	6.90%	6.86%
Salary Escalation Rate	6.00%	6.00%
Attrition Rate	2.00%	2.00%
Damagraphic Assumptions		

Demographic Assumptions

Mortality in Service: Indian Assured Lives Mortality (2006-08)

E. Sensitivity

The sensitivity of the overall plan liabilities to changes in the weighted key assumptions are:

	As at 31st March,	As at 31st March,
	2021	2020
Impact on defined benefit obligation	Increase/Decrease in	Increase/Decrease in
	liability	liability
+1.00% Change in rate of discounting	(222)	(206)
-1.00% Change in rate of discounting	239	222
+1.00% Change in rate of Salary increase	497	461
-1.00% Change in rate of Salary increase	(436)	(403)
+1.00% Change in Attrition Rate	15	13
-1.00% Change in Attrition Rate	(16)	(14)

The sensitivity analyses above have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting year and may not be representative of the actual change. It is based on a change in the key assumption while holding all other assumptions constant. When calculating the sensitivity to the assumption, the same method used to calculate the liability recognised in the balance sheet has been applied. The methods and types of assumptions used in preparing the sensitivity analysis did not change compared with the previous year.

F. The major categories of plan asset are as follows:

	As at 31st March, 2021	As at 31st March, 2020
Equities	_	=
Bonds	_	_
Gilts	_	<u> </u>
Pooled assets with an insurance company	100%	100%
Other	-	_
	100%	100%



₹ In lakhs

G. The defined benefit obligations shall mature as follows:

Particulars	As at 31st March,	,
	2021	2020
Within 1 year	939	748
1-2 year	289	255
2-3 year	415	361
3-4 year	482	383
4-5 year	621	446
5-10 year	2204	2193
More than 10 year	6980	6435

ii) Compensated Absences: The Company permits encashment of compensated absence accumulated by their employees on retirement, separation and during the course of service. The liability in respect of the Company, for outstanding balance of leave at the balance sheet date is determined and provided on the basis of actuarial valuation as at the balance sheet date performed by an independent actuary. The Company doesn't maintain any plan assets to fund its obligation towards compensated absences.

iii) Notes:

Liability for post employment benefits, other long term benefits, termination benefits and certain short term benefits such as compensated absences is provided on an actuarial basis for the Company as a whole. Accordingly the amount for above pertaining to key management personnel is not ascertainable and, therefore, not included above.

36 LEASES

Effective April 1, 2019, the Company had adopted Ind AS 116 "Leases" using modified retrospective approach. The Company's lease asset classes primarily consist of leases for buildings and vehicles. These leases were classified as "Operating Leases" under Ind AS 17. On transition to Ind AS 116 "Leases", for these leases, lease liabilities were measured at the present value of remaining lease payments, discounted at the Company's incremental borrowing rate as at April 01, 2019. Right to Use is measured either at an amount equal to the lease liability adjusted by the amount of any prepaid or accrued lease payments.

The Company had used following practical expedient, when applying Ind AS 116 to leases previously classified as operating leases under Ind AS 17.

- The company didn't recognized Right to Use and Lease liabilities for lease for which the lease terms ends within 12 months on the date of initial transition and low value assets
- The Company excluded initial direct cost from measurement of the Right to Use assets at the date of initial application.
- The Company uses hindsight in determining the lease term where the contract contains options to extend or terminate the lease.

Under Ind AS 116, the nature of expenses in respect of operating leases has changed from "lease rent" to "depreciation cost" and "finance cost" for the right-to-use assets and for interest accrued on lease liability respectively, and therefore, these expenses for the current year are not comparable to the previous years, to that extent.

The weighted average lessee's incremental borrowing rate applied to the lease liabilities is 9% p.a.

Changes in the carrying value of right to use assets are:

Particulars	Type of Right to use assets			Total
	Building	Vehicles	Land	
Balance as at 1st April, 2020	3527	463	1868	5858
Additions	680	135	1349	2164
Depreciation and amortisation expenses (Refer Note 5)	1091	191	24	1306
Balance as at 31st March, 2021	3116	407	3193	6716
Balance as at 1st April, 2019	3698	587	-	4285
Reclassified on account of adoption of Ind As 116	-	-	1891	1891
Additions	898	70	-	968
Depreciation and amortisation expenses (Refer Note 5)	1069	194	23	1286
Balance as at 31st March, 2020	3527	463	1868	5858



₹ In lakhs

Movement in lease liabilities:

	As at 31st March, 2021	As at 31st March, 2020
Opening Balance	3989	4230
Additions	803	772
Interest accrued during the year	366	404
Deletions	300	-
Payment of lease liabilities	1487	1417
Closing Balance	3671	3989
- Current lease liabilities	1105	1041
- Non- current lease liabilities	2566	2948
Break-up of the contractual maturities of lease liabilities on an undiscounted basis:		
	As at 31st March, 2021	As at 31st March, 2020
Less than one year	1105	1041
One to five years	2511	2816
More than 5 years	55	132
Breakup of Short-term leases expenses incurred:		
	2020 - 2021	2019 - 2020
Rental expense	128	202
Vehicle expenses	234	255
EARNINGS PER SHARE (EPS)		
	2020 - 2021	2019 - 2020
Profit after tax(PAT)	80138	49639
Weighted average number of equity Shares (In Nos.)	127026870	127026870
Nominal value of equity shares (In ₹)	2.00	2.00
Basic & diluted earning per share (In ₹)	63.09	39.08
CONTINGENT LIABILITIES		
	2020 - 2021	2019 - 2020
Bills/Cheque's discounted	1505	1199
bilis/eneque s discounted	1303	1133

Notes:

Diputed Excise and Service Tax demands

Disputed Sales Tax / Entry Tax demands

Other claims against the Company not acknowledged as debts

Disputed Income Tax demands

37

38

- a) Most of the issues of litigation pertaining to Central Excise/Income Tax are based on interpretation of the respective Law & Rules thereunder. Management has been opined by its counsel that many of the issues raised by revenue will not be sustainable in law as they are covered by judgments of respective judicial authorities which supports its contention. As such no material impact on the financials of the Company is envisaged.
- b) Sales Tax and Entry Tax related litigation/demand primarily pertains to non-receipt of declaration forms from customers and mismatch of input tax credit or some interpretation related issues w.r.t. applicability of schemes. Counsel of the Company opined positive outcome based on merits of the cases under litigation. As such no material impact on the financials of the Company is envisaged.
- c) Other issues are either in ordinary course of business or not of substantial nature and management is reasonably confident of their positive outcome. Management shall deal with them judiciously and provide for appropriately, if any such need arises.

39 COMMITMENTS

Estimated amount of contracts remaining to be executed on Capital Account and not provided for (net of advances) is ₹ 17858 lakhs (Previous year ₹ 15308 lakhs).

4183

1046

248

896

4183

1359

876

872



₹ In lakhs

40 DISCLOSURE ON RELATED PARTY TRANSACTIONS

Names of related parties and description of relationship and Nature of Transactions:

Parties where controls exists:

The Supreme Industries Overseas FZE, Dubai - Subsidiary

Nature of Transactions	2020 - 2021	2019 - 2020
Sale of goods	40	160
Receiving of services - excluding taxes	127	171
Outstanding at year-end - Receivable	18	(5)
Outstanding at year-end - Payable	128	172

Associate and other related parties with whom transaction have been entered during the course of business:

Supreme Petrochem Limited (associate), Kumi Supreme India Pvt Ltd (associate upto 31st March' 2020), Kumi (Thailand) Co. Ltd

	Supreme Petrochem Limited		Kumi Supreme	e India Pvt Ltd
Nature of Transactions	2020 - 2021	2019 - 2020	2020 - 2021	2019 - 2020
Purchase of goods	8184	4797	-	20.93
Sale of goods	150	264	-	59
Rendering of services - excluding taxes	-	-	-	7
Reimbursement of expenses	-	-	-	7
Dividend Received	1157	1736	-	-
Outstanding at year-end - Receivable	16	0	-	5
Outstanding at year-end - Payable	1639	723	-	-

	Kumi (Thaila	Kumi (Thailand) Co. Ltd	
Nature of Transactions	2020 - 2021	2019 - 2020	
Sale of Equity Shares in associate	-	2432	

Key Managerial Personnel:

Mr. M P Taparia, Managing Director; Mr. S J Taparia, Executive Director; Mr. V K Taparia, Executive Director; Mr. P.C. Somani, Chief Financial Officer; Mr. R.J. Saboo, VP (Corporate Affairs) & Company Secretary.

		Mr. M P Taparia, Managing Director		
Nature of Transactions	2020 - 2021	2019 - 2020	2020 - 2021	2019 - 2020
Managerial Remunaration paid	1456	987	1462	982
Outstanding at year-end - Payable	1125	666	1125	664
		Mr. V K Taparia, Executive Director		ers
Nature of Transactions	2020 - 2021	2019 - 2020	2020 - 2021	2019 - 2020
Managerial Remunaration paid	1455	975	236	218
Outstanding at year-end - Payable	1125	664	28	22

As the liabilities for gratuity and compensated absences are provided on actuarial basis for the Company as a whole, the amounts pertaining to individual Key Management Personnel are not separately available.

Enterprises in which Directors have significant influence:

Devvrat Impex Private Limited, Supreme Foundation, Shri Surajmal Taparia Memorial Trust, Smt. Moharidevi Taparia Memorial Trust, Smt. Moharidevi Taparia Kanya Mahavidyalay Trust

Devvrat Impex Private Lim			Others	ers - Trusts		
Nature of Transactions	2020 - 2021	2019 - 2020	2020 - 2021	2019 - 2020		
Sale of goods	4089	3183	5	-		
Purchase of goods	-	1	-	-		
Donations towards corporate social responsibility	-	-	1000	991		
Receiving of services - excluding taxes	0	25	-	-		
Outstanding at year-end - Receivable	67	221	-	-		
Outstanding at year-end - Payable	-	-	1	-		



₹ In lakhs

Other Related Parties:

Non Executive Directors

Mr. B. L. Taparia, Chairman; Director; Mr. B. V. Bhargava, Director; Mr. Y. P. Trivedi, Director; Mr. R. Kannan, Director; Mr. R. M. Pandia, Director; Mr. Sarthak Behuria, Director; Ms. Ameeta Parpia, Director

Mr. Vivek Taparia, Business Development Manager (Relative of Director)

Nature of Transactions	2020 - 2021	2019 - 2020
Remunaration paid	68	61
Sitting Fees & Commission to Non Executive Directors	133	139
Outstanding at year-end - Payable	136	130

Notes:

- a) Related party relationship is as identified by the management and relied upon by the auditors.
- b) No amounts in respect of related parties have been written off/ written back during the year or has not made any provision for doubtful debts/ receivable.
- c) Related party transactions have been disclosed on basis of value of transactions in terms of the respective contracts.
- d) Terms and conditions of sales and purchases: the sales and purchases transactions among the related parties are in the ordinary course of business based on normal commercial terms, conditions, market rates and memorandum of understanding signed with the related parties. For the year ended 31st March, 2021, the Company has not recorded any loss allowances for transactions between the related parties.
- **41** In terms of para 4 of Ind As 108 "Operating Segments", segment information has been provided in the notes to Consolidated Financial Statements.

42 ASSETS PROVIDED AS SECURITY

The carrying amounts of assets provided as security for current and non-current borrowings are:

As at 31st March, 2021	As at 31st March, 2020
-	31260
	89057
	120317
-	80299
	12255
	92554
	212871
	As at 31st March, 2021

Note:

- During the year under review, Company has dismantled Consortium arrangement of banking and has withdrawn all security
 offered to its banks. Now there is a Multiple banking arrangement in place fully on unsecured basis i.e. no assets have been
 offered as security for availing the banking facilities.
- 2. Term Loans from banks were secured as first pari passu charge basis on movable properties of the Company viz. plant and equipment & moulds, both present and future, situated at all the locations of the Company.
- 3. Working Capital Loans from banks were secured against: First pari passu charge by way of hypothecation of stocks and book debts, both present and future Second / subservient charge on all movable properties of the Company viz. plant and equipment & moulds, both present and future, situated at all the locations of the Company.
- 43 Post GST, pending notification from the West Bengal Government, the Company has not recognized (Amount not ascertainable) benefit of Industrial Promotion Assistance Scheme pertaining to its Kharagpur Unit since July, 2017. The Company is hopeful of continuance of the Scheme and benefits accruing therefrom.



₹ In lakhs

44 DEBT RECONCILIATION

Particulars	For the year ended	31st March, 2021	For the year ended	31st March, 2020
	Deferred payment liabilities	Working Capital Loans	Deferred payment liabilities	Working Capital Loans
Opening Net Debt	122	41059	147	16307
Proceeds from Borrowings		19342	-	65847
Repayment of Borrowings (Net)	(34)	(60348)	(35)	(41507)
Interest Expenses on Borrowings		1482	-	2408
Interest Paid		(1535)	-	(2569)
Foreign Exchange (Gain)/loss	-	-	-	572
Unwinding of discount on deferred sales tax	8	-	10	-
Closing Net Debt	96	-	122	41059

45 PAYMENT TO AUDITORS

(Including Branch auditors excluding GST)	020 - 2021	2019 - 2020
Audit fees	61	60
Tax audit fees	18	18
Limited review and certification fees	12	11
Reimbursement of expenses	3	4
TOTAL PAYMENT TO AUDITORS	94	93

46 CORPORATE SOCIAL RESPONSIBILITY:

	2020 - 2021	2019 - 2020
Amount required to be spent as per Section 135 of Companies Act, 2013	1192	1172
Amount Spent during the year		
(a) Construction/Acquisition of assets	-	-
(b) On purpose other than above	1207	1579

- 47 The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code and recognise the same when the Code becomes effective.
- 48 The previous year figures have been re-grouped / re-classified wherever required to confirm to current year classification. All figures of financials has been rounded off to nearest lakhs rupees.

B. L. Taparia

Chairman (DIN No. 00112438)

V. K. Taparia **Executive Director** (DIN No. 00112567)

R. M. Pandia Director (DIN No. 00021730)

VP (Corporate Affairs) & Company Secretary Mumbai, 3rd May, 2021

Signature to Notes 1-48 For and on behalf of the Board

M. P. Taparia Managing Director (DIN No. 00112461)

B. V. Bhargava Director

(DIN No. 00001823)

Ameeta Parpia Director (DIN No. 02654277) S. J. Taparia Executive Director (DIN No. 00112513)

Y. P. Trivedi Director (DIN No. 00001879)

P. C. Somani

Chief Financial Officer



Independent Auditors' Report on Consolidated Financial Statements

To the Members of The Supreme Industries Limited

Report on the Audit of Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of The Supreme Industries Limited ("the Parent Company"), its wholly owned foreign subsidiary and its associate (hereinafter to be referred as "the Group") which comprises of consolidated Balance Sheet as at 31st March, 2021, the consolidated statement of Profit & Loss (including other comprehensive income), the consolidated Statement of changes in equity and the consolidated Statement of cash flow for the year than ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information in which are included the financial statements of 24 manufacturing units (including 28 - Depots, 8 - Fabrication units and 6 - Offices) located across India [hereinafter referred to as "Branches"] for the year ended on that date audited by 9 branch auditors.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 (the Act) in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at 31st March, 2021, the consolidated profit (including other comprehensive income), consolidated changes in equity and its consolidated cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in Other Matter paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Key Audit Matters

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

Sr. No	Key Audit Matters	Auditor's response
1.	Industrial Promotion Scheme (IPS) receivable of ₹ 9,509 lakhs as at 31st March, 2021 Other current and non-current assets include government grant receivable in the form of refund of Sales tax/GST under IPS Scheme of ₹ 9,509 lakhs as at 31st March, 2021 (₹ 7,929 lakhs as at 31st March, 2020) from the states of Maharashtra, Madhya Pradesh, West Bengal and Rajasthan as per the respective schemes/ notifications announced/ issued by the aforesaid State Governments. Post GST, the state of west Bengal is yet to notify the IPS scheme and accordingly, the Company has not recognized	Audit Procedure performed: In response to the risk of completeness of the accruals in the standalone financial statements: We have examined the eligibility certificates and obtained a list of year wise break- up of the IPS receivables by the Company for all the financial years. We had discussed the status of the assessment of grants receivable for all the financial years and the Management view on the expected time frame by which the grants will be released. Additionally, we have considered the status of the previous assessments and the adjustments, if any, done by the respective
	grant, since July 2017, in this regard. The amount whereof is presently not ascertainable.	concerned authorities.
	Management judgement is involved in assessing the accounting for grants and particularly in considering the probability of a grant being released and we have accordingly designated this as a focus area of the audit.	The procedures performed gave us a sufficient evidence to conclude that the grants have been accounted in terms of the schemes announced by various state governments.



Information Other than the Consolidated Financial Statements and auditor's report thereon

The Company's Board of Directors is responsible for the preparation of other information. The Other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to the Board report, Business responsibility Report, Corporate Governance report and Shareholder's information, but does not include the consolidated financial statement and our auditor's report thereon.

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

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

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

Responsibilities of Management for the Consolidated Financial Statements

The Parent Company's Board of Directors is 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 consolidated financial position, consolidated financial performance (including other comprehensive income), consolidated changes in equity and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act

The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group 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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Parent Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the Companies included in the Group are responsible for assessing the ability of the companies 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 respective Board of Directors of the Companies included in the Group are also responsible for overseeing the financial reporting process of the Group.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our 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 our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

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

- Identify and assess the risks of material misstatement of the 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 our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial control 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 the 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 entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the entity 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.



Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group
to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of
the audit of the financial statements of such entities included in the consolidated financial statements of which we are independent
auditors. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such
other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain
solely responsible for our audit opinion.

Materiality is the magnitude of misstatements in the consolidated financial statements that individually or in aggregate makes it probable that the economic decisions of a reasonably knowledgeable user of the consolidated financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work and (ii) to evaluate the effect of any identified misstatements in the consolidated financial statements.

We communicate with those charged with governance of the Parent Company of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we 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. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matters:

- (a) We did not audit the financial statements the branches included in the consolidated financial statements of the group whose financial statements reflects total assets of ₹ 272,664 lakhs as at 31st March, 2021 (₹ 283,044 lakhs as at 31st March, 2020) and total revenue of ₹ 617,306 lakhs for the year ended on that date (₹ 544,220 lakhs for the year ended 31st March, 2020), as considered in the consolidated financial statements. The financial statements of these branches have been audited by the 9 branch auditors whose reports have been furnished to us, and our opinion in so far as it relates to the amounts and disclosures included in respect of these branches, is based solely on the report of such branch auditors.
- (b) We did not audit the financial statements of a subsidiary included in the consolidated financial statements of the Group whose financial statements reflects total assets of ₹ 348 lakhs as at 31st March, 2021 (as at 31st March, 2020 ₹ 334 lakhs); total revenue of ₹ 174 lakhs, net loss of ₹ 10 lakhs and net cash inflow of ₹ 71 lakhs for the year ended 31st March, 2021 (revenue of ₹ 360 lakhs, net loss of ₹ 41 lakhs and net cash outflow of ₹ 6 lakhs for the year ended 31st March, 2020), as considered in the consolidated financial statements. The consolidated financial statements also include the Group's share of net profit of ₹ 14,673 lakhs for the year ended 31st March, 2021 (₹ 3,062 Lakhs for the year ended 31st March, 2020), as considered in the consolidated financial statements, in respect of an associate, whose financial statements / financial information have not been audited by us.

These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of the subsidiary and associates, and our report in terms of sub-section (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiary and associates, is based solely on the report of other auditors.

Our opinion on the consolidated financial statements is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors.

Report on Other Legal and Regulatory Requirements

- 1. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law maintained by the Group have been kept so far as it appears from our examination of those books and records.
 - (c) The reports on the financial statements of branches of the Company audited under section 143(8) of the Act by nine firms of independent auditors have been sent to us and properly dealt with by us in preparing this report.
 - (d) The Consolidated Balance sheet, the Consolidated Statement of Profit & Loss (including other comprehensive income), Consolidated Statement of Changes in Equity and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (e) In our 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 (Account) Rules, 2014.
 - (f) On the basis of the written representations received from the directors of the Parent Company as on 31st March, 2021 taken on record by the Board of Directors of the Parent Company and the reports of the statutory auditors of associate companies incorporated in India, none of the directors of the Group companies and its associate company incorporated in India is disqualified as on 31st March, 2021 from being appointed as a Director in terms of Section 164 (2) of the Act.



- (g) With respect to the adequacy of the internal financial controls over financial reporting of the Parent Company and the operating effectiveness of such controls, please refer Annexure B of the standalone audit report attached with the standalone financial statements included in this annual report.
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Sec 197(16) of the Act, as amended:
 - In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Group to its directors during the year is in accordance with the provisions of section 197 of the Act.
- (i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Group has disclosed the impact of pending litigations on its financial performance in its consolidated financial statements. [Refer note no. 38 to the standalone financial statements]
 - ii. The Group did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund.

For **LODHA & COMPANY**Chartered Accountants

Firm registration No. – 301051E

R. P. BaradiyaPartner
Membership No. 44101
UDIN: 21044101AAAAGE2111

Place : Mumbai Date: 3rd May, 2021



Consolidated Balance Sheet as on 31st March, 2021

Consolidated Balance Sheet	as on si	Widicii	, 2021		₹ in lakhs
PARTICULARS	Note	As at 31	1-Mar-21	As at 3	31–Mar–20
ASSETS					
(1) NON - CURRENT ASSETS	2		163616		153314
(a) Property, plant & equipment (b) Capital work-in-progress	2 3		5080		9292
(c) Intangible assets	4		1096		1602
(d) Intangible assets under development	3		22		-
(e) Right to use - Lease (f) Investment in associates	5 6		6716 33119		5858 20202
(g) Financial assets	Ü		33113		20202
(i) Other investments	6	540		526	
(ii) Deposits (iii) Loans	7 8	2019 108	2667	1858 83	2467
		100		03	
(h) Other non-current assets	10		9320		8348
TOTAL NON - CURRENT ASSETS			221636		201083
(2) CURRENT ASSETS (a) Inventories	11		76077		89057
(b) Financial assets	11		70077		09037
(i) Trade receivables	12	38983		31284	
(ii) Cash & cash equivalents	13	76152		21989	
(iii) Other bank balances (iv) Deposits	14 7	688 492		1150 360	
(v) Loans	8	165		195	
(vi) Other financial assets	9	54	116534	519	55497
(c) Income tax assets (net)	23		-		3789
(d) Other current assets	10		13981		12355
(e) Assets held for disposal			2		<u>73</u>
TOTAL CURRENT ASSETS			206594		160771
TOTAL ASSETS			428230		361854
EQUITY AND LIABILITIES					
EQUITY					
Equity share capital	15 16		2541 314380		2541 223578
Other equity	10				
TOTAL EQUITY			316921		226119
LIABILITIES (1) NON - CURRENT LIABILITIES					
(a) Financial liabilities					
(i) Borrowings	17	61		88	
(ii) Deposits	18	430	2057	284	2220
(iii) Lease liabilities	10	<u>2566</u>	3057	2948	3320
(b) Provisions(c) Deferred tax liabilities (net)	19 31		2242 9192		2001 13256
TOTAL NON - CURRENT LIABILITIES	31		14491		18577
(2) CURRENT LIABILITIES					
(a) Financial liabilities					
(i) Borrowings	17	-		41006	
(ii) Trade payables	20	1000		4650	
Dues of micro and small enterprises Dues of creditors other than micro and small enterprises		1232 63384		1659 53091	
(iii) Deposits	18	87		58	
(iv) Other financial liabilities	21	13897	78600	10584	106398
(b) Other current liabilities	22		16824		9634
(c) Provisions (d) Income tay liabilities (not)	19 23		741		1126
(d) Income tax liabilities (net) TOTAL CURRENT LIABILITIES	23		653		117150
			96818		<u>117158</u>
TOTAL EQUITY AND LIABILITIES			428230		<u>361854</u>
Significant Accounting Policies.	1				
The accompanying notes are an integral part of the Consolidated financial	ial statements				

As per our attached report of even date

For and on behalf of the Board

For **LODHA & COMPANY**

Chartered Accountants FRN - 301051E

R. P. Baradiya

Partner

Mumbai, 3rd May, 2021

B. L. Taparia Chairman (DIN No. 00112438)

B. V. Bhargava *Director* (DIN No. 00001823)

M. P. Taparia Managing Director (DIN No. 00112461)

Y. P. Trivedi *Director* (DIN No. 00001879) Executive Director (DIN No. 00112513)

S. J. Taparia

R. M. Pandia *Director* (DIN No. 00021730) V. K. Taparia Executive Director (DIN No. 00112567)

Ameeta Parp<mark>ia</mark> Director (DIN No. 02654277)

P. C. Somani Chief Financial Officer



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

					₹ in lakhs
PARTICULARS	Note	20	020 – 2021	20	019 – 2020
INCOME					
Revenue from operations	24	635706		551154	
Other income	25	427	636133	143	551297
EXPENDITURE					
Cost of materials consumed	26	376436		370600	
Purchase of stock-in-trade		12357		4742	
Changes in inventories of finished goods, Semi finished goods and stock-in-trade	27	15053		(17514)	
Employee benefits expenses	28	31036		27905	
Finance costs	29	950		2019	
Depreciation and amortisation expense	2, 4, 5	21279		20568	
Other expenses	30	72399	529510	81966	490286
PROFIT BEFORE SHARE OF PROFIT OF AN ASSOCIATES			106623		61011
Share of profit of associates			14599		3121
PROFIT BEFORE TAX			121222		64132
TAX EXPENSES	31				
Current tax		27472		16173	
Deferred tax (credit)/charge		(4064)	23408	1219	17392
PROFIT AFTER TAX			97814		46740
OTHER COMPREHENSIVE INCOME					
Items that will not be reclassified to profit or loss					
Re-measurement of defined employee benefit plans		(199)		(583)	
Income tax relating to Re-measurement of defined employee benefit plans			(155)	143	(440)
TOTAL COMPREHENSIVE INCOME		=	97659	=	46300
EARNINGS PER SHARE	34	_		_	
Basic & diluted earning per share (In ₹) (Face value of ₹ 2 each)			77.00		36.80

Significant Accounting Policies

1

The accompanying notes are an integral part of the Consolidated financial statements

As per our attached report of even date

For **LODHA & COMPANY** Chartered Accountants

FRN - 301051E

R. P. Baradiya Partner

Mumbai, 3rd May, 2021

For and on behalf of the Board

B. L. Taparia *Chairman*(DIN No. 00112438)

B. V. Bhargava Director (DIN No. 00001823)

P. C. Somani Chief Financial Officer M. P. Taparia Managing Director (DIN No. 00112461)

Y. P. Trivedi *Director*(DIN No. 00001879)

R. M. PandiaDirector
(DIN No. 00021730)

Executive Director (DIN No. 00112513)

S. J. Taparia

V. K. TapariaExecutive Director
(DIN No. 00112567)

Ameeta Parpia *Director*(DIN No. 02654277)



Consolidated Cash Flow Statement for the year ended on 31st March, 2021

PARTICULARS		2020 – 2021		₹ in Lakhs 2019 – 2020
A. CASH FLOW FROM OPERATING ACTIVITIES				
Net profit before tax		121222		64132
Adjustments to reconcile profit before tax to cashflows:	04000		20504	
Depreciation and amortisation expense	21302		20591	
Interest expenses Provision for doubtful debts/Bad debts	2205 146		2956 1182	
Foreign currency exchange fluctuation	205		1850	
Loss on Sale of Investments in an associate	-		73	
Share of profit in partnership firm	(10)		(5)	
Share of net (profit)/loss of associates	(14574)		(3121)	
Interest income	(86)		(459)	
Excess liabilities written back	(749)		(288)	
(Profit)/Loss on sale of liquid mutual funds	(938)		(201)	
(Profit) /Loss on sale of property, plant & equipments	(385)	7070	(51)	22404
Fair value adjustments	(37)	7079	(43)	22484
Operating profit before working capital changes Adjustments for:		128301		86616
Change in working capital				
(Increase)/decrease in inventories	12980		(14013)	
(Increase)/decrease in trade receivable	(7845)		6276	
(Increase)/decrease in other assets	(3004) 10436		(3871)	
Increase/(decrease) in trade payables Increase/(decrease) in other liabilities	6986	19553	(1941) (2921)	(16470)
			(2321)	
Cash generated from operations Direct taxes paid (net of refund)		147854 (23217)		70146 (16213)
NET CASH FLOW FROM OPERATING ACTIVITIES (A)		124637		53933
B. CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of property, plant & equipments		(22661)		(24165)
Sale of property, plant & equipments		559		200
Sale proceeds of investment in associate		- (2)		2426
Purchase of liquid mutual funds		(3)		(3)
Purchase of liquid mutual funds Sale of liquid mutual funds		(206904) 207704		(177296) 177501
Interest received		86		7
Dividend received from an associate		1157		1736
NET CASH USED IN INVESTING ACTIVITIES (B)		(20062)		(19594)
C. CASH FLOW FROM FINANCING ACTIVITIES		(20002)		(13334)
Repayment of long term borrowings		(35)		(35)
Increase/(Decrease) in short term borrowings		(41006)		23833
Interest paid		(1658)		(2712)
Payment of lease liabilities		(1500)		(1417)
Dividend & corporate dividend tax paid		(6351)		(35222)
NET CASH USED IN FINANCING ACTIVITIES (C)		(50550)		(15553)
NET INCREASE / (DECREASE) IN CASH & CASH EQUIVALENTS (A+B+C)		54025		18786
Opening balance at beginning of the year		21989		3207
Effect of fair value of Liquid mutual funds		138		(4)
Closing balance at end of the year		76152		21989
Significant Accounting Policies The accompanying notes are an integral part of the Consolidated	1 I financial statement	rc ·		
The accompanying notes are an integral part of the Consolidated	i iiilaliciai Statemem	1.5		

For **LODHA & COMPANY** Chartered Accountants FRN - 301051E

Chairman (DIN No. 00112438) B. V. Bhargava *Director* (DIN No. 00001823)

B. L. Taparia

M. P. Taparia Managing Director (DIN No. 00112461)

Executive Director (DIN No. 00112513) R. M. Pandia

S. J. Taparia

V. K. Taparia Executive Director (DIN No. 00112567)

R. P. Baradiya Partner

P. C. Somani Chief Financial Officer

Y. P. Trivedi *Director* (DIN No. 00001879)

Director (DIN No. 00021730)

Ameeta Parpia Director (DIN No. 02654277)

Mumbai, 3rd May, 2021



Consolidated Statement of Changes in Equity for the year ended 31st March, 2021

₹ In lakhs

EQUITY SHARE CAPITAL:	Balance as at 1st April, 2019	U	1st April, 2020	O	31st March,
Paid up capital (Refer Note 15)	2541	_	2541	_	2541

OTHER EQUITY:	Reserves and Surplus				Accumulated Comprehen Income				
Particulars	Capital reserve	Capital reserve on acquisition	Securities premium	Capital redemption reserve	General reserve	Retained earnings	Foreign exchange translation reserve	Actuarial gains/(losses)	Total
Balance as at 1st April, 2019	249	1429	4749	222	193076	13783	46	(698)	212856
Profit for the year						46740			46740
Adjustment in respect of associates - Share in equity related cost, Dividend distribution tax and Others		(1429)			1028				(401)
Recognised during the year							45		45
Remeasurements of net defined benefit plans (Net of Taxes)								(440)	(440)
Final dividend paid including corporate dividend tax for FY 2018-19						(13783)			(13783)
Interim dividend paid including corporate dividend tax for FY 2019- 20 (Also Final Dividend)						(21439)			(21439)
Transfer to general reserve						(25301)			(25301)
Transfer from Statement of profit & loss					25301				25301
Balance as at 31st March, 2020	249	-	4749	222	219405	-	91	(1138)	223578
Profit for the year						97814			97814
Adjustment in respect of associate - Share in equity related cost, Dividend distribution tax and Others					(453)				(453)
Recognised during the year							(54)		(54)
Remeasurements of net defined benefit plans (Net of Taxes)								(155)	(155)
Interim dividend paid for FY 2020-21						(6350)			(6350)
Transfer to general reserve						(69868)			(69868)
Transfer from Statement of profit & loss					69868				69868
Balance as at 31st March, 2021	249	-	4749	222	288820	21596	37	(1293)	314380

Significant Accounting Policies

The accompanying notes are an integral part of the Consolidated financial statements

As per our attached report of even date

For LODHA & COMPANY Chartered Accountants FRN - 301051E

R. P. Baradiya Partner

Mumbai, 3rd May, 2021

For and on behalf of the Board

B. L. Taparia Chairman (DIN No. 00112438)

B. V. Bhargava *Director* (DIN No. 00001823)

P. C. Somani Chief Financial Officer M. P. Taparia Managing Director (DIN No. 00112461)

Y. P. Trivedi *Director* (DIN No. 00001879)

R. M. Pandia

Director (DIN No. 00021730)

(DIN No. 00112513)

S. J. Taparia

Executive Director

V. K. Taparia Executive Director (DIN No. 00112567)

Ameeta Parpia Director (DIN No. 02654277)



1. BASIS OF PREPARATION, MEASUREMENT AND SIGNIFICANT ACCOUNTING POLICIES

1.1 GROUP OVERVIEW:

The consolidated financial statements comprise financial statements of Supreme Industries Limited, Parent Company, its subsidiary and associates (hereinafter referred as "the Group").

The Supreme Industries Limited ("the Parent Company") is public limited company incorporated and domiciled in India and has registered office at 612, Raheja Chambers, Nariman Point, Mumbai 400 021. It is incorporated under the Indian Companies Act, 1913 and its shares are listed on the Bombay Stock Exchange Limited and National Stock Exchange in India.

The Group is one of the leading plastic products manufacturing company in India having 25 manufacturing facilities spread across the country, offering a wide and comprehensive range of plastic products in India. The company operates in various product categories viz. Plastic Piping System, Cross Laminated Films & Products, Protective Packaging Products, Industrial Moulded Components, Moulded Furniture, Storage & Material Handling Products, Performance Packaging Films and Composite LPG Cylinders.

Group Sturcture:

Name of Company	Country of	Shareholding as at		
	incorporation	As at 31st March, 2021	As at 31st March, 2020	
Subsidiary				
The Supreme industries Overseas (FZE)	UAE	100%	100%	
Associate:				
Supreme Petrochem Limited	India	30.78%	30.01%	

1.2 BASIS OF PREPARATION AND MEASUREMENT

These consolidated financial statements have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified under the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendments Rules 2016 prescribed under section 133 of the Companies Act, 2013.

The consolidated financial statements of the Group are prepared and presented on accrual basis and under the historical cost convention, except for the following material items that have been measured at fair value as required by the relevant Ind AS:

- · Certain financial assets and liabilities are measured at Fair value and Derivative Financial instruments
- Defined Benefit and other Long-term Employee Benefits

These consolidated financial statements are approved for issue by the Company's Board of Directors on 3rd May, 2021.

1.3 USE OF ESTIMATES AND JUDGEMENTS

The preparation of the financial statements requires that the Management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent liabilities as at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. The recognition, measurement, classification or disclosure of an item or information in the financial statements is made relying on these estimates.

The estimates and judgements used in the preparation of the consolidated financial statements are continuously evaluated by the Group and are based on historical experience and various other assumptions and factors (including expectations of future events) that the Group believes to be reasonable under the existing circumstances. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

All the assets and liabilities have been classified as current or non-current as per the group's normal operating cycle of twelve months and other criteria set out in Schedule III to the Companies Act, 2013.

Areas involving critical estimates and Judgements are:

- Estimation of employee defined benefit obligations
- Estimation of current tax expenses
- Estimation of provisions and contingent liabilities

1.4 BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS

The consolidated financial statements comprise the financial statements of the Company and its subsidiaries and associates as at 31 March 2021. The Parent Company prepares and report its consolidated financial statements in INR (₹).

Subsidiaries:

Subsidiaries are all entities over which the group has control. Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Group controls an investee if and only if the Group has:

· Power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee)



- Exposure, or rights, to variable returns from its involvement with the investee, and
- The ability to use its power over the investee to affect its returns

The group re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of controls. Consolidation of a subsidiary begins when the group obtains control over the subsidiary and ceases when the group losses control of the subsidiary.

Consolidation procedure:

Subsidiaries:

- a) Combine, on line by line basis like items of assets, liabilities, equity, income, expenses and cash flows of the parent with those of its subsidiaries. For this purpose, income and expenses of the subsidiary are based on the amounts of the assets and liabilities recognised in the consolidated financial statements at the acquisition date.
- b) Offset (eliminate) the carrying amount of the parent's investment in each subsidiary and the parent's portion of equity of each subsidiary. Business combinations policy explains how to account for any related goodwill.
- c) Eliminate in full intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between entities of the group (profits or losses resulting from intragroup transactions that are recognised in assets, such as inventory and fixed assets, are eliminated in full). Intragroup losses may indicate an impairment that requires recognition in the consolidated financial statements. Ind AS12 Income Taxes applies to temporary differences that arise from the elimination of profits and losses resulting from intragroup transactions.

Profit or loss and each component of other comprehensive income are attributed to the owners of the Company and to the non-controlling interests. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances. If a member of the group uses accounting policies other than those adopted in the consolidated financial statements for like transactions and events in similar circumstances, appropriate adjustments are made to that group member's financial statements in preparing the consolidated financial statements to ensure conformity with the group's accounting policies.

The financial statements of all entities used for the purpose of consolidation are drawn up to same reporting date as that of the parent company, i.e., year ended on 31 March. When the end of the reporting period of the parent is different from that of a subsidiary, the subsidiary prepares, for consolidation purposes, additional financial information as of the same date as the financial statements of the parent to enable the parent to consolidate the financial information of the subsidiary, unless it is impracticable to do so.

1.5 GOODWILL

Goodwill arising on an acquisition of a business is initially recognized at cost at the date of acquisition. After initial recognition, goodwill is measured at cost less accumulated impairment losses, if any.

1.6 INVESTMENTS IN ASSOCIATES

Associates are all entities over which the group has significant influences but not control or joint control. This is generally the case where the group holds between 20% to 50% of the voting rights or the group has power to participate in the financial and operating policy decision of the investee. Investments in associate are accounted for using equity method accounting.

The results and assets and liabilities of associates are incorporated in these consolidated financial statements using the equity method of accounting, except when the investment, or a portion thereof, is classified as held for sale, in which case it is accounted for in accordance with Ind AS 105.

Under the equity method, an investment in an associate is initially recognised in the consolidated balance sheet at cost and adjusted thereafter to recognise the Group's share of the profit or loss and other comprehensive income of the associate.

On acquisition of the investment in an associate, any excess of the cost of the investment over the Group's share of the net fair value of the identifiable assets and liabilities of the investee is recognised as goodwill, which is included within the carrying amount of the investment. Any excess of the Group's share of the net fair value of the identifiable assets and liabilities over the cost of the investment, after reassessment, is recognised directly in equity as capital reserve in the period in which the investment is acquired.

Distributions received from an associate reduce the carrying amount of the investment. Unrealised gains on transactions between the group and its associates and joint ventures are eliminated to the extent of the group's interest in these entities. Unrealised losses are also eliminated unless the transactions provides evidence of an impairment of the assets transferred.

When the Group's share of losses of an associate exceeds the Group's interest in that associate (which includes any long-term interests that, in substance, form part of the Group's net investment in the associate), the Group discontinues recognising its share of further losses. Additional losses are recognised only to the extent that the Group has incurred legal or constructive obligations or made payments on behalf of the associate.



Change in Ownership Interest:

When the Group ceases to consolidate or equity account for an investment because of a loss of control or significant influence, any retained interest in the entity is remeasured to its fair value with the change in carrying amount recognized in profit or loss. This fair value becomes the initial carrying amount for the purposes of subsequent accounting for the retained interest as an associate, joint venture or financial asset. In addition, any amounts previously recognized in other comprehensive income in respect of that entity are accounted for as if the Group had directly disposed of the related assets or liabilities. This may mean that amounts previously recognized in other comprehensive income are reclassified to profit or loss. If the ownership interest in an associate is reduced but significant influence is retained, only a proportionate share of the amounts previously recognized in other comprehensive income are reclassified to profit or loss where appropriate.

1.7 FOREIGN CURRENCY TRANSACTIONS

In preparing the financial statements of each individual group entity, transactions in currencies other than the entity's functional currency (foreign currencies) are recognised at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

Exchange differences on monetary items are recognised in profit or loss in the period in which they arise except for exchange differences on monetary items receivable from or payable to a foreign operation for which settlement is neither planned nor likely to occur (therefore forming part of the net investment in the foreign operation), which are recognised initially in other comprehensive income and reclassified from equity to profit or loss on repayment of the monetary items.

For the purposes of presenting these consolidated financial statements, the assets and liabilities of the Group's foreign operations are translated into Indian Rupees using exchange rates prevailing at the end of each reporting period. Income and expense items are translated at the average exchange rates for the period, unless exchange rates fluctuate significantly during that period, in which case the exchange rates at the dates of the transactions are used.

Exchange differences arising, if any, are recognised in other comprehensive income and accumulated in equity (and attributed to non-controlling interests as appropriate).

On disposal of foreign operations (i.e. a disposal of the Group's entire interest in a foreign operation, a disposal involving loss of control over a subsidiary that includes a foreign operation, or a partial disposal of an interest in a joint arrangement or an associate that includes a foreign operation of which the retained interest becomes a financial asset), all of the exchange differences accumulated in equity in respect of that operation attributable to the owners of the Group are reclassified to profit or loss.

In addition, in relation to a partial disposal of a subsidiary that includes a foreign operation that does not result in the Group losing control over the subsidiary, the proportionate share of accumulated exchange differences are re-attributed to non-controlling interests and are not recognised in profit or loss. For all other partial disposals (i.e. partial disposals of associates or joint arrangements that do not result in the Group losing significant influence or joint control), the proportionate share of the accumulated exchange differences is reclassified to profit or loss.

1.8 SEGMENT REPORTING

Operating segments are reported in a manner consistent with the internal reporting provided to Chief Operating Decision Maker (CODM).

The Group has identified its Managing Director as CODM which assesses the operational performance and position of the Group and makes strategic decisions.

1.9 For other accounting policies - Refer significant accounting policies mentioned in the standalone financial statements.



2 PROPERTY, PLANT AND EQUIPMENT

									₹ In lakhs
		und Leasehold	Buildings	Plant and Equipment		Furniture and Fixtures	Vehicles	Office Equipment	Total
Gross carrying amount					-				
Balance as at 1st April, 2020	6928	-	69108	166777	44867	3599	584	4231	296094
Additions	642	-	7300	15525	5874	178	41	401	29961
Deductions/ Adjustment			93	755	17	57	106	479	1507
Balance as at 31st March, 2021	7570		76315	181547	50724	3720	519	4153	324548
Accumulated Depreciation									
Balance as at 1st April, 2020	-	-	17971	86478	32612	2181	414	3124	142780
Additions	-	-	2517	12135	3980	229	40	584	19485
Deductions/ Adjustment			50	680	10	54	103	436	1333
Balance as at 31st March, 2021	_	-	20438	97933	36582	2356	351	3272	160932
Net carrying amount as at 1st April, 2020	6928	-	51137	80299	12255	1418	170	1107	153314
Net carrying amount as at 31st March, 2021	7570	-	55877	83614	14142	1364	168	881	163616
Gross carrying amount									
Balance as at 1st April, 2019	6857	1891	62922	154862	42281	3258	686	3941	276698
Additions	71	-	6199	13181	3396	422	14	706	23989
Deductions/ Adjustment			13	1266	810	81	116	416	2702
Reclassified on account of adoption of Ind AS 116		1891							1891
Balance as at 31st March, 2020	6928	-	69108	166777	44867	3599	584	4231	296094
Accumulated Depreciation									
Balance as at 1st April, 2019	-	-	15640	76046	29480	2048	476	2870	126560
Additions	-	-	2331	11619	3938	210	43	633	18774
Deductions/ Adjustment				1187	806	77	105	379	2554
Balance as at 31st March, 2020			17971	86478	32612	2181	414	3124	142780
Net carrying amount as at 1st April, 2019	6857	1891	47282	78816	12801	1210	210	1071	150138
Net carrying amount as at 31st March, 2020	6928	-	51137	80299	12255	1418	170	1107	153314

NOTES

- 1. Leasehold land under varying lease arrangement for period ranging from 30-99 years.
- 2. Land and Buildings include amount of ₹ 43 lakhs (Previous year ₹ 43 lakhs) in respect of which title deeds are yet to be registered in the name of the Company.

3 CAPITAL WORK-IN-PROGRESS & INTANGIBLE ASSETS UNDER DEVELOPMENT

CAPITAL WORK-IN-PROGRESS

	31st March, 2021	31st March, 2020
Buildings	1483	4420
Plant and equipment	2073	2856
Moulds & dies	835	867
Other assets	120	170
Project expenses pending capitalisation (include depreciation and amortisation of ₹ 70 Lakhs (Previous year ₹ 87 Lakhs))	569	979
TOTAL CAPITAL WORK-IN-PROGRESS	<u>5080</u>	9292
INTANGIBLE ASSETS UNDER DEVELOPMENT		
	31st March, 2021	31st March, 2020
Computer software / licences	22	-
TOTAL INTANCIRLE ASSETS LINDER DEVELOPMENT	22	_



₹ In lakhs

4 INTANGIBLE ASSETS

	Computer software	Know how, Right to use & Patents	Total
<u>Gross carrying amount</u> Balance as at 1st April, 2020	1824	2569	4393
Additions Deductions/ Adjustment	9 -	7 -	16 -
Balance as at 31st March, 2021	1833	2576	4409
Accumulated Depreciation Balance as at 1st April, 2020 Additions Deductions/ Adjustment	952 292	1839 219 (11)	2791 511 (11)
Balance as at 31st March, 2021	1245	2069	3313
Net carrying amount as at 1st April, 2020 Net carrying amount as at 31st March, 2021	872 588	730 507	1602 1096
Gross carrying amount Balance as at 1st April, 2019 Additions Deductions/ Adjustment	1735 89	2467 102	4202 191
Balance as at 31st March, 2020	1824	2569	4393
Accumulated Depreciation Balance as at 1st April, 2019 Additions Deductions/ Adjustment	632 318 2	1611 211 17	2243 529 19
Balance as at 31st March, 2020	952	1839	2791
Net carrying amount as at 1st April, 2019 Net carrying amount as at 31st March, 2020	1103 872	856 730	1959 1602

5 RIGHT TO USE - LEASE

RIGHT TO USE - LEASE	
	Right to use
Gross carrying amount	
Balance as at 1st April, 2020	7121
Additions	2164
Deductions/ Adjustment	-
Amortisation	24
Balance as at 31st March, 2021	9261
Accumulated Depreciation	
Balance as at 1st April, 2020	1263
Additions	1282
Deductions/ Adjustment	_
Balance as at 31st March, 2021	2545
Net carrying amount as at 1st April, 2020	5858
Net carrying amount as at 31st March, 2021	6716
Gross carrying amount	
Balance as at 1st April, 2019	-
Additions	5253
Reclassified on account of adoption of Ind AS 116	1891
Deductions/ Adjustment	
Amortisation	23
Balance as at 31st March, 2020	7121
Accumulated Depreciation	
Balance as at 1st April, 2019	-
Additions	1263
Deductions/ Adjustment	<u>-</u>
Balance as at 31st March, 2020	1263
Net carrying amount as at 1st April, 2019	-
Net carrying amount as at 31st March, 2020	5858



₹ In lakhs

NON CURRENT INVESTMENTS

	Quant	ity	Amou	ınt
	31-Mar-21	31-Mar-20	31-Mar-21	31-Mar-20
EQUITY SHARES FULLY PAID UP				
A. INVESTMENT IN ASSOCIATES QUOTED (At Cost)				
Supreme Petrochem Ltd. (an associate Company - 30.78% equity	28936400	28936400	2835	2835
stake held [Previous year 30.01%]) (Face value @ ₹ 10 each)				
Goodwill on acquisition			503	503
Accumulated share in profit at the beginning of the year Share in profit - current year			16864 14696	15925 3078
Share in other comprehensive income			(25)	(17)
Dividend received during the year including share of dividend			(1157)	(2093)
distribution tax				
Adjustments for unrealised profit on stock in hand			(97)	(6)
Impact on account of Buy Back of shares Others			(498) (2)	(23)
Oulers				
UNQUOTED			33119	20202
Kumi Supreme India Pvt Ltd (an associate Company - 20.67% equity	-	-	-	1047
stake held upto 31st March'2020) (Face value @₹ 10 each)				
Goodwill on acquisition			-	1456
Share in equity related cost			-	(27)
Accumulated share in profit at the beginning of the year Share in profit / (loss) - current year			-	(26) 49
Sale of Equity Shares in associate			-	(2499)
TOTAL			33119	20202
B. OTHER INVESTMENTS				
QUOTED (Fair value through Profit & Loss Account)	1006	4005	_	
Bank of Baroda Central Bank of India	1286 5874	1286 5874	1 1	1 1
UNQUOTED (Fair value through Profit & Loss Account)	30/4	30/4	'	'
Windage Power Company Private Ltd.*	73450	42150	7	5
Nu Power Wind Farms Limited*	4769	4769	0	0
INVESTMENT IN PARTNERSHIP			=04	5 40
HPC Research s.r.o. (LLC)**			531	519
TOTAL OTHER INVESTMENTS			540	526
TOTAL NON CURRENT INVESTMENTS [A+B]			33659	20728
*Lying in escrow account			404000	27522
Aggregate market value of quoted investments Aggregate carrying value of unquoted investments			121028 539	37532 524
Aggregate carrying value of unquoted investments Aggregate carrying value of quoted investments			33121	20202
** Name of Partners and shares			33121	20202
1. Special engineering s.r.o. (45%)				
2. Andriy Zakharchuk (45%)				

- 3. The Supreme Industries Limited (10%)

DEPOSITS

	Non-Current		Curre	nt
	31-Mar-21	31-Mar-20	31-Mar-21	31-Mar-20
Sundry deposits considered good - Unsecured	2019	1858	492	360
Sundry Deposits - credit impaired	5		-	
	2024	1858	492	360
Less: Provision for doubtful Sundry Deposits	5	<u>-</u>	<u>-</u>	
TOTAL DEPOSITS	<u>2019</u>	1858	492	360



₹ In lakhs

8 LOANS

	Non-Current		Currei	nt
	31-Mar-21	31-Mar-20	31-Mar-21	31-Mar-20
Loans to employees considered good - Unsecured	108	83	165	195
Loans to employees - credit impaired	4		<u>-</u>	
	112	83	165	195
Less: Provision for doubtful Loans to employees	4			
TOTAL LOANS	108	83	<u>165</u>	195

9 OTHER FINANCIAL ASSETS

	Non-Current		Current	
	31-Mar-21	31-Mar-20	31-Mar-21	31-Mar-20
Interest accrued and due on fixed deposits	-	-	54	48
Derivative financial assets				470
TOTAL OTHER FINANCIAL ASSETS	-		54	519

10 OTHER ASSETS

(Unsecured - Considered good)	Non-Current		Current		
	31-Mar-21	31-Mar-20	31-Mar-21	31-Mar-20	
Capital advances	1902	2946	-	-	
Advance to Suppliers	-	-	4362	2744	
Advances/claims recoverable	44	6	2130	2371	
Prepaid expenses	117	107	1059	1098	
Refunds due/balances from/with government authorities	7258	5289	6430	6142	
TOTAL OTHER ASSETS	9320	<u>8348</u>	13981	12355	

11 INVENTORIES

(Cost or Net realisable value whichever is lower)	As at 31-Mar-21	As at 31-Mar-20
Raw materials and components [including goods in transit ₹ 2777 lakhs (As at 31st March, 2020 - ₹ 4714 lakhs)]	34537	33096
Finished goods [including goods in transit ₹ 8 lakhs (As at 31st March, 2020 - ₹ 4 lakhs)]	31961	45089
Semi-finished goods	5400	7165
Stock-in-trade	649	808
Stores, spare parts, and consumables	2131	1762
Packing materials	1399	1137
TOTAL INVENTORIES	<u>76077</u>	<u>89057</u>

Note: Write down of Inventories to Net Realisable Value by ₹ 290 lakhs (Previous year ₹ 143 lakhs) based on management inventory policy -Non & slow moving inventory. The same has been recognised as an expense during the year and included in the "Changes in value of Inventory of "semi finished goods" and "finished goods" in the statement of Profit and Loss.

12 TRADE RECEIVABLES

	As at	As at
3	1-Mar-21	31-Mar-20
Trade Receivables considered good - Unsecured	38864	30785
Trade Receivables which have significant increase in Credit Risk	354	706
Trade Receivables - credit impaired	442	405
	39660	31896
Less: Provision for doubtful trade receivables	677	612
TOTAL TRADE RECEIVABLES	38983	31284



₹ In lakhs

13	CASH	AND	CASH	EQ	UIVA	LENTS
-----------	-------------	------------	-------------	----	-------------	-------

			As at 31-Mar-21	As at 31-Mar-20
	th banks in current and cash credit accounts		9672	12499
Cash on ha			28	42
Remittance			-	2443
Cheques or			-	1
Investment	in liquid mutual funds/deposits designated at FVTPL*		66451	7004
TOTAL CAS	SH AND CASH EQUIVALENTS		76152	21989
*Investmen	nt in Liquid Mutual funds/deposits includes:			
Scheme Na	ame	Units	31-Mar-21	31-Mar-20
A. Liquid	l Mutual funds			
ABSL	Liquid Fund-Direct	2162082	7168	-
Axis Li	iquid Fund-Direct	219905	5024	-
BNP P	Paribas Liquid Fund-Direct	123254	3903	-
	Liquid Fund-Direct	157439	6369	-
HDFC	Liquid Fund-Regular	32513	1306	-
HSBC	Liquid Fund-Direct	98299	2014	-
ICICI I	Pru Liquid Fund-Direct	1151119	3508	-
ICICI I	Pru Liquid Fund-Regular	330503	1002	-
IDFC I	Liquid Fund-Direct	76623	1905	-
LIC M	F Liquid Fund-Direct	107328	4011	-
Kotak	Liquid Fund-Direct	116773	4857	-
Kotak	Liquid Fund-Regular	24175	1001	-
Nippo	on India Liquid Fund-Direct	149195	7508	-
SBI Lic	quid Fund-Direct	192999	6218	-
Tata Li	iquid Fund-Direct	174074	5653	-
UTI Li	quid Fund-Direct	74296	2504	-
HDFC	Liquid Fund-Growth	89656	-	3503
SBI Lic	quid Fund-Growth	112616		3501
Total			63951	7004
B. Depos HDFC	s its Ettd. (due on 27th May'2021)		2500	-
Total	,		2500	-
Total [A+B	3]		66451	7004

14 OTHER BANK BALANCES

	As at	As at
	31-Mar-21	31-Mar-20
Deposit with banks (Earmarked for electricity/sales tax/margin money)	196	585
Unclaimed dividend	492	565
TOTAL OTHER BANK BALANCES	688	1150
		\



₹ In lakhs

15 EQUITY SHARE CAPITAL

	As at	As at
	31-Mar-21	31-Mar-20
AUTHORISED		
15,00,00,000 Nos. Equity Shares of ₹ 2 each	3000	3000
1,12,00,000 Nos. Preference Shares of ₹ 10 each	1120	1120
3,38,00,000 Nos. Unclassified Shares of ₹ 10 each	3380	3380
	<u>7500</u>	7500
ISSUED, SUBSCRIBED AND PAID UP		
12,70,26,870 Nos. Equity Shares of ₹ 2 each Fully Paid Up	2541	2541
TOTAL SHARE CAPITAL	2541	2541

The reconciliation of the number of equity shares outstanding

The reconciliation of the number of equity shares	As at 31-Mar-21		As at 31-Mar-20	
outstanding	Numbers	Amount	Numbers	Amount
Equity Shares at the beginning of the year	127026870	2541	127026870	2541
Equity Shares at the end of the year	127026870	2541	127026870	2541

Terms/rights attached to Equity shares:

The Company has only one class of issued Equity Shares having a par value of ₹ 2 per share. Each Shareholder is eligible for one vote per share held.

In the event of liquidation, the equity shareholders are eligible to receive the residual assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

The details of Shareholders holding more than 5% shares:

Name of the Shareholders	31-Mar-21		31-Mar-20	
	No. of Equity	% of Holding	No. of Equity	% of Holding
	Shares	_	Shares	
Boon Investment and Trading Company Pvt Ltd	20457956	16.10%	20357956	16.03%
Jovial Investment and Trading Company Pvt Ltd	20478638	16.12%	20108268	15.83%
Venkatesh Investment and Trading Company Pvt Ltd	18041229	14.20%	19693081	15.50%

In the Period of five years immediately preceding March, 2021:

The Company has not alloted any equity shares as fully paid up without payment being received in cash or as Bonus Shares or Bought back any equity shares.

16 OTHER EQUITY

As at	As at
1ar-21	31-Mar-20
249	249
4749	4749
222	222
37	91
88820	219405
21596	-
(1293)	(1138)
14380	223578
	4749 222

Nature & Purpose of the Reserve:

Capital reserve: Capital reserve represents the capital subsidy received by the Company. The reserve will be utilised in accordance with the provisions of the Act.

Securities premium: Securities premium is credited when shares are issued at premium. This will be utilised in accordance with the provisions of the Act.

Capital redemption reserve: Capital redemption reserve is being created by transfer from Retained earnings at the time of buy back of equity shares in accordance with the Act. The reserve will be utilised in accordance with the provisions of the Act.

General reserve: The General reserve is created by way of transfer of profits from retained earnings for appropriation purposes. This reserve is utilised in accordance with the provisions of the Act.

Retained earnings: Retained earnings are the profits that the Company has earned till date, less any transfers to general reserve, dividends or other distributions paid to shareholders.



As at

As at

Consolidated Notes to the financial statements for the year ended 31st March, 2021

₹ In lakhs

17 BORROWINGS

	Non-Cur	rent	Currei	nt
SECURED	31-Mar-21	31-Mar-20	31-Mar-21	31-Mar-20
Working Capital Loans From Banks:				
Cash credit accounts	-	-	-	2186
Working Capital Demand Loans				6908
			<u>-</u>	9094
UNSECURED				
Deferred payment liabilities (under sales tax deferral scheme)	61	88	-	-
Working Capital Loans From Banks:				
Cash credit accounts	-	-	-	1993
Working Capital Demand Loans	-	-	-	20180
Foreign Currency loans - Buyer's credit		<u>-</u>	-	9739
	61	88	<u>-</u> _	31912
TOTAL BORROWINGS	61	88		41006

18 DEPOSITS

	Non-Current		Current	
	31-Mar-21	31-Mar-20	31-Mar-21	31-Mar-20
Trade / security deposits	430	284	87	58
TOTAL DEPOSITS	430	284	87	58

19 PROVISIONS

	Non-Current		Current	
	31-Mar-21	31-Mar-20	31-Mar-21	31-Mar-20
Provision for employee benefits:				
Compensated absences	2242	2001	679	555
Gratuity	-	-	62	5 <i>7</i> 1
TOTAL PROVISIONS	2242	2001	741	1126

20 TRADE PAYABLES

	31-Mar-21	31-Mar-20
Due to:		
Micro and small enterprises	1232	1659
Creditors other than micro and small enterprises	63384	53091
TOTAL TRADE PAYABLES	64616	54750

Note:

The Company has certain dues to suppliers registered under Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act'). The disclosure pursuant to the said MSMED Act, to the extent information available to the Company are as follows:

	As at	As at
	31-Mar-2021	31-Mar-2020
Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end	1232	1659
Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	-
Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest paid, other than under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest paid, under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	_
Interest due and payable towards suppliers registered under MSMED Act, for payments already made	-	-
Further interest remaining due and payable for earlier years	-	-



₹ In lakhs

21 OTHER FINANCIAL LIABILI	ITIFS
----------------------------	-------

	As at	As at
	31-Mar-21	31-Mar-20
Current maturities of long-term debt	35	35
Interest accrued but not due on borrowings	-	53
Payables towards property, plant & equipment	12137	8787
Unclaimed dividend*	491	564
Unpaid matured deposits & interest accrued thereon	1	2
Derivative financial liabilities	26	-
Finance lease liabilities	1105	1041
Others	102	102
TOTAL OTHER FINANCIALS LIABILITIES	13897	10584
		. —

^{*}Investor Education and Protection Fund (IEPF) credited when due. As at 31st March, 2021, no balances were due to be transferred to IEPF.

22 OTHER CURRENT LIABILITIES

	As at	As at
	31-Mar-21	31-Mar-20
Advances from customers	8087	5822
Advances towards sale of land	-	121
Statutory dues	8528	3428
Other payables	209	263
TOTAL OTHER CURRENT LIABILITIES	16824	9634

23 INCOME TAX ASSETS/LIABILITIES (NET)

	As at	As at
	31-Mar-21	31-Mar-20
Income tax liabilities (net of advance tax paid ₹ 28857 lakhs)	653	
TOTAL INCOME TAX LIABILITIES (NET)	653	
Income tax assets (net of income tax provision ₹ 16559 lakhs)	<u>-</u>	3789
TOTAL INCOME TAX ASSETS (NET)	_	3789

24 REVENUE FROM OPERATIONS

	2020 - 2021	2019 - 2020
Sale of Goods		
Plastic Products	613451	537968
Commercial Premises	-	2560
Traded Goods		
Plastic Products	3291	2274
Polymers & Others	12189	3252
	628931	546054
Sale of services		
Income from processing	947	530
Others	32	20
	979	550
Other operating income		
Government grants/subsidy	3205	2087
Export incentives	449	642
Sale of empty bags and other scrap etc.	1371	1474
Insurance and other claims	22	59
Liabilities no longer required written back	749	288
	5796	4550
TOTAL REVENUE FROM OPERATIONS	635706	551154



₹ In lakhs

25	OTHER INCOME				
				2020 - 2021	2019 - 2020
	Profit on sale/discard of fixed assets (net)			385	51
	Lease rent			31	87
	Share of profit in partnership firm			10	5
	Fair value gain on investments through profit or loss			1	-
	TOTAL OTHER INCOME			427	143
26	COST OF MATERIALS CONSUMED				
				2020 - 2021	2019 - 2020
	Cost of raw materials consumed			366281	360021
	Cost of packing materials consumed			10155	9909
	Cost of commercial premises sold			-	670
	TOTAL COST OF MATERIALS			376436	370600
27	CHANGES IN INVENTORIES OF FINISHED GOODS, SEMI	FINISHED GO	ODS & STO	CK-IN-TRADE	
			2020 - 2021		2019 - 2020
	Inventories at the beginning of the year				
	Finished goods / Semi finished goods	52254		34881	
	Stock-in-trade	808		667	
		53062		35548	
	Inventories at the end of the year				
	Finished goods / Semi finished goods	37360		52254	
	Stock-in-trade	649		808	
		38009		53062	
	Change in inventories		15053		(17514)
	TOTAL CHANGES IN INVENTORIES OF FINISHED GOODS,		15053		(17514)
	SEMI FINISHED GOODS & STOCK-IN-TRADE				
20	FAIRLOVEE BENIEFITC EVBENICEC				
28	EMPLOYEE BENEFITS EXPENSES				
				2020 - 2021	2019 - 2020
	Salaries and wages			23921	22292
	Contribution to provident and other funds			1148	1153
	Managerial remuneration			4373	2948
	Staff welfare expenses			1595	1512
	TOTAL EMPLOYEE BENEFITS EXPENSES			31036	27905
29	FINANCE COSTS				

	2	2020 - 2021		2019 - 2020
Interest expenses on borrowings	1482		2354	
Interest on lease liabilities	368		405	
Unwinding of discount on deferred sales tax	8		10	
Interest on income tax (net of interest on income tax refund of ₹ 196 lakhs)	232		-	
Other borrowing costs	123	2213	198	2967
Less:				
Interest received	280		691	
Unwinding of discount on security deposits	45		56	
Fair valuation of liquid mutual funds on current investments designated at FVTPL	138		(4)	
Profit on redemption of liquid mutual funds on current investments designated at FVTPL	800	1263	205	948
TOTAL FINANCE COSTS		950		2019



₹ In lakhs

~ ~							
.511	OI	н	LD	LV	$D \vdash N$	ıcı	-6
JU.	O I	п	LΝ	LA	E EIN	431	EO

	2020 - 2021	2019 - 2020
Stores & spare parts consumed	4223	3760
Labour charges	16972	17182
Power & fuel	19857	21608
Water charges	113	111
Repairs & maintenance of buildings	296	634
Repairs & maintenance of plant & machinery	1380	1400
Repairs & maintenance (others)	960	893
Directors' Fees and Commission to non executive directors	133	139
Rent, rates & taxes	488	1658
Insurance	827	422
Corporate social responsibility and donations	1210	1611
Legal & professional fees	1425	1825
Travelling & conveyance	1761	3073
Vehicle expenses	236	259
Advertisement, publicity & business promotion	6092	7256
Freight and forwarding charges	11098	10820
Printing, stationery & communication	736	884
Commission	1709	1995
Bad debts (net of bad debts recovered)	60	917
Provision for doubtful debts	86	265
Plant security services	1314	1192
Inspection, testing, registration and marking fees	684	731
Foreign currency exchange fluctuation (net)	179	2387
Fair value loss on investments through profit or loss	-	2
Loss on Sale of Investments in an associate	-	73
Miscellaneous expenses	562	870
TOTAL OTHER EXPENSES	72399	81966

31 INCOME TAXES

a) Tax expense recognised in the statement of Profit and Loss:

Particulars	2020 - 2021	2019 - 2020
Current tax	27428	16030
Deferred income tax expense/(credit)	(4064)	1219
Total income tax expense/(credit)	23364	17249

b) A reconciliation of the income tax amount between the enacted income tax rate and the effective income tax of the Company is as follows:

Particulars	2020 - 2021	2019 - 2020
Enacted income tax rate in India	25.17%	25.17%
Profit before tax	107617	62220
Income tax as per above rate	27087	15661
Adjustments:		
Income exempt from Income taxes	(291)	(437)
Amounts not allowable under income tax act	421	414
Undistributed profit of associate	(4245)	4245
Change in tax rate	-	(3363)
Others	392	729
Income tax as per profit and loss statement	23364	17249



₹ In lakhs

c) The movement in deferred tax assets and liabilities during the year ended 31st March, 2021:

Deferred tax (assets)/liabilities	April,	(Credit)/charge in statement of Profit and Loss		(Credit)/charge in statement of Profit and Loss	As at 31st March, 2021
Depreciation	14016	(2963)	11053	(78)	10975
Amount allowable on payment basis & others	(1979)	(63)	(2042)	259	(1783)
Undistributed profit of associate		4245	4245	(4245)	-
Total	12037	1219	13256	(4064)	9192

The Company elected to exercise the option of lower tax rate permitted under section 115BAA of the Income-tax Act,1961. The Company, accordingly had recognized Provision for Income Tax and re-measured its Deferred Tax Liabilities basis the rate prescribed in the said section. The impact of this change had been recongnized in the Statement of Profit & Loss for previous year ended 31st March, 2020 including write back of deferred tax liabilities relating to earlier years of ₹ 3363 lakhs.

32 INVESTMENT IN ASSOCIATE:

Details and material financial information of Associate:

Summarised financial information in respect of Group's material associate is set out below. The summarised financial information below represents amounts shown in the associate's financial statements prepared in accordance with Ind AS adjusted by the Group for equity accounting purposes.

Supreme Petrochem Limited

Principal activity	Place of incorporation and principal place of	Proportion of ownership interest / voting rights held by the Group		
	business		As at 31-Mar-2020	
Business of Styrenics and Manufactures of Polystyrene and Masterbatches	India	30.78%	30.01%	

The above associate is accounted for using the equity method in these consolidated financial statements.

Summarised financial information of Associate:

Particulars	As at 31-Mar-2021	As at 31-Mar-2020
Non-current assets	39028	38776
Current assets	136506	86729
Non-current liabilities	6889	6087
Current liabilities	62160	52090
Contingent liabilities	12901	2179
Commitments	2716	204

Particulars	2020 - 2021	2019 - 2020
Revenue	320645	273618
Profit/(loss) for the year	47749	10265
Other comprehensive income for the year (net of taxes)	(80)	(56)
Total comprehensive income for the year	47669	10209
Dividends received from the associate during the year	1157	1736

33 SEGMENT REPORTING:

Par	Particulars		2019 - 2020
1)	Segment revenue		
	Plastics piping products	409879	344487
	Industrial products	76112	67319
	Packaging products	103506	95927
	Consumer products	35421	38320
	Others	10788	5101
	Net Revenue from operations	635706	551154
2)	Segment results		
	Plastics piping products	82129	46052
	Industrial products	6346	3258

123



₹ In lakhs

nrticulars	2020 - 2021	2019 - 2020
Packaging products	12459	10151
Consumer products	5966	5760
Others	2423	497
Total segment profit before interest and tax	109323	65718
Add: Share of profit/(loss) of associate	14599	3121
Less: Finance cost	950	2019
Less: Other unallocable expenditure (net of unallocable income)	1750	2688
Profit before tax	121222	64132
Less: Provision for tax	23408	17392
Add: Other comprehensive income (net of tax)	(155)	(440
Profit after tax	97659	46300

Business segments

Based on the "management approach" as defined in Ind-AS 108 - Operating Segments, the Managing Director/Decision Maker evaluates the Group's performance and allocates resources based on an analysis of various performance indicators by business segments. Accordingly, information has been presented along with these business segments. The accounting principles used in the preparation of the financial statements are consistently applied to record revenue and expenditure in individual segments.

Segment assets and liabilities

The Group is engaged mainly in production of plastic products. Most of the assets, liabilities and depreciation/amortisation of the aforesaid reportable segments are interchangeable or not practically allocable. Accordingly, segment assets, liabilities and depreciation/amortisation have not been presented.

34 EARNINGS PER SHARE (EPS)

	2020 - 2021	2019 - 2020
Profit after tax (PAT)	97814	46740
Weighted average number of equity Shares (In Nos.)	127026870	127026870
Nominal value of equity Shares (In ₹)	2	2
Basic & diluted earning per share (In ₹)	77.00	36.80

- 35 There is only one foreign subsidiary company with insignificant transactions. The accounting policies and notes to accounts being similar to that of the holding company as stated in standalone financial statements are not appended hereto.
- 36 The previous year figures have been re-grouped / re-classified wherever required to conform to current year classification. All figures of financials has been rounded off to nearest lakhs rupees.

B. L. Taparia

Chairman (DIN No. 00112438)

V. K. Taparia Executive Director (DIN No. 00112567)

R. M. PandiaDirector
(DIN No. 00021730)

R. I. Saboo

VP (Corporate Affairs) & Company Secretary

Mumbai, 3rd May, 2021

Signature to Notes 1-36 For and on behalf of the Board

M. P. Taparia
Managing Director
(DIN No. 00112461)

B. V. Bhargava *Director*(DIN No. 00001823)

Ameeta Parpia Director (DIN No. 02654277) **S. J. Taparia** Executive Director (DIN No. 00112513)

Y. P. Trivedi
Director

(DIN No. 00001879)

P. C. SomaniChief Financial Officer



Details of Manufacturing & Fabrication Units:

S. No.	States	Locations	Address	GST Nos.	Туре	Products
1	Assam	Guwahati	The Supreme Industries Limited Dag No. 275 & 306, Epip Zone, Post Amingaon, Village Numalijolahko Mouza, SilasundariGopa, North Guwahati Dist. Kamrup, Assam-781031, India	18AAACT1344F1ZN	Manufacturing Unit	Material Handling Products, Furniture
2	Gujarat	Halol Unit-I	The Supreme Industries Limited Factory at Plot No. 1307 & Plot No. 216, GIDC Industrial Estate Halol Dist. Panchmahals, Gujarat- 389 350, India	24AAACT1344F1ZU	Manufacturing Unit	Cross Laminated Film & Products
3	Gujarat	Halol Unit-II	The Supreme Industries Limited Survey No. 123/1 & 123/2 Paiky -1 Village - Muvala, Khakhariamadhvasraod, Get Muvala, Taluka :Halol Dist. Godhra (pms)-389350 Gujrat, India	24AAACT1344F1ZU	Manufacturing Unit	Cross Laminated Film & Products
4	Gujarat	Halol Unit-III	The Supreme Industries Limited Survey No. 188/1 & 189 (part) Chandrapura Dist. Panchmahal, Halol-389350 Gujrat, India	24AAACT1344F1ZU	Manufacturing Unit	Composite LPG Cylinder
5	Gujarat	Halol Unit-IV	The Supreme Industries Limited 703 GIDC Halol – Dist. Panchmahals-389350, Gujrat, India	24AAACT1344F1ZU	Manufacturing Unit	Cross Laminated Film & Products
6	Gujarat	Halol Unit-V	The Supreme Industries Limited 218, Chandrapura, Taluka Halol, Panchmahals, Gujarat, 389350	24AAACT1344F1ZU	Fabrication unit	Cross Laminated Film Products
7	Gujarat	Halol Unit-VI	The Supreme Industries Limited Shed No.807, 809, C/o Mig Metals Pvt. Ltd., Gidc Estate, Halol, Panchmahals, Gujarat 389350	24AAACT1344F1ZU	Fabrication unit	Cross Laminated Film Products
8	Haryana	Gurgaon	The Supreme Industries Limited Sector 6, Plot No. 210, Itm Manesar, Gurgaon, Gurgaon,gurgaon, Haryana, 122050	06AAACT1344F1ZS	Fabrication unit	Protective Packaging Products
9	Madhya Pradesh	Malanpur Unit-I	The Supreme Industries Limited Plot No N-1 To N-12, Ghironghi Industrial, Area, Malanpur, Bhind, Madhya Pradesh, 477116	23AAACT1344F4ZT	Manufacturing Unit	Protective Packaging Products
10	Madhya Pradesh	Malanpur Unit-II	The Supreme Industries Limited Factory At Plot No. K-1 To K-4 K-8 K-9 Ghirongiindl Area, Malanpur, Madhya Pradesh-477116, India	23AAACT1344F3ZU	Manufacturing Unit	Plastics Piping Products
11	Madhya Pradesh	Malanpur Unit-III	The Supreme Industries Limited Roto Moulding Division Gag-14 Chironghi Industrial Area, Malanpur, Dist. Bhind- Madhya Pradesh-477116 India	23AAACT1344F6ZR	Manufacturing Unit	Plastics Piping Products
12	Madhya Pradesh	Malanpur Unit-IV	The Supreme Industries Limited 128 1/a, Malanpur Industrial Area Opposite, Old Hotline Tele Tube And Components Limited,malanpur, Bhind, Madhya Pradesh, 477116	23AAACT1344F5ZS	Fabrication unit	Machinery Division
13	Maharashtra	Gadegaon	The Supreme Industries Limited Factory At Unit No. Iii, Plot No. 47,47/2, 48-50,55-66,69,70,72,73,77 To 83/1, 83/2, 84 & 85, Gadegaon, Jalgaon To Aurangabad Road, Taluka - Jamner, Dist Jalgaon-425114, Maharashtra, India	27AAACT1344F1ZO	Manufacturing Unit	Plastics Piping Products, Industrial Components, Furniture, Material Handling Products
14	Maharashtra	Jalgaon Unit-I	The Supreme Industries Limited Factory At D101/102, Midc & Survey(ghat) No 242/ 1& 2, 245/03 And Survey No 244/2,3,4 & 5, Jalgaon-425003 Maharashtra, India	27AAACT1344F1ZO	Manufacturing Unit	Plastics Piping Products
15	Maharashtra	Jalgaon Unit-II	The Supreme Industries Limited Unit No 2,plot No H-20 Midc,ajanta Road Jalgaon-425003 Maharashtra, India	27AAACT1344F1ZO	Manufacturing Unit	Plastics Piping Products
16	Maharashtra	Khopoli	The Supreme Industries Limited Factory At Takaiadoshi Road Village Honad, Khopoli-410203, Maharashtra India	27AAACT1344F1ZO	Manufacturing Unit	Performance Packaging Films
17	Maharashtra	Kanhe	The Supreme Industries Limited Factory At Post Kanhe, Tal Maval, talegaon, Pune-412106, Maharashtra, India	27AAACT1344F1ZO	Manufacturing Unit	Industrial Components, Material Handling Products
18	Maharashtra	Urse	The Supreme Industries Limited Gut No. 420 To 424, Ursemaval Talegaon Dabhade, Pune- 410506, Maharashtra, India	27AAACT1344F1ZO	Manufacturing Unit	Protective Packaging Products
19	Maharashtra	Urse	The Supreme Industries Limited Gat No. 474, Urse, Urse-maval, Talegaon-dabhade, Pune, Maharashtra, 410506	27AAACT1344F1ZO	Fabrication unit	Protective Packaging Products
20	Maharashtra	Waluj	The Supreme Industries Limited Plot No.5 Gat No. 54, M/s. Vedant Enterprise,, Midc Walunj, Aurangabad, Aurangabad, Mh	27AAACT1344F1ZO	Fabrication unit	Protective Packaging Products



S. No.	States	Locations	Address	GST Nos.	Туре	Products
21	Maharashtra	Parandwadi	The Supreme Industries Limited Survey No. 55, M/s. Vedant Enterprises, Urse, Parandwadi, Pune, Maharashtra, 410506	27AAACT1344F1ZO	Fabrication unit	Protective Packaging Products
	Puducherry (Union Territory)	Puducherry	The Supreme Industries Limited R.s.no.90 & 91 Sanyasikuppam Village, Thirubhuvani Post, Pondy-605107, India	34AAACT1344F1ZT	Manufacturing Unit	Industrial Components, Material Handling Products, Furniture, Plastics Piping Products
23	Puducherry (Union Territory)	Puducherry	The Supreme Industries Limited Rs No. 86/1 And 86/2, Sanyasikuppam Village, Thirubhuvanai, Pondicherry, Puducherry, 605107	34AAACT1344F1ZT	Fabrication unit	Protective Packaging Products
24	Puducherry (Union Territory)	Puducherry	The Supreme Industries Limited R.s.no.95/1, 95/2 And 4/1a, Sanyasikuppam Village, Thirubhuvanai - Post, Pondicherry, Puducherry, 605107	34AAACT1344F1ZT	Manufacturing Unit	Plastics Piping Products
25	Punjab	Derabassi	The Supreme Industries Limited Village Sersani, Near Lalru, Ambala Chandigarh Highway, Dist. Sas Nagar, Punjab-140501, India	03AAACT1344F1ZY	Manufacturing Unit	Material Handling Products, Furniture
26	Rajasthan	Ghiloth	The Supreme Industries Limited Plot No.: A-211, Ghiloth Industrial Area, Rajasthan-301705, India	08AAACT1344F1ZO	Manufacturing Unit	Industrial Components
27	Silvassa (Union Territory)	Silvassa	The Supreme Industries Limited Factory At Survey No.175/1 And 175/2, Via Athal Tin Rasta Near Luhariphatal, Village Kharadpada, Dadra & Nagar Haveli, Silvassa-396230, India	26AAACT1344F1ZQ	Manufacturing Unit	Cross Laminated Film & Products
28	Tamilnadu	Hosur - I	The Supreme Industries Limited S.f. No. 22/3, 22/2b, 23/1b, 24/1a, & 593/1b1 Biramangalam Village Denkanikotta Taluka, Dist. Krishnagiri, Hosur-635109, India	33AAACT1344F1ZV	Manufacturing Unit	Protective Packaging Products
29	Tamilandu	Hosur - II	The Supreme Industries Limited 828/2A2, Kelamangalam, Byramangalam, Krishnagiri, Tamil Nadu, 635113	33AAACT1344F1ZV	Fabrication unit	Protective Packaging Products
30	Tamilnadu	Sriperumbudur	The Supreme Industries Ltd. Plot G -14 & 15 Sipcot Indl. Park, Sripermbudur, Dist. Kancheepuram, Chennai-602105, India	33AAACT1344F1ZV	Manufacturing Unit	Industrial Components
31	Tamilandu	Chennai	The Supreme Industries Limited No. 19, Numbal Road, Numbal, Chennai, Chennai, Tamil Nadu, 600077	33AAACT1344F1ZV	Fabrication unit	Protective Packaging Products
32	Tamilandu	Perundurai	The Supreme Industries Limited Plot No Nn-7 And Nn-8, Sipcot Industrial Growth Centre, Perundurai, Erode, Tamil Nadu, 638052	33AAACT1344F1ZV	Proposed Manufacturing Unit	Plastics Piping Products
33	Telangana	Jadcherla	The Supreme Industries Limited Plot No. 24, 26 To 40, 43 To 45, 41p, 42p, 47p, 48p, Gipjadcherla, Jadcherla Mandal, Polepally Village, mahabubnagar, Telangana, 509301	36AAACT1344F1ZP	Manufacturing Unit	Plastics Piping Products, Material Handling Products, Furniture, Protective Packaging Products
34	Uttar Pradesh	Kanpur	The Supreme Industries Limited H1-h8, H1/a, H9/1 And Khasra No. 135,136,137 & 141 Upsidc Ind. Area Jainpur, Kanpur Dehat-up 209311, India	09AAACT1344F1ZM	Manufacturing Unit	Plastics Piping Products
35	Uttar Pradesh	Noida	The Supreme Industries Limited Factory At C 30 To 31 Phase Ii Noida District, Gautam Budh Nagar, Uttar Pradesh-201305, India	09AAACT1344F1ZM	Manufacturing Unit	Industrial Components
36	Uttarakhand	Rudrapur	The Supreme Industries Limited Near Kingfisher Bottling Plant, Vill Simla Pistor, Kiccha Road, Rudrapur, Udham Singh Nagar, Uttarakhand, 263153	05AAACT1344F1ZU	Fabrication unit	Protective Packaging Products
37	West Bengal	Durgapur	The Supreme Industries Limited Export Promotion Indl. Park (e.p.i.p.), No. 3017-19, 3183-87, 29-35,39,40,42,43,49-54,56 Banskopa, Bidhan Nagar, Durgapur, Dist.burdvan, West Bengal-713212, India	19AAACT1344F1ZL	Manufacturing Unit	Industrial Components, Material Handling Products, Furniture
38	West Bengal	Kharagpur	The Supreme Industries Limited Villbagabhera&imampatna, Katai Khal Poloha Baran Chak, Psnarayan Garh, Near Narayangarh Power Station Distpaschim Midnapur, Pin-721437 West Bengal, India	19AAACT1344F1ZL	Manufacturing Unit	Plastics Piping Products, Material Handling Products, Furniture, Protective Packaging Products



NO	OTES	



NOTES	



UNMATCHED ARRAY OF ADVANCED CUSTOMIZED PRODUCTS & SOLUTIONS







THE SUPREME INDUSTRIES LIMITED

1161 & 1162 Solitaire Corporate Park, 167 Guru Hargovindji Marg, Andheri-Ghatkopar Link Road, Chakala, Andheri (East), Mumbai 400 093, India Tel.: (022) 68690000, 40430000 Fax : (91-22) 68690099, 40430099

Website: www.supreme.co.in E-mail: supreme@supreme.co.in

Regd. Office: 612 Raheja Chambers, Nariman Point, Mumbai 400 021, India

Tel.: (022) 22851656, 22820072 Fax: (91-22) 22851657

AMA

VSTS