



# MAHICKRA CHEMICALS LIMITED

Manufacturers & Exporters of Dyes & Chemicals

Regd. Office : Plot No.: 1209, Phase -3, GIDC, Vatva, Ahmedabad-382 445. INDIA

Corp. Office : Plot No.: 1201-1202, Phase-3, GIDC, Vatva, Ahmedabad-382 445,  
Gujarat, INDIA. ☎ +91-79-25832692, 48994608, 48975221

✉ info@mahickra.com 🌐 www.mahickra.com

CIN : L24304GJ2017PLC099781

Date: September 02, 2022

To,  
The Manager-Listing Department,  
The National Stock Exchange of India Limited,  
Exchange Plaza, Plot No. C/1, G Block,  
Bandra-Kurla Complex, Bandra (E),  
Mumbai-400051, Maharashtra.

Scrip Code: MAHICKRA

Dear Sir,

Sub: Submission of the Annual Report for the financial year 2021-22 in accordance to the provisions of Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

In Pursuance to Regulation 34 of the SEBI (LODR) Regulations, 2015, please find enclosed herewith Annual Report of the Company for Financial Year 2021-22 along with the Notice of Annual General Meeting to be held on September 28, 2022.

Kindly acknowledge the same.

Thanking You

For, Mahickra Chemicals Limited

Mr. Ashishkumar Champaklal Gandhi

Whole Time Director

DIN: 02142344





# MAHICKRA CHEMICALS LIMITED

Manufacturers & Exporters of Dyes & Chemicals



Annual Report – 2021-22

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## **CORPORATE INFORMATION**

<b><i>Corporate Identity Number:</i></b>	L24304GJ2017PLC099781	
<b><i>Website:</i></b>	www.mahickra.com	
<b><i>Listed at:</i></b>	National Stock Exchange of India Limited (Emerge Platform of NSE)	
<b><i>Demat ISIN:</i></b>	INE961Y01015	
<b><i>Registered Office:</i></b>	Plot No.1209, Phase-3, G.I.D.C. Vatva, Ahmedabad-382445, Gujarat, India	
<b><i>Board of Directors:</i></b>	Mr. Mitesh Gandhi Mr. Ashish Gandhi Mrs. Komal Gandhi Mr. Dhanik Mehta Mr. Akhil Shah Mrs. Amisha Shah	Chairman & MD Whole Time Director Whole Time Director Independent Director Independent Director Additional Director (Non-Executive)
<b><i>Chief Financial Officer:</i></b>	Mr. Kalusinh C. Chauhan	
<b><i>Statutory Auditors:</i></b>	M/s. Singhi & Co. Chartered Accountants 705, P. B. Parekh Tower, D. B. School Road, Kankaria, Ahmedabad 22, Gujarat, India.	
<b><i>Registrar &amp; Transfer Agent:</i></b>	Big-Share Services Pvt. Ltd E-2&3, Ansa Industrial Estate, Saki-Vihar Road, Sakinaka, Andheri (E), Mumbai-400072, Maharashtra.	
<b><i>Bankers:</i></b>	State Bank of India	

# Managing Director's Communique

## Dear Shareholders,

If there is one thing that FY 2022 proved, it was that people seek out little moments of joy even in, or perhaps more so in troubled times. It was indeed a difficult year, as the continuing COVID crisis peaked devastatingly during the second wave, and the geopolitical tensions triggered by the Russia-Ukraine conflict aggravated the global stress towards the end of the year. The raw material and supply chain disruptions, along with the inflationary pressures resulting from these crises, further aggravated the problems for the Indian economy and industry. Amid these pressures, businesses struggled to cope and survive. I am happy to inform you that your company has improved its performance by leaps and bounds. While ensuring improvement in profitability, your Company has also succeeded in streamlining its operations which has play major role in achieving this improvement.

Your company has delivered a robust performance in 2021-22 with 18.24% growth in Revenue from Operations, touching Rs. 10230.09 Lakhs. Net Profit for FY 2021-22 stood at Rs. 334.83 Lakhs, a 7.75% jump over the previous year.

This improvement in performance was possible mainly on account of optimal use of available resources by using best possible business model and also continued support of the investors and farsighted leadership provided by the Board of Directors. This was supplemented by support at all the levels of operations by all the staff members of your Company.

I would like to sincerely thank all our customer, employees, suppliers, business partners, shareholders for being with us throughout this transformational journey and who continue to repose their faith and trust in our Company. I would particularly like to thank all the employees of Mahickra for their dedication, hard work and commitment towards the Company. We look forward to another successful year ahead with several new initiatives planned.

With Best Wishes,

Mr. Mitesh Gandhi

Managing Director

## NOTICE

Notice is hereby given that the Fifth Annual General Meeting of the Members of M/s. Mahickra Chemicals Limited will be held at corporate office of the Company at Plot no.1201-1202, Phase-3, G.I.D.C., Vatva, Ahmedabad-382445, Gujrat, India, on Wednesday, 28<sup>th</sup> day of September, 2022 at 2:00 p.m. to transact the following business:

### ORDINARY BUSINESS:

#### **1. Adoption of Accounts:**

To Consider and adopt the Audited Financial Statements of the company for the Financial Year ended on 31<sup>st</sup> March, 2022 and the Reports of Board of Directors and the Auditors' thereon and in this regard to pass with or without modification the following resolution as **Ordinary Resolution:**

"**RESOLVED THAT** the Audited Financial Statements of the company for the financial year ended 31<sup>st</sup> March, 2022 and the reports of the board of directors and auditors' thereon laid before this meeting, be and are hereby considered and adopted."

#### **2. Appointment of Mrs. Komal Miteshkumar Gandhi (DIN: 02137805) who is liable to retires by rotation:**

To take note of Director retire by rotation, and in this regard to pass with or without modification the following resolution as **Ordinary Resolution:**

"**RESOLVED THAT** pursuant to the provisions of Section 152 and other applicable provisions, if any, of the Companies Act, 2013, Mrs. Komal Miteshkumar Gandhi (DIN: 02137805), who is liable to retires by rotation at this meeting and being eligible for re-appointment has offered himself for re- appointment, be and is hereby re-appointed as a Director of the Company, liable to retire by rotation."

### SPECIAL BUSINESS:

#### **3. Regularisation of Additional Director, Mrs. Amisha Fenil Shah (DIN: 09411332) by appointing her as Independent Director of the Company:**

To consider and, if thought fit, to pass with or without modifications, the following resolution as **Special Resolution**:

**“RESOLVED THAT** pursuant to provision of Section 149, 150, 152 read with Schedule IV to the Companies Act, 2013, and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) and Regulation 17 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, Mrs. Amisha Fenil Shah (DIN: 09411332) who was appointed as an Additional Director of the Company w.e.f 11<sup>th</sup> July 2022 in terms of Section 161(1) of the Companies Act, 2013 and Article of Association of the Company and who holds office up to the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing under section 160 of the Act proposing her candidature for the office of the Director and declaration that she meets the criteria for independence as provided in Section 149(6) of the Act and who is eligible for appointment, be and hereby appointed as an Independent Director of the Company to hold office for five (5) consecutive years for the maximum period upto 10<sup>th</sup> July, 2027.”

**RESOLVED FURTHER THAT** the Board of Directors of the Company (which term shall be deemed to include any Committee of the Board of Directors which may have been constituted or hereinafter constituted to exercise the powers conferred on the Board by this resolution) be and are hereby severally authorised to do all acts, deeds, matters and things as may be considered necessary, proper and desirable to give effect to above resolution.”

#### **4. Approval of Related Party Transactions under section 188 of the Companies Act, 2013:**

To consider and, if thought fit, to pass with or without modifications, the following resolution as an **Ordinary Resolution**:

**“RESOLVED THAT** pursuant to Section 188 and other applicable provisions of the Companies Act, 2013 read with the Companies (Meeting of Board and its Power) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force), and applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (including any amendment(s), modification(s) or re-enactment(s) thereof), consent of the members of the Company be and is hereby accorded for the transactions hitherto entered or to be entered into by the Company in the ordinary course of business and at arm’s length price with the following related parties up to the maximum amount as mentioned herein below for the financial year 2022-2023 and for every financial year

thereafter on such terms and condition as may be mutually agreed between the company and the related parties:

Sr. No.	Name of Related Party	Name of Interested Party	Nature of Relationship	Particulars of Contract/ Arrangements	Amount (in Crores)
1	Palash Colours Private Limited	Mitesh Gandhi Anitaben Gandhi	Company having Common Director	Sales, Purchase	Rs. 50.00 Crores
2	Arham Exports	Mitesh Gandhi	Proprietorship Concern of KMP	Sales, Purchase	Rs. 50.00 Crores
3	RCN Specialities Private Limited	Mitesh Gandhi Ashish Gandhi	Company having Common Director	Sales, Purchase	Rs. 50.00 Crores

**RESOLVED FURTHER THAT** the Board of Directors of the Company (which term shall be deemed to include any Committee of the Board of Directors which may have been constituted or hereinafter constituted to exercise the powers conferred on the Board by this resolution) be and are hereby severally authorised to do all acts, deeds, matters and things as may be considered necessary, proper and desirable to give effect to above resolution.”

#### **5. Revision in the Remuneration of Managing Director:**

To consider and, if thought fit, to pass with or without modifications, the following resolution as an **Ordinary Resolution:**

“**RESOLVED THAT**, Pursuant to recommendation of Nomination and remuneration Committee and approval of the board of Directors and in accordance with the provisions of Sections 196, 197, 198, 203, and other applicable provisions, if any, of the Companies Act,2013 (the Act) and the rules made there under (including any statutory modification or re-enactment thereof) read with Schedule V of the Companies Act,2013 and Articles of Association of the Company, approval of the members of the Company be and is hereby accorded to increase the remuneration payable to Mr. Miteshkumar Champaklal Gandhi as a Managing Director with effect from April 1, 2022 on the salary, allowance and Perquisites on the terms and Conditions including remuneration as mentioned below.

Details of the remuneration are

Mr. Miteshkumar Champaklal Gandhi: Up to Rs. 26,00,000/- per annum.



Total Salary payable includes:

- Basic Salary
- Commission Payable if any
- Other benefits like Gratuity, Provident Fund, Leave etc. as applicable as per rules of the Company.
- Other perquisites and benefits as per the rules of the Company.

#### **6. Revision in the Remuneration of Whole Time Director:**

To consider and, if thought fit, to pass with or without modifications, the following resolution as an **Ordinary Resolution:**

**“RESOLVED THAT,** Pursuant to recommendation of Nomination and remuneration Committee and approval of the board of Directors and in accordance with the provisions of Sections 196, 197, 198, 203, and other applicable provisions, if any, of the Companies Act, 2013 (the Act) and the rules made there under (including any statutory modification or re-enactment thereof) read with Schedule V of the Companies Act, 2013 and Articles of Association of the Company, approval of the members of the Company be and is hereby accorded to increase the remuneration payable to Mr. Ashishkumar Champaklal Gandhi as a Whole Time Director with effect from April 1, 2022 on the salary, allowance and Perquisites on the terms and Conditions including remuneration as mentioned below.

Details of the remuneration are

Mr. Ashishkumar Champaklal Gandhi: Up to Rs. 31,85,000/- per annum.

Total Salary payable includes:

- Basic Salary
- Commission Payable if any
- Other benefits like Gratuity, Provident Fund, Leave etc. as applicable as per rules of the Company.
- Other perquisites and benefits as per the rules of the Company.

#### **7. Approval of Inter-Corporate Loans, Investments, Guarantee or Security and Acquisition Under Section 186 of the Companies Act, 2013:**

To consider and, if thought fit, to pass with or without modifications, the following resolution as a **Special Resolution:**

**“RESOLVED THAT** Pursuant to the provisions of Section 186 and other applicable provisions of the Companies Act, 2013 read with the Companies (Meetings of Board and its Powers) Rules, 2014, as may be amended from time to time and Articles of Association of the Company, approval of the members of the Company be and is hereby given to the Board of Directors of the Company (hereinafter called ‘the Board’ which term shall be deemed to include any Committee which the Board may have constituted or hereinafter constitute to exercise its powers including the power conferred by this resolution) for giving any loans/any other form of debt to any person or other body corporate, giving guarantee or providing any security in connection with the loan/any other form of debt to any person or body corporate and /or acquiring by way of subscription, purchase or otherwise the securities and/or contribution of any other body corporate whether Indian or overseas up to maximum amount of Rs. 100 Crore (Rupees One Hundred Crore only) outstanding at any point of time notwithstanding that the aggregate amount of all the loans/guarantees/securities/investments so far made together with the proposed loans /guarantees/securities/investments to be made, exceeds the prescribed limits under the Companies Act, 2013;

**RESOLVED FURTHER THAT** the Board be and is hereby authorised to take from time to time all decisions and steps in respect of the above loans, guarantees, securities and investment including the timing, amount and other terms and conditions of such loans, guarantees, securities and investment and varying the same either in part or in full as it may deem appropriate, and to do and perform all such acts, deeds, matters and things as may be necessary, proper or desirable and to settle any question, difficulty or doubt that may arise in this regard including power to sub-delegate in order to give effect to the aforesaid resolution.”

**8. Authorizing board to grant loans and advances under section 185 of the companies act, 2013 to entity in whom director/s is/are interested:**

To consider and, if thought fit, to pass with or without modifications, the following resolution as a **Special Resolution:**

**“RESOLVED THAT** pursuant to the provisions of Section 185 of the Companies Act, 2013, as amended by the Companies (Amendment) Act, 2017, approval of members of the Company be and is hereby accorded for making of loan(s) including loan represented by way of Book Debt (the “Loan”) to, and/or giving of guarantee(s), and/or providing of security(ies) in connection with any Loan taken/ to be taken by **M/s. RCN Specialities Private Limited** being entity covered under the category of a person in whom any of the director of the company is interested’ as specified in the explanation to Sub-section 2 of the

said Section, of an aggregate outstanding amount not exceeding Rs. 100 Crores (Rupees One Hundred Crores only) at any point in time;

**RESOLVED FURTHER THAT** for the purpose of giving effect to this resolution, the Board of Directors of the Company (hereinafter referred to as “the Board”, which term shall be deemed to include any committee thereof) be and is hereby authorized to negotiate, finalize and agree to the terms and conditions of the aforesaid Loan/Guarantee/security, and to take all necessary steps, to execute all such documents, instruments and writings and to do all necessary acts, deed and things in order to comply with all the legal and procedural formalities and to do all such acts, deeds or things incidental or expedient thereto and as the Board may think fit and suitable.”

**Place: Ahmedabad**  
**Date: 02.09.2022**

**By Order of Board of Directors**  
**For, Mahickra Chemicals Limited**  
**CIN: L24304GJ2017PLC099781**

**Registered office:**  
Plot No. 1209, Phase 3 GIDC Vatva,  
Ahmedabad 382445, Gujarat, India.

**Sd/-**  
**Mitesh C. Gandhi**  
**Chairman & MD**  
**DIN: 02142361**

**Sd/-**  
**Ashish C. Gandhi**  
**Whole-Time Director**  
**DIN: 02142344**

## NOTES:

1. The Register of members and Share Transfer Books of the Company will remain closed from Wednesday, 21<sup>st</sup> September, 2022 to Wednesday, 28<sup>th</sup> September, 2022 (both days inclusive) for annual closing.
2. **IN TERMS OF SECTION 105 OF THE COMPANIES ACT, 2013 A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND, ON A POLL, VOTE INSTEAD OF HIMSELF, SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY.** A person can act as proxy on behalf of members not exceeding 50 [fifty] and holding in aggregate not more than ten (10) per cent of the total share capital of the Company. In case proxies proposed to be appointed by a Member holding more than ten (10) percent of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any such other person or shareholder.
3. Corporate members intending to send their authorized representatives to attend the meeting are requested to send a certified copy of the board resolution authorizing their representative to attend and vote on their behalf at the meeting.
4. The instrument of Proxy in order to be effective, should be deposited at the Registered Office of the Company, duly completed, and signed and stamped, not less than 48 hours before the commencement of the meeting. A Proxy Form is sent herewith. Proxies submitted on behalf of the companies, societies etc. must be supported by an appropriate resolution/authority, as applicable.
5. Members / proxies / authorized representatives should bring the duly filled Attendance Slip enclosed herewith to attend the meeting.
6. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Companies Act, 2013, will be available for inspection by the members at the AGM.
7. The Company is concerned about the environment and utilizes natural resources in a sustainable way. We request you to update your email address with your Depository Participant to enable us to send you the financials and other communications electronically.

8. The relative explanatory statements pursuant to Section 102(1) of the Companies Act, 2013 in respect of the Special Business set out in the notice are annexed hereto.
9. In compliance with Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014, as substituted by the Companies (Management and Administration) Amendment, Rules 2015, and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has provided a facility to the members to exercise their votes electronically through the electronic voting service facility arranged by “National Securities Depository Limited” (NSDL). The facility for voting through ballot paper will also be made available at the AGM and members attending the AGM, who have not already cast their votes by remote e-voting shall be able to exercise their right at the AGM through ballot paper. Members who have cast their votes by remote e-voting prior to the AGM may attend the AGM but shall not be entitled to cast their votes again. The instructions for e-voting are annexed to the Notice.
10. Members’ voting rights shall be in proportion to his/her share of paid up equity share capital of the Company.
11. In case of joint holders attending the meeting together, only whose name appearing first will be entitled to vote.
12. This notice is being sent to all the members at their registered e-mail IDs, whose names appear in the Register of Members / list of Beneficial Owners as received from National Securities Depository Limited (NSDL) / Central Depository Services (India) Limited (CDSL) on 26<sup>th</sup> August, 2022. The Notice is also posted on the website of the Company i.e. [www.mahickra.com](http://www.mahickra.com).
13. Members desirous of asking any questions at the Annual General Meeting are requested to send in their questions so as to reach the Company registered office at least 5 days before the Annual General Meeting so that the same can be suitably replied to.
14. Members who have registered their e-mail id for the receipt of documents in electronic mode are being sent AGM Notice by e-mail. Members who have received AGM Notice by e-mail and wish to vote physically can do the same by remaining present in the meeting.

15. The Securities and Exchange Board of India (SEBI) has mandated the submission of the Permanent Account Number (PAN) by every participant in the securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participant(s). Members holding shares in physical form are required to submit their PAN details to the Registrar and Share Transfer Agents, Big-Share Services Pvt. Ltd. at E-2&3, Ansa Industrial Estate, Saki-Vihar Road, Sakinaka, Andheri (E), Mumbai-400072.
16. In terms of Section 152 of the Companies Act, 2013, Mrs. Komal Miteshkumar Gandhi (DIN: 02137805), Whole Time Director of the Company, liable to retire by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment. The Board of Directors of the Company recommends his re-appointment.
17. The members who did not exercise their vote by E-Voting shall have an option to cast their vote on poll that will be conducted at the AGM Venue. Further there shall not be any voting through Show of Hands.
18. The Company has appointed M/s. Ashish Sheth & Associates, Chartered Accountants (FRN: 146184W) to act as the Scrutinizer for conducting the electronic voting process in a fair and transparent manner.
19. The Scrutinizer shall, immediately after the conclusion of the e-voting period, unblock the votes in the presence of at least two (2) witnesses not in the employment of the Company and make, not later than three (3) days of conclusion of the meeting, a consolidated Scrutinizer's Report of the votes cast in favour or against, if any, forthwith to the Chairman of the Company, who shall counter-sign the same.
20. The results shall be declared at or after the Annual General Meeting of the Company. The results declared along with the Scrutinizer's Report shall be placed on the Company's website [www.mahickra.com](http://www.mahickra.com) and on the website of National Securities Depository Limited immediately after the result is declared by the Chairman and communicated to National Stock Exchange of India Limited.
21. Electronic copy of the Notice of the 05<sup>th</sup> Annual General Meeting of the Company, inter alia, indicating the process of e-voting along as stated herein with Attendance Slip and Proxy Form

is being sent to all the Members whose email IDs are registered with the Company/DP(s) for communication purposes unless any member has requested for a physical copy of the same.

22. Members may also note that the Notice of the 05<sup>th</sup> Annual General Meeting and the Annual Report for F.Y. 2021-22 will also be available on the Company's website [www.mahickra.com](http://www.mahickra.com). The physical copies of the aforesaid documents will also be available at the Company's Registered Office for inspection during normal business hours on working days. For any communication related to this AGM or otherwise, the Members may also send requests to the Company's investor email: [info@mahickra.com](mailto:info@mahickra.com).
23. SEBI has mandated the submission of Permanent Account number (PAN) by every participant in the securities market. Members are therefore requested to submit their PAN details to their Depository Participants.

**Place: Ahmedabad**  
**Date: 02.09.2022**

**By Order of Board of Directors**  
**For, Mahickra Chemicals Limited**  
**CIN: L24304GJ2017PLC099781**

**Registered office:**  
Plot No. 1209, Phase 3 GIDC Vatva,  
Ahmedabad 382445, Gujarat, India.

**Sd/-**  
**Mitesh C. Gandhi**  
**Chairman & MD**  
**DIN: 02142361**

**Sd/-**  
**Ashish C. Gandhi**  
**Whole-Time Director**  
**DIN: 02142344**

## **STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013:**

### **Item No. 3**

Mrs. Amisha Fenil Shah was appointed as an Additional Independent Director with effect from 11<sup>th</sup> July, 2022, in accordance with the provisions of Section 161 of the Companies Act, 2013 read with the Articles of Association. Pursuant to Section 161 of the Companies Act, 2013, the above director holds office up to the date of ensuring Annual General Meeting of the Company. The Board is of the view that the appointment of Mrs. Amisha Fenil Shah on the Company Board is desirable and would be beneficial to the Company and hence it recommends the said resolution No 3 for approval by the members of the Company.

None of the Directors / Key Managerial Personnel of the Company / their relatives except Mrs. Amisha Fenil Shah herself, in any way concerned or interested, in the said resolution.

The Board of Directors of the Company recommends the Special Resolution as set out in Item No.3 in the accompanying Notice for approval by the Shareholders.

### **Item No. 4**

The members are informed that the Company has entered into few related party transactions that are routine and repetitive in nature. These transactions are in ordinary course of business and are at arm's length price.

It is brought the notice of the members of the Company that pursuant to provisions of Regulation 23 of SEBI (LODR) Regulations, 2015 and Section 188 of the Companies Act, 2013 ("the Act"), read with Rule 15 of the Companies (Meetings of Board and its Powers) Rules, 2014, the Company is required to obtain consent of the Board and approval of the members by resolution for Related Party Transactions. Accordingly, it is proposed to obtain the consent of the members of the Company for the Related Party Transactions which the Company is proposing to enter into during the financial year 2022-23.



The Audit Committee and the Board have also given their prior omnibus approval to the transactions entered as mentioned in the resolution during the Financial Year 2022-2023.

The Board of Directors of the Company recommends the Ordinary Resolution as set out in Item No.4 in the accompanying Notice for approval of Related Party Transactions by the Members of the Company.

Except the Directors and their relatives, none of the promoters, directors, key managerial personnel and their relatives, are considered to be concerned or interested, financially or otherwise, in the passing of above resolution.

#### **Item No. 5**

The Members may approve that based on the recommendations of the Nomination & Remuneration Committee, The board of Directors of the Company at their meeting held on 02<sup>nd</sup> September, 2022, approved the Increase of Remuneration of Mr. Miteshkumar Champaklal Gandhi (02142361) Managing Director under the provisions of sections 196,197,198,203 and other applicable provisions, if any, of the Companies act, 2013 and Articles of Association of the company to upto Rs. 26,00,000/-.

Salary mentioned includes Perquisites but in any case the managerial remuneration shall not exceed the maximum limit prescribed under the Companies Act, 2013.

The Board of Directors of the Company recommends the Ordinary Resolution set out at Item No. 5 of the Notice for approval by the shareholders.

#### **Item No. 6**

The Members may approve that based on the recommendations of the Nomination & Remuneration Committee, The board of Directors of the Company at their meeting held on 02<sup>nd</sup> September, 2022, approved the Increase of Remuneration of Mr. Ashishkumar Champaklal Gandhi (02142344), Whole Time Director under the provisions of sections 196,197,198,203 and other applicable provisions, if any, of the Companies act, 2013 and Articles of Association of the company to upto Rs. 31,85,000/- for Mr. Ashishkumar Champaklal Gandhi.

Salary mentioned includes Perquisites but in any case the managerial remuneration shall not exceed the maximum limit prescribed under the Companies Act, 2013.

The Board recommends as an Ordinary Resolution set out at Item No. 6 of the Notice for approval by the shareholders.

#### **Item No. 7**

As per the provisions of Section 186 read with the Rules framed thereunder and other applicable provisions, if any, of the Companies Act, 2013, no Company shall directly or indirectly, without prior approval by means of Special Resolution passed at a General Meeting,

- give any loan to any person or other body corporate;
- give any guarantee or provide security in connection with a loan to any other body corporate or person; and
- acquire by way of subscription, purchase or otherwise, the securities of any other body corporate, exceeding limit of:-
  - 60% of its paid-up share capital, free reserves and securities premium account or
  - 100% of its free reserves and securities premium account, whichever is more.

In order to support its business activities, the Company may be required to give loans/ any other form of debt to any person or other body corporate and/or give guarantee and/or provide security in connection with a loan/any other form of debt to any other body corporate or person and to make investment or acquire by way of subscription, contribution, purchase or otherwise the securities of any other body corporate in excess of the limits prescribed herein above.

It is therefore necessary to obtain approval of the shareholders by means of Special Resolution, authorizing the Board to exercise aforesaid powers, up to maximum amount of Rs. 100 Crore (Rupees One Hundred Crore) outstanding at any point of time notwithstanding that the aggregate amount of all the loans/guarantees/securities/investments so far made together with the proposed loans/guarantees/securities/investments to be made, exceeds the prescribed limits under the Companies Act, 2013.

None of the Directors, Key Managerial Person(s) of the Company including their relatives are, in any way, concerned or interested, financially or otherwise, in the resolution set out at Item No. 7 of the notice.

The Board recommends the Special Resolution set out at Item No. 7 of the Notice for approval by the shareholders.

#### **Item No. 8**

M/s. RCN Specialities Private Limited, hereinafter known as “The Company” or “RCN” wherein your Company is also one of the Promoter. In RCN Specialities Private Limited, your Company holds 45% of total contribution, further Mr. Miteshkumar Champaklal Gandhi, Managing Director of the Company holds 55% of total contribution.

M/s. RCN Specialities Private Limited’s principal business activity consists of to carry on business in India or elsewhere as manufacturers, formulators, processors, producers, makers, buyers, sellers, resellers, importers, exporters, distributors, suppliers, fermentations, distillers, refiners, stockiest, agents, merchants, developers, consultants and dealers, in all types, forms (solid, liquid and gaseous) and of all kinds of chemicals and chemical compounds.

The Company being one of the promoter in the RCN is and/or will require to make loan(s) including loan represented by way of Book Debt (the “Loan”) to, and/or giving of guarantee(s), and/or providing of security(ies) in connection with any Loan taken/ to be taken by M/s. RCN Specialities Private Limited and therefore, the said transaction is not covered under the provisions of section 185 of the Companies Act, 2013, but keeping in mind the better corporate government practice, the Board deems that M/s. RCN Specialities Private Limited is the entity covered under the category of ‘a person in whom any of the director of the company is interested’ as specified in the explanation to Sub-section 2 of the Section 185 of Companies Act, 2013 and hence consent of the members is being sought by way of a special resolution pursuant to Section 185 of the Companies Act, 2013 (as amended by the Companies (Amendment) Act, 2017) for making of Loan(s) to, and/or giving of guarantee(s), and/or providing of security(ies) in connection with any Loan taken/ to be taken by M/s. RCN Specialities Private Limited of an aggregate outstanding amount not exceeding Rs. 100 Crores (Rupees One Hundred crores only) at any point in time on the terms as mutually agreed and necessary delegation of authority to the Board for this purpose. Your Directors recommend the resolution set out at Item no. 8 to be passed as a special resolution by the members.

Except Mr. Ashishkumar Champaklal Gandhi & Mr. Miteshkumar Champaklal Gandhi along with their relatives, none of the other Directors or the Key Managerial Personnel or their relatives except to their shareholding is in any way interested or concerned, financially or otherwise in this Resolution.

**Place: Ahmedabad**

**Date: 02.09.2022**

**By Order of Board of Directors  
For, Mahickra Chemicals Limited  
CIN: L24304GJ2017PLC099781**

**Registered office:**

Plot No. 1209, Phase 3 GIDC Vatva,  
Ahmedabad 382445, Gujarat, India.

**Sd/-  
Mitesh C. Gandhi  
Chairman & MD  
DIN: 02142361**

**Sd/-  
Ashish C. Gandhi  
Whole-Time Director  
DIN: 02142344**

**ANNEXURE TO NOTICE**

**DETAILS OF DIRECTORS SEEKING APPOINTMENT/RE-APPOINTMENT AT THE FORTHCOMING ANNUAL GENERAL MEETING:**

(Pursuant To Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

<b>Name of the Director</b>	Mrs. Komal Miteshkumar Gandhi	Mrs. Amisha Fenil Shah
<b>Director Identification Number</b>	02137805	09411332
<b>Date of Birth</b>	27 <sup>th</sup> October, 1972	27 <sup>th</sup> December, 1990
<b>Date of Joining the Board</b>	13 <sup>th</sup> November, 2017	11 <sup>th</sup> July, 2022
<b>Qualification</b>	Bachelor of Commerce from Gujarat University and Diploma in Banking from Technical Examination Board.	Company Secretary
<b>Nature of expertise in specific functional areas</b>	Having an experience in Administration	Having an experience in Corporate & Allied Laws
<b>Remuneration Paid</b>	She has been paid remuneration of Rs. 26,00,000/-.	NIL
<b>Designation</b>	Whole Time Director	Additional Director (Non-Executive)
<b>No. of Shares held in the Company as on 31<sup>st</sup> March, 2022</b>	924613	NIL
<b>Name of listed entities in which the person also holds the directorship</b>	NIL	NIL
<b>Chairman/Member of the Committees of other listed entities as on 31<sup>st</sup> March, 2022</b>	NIL	NIL
<b>Disclosure of relationship between Director inter-se and with Manager,</b>	Wife of Managing Director (Mr. Miteshkumar Champaklal Gandhi), Sister-in-law of whole-	Not Applicable

<b>Promoter and KMP of the Company</b>	time Director (Mr. Ashishkumar Champaklal Gandhi)	
<b>Chairman/ Director of other Company as on 31<sup>st</sup> March, 2022</b>	NIL	Independent Director at Dharmaj Corp Guard Limited
<b>No. of Board Meetings attended during the year</b>	11	NIL

## INSTRUCTION / PROCEDURE FOR THE E-VOTING:

- I. Pursuant to the provisions of Section 108 and 110 of the Act and Rules 20 and 22 of the Companies (Management and Administration) Rules, 2014 (“Rules”), Regulation 44 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 the Company is pleased to provide e-voting facility to all its members to enable them to cast their vote electronically.
- II. The e-voting period commences on Sunday, 25<sup>th</sup> September, 2022 [9.00 a.m. onwards] and ends on Tuesday, 27<sup>th</sup> September, 2022 [Till 5.00 p.m.]. During this period Members’ of the Company, holding shares either in physical form or in dematerialized form, as on Tuesday, 20<sup>th</sup> September, 2022, may cast their vote by e-voting. The e-voting module shall be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by the member, the member shall not be allowed to change it subsequently.
- III. **Remote e-Voting Instructions for shareholders**

How do I vote electronically using NSDL e-Voting system?

The way to vote electronically on NSDL e-Voting system consists of “Two Steps” which are mentioned below:

Step 1: Access to NSDL e-Voting system

A) Login method for e-Voting 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.

Login method for Individual shareholders holding securities in demat mode is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	Existing IDeAS user can visit the e-Services website of NSDL Viz. <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a> either on a Personal Computer or on a mobile. On the e-Services home page click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’

	<p>section , this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider i.e. NSDLand you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period.</p> <p>If you are not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsd.com">https://eservices.nsd.com</a>. Select “Register Online for IDeAS Portal” or click at <a href="https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp</a></p> <p>Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsd.com/">https://www.evoting.nsd.com/</a> 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 digit demat account number hold 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 company name or e-Voting service provider i.e. NSDLand you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period.</p> <p>Shareholders/Members can also download NSDL Mobile App “NSDL Speede” facility by scanning the QR code mentioned below for seamless voting experience.</p>
<p>Individual Shareholders holding securities in demat mode with CDSL</p>	<p>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 <a href="https://web.cdslindia.com/myeasi/home/loginor">https://web.cdslindia.com/myeasi/home/loginor</a> <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on New System Myeasi.</p>



	<p>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.</p> <p>If the user is not registered for Easi/Easiest, option to register is available at <a href="https://web.cdslindia.com/myeasi/Registration/EasiRegistration">https://web.cdslindia.com/myeasi/Registration/EasiRegistration</a> Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page. The system will authenticate the user by sending OTP on registered Mobile &amp; 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.</p>
Individual Shareholders (holding securities in demat mode) login through their depository participants	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. upon logging in, you will be able to see e-Voting option. 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 company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period.</p>

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.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. NSDL and CDSL.

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 <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> 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 <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at 022- 23058738 or

B) Login Method for e-Voting 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?

1. 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.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section.
3. 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 in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID  For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID  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:

a) 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.

6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:

a) Click on "Forgot User Details/Password?" (If you are holding shares in your demat account with NSDL or CDSL) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).

b) Physical User Reset Password?" (If you are holding shares in physical mode) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).

c) If you are still unable to get the password by aforesaid two options, you can send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) 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 on NSDL e-Voting system.

#### How to cast your vote electronically on NSDL e-Voting system?

1. 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
2. Select "EVEN" of company for which you wish to cast your vote during the remote e-Voting period Now you are ready for e-Voting as the Voting page opens.
3. 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.
4. Upon confirmation, the message "Vote cast successfully" will be displayed.
5. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
6. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

#### General Guidelines for shareholders

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to [sheth.ashish013@gmail.com](mailto:sheth.ashish013@gmail.com) with a copy marked to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in).
2. 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 [www.evoting.nsdl.com](http://www.evoting.nsdl.com) to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on toll free no.: 1800 1020 990 and 1800 22 44 30 or send a request to [at evoting@nsdl.co.in](mailto:evoting@nsdl.co.in)

Process for those shareholders whose email ids are not registered with the depositories/ company for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to [cs@mahickra.com](mailto:cs@mahickra.com)
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to [cs@mahickra.com](mailto:cs@mahickra.com) 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 for Individual shareholders holding securities in demat mode.
3. Alternatively shareholder/members may send a request to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) for procuring user id and password for e-voting by providing above mentioned documents.
4. 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.

**Place: Ahmedabad**

**Date: 02.09.2022**

**By Order of Board of Directors  
For, Mahickra Chemicals Limited  
CIN: L24304GJ2017PLC099781**

**Registered office:**

Plot No. 1209, Phase 3 GIDC Vatva,  
Ahmedabad 382445, Gujarat, India.

**Sd/-  
Mitesh C. Gandhi  
Chairman & MD  
DIN: 02142361**

**Sd/-  
Ashish C. Gandhi  
Whole-Time Director  
DIN: 02142344**

## DIRECTORS' REPORT

To,  
The Members,  
Mahickra Chemicals Limited,

The Board of directors of your Company is pleased in presenting the Fifth (05<sup>th</sup>) Annual Report of your Company together with the Audited Financial Statements for the period ended 31<sup>st</sup> March, 2022.

### FINANCIAL RESULTS:-

(Amount in Lakhs)

Particulars	Current Year Ended on 31/03/2022	Previous Year Ended on 31/03/2021
Income from operations	10230.09	8652.06
Other Income	393.12	298.31
Total	10623.21	8950.37
Profit before depreciation, taxation & Extraordinary Items	489.80	451.92
Less: Depreciation & amortization	25.23	11.70
Less: Provision for Tax	132.38	121.82
Less: Deferred Tax	(2.63)	4.78
Less: Prior period Tax adjustment	-	-
Profit/(Loss) After Tax	334.83	310.74
Add: Balance brought forward from previous year	842.37	547.87
Surplus available for appropriation	1177.20	858.61
<b><u>Appropriations:</u></b>		
General Reserves	Nil	Nil
Less: Interim Dividend	52.79	16.24
Effect of Depreciation as per Companies	(0.47)	(0.47)

Act 2013		
Securities Premium	1038.62	1038.62
Balance Carried to Balance Sheet	2162.55	1880.52

### **OPERATIONAL REVIEW:-**

Your Company took several initiatives during the last financial year that helped in achieving and consolidating growth in production and sales volumes. Your company tried to increase the sales in the product being manufactured and marketed in-house.

During the year under review, the Company had a revenue from operations of Rs. 10230.09 Lakhs (previous year Rs. 8652.06 Lakhs). Total earnings before tax, depreciation and finance cost was Rs. 564.86 Lakhs against Rs. 508.82 Lakhs in the previous year. The Company's Profit before exceptional items and tax was Rs. 464.58 Lakhs which was Rs. 440.26 Lakhs in the Previous Year. The Company had Net Profit of Rs. 334.83 Lakhs during current year (Previous year Profit Rs. 310.74 Lakhs). The Basic and Diluted EPS of the Company for FY 2021-22 is Rs. 4.12 and Rs. 4.12 respectively.

### **RESERVES & SURPLUS**

The Company has incurred profit of Rs. 334.83 Lakhs for the current financial year and the same is proposed to be transferred to Reserve & Surplus.

### **DIVIDEND:-**

Pursuant to the approval of the Board of Directors on 08<sup>th</sup> October, 2021, your Company paid an interim dividend of Rs. 0.25/- per equity share of face value of Rs. 10/- each, to the shareholders who were on the register of members as on 20<sup>th</sup> October, 2021, as the record date fixed for this purpose. Further, pursuant to the approval the Board of Directors on 16<sup>th</sup> February, 2022, your Company paid an interim dividend of Rs. 0.40/- per equity share of face value of Rs. 10/- each, to the shareholders who were on the register of members as on 25<sup>th</sup> February, 2022, as the record date fixed for this purpose. The Board has not recommended the final dividend. So, the total dividend for the financial year 2021-22 is 0.65 per equity share. This is declared as interim dividend.

### **CHANGE IN NATURE OF BUSINESS:-**

No change in the nature of Business of the Company during the period under review.

### **DEPOSITS:-**

During the year under review, the Company has not accepted/ renewed deposit from public/ shareholders as per the applicable provisions of the new Companies Act, 2013 and Companies (acceptance of Deposits) Rules, 2014. There is no overdue deposit as on 31<sup>st</sup> March, 2022.

### **SUBSIDIARY, JOINT VENTURE (JV) AND ASSOCIATE COMPANIES:-**

The Company does not have any Associate, Joint Venture & Subsidiary Companies during the period under review.

### **CORPORATE GOVERNANCE:-**

A separate report on Corporate Governance Compliance as stipulated in Regulation 34 (3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”) forms part of the Director’s Report.

### **AUDIT COMMITTEE:-**

The Company has in place an Audit Committee in terms of requirements of the Act read with rules framed thereunder and Listing Regulations. The details relating to the Audit Committee are given in the Corporate Governance Report forming part of this report. The recommendations of Audit Committee were duly accepted by the Board of Directors.

### **MANAGEMENT DISCUSSION AND ANALYSIS REPORT:-**

As per Listing Regulations, the Management Discussion and Analysis, is appended to this report.



## **DIRECTORS AND KEY MANAGERIAL PERSONNEL:-**

### **1. Resignation / Cessation**

During the year under review, none of the Directors or KMPs resigned from the Company.

### **2. Appointments**

During the year under review, none of the Directors or KMPs was appointed.

### **3. Retirement by Rotation**

At the ensuing Annual General Meeting Mrs. Komal Miteshkumar Gandhi who retires by rotation and being eligible offers herself for re-appointment.

There being no other changes in Directorship or KMPs of the Company during the year under review.

The details of Directors seeking appointment, re-appointment at the ensuing Annual General Meeting has been provided in the Notice of the Annual General Meeting, forming part of the Annual Report.

## **DIRECTOR'S RESPONSIBILITY STATEMENT:-**

Pursuant to the requirement of Section 134 (5) of the Companies Act, 2013 ("Act"), and based on the representations received from the operating management, the Directors hereby confirm:

- that in the preparation of Annual Accounts, the applicable Accounting Standards had been followed and that no material departures have been made from the same.
- that they had selected such Accounting Policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the Financial Year and of the profit or loss of the Company for that period.

- that they had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- that they had prepared the Annual Accounts on a going concern basis.
- that the Company had adequate internal systems and controls in place to ensure compliance of laws applicable to the Company.
- that the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

#### **DECLARATION BY INDEPENDENT DIRECTORS:-**

All the Independent Directors have given declaration to the Company stating their independence pursuant to Section 149(6) of the Companies Act, 2013 and there has been no change in the circumstances which may affect their status as independent director during the year.

#### **BOARD MEETINGS:-**

The Board of Directors duly met 11 (Eleven) times respectively on 15.04.2021, 22.05.2021, 02.06.2021, 23.06.2021, 02.07.2021, 23.08.2021, 08.10.2021, 27.10.2021, 25.11.2021, 16.02.2022 and 28.03.2022 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed. The details of the Board Meetings and the attendance of the Directors are provided in the Corporate Governance Report attached hereto which forms part of this Report.

#### **BOARD EVALUATION:-**

The Companies Act, 2013 states that a formal annual evaluation needs to be made by the Board that of its committees and individual Directors. Schedule IV to the Companies Act, 2013 states that the performance evaluation of Independent Directors shall be done by the entire Board of Directors, excluding the Director being evaluated. The Board works with the Nomination & Remuneration Committee to lay down the evaluation criteria for the performance of Executive/ Non- Executive/ Independent Directors.

The evaluation of all the Directors, Committees and the Board as a whole was conducted based on the criteria and framework adopted by the Board and results of the evaluation is satisfactory and

adequate and meets the requirements. The Board approved the evaluation results as collated by the Nomination & Remuneration Committee.

#### **DETAILS OF COMMITTEE OF DIRECTORS:-**

Composition of Audit Committee of Directors, Nomination and Remuneration Committee of Directors, Stake Holders Relationship/ Grievances Committee of Directors, number of meetings held of each Committee during the Financial year 2021-22 and meetings attended by each member of the Committee as required under the Companies Act, 2013 are provided in Corporate Governance Report and forming part of the report.

#### **REMUNERATION POLICY:-**

A Nomination and Remuneration Policy has been formulated pursuant to the provisions of Section 178 and other applicable provisions of the Companies Act, 2013 and Rules thereto stating therein the Company's policy on appointment and remuneration of Directors and Key Managerial Personnel which was approved and adopted by the Board of Directors.

#### **CONSERVATION OF ENERGY, TECHNOLOGY ABRORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO:-**

The particulars regarding conservation of energy, technology absorption and Foreign Exchange earnings and outgo pursuant to 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is annexed herewith as "Annexure A".

#### **ANNUAL RETURN:-**

The Annual Return of the Company as on March 31, 2022 is available on the Company's website and can be accessed at [www.mahickra.com](http://www.mahickra.com).

#### **VIGIL MECHANISM / WHISTLE BLOWER POLICY:-**

In order to ensure that the activities of the Company and its employees are conducted in a fair and transparent manner by adoption of highest standards of professionalism, honesty, integrity and ethical behaviour, the Company has adopted a Vigil Mechanism/Whistle Blower Policy.

#### **CORPORATE SOCIAL RESPONSIBILITY:-**

The Company has not developed and implemented any Corporate Social Responsibility initiatives as the provisions of Section 135 of the Companies Act, 2013 are not applicable.

#### **STATUTORY AUDITORS: -**

The shareholders of the Company at the 01<sup>st</sup> Annual General Meeting (AGM) held on 20<sup>th</sup> September, 2018, approved the appointment of M/s Singhi & Co., Chartered Accountants (ICAI Firm Registration No. 302049E) as the Statutory Auditors of the Company pursuant to Section 139 of the Companies Act, 2013 for a term of 5 years.

The Statutory Auditors' Report on the Standalone Financial Statements of the Company for the financial year ended March 31, 2022 forms part of this Annual report.

#### **COMMENTS ON AUDITORS' REPORT:-**

There is no adverse comment in the Auditors' Report which requires any further explanation.

#### **SECRETARIAL AUDITOR:-**

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed Pitroda Nayan & Co., Practising Company Secretary, to undertake the Secretarial Audit of the Company for FY 2021-22. The Secretarial Audit Report is appended to this report as "Annexure B".

#### **COMMENTS ON SECRETARIAL AUDITORS' REPORT:-**

There is no adverse comment in the Secretarial Auditors' Report which requires any further explanation.

### COST AUDITORS AND COST RECORD:-

Your Company was not required to appoint cost auditor of the Company for FY 2021-22.

### PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:-

No guarantees were given. Details of Loans, guarantees and investments covered under the provisions of Section 186 of the Companies Act, 2013 form part of the notes to the Financial Statements provided in this Annual Report.

### RELATED PARTY TRANSACTIONS (RPT):-

Related party transactions that were entered during the financial year were on an arm's length basis and were in the ordinary course of business. There were no materially significant related party transactions with the Company's Promoters, Directors, Management or their relatives, which could have had a potential conflict with the interests of the Company. Transactions with related parties entered by the Company in the normal course of business are periodically placed before the Audit Committee for its omnibus approval and the particulars of contracts entered during the year as per Form AOC-2 is enclosed as "**Annexure – C**".

### INTERNAL CONTROL SYSTEMS:-

The Company has adequate system of internal control to safeguard and protect from loss, unauthorized use or disposition of its assets. All the transactions are properly authorised, recorded and reported to the Management. The Company is following all the applicable Accounting Standards for properly maintaining the books of accounts and reporting financial statements. The internal management of the company checks and verifies the internal control and monitors them in accordance with policy adopted by the company. The Company continues to ensure proper and adequate systems and procedures commensurate with its size and nature of its business.

### RISK MANAGEMENT:-

The Company has framed a sound Risk Management Policy to identify and evaluate business risks and opportunities and the same has become integral part of Company's day to day operations. The key business risks identified by the Company are as follows viz. Industry Risk, Management and

Operations Risk, Market Risk, Government Policy risk, Liquidity risk, and Systems risk. The Company has in place adequate mitigation plans for the aforesaid risks.

#### **MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY:-**

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

#### **SIGNIFICANT AND MATERIAL ORDERS:-**

There are no material orders passed by Regulators, Courts or Tribunals impacting the going concern status and company's operations in future.

#### **REPORTING OF FRAUD:-**

There was no instance of fraud during the year under review, which required the Statutory Auditors to report to the Audit Committee and/or Board under section 143(12) of Act and Rules framed thereunder.

#### **DISCLOSURE ABOUT RECEIPT OF ANY COMMISSION BY MANAGING DIRECTOR:-**

No Commission was drawn by the Managing Director during the financial year.

#### **INDUSTRIAL RELATIONS:-**

The relationship with the workmen and staff remained co-ordial and harmonious during the year and management received full cooperation from employees.

#### **CAUTIONARY STATEMENT:-**

Statements in the Boards' Report and the Management Discussion and Analysis describing the Company's objectives, explanations and 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 could influence the company's operations include: global and domestic demand and supply conditions affecting selling prices, new capacity additions, availability of critical materials and their cost, changes in government policies and tax laws, economic development of the country, and other factors which are material to the business operations of the Company.

**ACKNOWLEDGEMENT:-**

Your Directors place on record their sincere appreciation for the continuous support and cooperation received from the Business Associates including vendors, customers and Banks. Your Directors greatly appreciates overwhelming cooperation, dedication, commitment and contribution made by employees at all levels and look forward for their continued support in future as well. Your Directors would also wish to place on record their gratitude to the shareholders for having faith on the management of the Company.

**Place: Ahmedabad**

**Date: 02.09.2022**

**By Order of Board of Directors  
For, Mahickra Chemicals Limited  
CIN: L24304GJ2017PLC099781**

**Registered office:**

Plot No. 1209, Phase 3 GIDC Vatva,  
Ahmedabad 382445, Gujarat, India.

**Sd/-  
Mitesh C. Gandhi  
Chairman & MD  
DIN: 02142361**

**Sd/-  
Ashish C. Gandhi  
Whole-Time Director  
DIN: 02142344**

## ANNEXURE "A" TO DIRECTORS' REPORT

### CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO

The information pertaining to conservation of energy, technology absorption, Foreign exchange Earnings and outgo as required under Section 134(3) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is furnished as below:

**(A) Conservation of energy:**

Steps taken / impact on conservation of energy, with special reference to the following:

(i) Steps taken by the company for utilizing alternate sources of energy including waste generated:  
NIL

**(B) Technology absorption:**

(i) Company's products are grown by using in-house know how and no outside technology is being used for operational activities. Therefore no technology absorption is required.

(ii) The Company has not incurred any expenditure on research and Development.

**(C) Foreign exchange earnings and outgo:**

Particulars	Amount (In Rs.)
Foreign Exchange earned in terms of actual inflows during the year	Rs. 71,73,05,456/-
Foreign Exchange outgo during the year in terms of actual outflows	Rs. 7,73,46,232/-

**Place: Ahmedabad**

**Date: 02.09.2022**

**By Order of Board of Directors  
For, Mahickra Chemicals Limited  
CIN: L24304GJ2017PLC099781**

**Registered office:**

Plot No. 1209, Phase 3 GIDC Vatva,  
Ahmedabad 382445, Gujarat, India.

**Sd/-  
Mitesh C. Gandhi  
Chairman & MD  
DIN: 02142361**

**Sd/-  
Ashish C. Gandhi  
Whole-Time Director  
DIN: 02142344**



## ANNEXURE “B” TO DIRECTORS’ REPORT

**Form No. MR-3**

**SECRETARIAL AUDIT REPORT**

**FOR THE FINANCIAL YEAR ENDED 31<sup>ST</sup> MARCH, 2022**

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

To,

The Members,

**MAHICKRA CHEMICALS LIMITED**

**[CIN L24304GJ2017PLC099781]**

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **MAHICKRA CHEMICALS LIMITED [CIN L24304GJ2017PLC099781]** (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my 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, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on **31<sup>st</sup> March, 2022** (‘Audit Period’) 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:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on **31<sup>st</sup> March, 2022** according to the provisions of:

- i. The Companies Act, 2013 (**the Act**) and the rules made there under.
- 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 Borrowing.
- 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.
  - (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014
  - (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**);
  - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 (**not applicable to the company during the audit period**);

No specific laws are applicable to the industry in which the Company operates. The same has also been confirmed by the Management.

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

- i. Secretarial Standards issued by the Institute of Company Secretaries of India.
- ii. Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

**I 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. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all the 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.

Board take decision by majority of directors while the dissenting directors' views are captured and recorded as part of the minutes.

**I 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.

**I further report that there were no other instances of:**

- (i) Public/Rights/Preferential issue of Shares/debentures/sweat equity
- (ii) Redemption/buy-back of securities
- (iii) Major decisions taken by the members in pursuance to section 180 of the Companies Act, 2013

- (iii) Merger/ amalgamation
- (iv) Foreign technical collaborations.

**For. Pitroda Nayan & Co.,**  
**Company Secretaries**

**Sd/-**

**Nayan P. Pitroda**

**Proprietor**

**Mem.No: 58473**

**C.P.No: 23912**

**UDIN: A058473D000880668**

**P/R No: 1925/2022**

**Date: 31/08/2022**

**Place: Ahmedabad**

**Note: This report is to be read with my letter of even date which is annexed as Annexure herewith and forms and integral part of this report.**

## Annexure to Secretarial Audit Report

To,

The Members,

**MAHICKRA CHEMICALS LIMITED**

**[CIN L24304GJ2017PLC099781]**

My 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. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I 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. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, I have obtained the Management representations 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. My 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. Pitroda Nayan & Co.,  
Company Secretaries**

**Date: 31/08/2022  
Place: Ahmedabad**

**Sd/-**

**Nayan P. Pitroda**

**Proprietor**

**Mem.No : 58473, C.P.No: 23912**

**UDIN: A058473D000880668**

**P/R No: 1925/2022**

## ANNEXURE "C" TO DIRECTORS' REPORT

### FORM NO. AOC-2

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

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

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

Mahickra Chemicals Limited (the Company) has not entered into any contract/arrangement/transaction with its related parties which is not in ordinary course of business or not at arm's length during F.Y. 2021-22.

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

Name of the Related Party	Nature of Relationship	Nature of Contract/Agreement/ Transactions	Salient terms & Conditions if any,	Date of Approval by the board, if any	Amount paid as advances if any	Amount of Transaction
Palash Colours Private Limited	<u>Common Director</u> Managing Director Mr. Miteshkumar C. Gandhi is a Director in Palash Colours private Limited & Mrs. Anitaben Gandhi Wife of Mr. Ashishkumar C. Gandhi is a Director in Palash Colours Private Limited	Purchase & Sale of Goods and Material in the ordinary course of business	-	15.04.2021	-	Purchase: Rs. 8,04,34,415/-  Sales: Rs. 4,93,12,080/-
Arham Exports	Mr. Miteshkumar C. Gandhi is a Proprietor of Arham	Purchase & Sale of Goods and Material	-	15.04.2021	-	Sales: Rs. 1,13,53,500/-

	Exports	in the ordinary course of business Factory Shed Rent				Factory Shed Rent: Rs. 1,20,000/-
Mr. Mitesh Kumar C. Gandhi	Managing Director (Mahickra Chemicals Limited)	Remuneration Paid	-	15.04.2021	-	Rs. 22,75,000/-
Mr. Ashish Kumar C. Gandhi	Whole-time Director (Mahickra Chemicals Limited)	Remuneration paid	-	15.04.2021	-	Rs. 29,25,000/-
Mrs. Komal Mitesh Gandhi	Whole-time Director (Mahickra Chemicals Limited)	Remuneration paid	-	15.04.2021	-	Rs. 26,00,000/-
Mr. Nimit Miteshkumar Gandhi	Technical Consultant Son of Managing Director, Mr. Miteshkumar C. Gandhi & Whole-time Director, Mrs. Komal Mitesh Gandhi	Remuneration paid	-	15.04.2021	-	Rs. 5,50,000/-

**Place: Ahmedabad**  
**Date: 02.09.2022**

**By Order of Board of Directors**  
**For, Mahickra Chemicals Limited**  
**CIN: L24304GJ2017PLC099781**

**Registered office:**  
Plot No. 1209, Phase 3 GIDC Vatva,  
Ahmedabad 382445, Gujarat, India.

**Sd/-**  
**Mitesh C. Gandhi**  
**Chairman & MD**  
**DIN: 02142361**

**Sd/-**  
**Ashish C. Gandhi**  
**Whole-Time Director**  
**DIN: 02142344**



**STATEMENT OF PARTICULARS AS PER RULE 5(1) OF THE COMPANIES**

**(APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014**

<b>Sl. No.</b>	<b>Name of Director/ Key Managerial Personnel and Designation</b>	<b>Remuneration of Director / Key Managerial Personnel for the year ended March 31, 2022 (Rs. in lakhs)</b>	<b>% increase in the remuneration in the year ended March 31, 2022</b>	<b>Ratio in the remuneration of each Director to the median remuneration of the employees</b>	<b>Comparison of the remuneration of the Key Managerial Personnel against the performance of the Company</b>
<b>1</b>	Mr. Mitesh Gandhi, Managing Director	Rs. 22.75	0.90	9.75	Profit after tax (PAT) for the year 2021-22, increased by 7.75%
<b>2</b>	Mr. Ashish Gandhi - Whole Time Director	Rs. 29.25	-	11.76	
<b>3</b>	Mrs. Komal Gandhi, Whole Time Director	Rs. 26.00	0.08	10.45	
<b>4</b>	Mr. Akhil Shah, Independent Director	-	-	-	
<b>5</b>	Mr. Dhanik Mehta, Independent Director	-	-	-	
<b>6</b>	Mrs. Vrusha Patel, Independent Director	-	-	-	
<b>7</b>	Mr. Kalusinh Chauhan, CFO	Rs. 3.88	-	1.56	
<b>8</b>	Ms. Himali M. Thakkar, Company Secretary	Rs. 2.75	-	1.11	

1. The median remuneration of employees of the Company during the year ended March 31, 2022 was Rs.2,48,700/-.

2. During the year ended March 31, 2022, there was increase of Rs. 1,14,700/- in the median remuneration of employees.
3. As on March 31, 2022, the Company had 22 permanent employees.
4. **Relationship between average increase in the remuneration and performance of the Company:**  
PAT for the year ended March 31, 2022 increased by 7.75% and the median remuneration by 85.60%.
5. **Comparison of remuneration of the Key Managerial Personnel against the performance of the Company:**  
While PAT rose by 7.75% from Rs. 310.74 Lakhs in 2020-21 to Rs. 334.83 Lakhs in 2021-22, the total remuneration of Key Managerial Personnel is Rs. 84.63 Lakhs in 2021-22.
6. During the financial year 2021-22, there was increase in the salary of the employees.
7. During the year ended March 31, 2022, there was Zero employee who are not a director of the Company and in receipt of remuneration of in excess or equivalent of the highest paid director of the Company.

**Place: Ahmedabad**

**Date: 02.09.2022**

**By Order of Board of Directors  
For, Mahickra Chemicals Limited  
CIN: L24304GJ2017PLC099781**

**Registered office:**

Plot No. 1209, Phase 3 GIDC Vatva,  
Ahmedabad 382445, Gujarat, India.

**Sd/-  
Mitesh C. Gandhi  
Chairman & MD  
DIN: 02142361**

**Sd/-  
Ashish C. Gandhi  
Whole-Time Director  
DIN: 02142344**

## MANAGEMENT DISCUSSION AND ANALYSIS

Pursuant to Regulation 34 and Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Management Discussion and Analysis Report are as follows:

### **Industry Structure and Developments**

The Indian Dyes and Pigment Industry has transformed from being import dependent to an export driven industry. Dyes and Pigment group constitute one of the major components of chemical industry having vital role in the growing Indian economy. The Company operates into single segment with products comprising from Dyes, Pigments and Inks group, which are colouring materials having its customer base in several industries such as Textile, Paints, Coatings, Plastic, Paper etc. Ink products generally derive their colour value from dyes or pigments contained in them.

The Gross Domestic Product (GDP) of the country improved significantly during FY 2021-22 as compared to previous financial year, which was impacted owing to pandemic COVID-19 across the globe, with slow private consumption, travel restrictions, shutdown of economic activities. The emergence of several favorable government policies, including “Make in India” has resulted in significant strides in growth of the industry. The business strategy is largely dependent on the economic environment of the Country. The Management continues to review the business strategy from time to time depending on the changes in Government policies.

### **Opportunities and Performance**

The Company mainly deals in REACTIVE DYES Which market size is set to increase significantly during next five years owing to increasing Consumption and usage of Cotton Fabric as per Fashion and demand requirements . Coming next few years expecting good demand for Cotton Fabrics Due to Global Warming , the Atmospheric Temperature changes and weather become hot all over the world, This will effect to increase demand of Cotton and will increase Business for Dyeing and Printing of Cotton Fabrics. Reactive dyes offer good fastness to heat, optimum resistance to chemical attacks, combined with brightness and cleanliness of shade, making them an ideal choice

in the coloring sector. These Reactive dyes being also used for Bed-sheets, Towels etc, That demand may increase due to Travelling and Tourism Business is getting well as we all know due to COVID 19 this Business was affected a lot and almost come down to zero level or say negligible level, which also affect good demand of Dyes are also marking a widespread presence in the all over market situation.

We are intended to Diversify , Marketing and then may plan Production For Phthalocyanine Pigments powder and emulsions which is widely utilized as an organic nano pigment in automotive as well as high-performance paint formulations considering its excellent color strength. With regards to end-use, the phthalocyanine pigments industry size from the paints & coatings sector will expand considerably owing to the growing demand for colorants, notably blue and green pigments in automotive paints as well as printing inks. Higher demand from the automotive, construction, and aerospace sector will infuse a positive prospect for the industry expansion. Region wise Asia Pacific is anticipated to record substantial demand for phthalocyanine pigments on account of higher industrial application scope in the region. Strategic marketing team-ups, such as mergers, partnerships, and acquisitions, together with capacity expansions, investments, and novel product launches are the prime initiatives adopted by these firms for attaining competitive advantages whilst reinforcing their market position.

The Digital printing sector is expected to grow exponentially due to major shift from conventional printing to digital printing, which is likely to fuel the demand for Ink products. Also easy availability of Digital printers and other related spare and equipment's from China and other of countries will also boost digital printing sector. Also India and China being major producers of dyes are likely to provide positive scope for printing inks application across the Asia Pacific.

Dyes predominately find application in textiles with almost 80% of its production being used by textile sector. The other end applications involve paper, adhesives, art supplies, food and beverages, ceramics, construction, cosmetics, glass, paints, plastics and soap. The textile industry is expected to provide a positive growth trajectory and product demand in future due to several factors such as growing population, increasing disposable income, and changing consumer trends. The growing demand for textile dyes for various fiber types, such as cotton, polyester, and viscose, is expected to fuel the growth of the textile dyes market.



## Outlook and Strategy

The long-term growth prospects of the Indian economy being positive, the textile industry is also expected to grow in view of growing population, increasing disposable income, and changing consumer trends. The growing demand for textile dyes for various fiber types, such as cotton, polyester, and viscose, is expected to fuel the growth of the textile dyes market. Constantly growing paint and coatings and plastics industry will be main drivers for growth pigment products market. It is expected that growing digital printing sector will boost the demand for Ink products. Market for Inks used for digital printing will also have exponential growth with significant growth expected in Textile sector. Constantly changing fashion trend is also expected to drive textiles industry, thereby propelling the market growth. Other than Phthalocyanine pigments, the Company is intending to add more product range in pigments dispersions for customers in existing and new markets. In case of Ink products for digital printing, the Company will make efforts to enter into arrangement with printer manufacturers. Meanwhile it is expected from Government for planning to start huge Textile Parks, It may support to increase Dyestuff Business in future Domestic.

We are being also expecting new business development for EXPORT In VIETNAM and other Asian Country as there Government now trying to support huge Textile Dyeing Factories to be installed in near future, This is good sign for developing Export market with new Region.



## Risks, Concerns and Threats

Stringent environmental regulations may hamper the growth of the dyes & pigment industry. Most of the advanced countries are imposing new and more stringent ecological norms which can restrict the exporter's capability to grow, as complying with ecological norms is too expensive. Trade war between US and China, etc are all areas of concern which your company may face from time to time. High cost of spares for digital printers and limitation in skilled work force in middle level are restricting the expected growth of Digital Textile Printing. The Management has to regularly monitor the changing market conditions and the trends. Further, any slowdown of the economic growth or volatility in financial market, Exchange-rate fluctuations, continuity of COVID-19 pandemic, could also adversely affect the Company's performance.

The Pigments industry is facing challenges on changing environmental regulations, increase cost of raw materials due to increase in Crude oil prices, tightened environmental regulation, particularly in Asia Pacific Region. High capital cost of machinery for digital printing is discouraging the entrepreneurs in textile sector for major shift from conventional printing to digital printing.

### **Internal Control Systems and their adequacy**

The Company has a proper and adequate system of Internal Control commensurate with the size and nature of its operations to ensure that all assets are safeguarded against unauthorized use or disposal, ensuring true and fair reporting and compliance with all applicable regulatory laws and company policies. Internal Audit Reports are reviewed by the Audit Committee of the Board.

### **Discussion on Financial Performance with respect to Operational Performance**

#### **Balance Sheet**

- Total assets for FY 2021-22 stood at Rs. 6516.56 Lakhs compared to Rs. 5769.90 Lakhs in FY 2020-21.
- Net worth stood at Rs. 2974.77 Lakhs as on 31<sup>st</sup> March, 2022 compared to Rs. 2692.73 Lakhs as on 31<sup>st</sup> March, 2021, an increase of 10.47%.

#### **Profit and loss statement**

- Revenues from operations increased 18.24% from Rs. 86.52 Lakhs in FY 2020-21 to Rs.10230.09 Lakhs in FY 2021-22
- EBITDA increased to Rs. 564.86 Lakhs in FY 2021-22 compared to Rs. 508.82 Lakhs in FY 2020-21
- Profit after tax was witnessed at Rs. 334.83 Lakhs in FY 2021-22, with an increase of 7.75%
- Depreciation and amortisation stood at Rs. 25.23 Lakhs in FY 2021-22 compared to Rs. 11.70 Lakhs in FY 2020-21.

## **Material Developments in Human Resources/ Industrial Relations Front**

Industrial Relations remain cordial during the financial year 2021-22. The Company acknowledges the importance of the workforce with believe that growth of the Company largely depends on the contribution made by the employees. It always lays an emphasis on creating an environment which is favorable for the employees and motivates performance, customer focus and innovation Company's strategies are based, inter alia, on processes of continuous learning and improvement. The Company had 22 employees as on 31st March, 2022 as against 21 employees as on 31st March, 2021.

## **Cautionary Statement**

Certain statements made in this Report relating to the Company's outlook, estimates, predictions etc. may constitute "forward looking statements" within the meaning of applicable laws and regulations. Actual results may differ from such estimates, whether express or implied. Several factors that could make a difference to Company's operations include climatic conditions and economic conditions affecting demand and supply, changes in Government regulation, tax regimes, natural calamities, etc. over which the Company does not have any direct control.

**Place: Ahmedabad**  
**Date: 02.09.2022**

**By Order of Board of Directors**  
**For, Mahickra Chemicals Limited**  
**CIN: L24304GJ2017PLC099781**

**Registered office:**  
Plot No. 1209, Phase 3 GIDC Vatva,  
Ahmedabad 382445, Gujarat, India.

**Sd/-**  
**Mitesh C. Gandhi**  
**Chairman & MD**  
**DIN: 02142361**

**Sd/-**  
**Ashish C. Gandhi**  
**Whole-Time Director**  
**DIN: 02142344**

## **REPORT ON CORPORATE GOVERNANCE**

### **Corporate Governance and practices in accordance with the provisions of Regulation 34 of SEBI (LODR) Regulations, 2015:**

#### **A. Company's philosophy on Code of Governance:**

Corporate Governance is about commitment to values and about ethical business conduct. Corporate Governance primarily involves transparency, complete disclosure, independent monitoring of the state of affairs and being fair to all stakeholders.

The objective of the Company is not only meet the statutory requirements of the code but to go well beyond it by instituting such systems and procedures as are in accordance with the latest global trend of making management completely transparent and institutionally sound.

The Company has always believed in the concept of good Corporate Governance involving transparency, empowerment, accountability and integrity with a view to enhance stakeholder value. The company has professionals on its Board of Directors who get actively involved in the deliberations of the board as well as committees of directors on all important policy matters.

#### **B. Board of Directors :**

##### **a) Composition:**

The present Board of Directors consists of half of Non-executive / Independent directors. As of date, the Board Comprises of 3 (three) whole time / executive directors/Managing Director/Director and 3 (Three) non executive/ Independent directors. The Number of independent directors on the Board are 3(Three) and others are promoter director.

The company has an executive chairman and the number of non-executive directors is 50% of the total number of directors. The Company, therefore, meets with the requirements relating to the composition of the Board of Directors.



**The composition and category of Directors are as follows:**

<b>Category</b>	<b>Name Of Directors</b>
Promoter & Executive Director	Mr. Mitesh Gandhi (Chairman & Managing Director)
	Mr. Ashish Gandhi (Whole Time Director)
	Mrs. Komal Gandhi (Whole Time Director)
Non-Executive Directors	Mr. Akhil Shah (Independent Director)
	Ms. Amisha Shah (Additional Independent Director)
	Mr. Dhanik Mehta (Independent Director)

Attendance of each Director at the Board meetings, Last Annual General Meeting and Number of Other Directorships and Chairmanships / Memberships of Committees of each Director in various companies, during the year 2021-2022:

<b>Name of Directors</b>	<b>Attendance Particulars</b>		<b>No. of Directorships and Committee Memberships / Chairmanships</b>		
	<b>Board Meetings</b>	<b>Last AGM</b>	<b>Other Directorship</b>	<b>Committee Membership</b>	<b>Committee Chairmanship</b>
Mr. Mitesh Gandhi	11	Present	None	None	None
Mr. Ashish Gandhi	11	Present	None	None	None
Mrs. Komal Gandhi	11	Present	None	None	None
Mr. Akhil Shah	11	Present	None	None	None
Ms. Vrusha Patel	11	Present	None	None	None
Mr. Dhanik Mehta	11	Present	None	None	None

### **Number of Board Meetings held and dates on which held:**

11 (Eleven) Board Meetings were held during the year 2021-2022, as against the minimum requirement of 4 meetings. The dates on which the meetings were held are 15.04.2021, 22.05.2021, 02.06.2021, 23.06.2021, 02.07.2021, 23.08.2021, 08.10.2021, 27.10.2021, 25.11.2021, 16.02.2022 and 28.03.2022. The Company has held one meeting every quarter and the maximum time gap between two meetings was not more than four months.

The Information as required under Regulation 17 of SEBI (LODR) Regulations, 2015 is made available to the Board. The agenda and the papers for consideration at the Board meeting are circulated to the Directors in advance before the meeting. Adequate information is circulated as part of the Board papers and is also made available at the Board Meeting to enable the Board to take informed decisions. Where it is not practicable to attach supporting / relevant document(s) to the Agenda, the same are tabled at the meeting and specific reference to this is made in the agenda.

### **MD Certification:**

Mr. Mitesh Gandhi, Managing Director of the Company is giving annual certification on financial reporting and internal controls to the Board in compliance with Regulation 17[8] of SEBI [Listing Obligations and Disclosure Requirements] Regulations, 2015 [Listing Regulations].

### **Code of Conduct:**

The Company has formulated and implemented a Code of Conduct for all Board Members and senior management personnel of the Company in compliance with Regulation 17 of SEBI (LODR) Regulations, 2015.

### **Audit Committee:**

The Board of Directors of the Company has constituted an Audit Committee on 05<sup>th</sup> January, 2018. Further, the constitution of Audit Committee has been changed on 11<sup>th</sup> July, 2022. Presently, the Audit Committee comprising of 3 (Three) independent Directors namely Mr. Dhanik Mehta, Chairman and Mr. Akhil Shah and Mrs. Amisha Shah as members of the committee.

The Constitution, composition and functioning of the Audit Committee also meets with the requirements of Section 177 of the Companies Act, 2013 and Regulation 18 of SEBI (LODR) Regulations, 2015.

**Terms of Reference:**

The terms of reference of the Audit Committee include approving and implementing the audit procedures, reviewing financial reporting systems, internal control systems and control procedures and ensuring compliance with the regulatory guidelines and also include those specified under the Regulation 18 of SEBI (LODR) Regulations, 2015 as well as under Section 177 of the Companies Act, 2013.

**Powers of the Audit Committee:**

The Audit Committee has powers that include the following:

- a) To investigate any activity of the Company within its terms of reference
- b) To seek information from any employee
- c) To obtain outside legal and other professional advice
- d) To secure attendance of outsiders with relevant expertise, if it considers necessary.

Names of Members and Chairman of the Audit Committee and the meetings attended by them during the Financial Year 2021-22 ending on 31<sup>st</sup> March, 2022, are as under:

<b>Name of Directors</b>	<b>Category</b>	<b>Status / Designation</b>	<b>No. of Meeting Attended</b>
Mr. Dhanik Mehta	Independent Director	Chairman	7
Mr. Akhil Shah	Independent Director	Member	7
Ms. Vrusha Patel	Independent Director	Member	7

The Committee met 7 (Seven) times during the year 2021-2022. The dates on which the Audit Committee meetings were held are 15.04.2021, 22.05.2021, 23.08.2021, 08.10.2021, 27.10.2021, 05.02.2022 and 28.03.2022. The maximum time gap between any two meetings was not more than 120 days.

Members of the Audit Committee have requisite accounting, financial and management expertise.

#### **Nomination and Remuneration Committee:**

The Nomination and remuneration committee is entrusted with the responsibility of finalizing the remuneration of Executive / Whole Time Directors.

Presently, Nomination and remuneration committee comprising of 3 (Three) independent Non-Executive Directors namely Mr. Dhanik Mehta, Chairman and Mr. Akhil Shah and Mrs. Amisha Shah as members of the committee. The Company Secretary of the Company acts as the Secretary to the Nomination and Remuneration Committee.

The Committee met 5 (Five) times during the year 2021-2022. The dates on which the Nomination and remuneration committee meetings were held are 15.04.2021, 02.08.2021, 08.10.2021, 05.02.2022 and 28.03.2022. It has complied with the provisions of Regulation 19 of SEBI (LODR) Regulations, 2015.

#### **Stakeholders Relationship Committee:**

The Board of Directors of the Company has constituted a Stakeholders Relationship Committee as per Regulation 20 of SEBI (LODR) Regulations, 2015.

Presently, the Stakeholders Relationship Committee comprising of Mr. Dhanik Mehta, Chairman and Mr. Akhil Shah and Mrs. Amisha Shah as members of the committee, inter alia, approve issue of duplicate certificates and oversee and reviews all matters connected with the securities transfers. The Committee also looks into redressal of shareholders' complaints like transfer of shares, non-receipts of balance sheet, non-receipt of declared dividends etc. The Committee oversees the performance of the Registrar and Transfer Agents and recommends measures for overall improvement in the quality of investor services. As required by the provisions of Regulation 20 of SEBI (LODR) Regulations, 2015, the Company has designated the below cited e-mail ID of the Grievance Redressal Division exclusively for the purpose of registering complaints by investors. E-mail ID – info@mahickra.com

None of the request for transfers, dematerialization and re-materialization was pending for approval as on 31<sup>st</sup> March, 2022. The Committee met 5 (Five) times during the year on 15.04.2021, 02.08.2021, 08.10.2021, 05.02.2022 and 28.03.2022.

**Quarter-wise Summary of Investors' Complaints received and resolved to the satisfaction of the shareholders during the financial year 2021-2022.**

Quarter Period		Complaints Position at the beginning of the quarter	Complaints received during the quarter	Complaints resolved during the quarter	Complaints pending at the end of From to the quarter
From	To				
01/04/2021	30/06/2021	NIL	NIL	NIL	NIL
01/07/2021	30/09/2021	NIL	NIL	NIL	NIL
01/10/2021	31/12/2021	NIL	NIL	NIL	NIL
01/01/2022	31/03/2022	NIL	NIL	NIL	NIL
Total		NIL	NIL	NIL	NIL
Complaint pending at beginning of the year = NIL					
Complaint received during the year = NIL					
Complaint resolved during the year = NIL					
Complaint pending at the end of the year = NIL					

**Annual General Meetings:**

**Location, Date and Time for last three Annual General Meetings were as follows:**

Year	Location	Date	Time
2018-19	Plot No.1209, Phase-3, GIDC Vatva, Ahmedabad, Gujarat, India-382445.	20.09.2019	2.00 PM
2019-20	Plot No.1209, Phase-3, GIDC Vatva, Ahmedabad, Gujarat, India-382445.	25.09.2020	4:00 PM
2020-21	Plot No.1201-1202, Phase-3, GIDC Vatva, Ahmedabad, Gujarat, India-382445.	18.09.2021	4:00 PM

**Disclosures:**

The company has entered into transaction with related party as mentioned in "Annexure-C". However, they are in the ordinary course of business and on arm's length basis.

### **Means of Communication:**

The Company regularly intimates Half-yearly un-audited as well as yearly audited financial results to the Stock Exchanges, immediately after the same are taken on record by the Board. These results are normally published on Emerge platform of NSE.

### **General Shareholder Information:**

Fifth Annual General Meeting

Date: 28<sup>th</sup> September, 2022

Time: 2.00 P.M.

Venue: Plot No.1201-1202, Phase-3, GIDC Vatva, Ahmedabad, Gujarat, India-382445.

### **Financial Year / Calendar**

The Company follows April to March as its Financial Year.

### **Date of Book Closure**

From Wednesday, 21<sup>st</sup> September, 2022 to Wednesday, 28<sup>th</sup> September, 2022 (both days inclusive).

### **Listing of Equity Shares on Stock Exchanges at:**

National Stock Exchange Limited, Exchange Plaza, Plot no. C/1, G Block, Bandra-Kurla Complex, Bandra(E), Mumbai - 400051, Maharashtra.

Annual listing fees for the year 2022-2023, as applicable, have been paid to the National Stock Exchange Limited. The Company has also paid Annual Custodial Fees for the year 2022-2023, as applicable, to National Securities Depository Limited [NSDL] and Central Depository Services (India) Limited [CDSL].

### **Stock Code:**

National Stock Exchange Limited (NSE EMERGE): MAHICKRA

Demat ISIN Number in NSDL & CDSL for Equity Shares: INE961Y01015

**Registrar and Transfer Agents:****Big-Share Services Pvt. Ltd.**

Registered Office:

E-2&amp;3, Ansa Industrial Estate, Saki-Vihar Road, Sakinaka, Andheri (E), Mumbai 400072.

Tel: 022-28470652

Website: [www.bigshareonline.com](http://www.bigshareonline.com)**Share Transfer / Demat System:**

All the shares related work is being undertaken by our R & T Agent, Big-Share Services Pvt. Ltd. Mumbai. To expedite the process of share transfer, transmission, split, consolidation, re-materialization and de-materialization etc. of securities of the Company, the Board of Directors has delegated the power of approving the same to the Company's R & T Agent under the supervision and control of the Compliance Officer, who is placing a summary statement of transfer/transmission etc. of securities of the Company at the meeting of the Board.

Share lodged for transfer at the R & T Agents address are normally processed and approved within 15 days from the date of its received, subject to the documents been valid and complete in all respect. The investors / shareholders grievances are also taken up by our R & T Agent.

The Company has obtained and filed with the Stock Exchange(s), the yearly certificates from a Company Secretary in Practice as required Clause 40(9) & 40(10) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.

**De- materialization of Shares and Liquidity**

The Company's Shares are in compulsory Demat mode and as on 31st March, 2022 all the shares i.e. 100% Equity shares of the company are held in dematerialized Form.

**High/Low of monthly Market Price of the Company's Equity Shares**

The monthly movement of Equity Share prices on NSE during the year is summarized below:

<i>Particulars</i>	<i>High (in Rs.)</i>	<i>Low (in Rs.)</i>
<i>April, 2021</i>	<i>80.60</i>	<i>76.90</i>

May, 2021	93.00	75.00
June, 2021	95.00	83.25
July, 2021	88.00	80.15
August, 2021	85.10	75.25
September, 2021	96.00	76.00
October, 2021	96.50	79.80
November, 2021	87.10	76.50
December, 2021	81.90	76.00
January, 2022	90.00	77.05
February, 2022	83.40	75.90
March, 2022	89.90	76.35

### Shareholding Pattern:

Sr. No.	Category	As on March 31, 2021		As on March 31, 2022	
		Nos. of Shares Held	Voting Strength %	Nos. of Shares held	Voting Strength %
1	Promoter & Promoter Group	4046197	49.82	4169197	51.33
2	Mutual Fund, Trust & UTI	NIL	NIL	NIL	NIL
3	Bank, Financial Institutions (FI's), Insurance Companies	186000	2.29	NIL	NIL
4	Foreign Institutional Investors (FII's)	NIL	NIL	NIL	NIL
5	Private Bodies Corporate	650000	8.00	815000	10.03
6	Indian Public	3113963	38.34	3026963	37.27
7	Clearing Member	27000	0.33	12000	0.15
8	Others (Non Resident Indians)	99000	1.22	99000	1.22
<b>Total</b>		<b>8122160</b>	<b>100.00</b>	<b>8122160</b>	<b>100.00</b>

### Reconciliation of Share Capital Audit Report:

The Reconciliation of Share Capital Audit Report of the Company prepared in terms of SEBI Circular No. D&CC/FITTC/CIR-16/2002 dated December 31, 2002 reconciling the total shares held in both the depositories, viz. NSDL and CDSL with the total issued / paid-up capital of the Company were placed before the Board of Directors every quarter and also submitted to Emerge Platform of NSE every quarter.



**Compliance by the Company:**

The Company has complied with all the mandatory requirements of the Listing Agreement with the Emerge Platform of NSE, regulations and guidelines of SEBI (LODR), Regulation 2015.

**Place: Ahmedabad**

**Date: 02.09.2022**

**By Order of Board of Directors  
For, Mahickra Chemicals Limited  
CIN: L24304GJ2017PLC099781**

**Registered office:**

Plot No. 1209, Phase 3 GIDC Vatva,  
Ahmedabad 382445, Gujarat, India.

**Sd/-  
Mitesh C. Gandhi  
Chairman & MD  
DIN: 02142361**

**Sd/-  
Ashish C. Gandhi  
Whole-Time Director  
DIN: 02142344**

## **AUDITORS CERTIFICATE ON CORPORATE GOVERNANCE:**

We have examined compliance by Mahickra Chemicals Limited (the Company) with the requirements under Clause 52 of the Listing Agreement and Regulation 15(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as applicable from time to time, entered into by the Company with the National Stock Exchange for the year ended on March 31, 2022.

In our opinion and to the best of our information and according to the explanations given to us and the representation by the Directors and the management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in Clause 52 of the Listing Agreement and Regulation 15(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as applicable from time to time.

The compliance of conditions of Corporate Governance is the responsibility of the management of the Company. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. The examination is neither an audit nor an expression of opinion on the financial statements of the Company or the corporate governance report of the Company.

We state that no investor's grievance is pending unresolved by the Company for a period exceeding one month against the Company as per the records maintained by the stakeholder relationship committee.

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

**Place: Ahmedabad**

**Date: 30.05.2022**

**For, Singhi & Co.**

**Chartered Accountants**

**FRN: 302049E**

**Sd/-**

**Sunil C. Bohara**

**Partner**

**M. No. 103395**

**CERTIFICATE PURSUANT TO REGULATION 17(8) OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2018**

We, Mr. Miteshkumar Gandhi, Managing Director (CEO) and Mr. Kalusinh Chauhan, CFO do hereby certify to the Board that:

- a) We have reviewed the Balance Sheet as at March 31, 2022, the Profit and Loss Accountant and the Cash Flow Statement for the year ended on that date and that to the best of our knowledge and belief:
  - i. The said statements do not contain any false, misleading or materially untrue statements or figures or omit any material fact, which may make the statements or figures contained therein misleading;
  - ii. The said statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- b) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's code of conduct.
- c) We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of the internal control systems of the Company pertaining to financial reporting and have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- d) We have indicated to the Auditors and the Audit Committee:
  - i. Significant changes in internal control over financial reporting during the year, if any;
  - ii. Significant changes in accounting policies during the year if any and that the same have been disclosed in the notes to the financial statements; and

iii. Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

**Place: Ahmedabad**  
**Date: 30.05.2022**

**By Order of Board of Directors**  
**For, Mahickra Chemical Limited**  
**CIN: L24304GJ2017PLC099781**

**Registered office:**  
Plot No. 1209, Phase 3 GIDC Vatva  
Ahmedabad 382445, Gujarat, India.

**Sd/-**  
**Mitesh Gandhi**  
**Chairman**  
**DIN: 02142361**

**Sd/-**  
**Kalusinh Chauhan**  
**CFO**

## **INDEPENDENT AUDITOR'S REPORT**

**To  
The Members of  
MAHICKRA CHEMICALS LIMITED**

### **Report on the Financial Statements**

#### **Opinion**

We have audited the Financial Statements of MAHICKRA CHEMICALS LIMITED (“the Company”), which comprises the Balance Sheet as at **31<sup>st</sup> March, 2022**, and the Statement of Profit and Loss, Cash Flow Statement and Notes to the Financial Statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by 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 state of affairs of the Company as at 31st March, 2022 and its Profit and its Cash Flows for the year ended on that date.

#### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor’s Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Information other than the Financial Statements and Auditor’s Report Thereon**

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

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

## **Key audit matters**

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

## **Responsibility of Management for Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, (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 financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Board of Directors is also responsible for overseeing the company's financial reporting process.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the 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 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 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.

## **REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS**

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-Section (11) of Section 143 of the Companies Act, 2013, We give in the "**Annexure A**" statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet and Statement of Profit & Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the Internal financial control over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in “**Annexure B**”. Our reports express an unmodified opinion on the adequacy and reporting effectiveness of the Company’s internal financial controls over financial reporting.
- g) With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its Financial Position.
  - ii. The Company did not have any material foreseeable losses on long-term contracts including derivative contracts.
  - iii. The Company is not required to transfer any amounts to the Investors Education and Protection Fund.
  - iv. (i) The management has represented that, to the best of it’s knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
  - (ii) The management has represented, that, to the best of it’s knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
  - (iii) Based on audit procedures which we considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused them to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.



- v. The dividend declared or paid during the year by the company are in compliance with section 123 of the Companies Act, 2013.
- vi. With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act, in our opinion and according to the information and explanations given to us, the remuneration paid during the current year by the company to its director is not in excess of the limit laid down under section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197 of the Act which are required to be commented upon by us.

**For, SINGHI & CO.  
Chartered Accountants  
FRN NO: 302049E**

**Sd/-**

**SUNIL C BOHARA  
Partner  
Membership No. 103395  
UDIN: 22103395AJXLNB1338**

**Ahmedabad, 30<sup>th</sup> May, 2022**

## **ANNEXURE” A” TO THE INDEPENDENT AUDITOR'S REPORT**

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31<sup>st</sup>, 2022:

1. In respect of the Company's Property Plant & Equipment:

- (a) The Company has not provided proper records showing full particulars including quantitative details and situation of its Property, Plant & Equipment and hence we are unable to comment upon same.
- (b) The Company has not provided proper records showing full particulars including quantitative details and situation of its Intangible Assets and hence we are unable to comment upon same.
- (c) As explained to us, Property Plant & Equipment have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification.
- (d) The title deeds of immovable properties as disclosed in Note 9 on Fixed Assets to the Financial Statements are held in the name of Company.
- (e) The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) and/or Intangible Assets during the year. Accordingly, reporting under clause (i)(d) of paragraph 3 of the Order is not applicable.
- (f) No proceedings have been initiated or are pending against the Company as at March 31, 2022 for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.

2. In respect of Company's inventories:

- (a) The management during the year has conducted physical verification of the inventories & in our opinion the frequency of verification is reasonable.
- (b) In our opinion and according to the information and explanations given to us, the Company has maintained proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material and have been properly dealt with in the books of accounts.
- (c) The Company has been sanctioned working capital limits in excess of five crore rupees during the year, in aggregate from banks and/or financial institutions, on the basis of security of current assets. The quarterly returns/statements filed by the Company with such banks and/or financial institutions are in agreement with the books of account of the Company.

3. During the year, the Company has not made investments in, provided any guarantee or security or 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) (a) to (c) of the Order are not applicable to the Company and hence not commented upon.

4. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Section 185 & 186 of the Companies Act, 2013 in respect of Loans, Investments, guarantees and security.
5. In our opinion and according to the information and explanations given to us, the Company has not accepted deposits from the public during the year. Therefore, the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions with regards to deposits are not applicable to the Company.
6. As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the Company.
7. (a) According to the records of the Company, undisputed statutory dues including Goods and Services tax (GST), provident fund, employees' state insurance, income-tax, duty of customs and Cess to the extent applicable and any other statutory dues have been regularly deposited with the appropriate authorities.  
  
(b) According to the information and explanations given to us, no undisputed amounts payable in respect of Goods and Services tax (GST), provident fund, employees' state insurance, income-tax, duty of customs and Cess were in arrears as on 31st of March, 2022 for a period of more than six months from the date they became payable.  
  
(c) There are no dues with respect to provident fund, employees' state insurance, income tax, GST, sales tax, service tax, value added tax, customs duty, excise duty and cess, which have not been deposited on account of any dispute.
8. We have not come across any transaction(s) which were previously not recorded in the books of account of the Company that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
9. (a) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to Financial Institutions, Banks and Debentures Holders. Also the Company has not taken any further loan from Financial Institutions or from the government and has not issued any debentures.  
  
(b) The Company has not been declared wilful defaulter by any bank or financial institution government or any government authority.  
  
(c) The Company has prima facie utilized the money obtained by way of term loans during the year for the purposes for which they were obtained.  
  
(d) On an overall examination of the financial statements of the Company, no funds raised on short-term basis have, been used for long-term purposes by the Company.  
  
(e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures as defined under the Act.  
  
(f) The Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies, as defined under the Act.

10. Based upon the audit procedures performed and the information and explanations given by the management, the Company has not raised monies by way of initial public offer or further public offer (including debt instrument) during the year under review. Therefore, reporting under clause (x)(a) of the paragraph 3 of the order is not applicable.
11. Based upon the audit procedures performed and the information and explanations given by the management, the Company has not made any preferential allotment or private placement of share during the year under review. Therefore, reporting under clause (x)(b) of paragraph 3 of the Order is not applicable.
12. (a) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.  
  
(b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.  
  
(c) There are no whistle blower complaints received by the Company during the year and upto the date of this report.
13. The Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the Order are not applicable to the Company.
14. According to information and explanation given to us and based on our examination of the records of the Company, all the transactions with the related parties are in compliance with Section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the financial statements as required by the applicable accounting standards.
15. (a) In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.  
  
(b) We have considered the Internal Audit Reports of the Company issued till date, for the period under audit.
16. Based upon the audit procedures performed and the information and explanations given by the management, the Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
17. The Company is not required to be registered under section 45IA of the Reserve Bank of India Act, 1934 and accordingly, the Provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.
18. The Company has not incurred cash losses in the current and the immediately preceding financial year.

19. There has been no resignation of the statutory auditors during the year and accordingly, reporting under clause (xviii) of paragraph 3 of the Order is not applicable.
20. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which cause us to believe that any material uncertainty exists as on the date of this audit report and that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
21. The provisions of section 135 of the Act are not applicable to the Company. Hence, reporting under clause (xx) of paragraph 3 of the Order is not applicable.

**For, SINGHI & CO.  
Chartered Accountants  
FRN NO: 302049E**

**Sd/-**

**SUNIL C BOHARA  
Partner  
Membership No. 103395  
UDIN:22103395AJXLNB1338**

**Ahmedabad, 30<sup>th</sup> May, 2022**

## **ANNEXURE “B” TO THE INDEPENDENT AUDITOR’S REPORT**

**(Referred to in paragraph 2(f) under “Report on Other Legal and regulatory requirements’ of our report of even date)**

### **Report on the Internal Financial Controls under Clause (i) of Sub-Section 3 of Section 143 of the Companies Act, 2013 (“the Act”)**

We have audited the internal financial controls over financial reporting of **MAHICKRA CHEMICALS LIMITED** (“the Company”) as of 31<sup>st</sup> March 2022 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

#### **Management’s Responsibility for Internal Financial Controls**

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (‘ICAI’). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### **Auditors’ Responsibility**

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 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 financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

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

**For, SINGHI & CO.  
Chartered Accountants  
FRN NO: 302049E**

**Sd/-**

**SUNIL C BOHARA  
Partner  
Membership No. 103395  
UDIN:22103395AJXLNB1338**

**Ahmedabad, 30<sup>th</sup> May, 2022**

# MAHICKRA CHEMICALS LIMITED

PLOT NO. 1209, PHASE-3 GIDC VATVA, AHMEDABAD GUJARAT-382445

CIN :- L24304GJ2017PLC099781

**BALANCE SHEET AS AT 31ST MARCH 2022**

(₹ in Lac, except for share data and otherwise stated)

Particulars	Note No	As at 31st March 2022	As at 31st March 2021
		₹	₹
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholders' Funds</b>			
(a) Share Capital	1	812.22	812.22
(b) Reserves and Surplus	2	2,162.55	1,880.52
(c) Money Received against Share Warrants		-	-
<b>(2) Share Application Money Pending Allotment</b>			
		-	-
<b>(3) Non-Current Liabilities</b>			
(a) Long-term Borrowings	3	113.08	83.90
(b) Deferred Tax Liabilities (Net)	4	-	-
(c) Other Long Term Liabilities		-	-
(d) Long Term Provisions	5	20.12	14.83
<b>(4) Current Liabilities</b>			
(a) Short Term Borrowings	6	889.41	972.85
(b) Trade Payables	7	2,367.41	1,865.49
(c) Other Current Liabilities	8	4.57	3.59
(d) Short-term Provisions	9	147.21	136.51
<b>Total</b>		<b>6,516.56</b>	<b>5,769.90</b>
<b>II.ASSETS</b>			
<b>(1) Non-Current Assets</b>			
(a) Property, Plant and Equipment & Intangible assets			
(i) Property, Plant & Equipments	10	167.87	95.88
(ii) Intangible assets		-	-
(iii) Capital work-in-progress	10	293.43	255.99
(iv) Intangible assets under development		-	-
(b) Non-Current Investments		-	-
(c) Deferred Tax Assets (Net)	11	4.36	1.72
(d) Long Term Loans and Advances		-	-
(e) Other Non Current Assets	12	39.60	30.33
<b>(2) Current Assets</b>			
(a) Current Investments		-	-
(b) Inventories	13	1,746.36	1,482.52
(c) Trade Receivables	14	3,809.83	3,386.94
(d) Cash and Cash Equivalents	15	4.27	6.62
(e) Short-term Loans and Advances	16	0.20	0.20
(f) Other Current Assets	17	450.65	509.69
<b>SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PARTS OF ACCOUNTS</b>			
	27		
<b>Total</b>		<b>6,516.56</b>	<b>5,769.90</b>

For and on behalf of  
**SINGHI & CO.**  
Chartered Accountants  
FRN : 302049E

Sd/-

**SUNIL C BOHARA**  
Partner  
M. No.103395  
UDIN:- 22103395AJXLNB1338

Ahmedabad, 30th May, 2022

For and on behalf of the Board of Directors

Sd/-

**ASHISH GANDHI**  
Wholetime Director  
Din No:- 02142344

Sd/-

**MITESH GANDHI**  
Managing Director  
Din No :- 02142361

Sd/-

**KALUSINH CHAUHAN**  
CFO

Ahmedabad, 30th May, 2022



# MAHICKRA CHEMICALS LIMITED

PLOT NO. 1209, PHASE-3 GIDC VATVA, AHMEDABAD GUJARAT-382445

CIN :- L24304GJ2017PLC099781

## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2022

(₹ in Lac, except for share data and otherwise stated)

	Particulars	Note No	For the Year Ended	For the Year Ended
			31st March 2022	31st March 2021
			₹	₹
	<b>Income:</b>			
I	Revenue from Operations	18	10,230.09	8,652.06
II	Other Income	19	393.12	298.31
III	<b>Total Income (I +II)</b>		<b>10,623.21</b>	<b>8,950.37</b>
IV	<b>Expenses:</b>			
	Cost of Materials Consumed	20	8,929.96	7,876.09
	Direct Expenses	21	271.88	168.27
	Changes in Inventories of Finished Goods, Work In Progress & Stock in Trade	22	(85.96)	(249.93)
	Employee Benefit Expense	23	129.18	108.07
	Finance Cost	24	75.05	56.86
	Depreciation and Amortization Expenses	10	25.23	11.70
	Other Expenses	25	813.29	539.05
	<b>Total Expenses</b>		<b>10,158.63</b>	<b>8,510.11</b>
V	<b>Profit Before Exceptional and Extraordinary Items &amp; Tax (III-IV)</b>		464.58	440.3
VI	Exceptional Items		-	-
VII	<b>Profit / (Loss) before Extraordinary Items and Tax (V-VI)</b>		<b>464.58</b>	<b>440.26</b>
VIII	Extraordinary Items		-	-
IX	<b>Profit Before Tax (VII - VIII)</b>		<b>464.58</b>	<b>440.26</b>
X	<b>Tax Expense:</b>			
	(1) Current tax		132.38	122
	(2) Deferred Tax Liabilities / (Assets)		(2.63)	4.78
	(3) Excess / Short Provision of Earlier year		-	2.92
XI	<b>Profit / (Loss) from the period from Continuing Operations (IX-X)</b>		<b>334.83</b>	<b>310.74</b>
XII	Balance Brought Forward		887.99	577.25
XIII	Balance Carried Forward		<b>1,222.82</b>	<b>887.99</b>
XIV	<b>Earning per Equity Share:</b>			
	Basic & Diluted	26	<b>4.12</b>	<b>3.83</b>
	<b>SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PARTS OF ACCOUNTS</b>	27		

**For and on behalf of**  
**SINGHI & CO.**

Chartered Accountants  
FRN : 302049E

Sd/-

**SUNIL C BOHARA**

Partner  
M. No.103395  
UDIN:- 22103395AJXLNB1338

Ahmedabad, 30th May, 2022

**For and on behalf of the Board of Directors**

Sd/-

**ASHISH GANDHI**  
Wholtime Director  
Din No:- 02142344

Sd/-

**MITESH GANDHI**  
Managing Director  
Din No :- 02142361

Sd/-

**KALUSINH CHAUHAN**  
CFO

Ahmedabad, 30th May, 2022

# MAHICKRA CHEMICALS LIMITED

PLOT NO. 1209, PHASE-3 GIDC VATVA, AHMEDABAD GUJARAT-382445

CIN :- L24304GJ2017PLC099781

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2022

(₹ in Lac, except for share data and otherwise stated)

Particulars	For the Year Ended 31st March 2022	For the Year Ended 31st March 2021
	₹	₹
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit After Taxes & Extraordinary Items	334.83	310.74
<b>Adjustments for :</b>		
Provision For Tax	129.75	124.74
Depreciation	25.23	11.70
Interest & Financial Charges Paid	75.05	56.86
	<b>564.86</b>	<b>504.04</b>
Less : Non Operating Incomes	-	-
<b>Operating Profit Before Working Capital Changes</b>	<b>564.86</b>	<b>504.04</b>
<b>Adjustments for :</b>		
Increase/Decrease In Inventories	(263.84)	(349.86)
Increase/Decrease In Trade Receivables	(422.88)	(648.05)
Increase/Decrease In Deferred Tax Assets	(2.63)	4.78
Increase/Decrease In Short Term Loans & Advances	-	(0.20)
Increase/Decrease In Other Current Assets	59.04	317.36
Increase/Decrease In Long Term Provisions	5.29	(14.59)
Increase/Decrease In Deferred Tax Liability	-	-
Increase/Decrease In Trade Payables	501.92	(58.48)
Increase/Decrease In Other Current Liabilities & Provisions	11.69	119.54
<b>Cash Generated From Operations</b>	<b>453.44</b>	<b>(125.47)</b>
<b>Net Income Tax Paid / (Net of Refunds)</b>	129.75	124.74
<b>NET CASH FLOW FROM OPERATING ACTIVITIES (A)</b>	<b>323.69</b>	<b>(250.21)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Fixed Assets Purchased / Transferred / WIP	(134.66)	(63.13)
Sale of Fixed Assets	-	-
Increase/Decrease In Other Non Current Assets	(9.27)	(0.02)
<b>NET CASH FLOW FROM INVESTING ACTIVITIES (B)</b>	<b>(143.93)</b>	<b>(63.15)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds From Share Capital	-	-
Proceeds From Security Premium	-	-
Proceeds From Long Term Borrowings	29.18	50.40
Proceeds From Working Capital Loans	(83.44)	335.69
Outflow of Dividend	(52.79)	(16.24)
Interest & Financial Charges	(75.05)	(56.86)
<b>NET CASH FLOW FROM FINANCING ACTIVITIES (C)</b>	<b>(182.11)</b>	<b>312.98</b>
<b>Net Increase / Decrease in Cash &amp; Cash Equivalents (A+B+C)</b>	<b>(2.35)</b>	<b>(0.38)</b>
<b>Cash &amp; Cash Equivalents at the beginning of the year</b>	6.62	7.00
<b>Cash &amp; Cash Equivalents at the end of the year</b>	<b>4.27</b>	<b>6.62</b>

For and on behalf of  
**SINGHI & CO.**  
Chartered Accountants  
FRN : 302049E

**Sd/-**

**SUNIL C BOHARA**  
Partner  
M. No.103395  
UDIN:- 22103395AJLNB1338

Ahmedabad, 30th May, 2022

For and on behalf of the Board of Directors

**Sd/-**

**ASHISH GANDHI**  
Wholetime Director  
Din No:- 02142344

**Sd/-**

**MITESH GANDHI**  
Managing Director  
Din No :- 02142361

**Sd/-**

**KALUSINH CHAUHAN**  
CFO

Ahmedabad, 30th May, 2022

**NOTES FORMING PARTS OF THE FINANCIAL STATEMENT AS AT 31ST MARCH 2022**

(₹ in Lac. except for share data and otherwise stated)

Note No	Particulars	As at 31st March 2022	As at 31st March 2021
		₹	₹
1	<b>Share Capital</b>		
	<b>Authorised Share Capital :</b>		
	<b>Equity Share Capital</b> 1,10,00,000 Equity Shares of Rs. 10/- each (Last year : 1,10,00,000 Equity Shares of Rs 10/- each)	1,100.00	1,100.00
		<b>1,100.00</b>	<b>1,100.00</b>
	<b>Issued, Subscribed &amp; Paid Share Capital</b> 81,22,160 Equity Shares of Rs. 10/- each (Last year : 81,22,160 Equity Shares of Rs. 10/- each)	812.22	812.22
	<b>Total</b>	<b>812.216</b>	<b>812.216</b>

Note No	Particulars	As at 31st March 2022	As at 31st March 2021
		₹	₹
1(A)	<b>Reconciliation of the number of Equity Shares Outstanding at the beginning &amp; at the end of year.</b>		
	Shares outstanding at the beginning of the year	81.22160	81.22160
	Add : Shares issued during the year	-	-
	Add : Shares issued under Preferential Allotment	-	-
	<b>Shares outstanding at the end of the year</b>	<b>81.22160</b>	<b>81.22160</b>

Note No	Particulars	As at 31st March 2022	As at 31st March 2021
		₹	₹
1(B)	<b>Details of Shareholders Holding more than 5% of Shares</b>		
	Ashishkumar Champaklal Gandhi	21.78%	21.63%
	Gandhi Komal Mitesh	11.38%	11.09%
	Mitesh Champaklal Gandhi	7.72%	7.31%
	Others	59.12%	59.97%
	<b>Number of Shares</b>	<b>81.22160</b>	<b>81.22160</b>

## Shareholding of Promoters

(₹ in Lac, except for share data and otherwise stated)

Note No	Particulars	No of Shares	% of total Shares	As at 31st March 2022	
				% Change during the year	
1(C)	<b>Share held by the Promoter at the end of the year</b>				
i	<b>Name of Promoters</b>				
	Ashishkumar Champaklal Gandhi	17.69	21.78%		0.15%
	Gandhi Komal Mitesh	9.25	11.38%		0.30%
	Mitesh Champaklal Gandhi	6.27	7.72%		0.41%
	Champakbhai K Gandhi HUF	0.35	0.42%		0.02%
	Ashishkumar Champaklal Gandhi HUF	0.47	0.57%		0.04%
	Mitesh Champaklal Gandhi	0.68	0.83%		0.18%
	Champaklal Kachralal Gandhi	2.27	2.80%		0.02%
	Jayantilal Sakrachand Shah	0.17	0.20%		0.00%
	Sulochana Arvind Kotadia	0.25	0.31%		0.00%
	Anitaben Ashishkumar Gandhi	2.07	2.55%		0.11%
	Romil Miteshkumar Gandhi	0.63	0.78%		0.09%
	Chintan Ashish Gandhi	0.86	1.05%		0.11%
	Nimit Miteshkumar Gandhi	0.75	0.92%		0.09%
	<b>Number of Shares</b>	<b>41.69</b>	<b>51.33%</b>		<b>1.51%</b>

Note No	Particulars	No of Shares	% of total Shares	As at 31st March 2021	
				% Change during the year	
1(C)	<b>Share held by the Promoter at the end of the year</b>				
i	<b>Name of Promoters</b>				
	Ashishkumar Champaklal Gandhi	17.57	21.63%		0.13%
	Gandhi Komal Mitesh	9.01	11.09%		0.50%
	Mitesh Champaklal Gandhi	5.94	7.31%		0.54%
	Champakbhai K Gandhi HUF	0.33	0.41%		0.07%
	Ashishkumar Champaklal Gandhi HUF	0.44	0.54%		0.46%
	Mitesh Champaklal Gandhi	0.53	0.65%		0.48%
	Champaklal Kachralal Gandhi	2.26	2.78%		0.06%
	Jayantilal Sakrachand Shah	0.17	0.20%		0.00%
	Sulochana Arvind Kotadia	0.25	0.31%		0.00%
	Anitaben Ashishkumar Gandhi	1.98	2.44%		0.65%
	Romil Miteshkumar Gandhi	0.56	0.68%		0.42%
	Chintan Ashish Gandhi	0.77	0.94%		0.68%
	Nimit Miteshkumar Gandhi	0.68	0.83%		0.76%
	<b>Number of Shares</b>	<b>40.46</b>	<b>49.82%</b>		<b>4.75%</b>

**NOTES FORMING PARTS OF THE FINANCIAL STATEMENT AS AT 31ST MARCH 2022**

(₹ in Lac, except for share data and otherwise stated)

Note No	Particulars	As at	As at
		31st March 2022	31st March 2021
		₹	₹
<b>2</b>	<b>Reserves and Surplus</b>		
	<b>Security Premium</b>		
	Opening Balance	1,038.62	1,038.62
	Add:- Security Premium received During the Year	-	-
		1,038.62	1,038.62
	<b>Effect on Depreciation As per Company Act 2013</b>	(0.47)	(0.47)
		<b>1,038.15</b>	<b>1,038.15</b>
	<b>Surplus from profit and loss account</b>		
	Opening Balance	842.37	547.87
	Profit/loss during the year	334.83	310.74
	Less:- Interim Dividend on Equity Share	52.79	16.24
		<b>1,124.40</b>	<b>842.37</b>
	<b>Total</b>	<b>2,162.55</b>	<b>1,880.52</b>
<b>Note No</b>	<b>Particulars</b>	<b>As at 31st March 2022</b>	<b>As at 31st March 2021</b>
		₹	₹
<b>3</b>	<b>Long-Term Borrowings</b>		
<b>a</b>	<b>Secured Loans - From Banks - Covid Loan</b>		
i	GECL Loan from State Bank of India -40645992072	89.56	-
ii	Term Loan from State Bank of India - 39477656937	23.52	83.90
	<b>Total</b>	<b>113.08</b>	<b>83.90</b>

(₹ in Lac, except for share data and otherwise stated)

Note No	Particulars	As at 31st March 2022	As at 31st March 2021
		₹	₹
<b>4</b>	<b>Deferred Tax Liability</b>		
i	Depreciation	-	-
ii	Provision for Gratuity	-	-
	<b>Total</b>	-	-

Note No	Particulars	As at 31st March 2022	As at 31st March 2021
		₹	₹
<b>5</b>	<b>Long Term Provisions</b>		
<b>a</b>	<b>Provision for Employee Benefits</b>		
i	Provision For Gratuity	20.12	14.83
	<b>Total</b>	<b>20.12</b>	<b>14.83</b>

Note No	Particulars	As at 31st March 2022	As at 31st March 2021
		₹	₹
<b>6</b>	<b>Short Term Borrowings</b>		
<b>a</b>	<b>Loan Repayable on demand</b>		
i	Cash Credit with State Bank of India	829.41	376.46
ii	EPC from State Bank of India - 38739927875	(0.001)	481.00
iii	Current Maturity for Long term borrowings	60.00	115.40
	<b>Total</b>	<b>889.41</b>	<b>972.85</b>

**NOTES FORMING PARTS OF THE FINANCIAL STATEMENT AS AT 31ST MARCH 2022**

(₹ in Lac, except for share data and otherwise stated)

Note No	Particulars	As at 31st March 2022				
		₹	₹	₹	₹	₹
		Less than 1 Years	1 -2 Years	2 - 3 Years	More than 3 Years	Total
<b>7 Trade Payables</b>						
<b>i Due to Micro, Small &amp; Medium Enterprise</b>						
MSME -Trade Payables for Expenses	17.98	-	-	-	17.98	
Disputed Dues MSME- Tarde Payable for Exps	-	-	-	-	-	
MSME Trade Payables for Goods	416.21	-	-	-	416.21	
Disputed Dues MSME- Tarde Payable for Goods	-	-	-	-	-	
<b>ii Due to Creditor other than Micro ,Small &amp; Medium Enterprise</b>						
Trade Payables for Expenses	246.89	0.25	-	-	247.14	
Disputed Dues - Tarde Payable for Exps	-	-	-	-	-	
Trade Payables for Goods	1,686.04	0.03	-	-	1,686.08	
Disputed Dues - Tarde Payable for Goods	-	-	-	-	-	
<b>Total</b>	<b>2,367.13</b>	<b>0.28</b>	<b>-</b>	<b>-</b>	<b>2,367.41</b>	

Note No	Particulars	As at 31st March 2021				
		₹	₹	₹	₹	₹
		Less than 1 Years	1 -2 Years	2 - 3 Years	More than 3 Years	Total
<b>7 Trade Payables</b>						
<b>i Due to Micro, Small &amp; Medium Enterprise</b>						
MSME -Trade Payables for Expenses	10.88	-	-	-	10.88	
MSME Disputed Dues - Tarde Payable for Exps	-	-	-	-	-	
MSME Trade Payables for Goods	268.05	-	-	-	268.05	
MSME Disputed Dues - Tarde Payable for Goods	-	-	-	-	-	
<b>ii Due to Creditor other than Micro ,Small &amp; Medium Enterprise</b>						
Trade Payables for Expenses	221.59	0.50	-	-	222.09	
Disputed Dues - Tarde Payable for Exps	-	-	-	-	-	
Trade Payables for Goods	1,364.46	-	-	-	1,364.46	
Disputed Dues - Tarde Payable for Goods	-	-	-	-	-	
<b>Total</b>	<b>1,864.99</b>	<b>0.50</b>	<b>-</b>	<b>-</b>	<b>1,865.49</b>	

**NOTES FORMING PARTS OF THE FINANCIAL STATEMENT AS AT 31ST MARCH 2022**

(₹ in Lac, except for share data and otherwise stated)

Note No	Particulars	As at	As at
		31st March 2022	31st March 2021
		₹	₹
<b>8</b>	<b>Other Current Liabilities</b>		
i	Other Statutory Liabilities	4.57	3.59
	<b>Total</b>	<b>4.57</b>	<b>3.59</b>
Note No	Particulars	As at 31st March 2022	As at 31st March 2021
		₹	₹
<b>9</b>	<b>Short-Term Provisions</b>		
i	Provision for Employee Benefits	9.46	8.19
ii	Provision for Expenses & Others	137.76	128.32
	<b>Total</b>	<b>147.21</b>	<b>136.51</b>

Note No	Particulars	As at 31st March 2022	As at 31st March 2021
		₹	₹
<b>10</b>	<b>Property , Plant &amp; Equipment &amp; Intangible assets</b>		
i	Land/ Building/ Plant & Equipment/ Furniture & fixtures/ Vehicles/ Office Equipment/Others (individually)		
	Opening Balance	232.53	210.00
	Add: Acquisition through business combination	-	-
	Other Adjustments	97.22	22.53
	Sub total	329.75	232.53
	Less: Disposals	-	-
	<b>Gross Block at year end (a)</b>	<b>329.75</b>	<b>232.53</b>
	Less: Depreciation		
	Opening Depreciation	136.65	124.95
	Depreciation for the year	25.23	11.70
	Other Adjustments	-	-
	Effect on Depreciation As per Co. Act, 2013	-	-
	<b>Total Accumulated Depreciation (b)</b>	<b>161.88</b>	<b>136.65</b>
	Net Carrying Value (a) - (b)	167.87	95.88
	<b>Total</b>	<b>167.87</b>	<b>95.88</b>





(₹ in Lac, except for share data and otherwise stated)

Note No	Particulars	As at 31st March 2022	As at 31st March 2021
		₹	₹
<b>11</b>	<b>Deferred Tax Assets</b>		
i	Depreciation	(1.24)	(2.08)
ii	Provision for Gratuity	5.60	3.81
		-	
	<b>Total</b>	<b>4.36</b>	<b>1.72</b>

Note No	Particulars	As at 31st March 2022	As at 31st March 2021
		₹	₹
<b>12</b>	<b>Other Non Current Assets</b>		
i	Security Deposits	39.60	30.33
	<b>Total</b>	<b>39.60</b>	<b>30.33</b>

Note No	Particulars	As at 31st March 2022	As at 31st March 2021
		₹	₹
<b>13</b>	<b>Inventories</b>		
i	Stock of Raw Materials	740.78	562.90
ii	Stock of Work In Progress	949.85	860.62
iii	Stock of Finished Goods	55.73	59.00
	<b>Total</b>	<b>1,746.36</b>	<b>1,482.52</b>

**NOTES FORMING PARTS OF THE FINANCIAL STATEMENT AS AT 31ST MARCH 2022**

(₹ in Lac, except for share data and otherwise stated)

Note No	Particulars	As at 31st March 2022					
		₹	₹	₹	₹	₹	₹
		Less than 6 months	6 months - 1 years	1 - 2 years	2 - 3 years	More than 3 years	Total
<b>14</b>	<b>Trade Receivables</b>						
	Undisputed Trade Receivables- Considered Goods	2,106.52	476.89	752.53	249.85	224.04	<b>3,809.83</b>
	Undisputed Trade Receivables- Considered Doubtful	-	-	-	-	-	-
	Disputed Trade Receivables- Considered Goods	-	-	-	-	-	-
	Disputed Trade Receivables- Considered Doubtful	-	-	-	-	-	-
	<b>Total</b>	<b>2,106.52</b>	<b>476.89</b>	<b>752.53</b>	<b>249.85</b>	<b>224.04</b>	<b>3,809.83</b>

Note No	Particulars	As at 31st March 2021					
		₹	₹	₹	₹	₹	₹
		Less than 6 months	6 months - 1 years	1 - 2 years	2 - 3 years	More than 3 years	Total
<b>14</b>	<b>Trade Receivables</b>						
	Undisputed Trade Receivables- Considered Goods	2,154.89	452.11	474.53	159.50	145.91	<b>3,386.94</b>
	Undisputed Trade Receivables- Considered Doubtful	-	-	-	-	-	-
	Disputed Trade Receivables- Considered Goods	-	-	-	-	-	-
	Disputed Trade Receivables- Considered Doubtful	-	-	-	-	-	-
	<b>Total</b>	<b>2,154.89</b>	<b>452.11</b>	<b>474.53</b>	<b>159.50</b>	<b>145.91</b>	<b>3,386.94</b>

	As at	As at
	31st March 2022	31st March 2021
	₹	₹
<b>UNSECURED</b>		
Considered Good	3,809.83	3,386.94
Considered Doubtful	-	-
Less: Provision for Doubtful Trade Receivables	-	-
Others (Considered Good)		
<b>TOTAL UNSECURED (A)</b>	<b>3,809.83</b>	<b>3,386.94</b>
<b>SECURED</b>		
Considered Good	-	-
Considered Doubtful	-	-
Less: Provision for Doubtful Trade Receivables	-	-
Others (Considered Good)	-	-
<b>TOTAL SECURED (B)</b>	<b>-</b>	<b>-</b>
<b>TOTAL TRADE RECEIVABLES (A + B)</b>	<b>3,809.83</b>	<b>3,386.94</b>

**NOTES FORMING PARTS OF THE FINANCIAL STATEMENT AS AT 31ST MARCH 2022**

(₹ in Lac, except for share data and otherwise stated)

Note No	Particulars	As at 31st March 2022	As at 31st March 2021
		₹	₹
<b>15</b>	<b>Cash and Cash Equivalents</b>		
i	Balances with Scheduled Bank in EEFC & Dividend Account	0.13	1.13
ii	Cash on hand	4.14	5.49
	<b>Total</b>	<b>4.27</b>	<b>6.62</b>

Note No	Particulars	As at 31st March 2022	As at 31st March 2021
		₹	₹
<b>16</b>	<b>Short Term Loans &amp; Advances</b>		
i	Advances to Employee	0.20	0.20
	<b>Total</b>	<b>0.20</b>	<b>0.20</b>

Note No	Particulars	As at 31st March 2022	As at 31st March 2021
		₹	₹
<b>17</b>	<b>Other Current Assets</b>		
i	Balance with Revenue Authorities	442.36	492.58
ii	Prepaid Expenses	8.29	17.11
	<b>Total</b>	<b>450.65</b>	<b>509.69</b>

(₹ in Lac, except for share data and otherwise stated)

Note No	Particulars	For the Year Ended31st March 2022	For the Year Ended31st March 2021
		₹	₹
18	<b>Revenue from Operations</b> (for Companies other than a finance company)		
	Sales of Goods - Domestic	3,057.04	3,054.83
	Sales of Goods - Export	7,173.05	5,597.24
		-	-
	<b>Total</b>	<b>10,230.09</b>	<b>8,652.06</b>

Note No	Particulars	For the Year Ended31st March 2022	For the Year Ended31st March 2021
		₹	₹
19	<b>Other Income</b>		
	Credit Card Reward Points	-	0.36
	Export Incentive - Duty Drawback	181.55	139.68
	Foreign Exchange Gain / Loss (Realised & Unrealised)	117.86	40.25
	Interest on Adani Gas Deposit	-	1.15
	Interest on Vat Refund & Others	13.96	-
	MEIS Income	29.33	60.52
	Prior Period Income	-	4.87
	RODTAP Licence Income	50.42	5.36
	Sales Discount on Import Purchase	-	37.02
	Subsidy on Exhibition Fair	-	9.09
	<b>Total</b>	<b>393.12</b>	<b>298.31</b>

Note No	Particulars	For the Year Ended31st March 2022	For the Year Ended31st March 2021
		₹	₹
20	<b>Cost of Materials Consumed</b>		
	<b>Opening Stock</b>	562.90	462.97
	Add :-Import Purchases	773.46	1,055.10
	Add :-Domestic Purchases	8,334.38	6,920.93
		<b>9,670.74</b>	<b>8,438.99</b>
	Less :- Closing Stock	740.78	562.90
	<b>Total</b>	<b>8,929.96</b>	<b>7,876.09</b>

(₹ in Lac, except for share data and otherwise stated)

Note No	Particulars	For the Year Ended 31st March 2022	For the Year Ended 31st March 2021
		₹	₹
<b>21</b>	<b>Direct Expenses</b>		
	Custom Duty on Import Purchase	25.81	13.10
	Effluent Treatment Expenses	7.84	4.99
	Electricity Expenses	34.41	30.26
	Factory Expenses	1.09	2.91
	Freight Inward Charges	2.43	3.79
	Fuel Expenses	191.90	107.94
	Laboratory Testing Charges	6.66	4.55
	SWM Expenses	0.11	0.03
	Water Charges	1.61	0.70
	<b>Total</b>	<b>271.88</b>	<b>168.27</b>

Note No	Particulars	For the Year Ended 31st March 2022	For the Year Ended 31st March 2021
		₹	₹
<b>22</b>	<b>Change in Inventories</b>		
	Closing Stock of Finished Goods & WIP & Stock in Trade	1,005.58	919.62
	Opening Stock of Finished Goods & WIP & Stock in Trade	919.62	669.69
	<b>Total</b>	<b>(85.96)</b>	<b>(249.93)</b>

(₹ in Lac, except for share data and otherwise stated)

Note No	Particulars	For the Year Ended 31st March 2022	For the Year Ended 31st March 2021
		₹	₹
23	<b>Employee Benefit Expenses</b>		
	Salary Expenses	12.25	18.48
	Wages Expenses	29.07	27.53
	Director Remuneration	78.00	71.50
	Director Sitting Fees	0.80	0.80
	Bonus Expenses	3.16	3.09
	Staff Welfare Expenses	-	0.33
	Contribution to Fund	0.61	0.92
Provision For Gratuity	5.29	(14.59)	
	<b>Total</b>	<b>129.18</b>	<b>108.07</b>

Note No	Particulars	For the Year Ended 31st March 2022	For the Year Ended 31st March 2021
		₹	₹
24	<b>Financial Cost</b>		
	Bank Charges	17.29	17.95
	Bank Interest	44.88	32.32
	Bank Loan Processing Charges	12.87	5.53
	Interest on late payment to suppliers	0.01	0.00
	Interest on Unsecured Loan	-	1.05
	<b>Total</b>	<b>75.05</b>	<b>56.86</b>

(₹ in Lac, except for share data and otherwise stated)

Note No	Particulars	For the Year Ended 31st March 2022	For the Year Ended 31st March 2021
		₹	₹
<b>25</b>	<b>Other Expenses</b>		
	Advertisement Expenses	0.46	0.66
	Audit Fees	1.15	1.75
	Bad Debts	72.23	63.97
	Business Promotion Expenses	8.30	1.32
	C & F Charges	551.27	224.03
	Commission Expenses	-	7.12
	Conveyance Expenses	3.22	0.47
	Donation	0.35	0.07
	Duty Draw Back Expenses	-	2.91
	Effluent Pipe Line Project Expenses	2.88	1.25
	Exhibition Expenses	0.74	0.38
	Export Certification Charges	9.88	3.93
	Foreign Commission Expenses	-	92.63
	Foreign Travelling Expenses	6.42	2.72
	Freight Outward Expenses	21.56	10.74
	GIDC Expenses	1.08	-
	GST Audit Expenses	0.02	2.75
	Insurance Expenses	28.82	33.79
	Interest on Duties & Taxes	2.50	0.22
	ISO Expenses	1.52	1.97
	Issuer & Processing Fees	0.38	0.48
	Kasar & Vatav	0.17	0.25
	Membership Fees	0.23	0.60
	Misc Expenses	-	0.23
	Municipal Tax	0.90	0.60
	Office Expenses	6.85	4.25
	Packing & Loading Expenses	25.59	22.25
	Pollution Consent Fees	0.25	0.20
	Postage & Courier Expenses	4.70	4.09
	Printing & Stationery Expenses	4.32	4.12
	Prior Period Expenses	-	0.91



(₹ in Lac, except for share data and otherwise stated)

Professional & Consulting Charges	30.69	17.16
Professional Tax	0.02	0.02
Reclamation Charges	-	13.91
Rent Expenses	2.40	1.20
Repairs & Maintenance Expenses	10.18	11.80
ROC Charges	0.12	0.06
Security Guard Service Charges	5.28	3.72
Software Expenses	0.17	-
Telephone Expenses	0.49	0.50
Travelling Expenses	6.29	-
Vat Exps	1.86	-
<b>Total</b>	<b>813.29</b>	<b>539.05</b>

Note No	Particulars	For the Year Ended 31st March 2022	For the Year Ended 31st March 2021
		₹	₹
<b>26</b>	<b>Earning Per Share</b>		
	<b>Basic &amp; Diluted</b>		
	Profit After Tax available for Equity Share Holders	334.83	310.74
	Weighted Average No. of Equity Shares	81.22	81.22
	Earning Per Share- Basic	4.12	3.83
	Earning Per Share- Diluted	4.12	3.83

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31<sup>ST</sup> MARCH, 2022**

**NOTE NO.27**

**COMPANY OVERVIEW**

MAHICKRA CHEMICAL LIMITED (Formerly Mahak Dye Chem Industries) referred to as "The Company" is incorporated on 13<sup>th</sup> November, 2017 under Companies Act 2013 by conversion from Partnership firm to Unlisted Public Limited Company under Companies Act, 2013 and Certificate to that effect, was issued on 13<sup>th</sup> November, 2017 by Registrar of Companies, Gujarat State at Ahmedabad. It is engaged in Manufacturing & Trading of Dyes & Chemicals..

**A- SIGNIFICANT ACCOUNTING POLICY**

**1. BASIS OF PREPARATION OF FINANCIAL STATEMENTS:-**

The accounting principles and policies, recognized as appropriate for measurement and reporting of the financial performance and financial position are follow on accrual basis except as otherwise disclosed, using historical costs (i.e., not taking in to account changing money values impact of inflation) are applied in the preparation of the financial statements and those which are considered materials to the affaires are suitably disclosed. The statement on significant Accounting Standards in respect of which were no materials transactions or where compliance with such standard is not mandatory for the Company. The Financial Statements are in accordance with the requirements of the Companies Act, 2013.

**2. USE OF ESTIMATES:-**

The preparation of Financial Statements requires estimates and assumption to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues & expenses during the reporting period. Difference between actual results and estimates are recognized in the period in which the results are known /materialized.

**3. REVENUE RECOGNITION :-**

**Sale of Goods:**

Sales are recognized as and when the risk and reward of ownership is passed to the customer. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding duties or taxes collected on behalf of the government.

Revenue is reduced for rebates and loyalty points granted for purchase and are stated net of returns and discounts wherever applicable.

**Other Income:**

Incomes in respect of Duty Drawback in respect of exports made during the year are accounted on accrual basis.

Income in respect of MEIS Income& RODTAP Income in respect of Exports made during the year is accounted on the basis of the MEIS Application made during the year.

Discount &Kasar-Vatav income from a financial asset is recognised when it is possible that the economic benefits will flow to the Company and the amount of the income can be measured reliably.

Subsidy income is received from Exhibition outside India on a time basis.

Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

#### **4. INVENTORIES:-**

Inventories of Finished Goods are measured at lower of cost and net realizable value whereas inventory of raw materials and stock in process are measured at cost.

Cost includes direct materials and labour and a proportion of manufacturing overheads based on normal operating capacity.

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

#### **5. CASH & CASH EQUIVALENTS:-**

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

#### **6. CASH FLOW :-**

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

#### **7. EVENTS OCCURRING AFTER THE BALANCE SHEET :-**

Material events occurring after the balance sheet are considered up to the date of approval of the accounts by the board of directors. There are no substantial events having an impact on the results of the current year Balance Sheet.

#### **8. PROPERTY, PLANT AND EQUIPMENT:-**

Property, Plant and Equipment are recorded at cost of acquisition with construction cost if any. They are stated at historical cost less accumulated depreciation, amortization and impairment loss, if any. Cost includes expenditures that is directly attributable to the acquisition of the items.

#### **9. DEPRECIATION ON PROPERTY, PLANT AND EQUIPMENT:-**

Depreciation on tangible fixed assets has been provided on the WDV method as per the useful life prescribed in Schedule II to the Companies Act, 2013. Depreciation on additions/deletion during the year is charged on actual basis from the date of such addition/deletion.

#### **10. EMPLOYEE BENEFIT COSTS:-**

##### **Defined Contribution Plan:**

Employee benefits in the form of contribution to Superannuation Fund, Provident Fund managed by Government Authorities, Employees State Insurance Corporation are considered as defined contribution plan and the same is charged to the statement of profit and loss for the year when the contributions to the respective funds are due.

##### **Defined Benefits Plan:**

Retirement benefits in the form of gratuity, post-retirement medical benefit and death & disability benefit are considered as defined benefit obligations and are provided for on the basis of an actuarial valuation using the projected unit credit method, as at the date of the balance sheet. Actuarial Gains / losses, if any, are recognized in the Statement of Profit & Loss.

Employee Benefit, in the form of contribution to Provident Fund managed by a Trust set up by the Company, is charged to statement of profit and loss as and when the contribution is due. The deficit, if any, in the accumulated corpus of the trust is recognized in the statement of profit and loss based on actuarial valuation.

**11. BORROWING COST:-**

Borrowing costs that are directly attributable to the acquisition, construction or production of fixed assets are considered as part of the cost of that asset till the date of the acquisition. Other borrowing costs are recognized as an expense in the period in which they are incurred.

**12. EARNING PER SHARE:-**

Basic earning per share is computed by dividing the profit/(loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earning per share is computed by dividing the profit/(loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earning per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potentially equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted for share splits/reverse share splits and bonus shares, as appropriate.

**13. IMPAIRMENT OF ASSETS:-**

The Management periodically assesses, using external and internal sources whether there is an indication that an assets may be impaired. If an asset is impaired, the Company recognizes impairment loss as the excess of carrying amount of the assets over recoverable amount.

**14. TAXES ON INCOME:-**

Tax Expenses for the year, i.e. Current Tax is included in determining the net profit for the year. A provision is made for the current tax liability computed in accordance with relevant tax rates and tax laws.

**15. DEFERRED TAX-ASSET/LIABILITY:-**

The Accounting Standard 22 "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India is applicable to the Company. The Deferred Tax is recognized for all timing differences being the difference between "taxable Income" and "accounting Income" that originate in one period, and are capable of reversal in one or more subsequent periods and measured using relevant enacted tax rates. Deferred Tax Assets are recognized to the extent reasonable certainty that they will be realized and are reviewed for the appropriateness of their respective carrying value at each balance sheet date.

**16. PROVISIONS, CONTINGENT ASSETS AND CONTINGENT LIABILITIES:-**

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities, if any, are not recognized but are disclosed in the notes. Contingent assets are neither recognized nor disclosed in the financial statements.

**17. OPERATING SEGMENT:-**

The Company operates in a single segment i.e. manufacturing and trading of Reactive Dyes, Therefore, separate segment report is not prepared.

**18. FOREIGN CURRENCY TRANSACTION:-**

Foreign currency transactions are recorded at the exchange rate prevailing on the date of the transaction. Differences arising out of foreign currency transactions settled during the year are recognized in the Statement of Profit and Loss.

Monetary items outstanding at the balance sheet date and denominated in foreign currencies are recorded at the exchange rate prevailing at the end of the year. Differences arising there from are recognized in the Statement of Profit and Loss.

## **B- NOTES TOACCOUNTS:-**

1. The Schedules referred to in the Balance Sheet and Profit and Loss Account forms an integral part of the accounts.
2. Balances of "Trade Receivables", "Trade Payables", "Secured Loans", "Unsecured Loans" and "Loans and Advances" are subject to confirmations and reconciliations.
3. In the opinion of the Board of Directors, the Current Assets, Loans and Advances are approximately of the value stated, if realized in the ordinary course of business.
4. The Company has not given Loan and has complied with the provisions of Section 186 of the Companies Act, 2013 and the Rules made there under.
5. Previous year figures have been regrouped / rearranged wherever it founds necessary.
6. Employees whose remuneration in aggregate was not less than `102.00/- Lac per annum and part of the whose remuneration was not less than `8.50/- Lac per month is Nil.

7. The Details of Payment to Statutory auditors are as under. ( ` in Lac)

<b>Particulars</b>	<b>For the Year Ended 31<sup>st</sup> March, 2022</b>	<b>For the Year Ended 31<sup>st</sup> March, 2021</b>
Audit Fees	1.15	1.75
<b>Total...</b>	<b>1.15</b>	<b>1.75</b>

8. The Details of Director Remuneration are as under. ( ` in Lac)

<b>Particulars</b>	<b>For the Year Ended 31<sup>st</sup> March, 2022</b>	<b>For the Year Ended 31<sup>st</sup> March, 2021</b>
Ashish Gandhi	29.25	32.50
Komal Gandhi	26.00	26.00
Mitesh Gandhi	22.75	13.00
<b>Total...</b>	<b>78.00</b>	<b>71.50</b>

9. Value of Imports calculates on CIF Basis. ( ` in Lac)

<b>Particulars</b>	<b>For the Year Ended 31<sup>st</sup> March, 2022</b>	<b>For the Year Ended 31<sup>st</sup> March, 2021</b>
Value of Import As Per CIF Basis	773.46	1055.10

10. Expenditure in Foreign Currency ( ` in Lac)

<b>Particulars</b>	<b>For the Year Ended 31<sup>st</sup> March, 2022</b>	<b>For the Year Ended 31<sup>st</sup> March, 2021</b>
Reclamation Charges	-	13.91
Foreign Certification Expenses	9.01	3.19
Foreign Commission Expenses	-	92.63
Travelling Exps	6.42	-
Other Exps	0.38	-

**11. Earning in Foreign Currency in FOB**

(` in Lac)

Particulars	For the Year Ended 31 <sup>st</sup> March, 2022	For the Year Ended 31 <sup>st</sup> March, 2021
Earning in Foreign Currency (FOB)	6724.89	5456.36

**12. EARNING PER EQUITY SHARE**

Basics & Diluted

(` in Lac)

Particulars	For the Year Ended 31 <sup>st</sup> March, 2022	For the Year Ended 31 <sup>st</sup> March, 2021
Profit after Tax available for Equity Shareholders	334.83	310.74
No. of Equity Share of ` 10 each at the Beginning	81,22,160	81,22,160
No. of Equity Shares of ` 10 each at the end of the period	81,22,160	81,22,160
Weight an Average of Share	81,22,160	81,22,160
Earning Per Share – Basic	4.12	3.83
Earning Per Share – Diluted	4.12	3.83

EPS is calculated as per Accounting Standard-20 considering the splitting of Equity Shares and accordingly EPS is adjusted for the comparative previous year presented.

**13. MICRO, SMALL AND MEDIUM SCALE BUSINESS ENTITIES:**

There are no Micro and Small Enterprises, to whom the Company owes dues, which are outstanding for more than 45 days during the year and also as at 31st March, 2022. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.

Sl. No.	Particulars	As at 31st March 2022	As at 31st March 2021
		(` in Lac)	(` in Lac)
i	The Principal amount and the Interest due thereon remaining unpaid to any supplier at the end of each financial year. (Micro & Small Enterprise)		
	-Principal Amount	276.06	108.45
	-Interest Amount	-	-
ii	The amount of interest paid by the buyer in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year.	-	-

iii	The amount of interest due and payable for the period of delay in making payment but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006	-	-
iv	The amount of interest accrued and remaining unpaid at the end of each accounting year		
v	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under Section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	-

#### 14. Related party Disclosure:-

As per Accounting Standard – 18 (AS 18) – “Related Party Disclosure”, Disclosures of Transactions with the related parties as Defined in the accounting standard are given below.

##### List of Related Parties:

<b>Subsidiaries</b>	None
<b>Associates</b>	None
<b>Key Management Personal &amp; their Relatives</b>	Ashish Gandhi
	Komal Gandhi
	Mitesh Gandhi
	Nimit Gandhi
<b>Enterprise in which Key Management Personal, and their Relatives have significant influence</b>	Palash Colours Private Limited
	Arham Exports

##### Transactions with Related Party:

Particulars	(` in Lac)	
	2021-22	2020-21
Unsecured Loan	-	-
Unsecured Loan Repayment	-	33.50
Interest on Unsecured Loan	-	1.05
Purchase	804.34	564.29
Sales	606.66	607.95
Factory Shed Rent Expense	1.20	1.20
Director Remuneration & Bonus	78.00	71.50
Salary Exps	-	3.00
Technical Consultant	5.50	3.50

#### 15. SECURED LOANS:

##### a) Following are the secured loans;

1. Cash Credit (Including EPC/PCFC/FBD/EBR & Forward Contract/Derivative) from **State Bank of India Law Garden Branch**
2. Demand Loan Under CCECL (Common COVID-19 Emergency Credit Line) from **State Bank of India Law Garden Branch**
3. Working Capital Term Loan (Guaranteed Emergency Credit Line) from **State Bank of India Law Garden Branch**

The above facilities are secured against;

1. Cash Credit (Including EPC/PCFC/FBD/EBR & Forward Contract/Derivative), Demand Loan Under CCECL (Common COVID-19 Emergency Credit Line), Working Capital Term Loan (Guaranteed Emergency Credit Line) & WCTL under GECL 1.0 Extension from **State Bank of India** are secured by

→ **Primary Security:-**

- Exclusive charge by way of hypothecation of Stock, Receivables, and other current assets (present & future) in the name of the Company.

→ **Collateral Security:-**

- All that piece or parcel of the immovable property on Non Agriculture leasehold property bearing Plot No 1209, admeasuring about 703 SqMtrs, with superstructure thereon, industrial construction standing thereon in Vatva Industrial area/estate in Phase III, of Gujarat Industrial Development Corporation (GIDC), Revenue Survey No. 150 (part) and 151 (part), situated at village- Ghodasar, Taluka-Vatva, in the Registration District Ahmedabad and sub District –Ahmedabad -5 (Narol) in the name of Company.
- All that piece or parcel of the immovable properties of Flat No. SF-4, Sun Castle Complex, admeasuring 140.07Sq Mtrs of Mukti Park Co-operative Housing Society Ltd, Part-3 of Land bearing Survey No 95/1 & 100, T.P.S. No. 1 of F.P. No. 237 & 238, City Survey No. 4777, Situated at Village :- Ghatlodia, Taluka – Ghatlodia, in the Registration District-Ahmedabad and Sub District of Ahmedabad-2 (Vadaj) in the name of ShriAshishChampaklal Gandhi &ShriMiteshChampaklal Gandhi.
- All that piece or parcel on the immovable property of non agriculture leasehold property bearing Plot No. 1201 and Plot No. 1202, admeasuring about 1617 Sq. Mtrs and conveyance of construction admeasuring 825 Sq. Mtrs, with superstructures thereon, industrial construction standing thereon in Vatva Industrial Estate in Phase III of Gujarat Industrial Corporation (GIDC). Revenue Survey No. 135 situated at village- Ghodasar, Taluka – Vatva, in the Registration District Ahmedabad and sub District- Ahmedabad 5 (Narol) in the name of Company.

→ **Third Party Guarantee/Corporate Guarantee:-**

- Mr .AshishkumarChampaklal Gandhi
- Mrs. KomalMiteshbhai Gandhi
- Mr. MiteshkumarChampaklal Gandhi

The repayment terms of the above loans are as under : -

Sr. No.	Nature of Loans	Repayment Terms
1.	Cash Credit	Repayable On Demand
2.	Demand Loan Under CCECL	18 Monthly Installment (18 Installment of Rs. 5.00 Lac each), starting after a moratorium period of 6 months from the date of disbursement.
3.	Additional Guaranteed Emergency Credit Line (GECL) Working Capital Term Loan	36 Monthly Installment (35 Installment of Rs. 494445/- each and last installment Rs. 494425/-)



**16. Contingent Liabilities & Commitments ( to the extent not provided for ):-** ( in Lac)

<b>Particulars</b>	<b>For the Year Ended 31<sup>st</sup> March, 2022</b>	<b>For the Year Ended 31<sup>st</sup> March, 2021</b>
<b>Contingent Liabilities</b>		
Claim against the Company not acknowledged as debt	Nil	Nil
Guarantee	Nil	Nil
Other money for which the Company is contingently liable	Nil	Nil
<b>Commitments</b>		
Estimated amount contracts remaining to be executed on capital account and not provided for	Nil	Nil
Uncalled liability on shares and other Investments partly paid	Nil	Nil
Other Commitments	Nil	Nil

**17. Ration Disclosure :-**

Sr. No.	Particulars	Ratio for the F Y 2021-22	Ratio for the F Y 2020-21
1	Current Ration	1.76	1.81
2	Debt-Equity Ratio	1.19	1.14
3	Debt-Service Coverage Ratio	4.21	5.86
4	Return on Equity Ratio	0.12	0.12
5	Inventory Turnover Ratio	6.34	6.62
6	Trade Receivables	2.84	2.82
7	Trade Payable Turnover Ratio	4.22	4.21
8	Net Capital Turnover Ratio	4.47	3.82
9	Net Profit Ratio	3.27	3.59
10	Return on Capital Employed	16.50	17.06
11	Return on Investment	12.68	13.05

**For, SINGHI & CO**  
Chartered Accountants  
FRN:-302049E

Sd/-

**SUNIL C BOHARA**  
Partner  
Membership No: - 103395  
UDIN: 22103395AJXLNB1338

Ahmedabad, 30<sup>th</sup> May, 2022

**For and on behalf of the Board of Director's**  
**MAHICKRA CHEMICALS LIMITED**

Sd/-

**ASHISH GANDHI**  
Whole time Director  
DIN: 02142344

Ahmedabad, 30<sup>th</sup> May, 2022

Sd/-

**MITESH GANDHI**  
Managing Director  
DIN: 02142361

Sd/-

**KALUSINH CHAUHAN**  
Chief Financial Officer

**Form MGT-11**  
**Proxy form**

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies  
(Management and Administration) Rules, 2014]

**MAHICKRA CHEMICALS LIMITED**

CIN: L24304GJ2017PLC099781

Regd. Office: Plot No. 1209, Phase 3 GIDC Vatva, Ahmedabad 382445, Gujarat, India.

Ph: 079 25832692

Email:- info@mahickra.com

Website: www.mahickra.com

Name of the Member(s): Registered address:  E-mail ID: Folio No/DP ID-Client ID:
--

I/We being the Member(s), holding \_\_\_\_\_ shares of the above named company, hereby appoint:

1	Name Address Email id	Signature
2	Name Address Email id	Signature
3	Name Address Email id	Signature

as my / our Proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 05<sup>th</sup> Annual General Meeting to be held on Wednesday, 28<sup>th</sup> September, 2022, at 2:00 P.M. at Plot No. 1201-1202, Phase 3 GIDC Vatva, Ahmedabad 382445, Gujarat, India and adjournment thereof in respect of such resolutions as are indicated below:

**Ordinary Business:**

1. Adoption of Financial Statements for the year ended 31.03.2022.
2. Appointment of Mrs. Komal Miteshkumar Gandhi (DIN: 02137805) who is liable to retires by rotation.

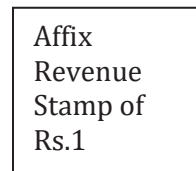
**Special Business:**

3. Regularisation of Additional Director, Mrs. Amisha Fenil Shah (DIN: 09411332) by appointing her as Independent Director of the Company.
4. Approval of Related Party Transactions under section 188 of the Companies Act, 2013.
5. Revision in the Remuneration of Managing Director.
6. Revision in the Remuneration of Whole Time Director.
7. Approval of Inter-Corporate Loans, Investments, Guarantee or Security and Acquisition Under Section 186 of the Companies Act, 2013.
8. Authorizing board to grant loans and advances under section 185 of the companies act, 2013 to entity in whom director/s is/are interested.

In this \_\_\_\_\_ day of \_\_\_\_\_, 2022.

Signature of shareholder: \_\_\_\_\_

Signature of Proxy holder(s): \_\_\_\_\_



Note: This form in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.

## ATTENDANCE SLIP

PLEASE FILL ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING HALL

(Joint shareholders may obtain additional Slip at the venue of the meeting)

DP ID		Name & Address of The Registered Shareholder /Proxy in full
Regd. Folio No.		
No. of Shares		

I certify that I am a registered Shareholder/proxy for the registered Shareholder of the Company.

I hereby record my/our presence at the 05<sup>th</sup> Annual General Meeting of the Company held on the 28<sup>th</sup> day of September, 2022 at Plot No. 1201-1202, Phase 3 GIDC Vatva, Ahmedabad 382445, Gujarat, India at 2:00 PM.

Name of Shareholder/Proxy:.....

Signature of Shareholder/Proxy: .....



## **MAHICKRA CHEMICALS LIMITED**

**Manufacturers & Exporters of Dyes & Chemicals**

**AS/NZS ISO 9001:2015/ISO 9001:2015**

**AS/NZS ISO 14001:2015/ISO 14001:2015**

**OEKOTEX [ECO PASSPORT] /ZDHC Level 3**

**GOTS Certified Company**

**REGD OFFICE: PLOTNO-1209, PHASE-3, GIDC, VATVA,  
AHMEDABAD-382445, INDIA**

**CORP OFFICE: PLOT NO-1201/1202, PHASE-3, VATVA GIDC,  
AHMEDABAD-382445**

**Tel: +91-79-48994608, 25832692,**

**Email: [info@mahickra.com](mailto:info@mahickra.com) , [cfo@mahickra.com](mailto:cfo@mahickra.com)**

**Website: [www.mahickra.com](http://www.mahickra.com)**