



H. R. AGARWAL & ASSOCIATES
CHARTERED ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF GUNNY CHEM TEX INDIA LTD **Report on the Audit of the Financial Statements** **Opinion**

We have audited the accompanying Ind AS Financial Statements of **GUNNY CHEM TEX INDIA LTD** ("the Company"), which comprise the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss (including the statement of Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended and notes to the Ind AS Financial Statements including a summary of the 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 Ind AS Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, the profit (including other comprehensive income), changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the Ind AS Financial Statements 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 Ind AS 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 there under, 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 on the Ind AS Financial Statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Ind AS financial statements of the current period. These matters were addressed in the context of our audit of the Ind AS financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We did not determine any Key audit matters to be communicated in our report.



Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexure to Board'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.

Responsibilities of Management and Those Charged with Governance for the Ind AS 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 Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended. 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 Ind AS financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Ind AS Financial Statements

Our objectives are to obtain reasonable assurance about whether the Ind AS 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 Standards on Auditing 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 Ind AS financial statements.



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

- Identify and assess the risks of material misstatement of the Ind AS 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 standalone financial statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone Ind AS financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Ind AS 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 Ind AS Financial Statements for the financial year ended 31st March 2021 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, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the **Annexure-A** a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
- 2) As required by Section 143(3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c. The Balance Sheet, the Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
 - d. In our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended and Rule 7 of the Companies (Accounts) Rules, 2014.
 - e. On the basis of the written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f. With respect to the adequacy of the internal financial controls with reference to Ind AS financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure-B**". Our report expresses an unmodified opinion on the adequacy and operating 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 the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to explanations given to us, the remuneration paid/provided by the company to its Managing directors for the year ended 31st March, 2021 is in accordance with provisions of sub section (3) of section 197 read with Schedule V to the Act.
 - h. 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 has not disclosed the impact of pending litigations on its financial position in its Ind AS financial statements in accordance with generally accepted accounting practice as stated by us in clause vii (b) of Annexure A hereunder.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For H. R. Agarwal & Associates
Chartered Accountants
Firm's registration no. 323029E

Sagarwal.

(CA. SHYAM SUNDAR AGARWAL)
Partner
Membership number: 060033
UDIN : 21060033AAAACH5124



Place: Kolkata

Date: 30.06.2021

The Annexure A referred to in our Independent Auditor's Report to the members of the Company on the financial statements for the year ended 31st March, 2021. We report that:

- i) (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
- (b) As Explained to us, all the fixed assets have been physically verified by the management, which in our opinion is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such physical verification. Useful life of the fixed assets has almost exhausted.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the company, the company does not hold any immovable property.
- ii) As explained to us, Inventories consisting of physical shares and securities (Quoted and Unquoted) have been physically verified by the management during the year. In our opinion the frequency of verification is reasonable and no material discrepancies were noticed on such verification.
- iii) The company has not granted any loans, secured or unsecured to companies, firms, limited liability partnership or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, clause (iii) of paragraph 3 of the Order is not applicable to the Company.
- iv) The Company is a non banking financial Company and it has complied with the provisions of section 185 & 186 of the Act, to the extent applicable to the Company.
- v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposit from the public in pursuance to sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder.
- vi) Being a Non Banking Finance Company, the Central Government has not prescribed the maintenance of Cost Records under section 148 (1) of the Companies Act, 2013.
- vii) (a) According to the records of the company, the Company is generally regular in depositing with appropriate authorities in respect of undisputed statutory dues including provident fund, employees state insurance, income-tax, sales tax, GST, service tax, custom duty, excise duty, value added tax, cess and other material statutory dues applicable to it.
- According to the information and explanations given to us, no undisputed amounts payable in respect of aforesaid dues were in arrears, as at 31st March, 2021 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, there are no dues of VAT, sales tax, GST, Service tax, duty of custom, duty of excise on account of any dispute, except a demand of Rs. 55,62,310 /- on account of Income Tax for the Assessment year 2010-11, in respect of which an appeal has been filed before The Commissioner of Income Tax (Appeals)-CIT (A), Kol-2.



- viii) The company has not raised loans or borrowings from any financial institution or banks, government or by issue of debentures during the year. Accordingly, clause (viii) of paragraph of the Order is not applicable to the Company.
- ix) The company has not raised any funds by way of further public offer (including debt instruments) and term loans during the year. Accordingly, clause (ix) of paragraph 3 of the Order is not applicable to the Company.
- x) According to the information and explanations given to us, no material fraud by the company or on the company by its officers or employees has been noticed or reported during the course of our audit.
- xi) According to the information and explanation given to us and on the basis of our examination of the records of the Company, the company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- xii) In our opinion and according to the information and explanation given to us, the company is not a nidhi Company. Accordingly, clause (xii) of paragraph 3 of the Order is not applicable to the Company.
- xiii) According to the information and explanation given to us and based on our examination of the records of the Company, the company has not entered into any transactions with the related parties that require approval under section 177 and 188 of the companies Act, 2013 and the rules made there under. Accordingly, clause (xiii) of paragraph 3 of the Order is not applicable to the Company.
- xiv) According to the information and explanation given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, clause (xiv) of paragraph 3 of the Order is not applicable to the Company.
- xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him.
- xvi) The company is Non-banking Financial Company and is duly registered under section 45-IA of the Reserve Bank of India Act, 1934.

For **H. R. Agarwal & Associates**

Chartered Accountants

Firm's registration no. 323029E

Agarwal,

(CA. SHYAM SUNDAR AGARWAL)

Partner

Membership number: 060033

UDIN: 21060033AAAACH5124

Place: Kolkata

Date: 30.06.2021



ANNEXURE - B TO THE INDEPENDENT AUDITORS' REPORT on the Ind AS Financial Statements of GUNNY CHEM TEX INDIA LTD

Report on the Internal Financial Controls under Clause (f) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

To the members of M/s. GUNNY CHEM TEX INDIA LTD

We have audited the internal financial controls over financial reporting of M/s. GUNNY CHEM TEX INDIA LTD ("the Company") as of 31 March 2021 in conjunction with our audit of the Ind AS 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 with reference to these standalone Ind AS financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. 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 auditors' judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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



Meaning of Internal Financial Controls Over Financial Reporting with reference to these standalone Ind AS financial statements

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 with reference to these standalone Ind AS financial statements 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 authorisations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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 with reference to these standalone Ind AS financial statements

Because of the inherent limitations of internal financial controls over financial reporting with reference to these standalone Ind AS financial statements, 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 with reference to these standalone Ind AS financial statements to future periods are subject to the risk that the internal financial control over financial reporting with reference to these standalone Ind AS financial statements 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 with reference to these standalone Ind AS financial statements and such internal financial controls over financial reporting with reference to these standalone Ind AS financial statements were operating effectively as at 31 March 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For H.R. Agarwal & Associates

Chartered Accountants

Firm Reg. No. 323029E

S. Agarwal

(CA.SHYAM SUNDAR AGARWAL)

Partner

Membership number: 060033

UDIN: 21060033AAAACH5124

Place: Kolkata

Date: 30.06.2021



GUNNY CHEM TEX INDIA LTD

CIN: L51492WB1983PLC035994

BALANCE SHEET AS AT 31ST MARCH 2021

S. No.	Particulars	Note No.	As at 31 March, 2021 Rs.	As at 31 March, 2020 Rs.
	ASSETS			
1	Financial Assets			
(a)	Cash and Cash Equivalents	2	7,99,922.10	5,42,396.82
(b)	Loans	3	11,09,83,570.59	12,69,31,982.00
(c)	Investments	4	8,87,55,218.85	3,19,53,396.25
2	Non-Financial Assets			
(a)	Inventories	5	4,53,97,586.41	3,91,38,127.22
(b)	Property, Plant and Equipment	6	3,237.00	3,237.00
(c)	Other Non-Financial Assets	7	1,09,61,446.37	1,08,02,366.00
	Total Assets		25,69,00,981.32	20,93,71,505.29
	LIABILITIES AND EQUITY			
	LIABILITIES			
1	Financial Liabilities			
(a)	Payables			
	(I) Trade Payables			
	(i) total outstanding dues of micro enterprises and small enterprises		-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	8	-	3,109.00
2	Non-Financial Liabilities			
(a)	Provisions	9	5,36,200.00	3,41,200.00
(b)	Other Non-Financial Liabilities	10	27,700.00	27,700.00
3	EQUITY			
(a)	Equity Share Capital	11	2,58,40,000.00	2,58,40,000.00
(b)	Other Equity	12	23,04,97,081.32	18,31,59,496.29
	Total Liabilities and Equity		25,69,00,981.32	20,93,71,505.29

Notes 1-24 form an integral part of these financial statements.

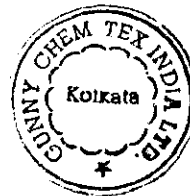
In term of our report of even date annexed herewith

For **H.R. Agarwal & Associates**
Chartered Accountants
Firm Reg. No. 323029E

H. R. Agarwal

CA SHYAM SUNDAR AGARWAL
Partner
Membership No. FCA 060033

Place: Kolkata
Date: June 30, 2021



For and on behalf of the Board

Kishen Kumar Sharma

Kishen Kumar Sharma
Managing Director
DIN: 06436421

Vinit Agarwal

Vinit Agarwal
Director
DIN: 06385158

Anita Bothra
Anita Bothra
Company Secretary

GUNNY CHEM TEX INDIA LTD

CIN: L51492WB1983PLC035994

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2021

S. No.	Particulars	Note No.	For the Year ended 31.03.2021 Rs.	For the Year ended 31.03.2020 Rs.
I.	Revenue from Operations			
	Interest Income	13	77,36,021.43	55,49,822.34
	Dividend Income		3,54,748.50	4,04,000.00
	Net Gain / (Loss) on Trading in Shares and Securities		27,74,599.84	(76,00,172.79)
	Net Gain / (Loss) on Speculation in Shares & Securities		28,158.50	480.19
	Net Gain / (Loss) on Sale of Investments		16,97,970.58	18,47,432.12
	Income From Mutual Fund		71,091.72	2,23,886.78
	Total Revenue from operations		1,26,62,590.57	4,25,448.64
II.	Other Income			
	Interest on Income Tax Refund		-	75,258.00
III.	Total Income (I+II)		1,26,62,590.57	5,00,706.64
IV.	Expenses			
	Employee Benefits Expenses	14	8,04,137.00	4,52,137.00
	Others Expenses	15	12,51,380.34	5,99,194.87
	Total Expenses		20,55,517.34	10,51,331.87
V.	Profit / (Loss) Before Tax		1,06,07,073.23	(5,50,625.23)
	Tax Expense:			
	Current Tax		1,95,000.00	-
	Income Tax for Earlier Years		-	80,140.00
VI.	Profit / (Loss) for the period		1,04,12,073.23	(6,30,765.23)
	Other Comprehensive Income			
	Items that will not be reclassified to profit or loss			
	(i) Fair Valuation of Equity Instruments through Other Comprehensive Income		3,69,25,511.80	(79,03,398.91)
	Other Comprehensive Income		3,69,25,511.80	(79,03,398.91)
	Total Comprehensive Income for the period		4,73,37,585.03	(85,34,164.14)
	Earnings per equity share			
	Basic (Rs.)		4.03	(0.24)
	Diluted (Rs.)		4.03	(0.24)

Notes 1-24 form an integral part of these financial statements.

In term of our report of even date annexed herewith

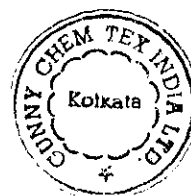
For **H.R. Agarwal & Associates**
Chartered Accountants
Firm Reg. No. 323029E

Agarwal.
CA SHYAM SUNDAR AGARWAL
Partner
Membership No. FCA 060033

Place: Kolkata
Date: June 30, 2021



For and on behalf of the Board



Sharma.
Kishen Kumar Sharma
Managing Director
DIN: 06436421

Vinit Agarwal.
Vinit Agarwal
Director
DIN: 06385158

Anita Bothra
Anita Bothra
Company Secretary

GUNNY CHEM TEX INDIA LTD
CIN: L51492WB1983PLC035994

STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31.03.2021

S.No.	Particulars	For the year ended 31.03.2021 Rs.	For the year ended 31.03.2020 Rs.
A.	CASH FLOW FROM OPERATING ACTIVITIES		
	Profit before tax	1,06,07,073.23	(5,50,625.23)
	Adjustment for:		
	Net Loss / (Gain) on Sale of Investments	(16,97,970.58)	(18,47,432.12)
	Contingent Provisions against Standard Assets	-	1,03,400.00
	Operating Profit	89,09,102.65	(22,94,657.35)
	Adjustment for working capital changes		
	Decrease/(Increase) in Loans	1,59,48,411.41	(4,12,74,807.00)
	Decrease/(Increase) in Inventories	(62,59,459.19)	3,95,23,326.98
	Decrease/(Increase) in Other Non-Financial Assets	-	(53.00)
	Increase / (decrease) in Trade Payables	(3,109.00)	3,109.00
	Increase / (decrease) in Other Non-Financial Liabilities	-	15,900.00
	Cash generated / (used) from operations	1,85,94,945.87	(40,27,181.37)
	Income Tax Paid (net of refunds)	(1,59,080.37)	(2,42,576.00)
	Net cash generated / (used) from operating activities (A)	1,84,35,865.50	(42,69,757.37)
B.	CASH FLOW FROM INVESTING ACTIVITIES		
	(Purchase) / Sale of Investments	(1,81,78,340.22)	43,35,393.21
	Net cash generated / (used) from investing activities (B)	(1,81,78,340.22)	43,35,393.21
C.	CASH FLOW FROM FINANCING ACTIVITIES		
	Net cash generated / (used) from financing activities (C)		-
	Net Increase/(decreased) in cash and cash equivalents during the year (A+B+C)	2,57,525.28	65,635.84
	Cash and cash equivalents at the beginning of the year	5,42,396.82	4,76,760.98
	Cash and cash equivalents at the end of the year	7,99,922.10	5,42,396.82

Notes:

(i) The above cash flow statement has been prepared under indirect method as set out in Ind AS 7: "Statement of Cash Flows" as specified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standard) Rules, 2015 (as amended).

(ii) Figures in brackets indicate cash outflows.

In term of our report of even date annexed herewith

For **H.R. Agarwal & Associates**
Chartered Accountants
Firm Reg. No. 323029E

Sagarwal.

CA SHYAM SUNDAR AGARWAL
Partner
Membership No. FCA 060033

Place: Kolkata
Date: June 30, 2021



For and on behalf of the Board

Kishen
Kishen Kumar Sharma
Managing Director
DIN: 06436421

Vinit Agarwal.
Vinit Agarwal
Director
DIN: 06385158

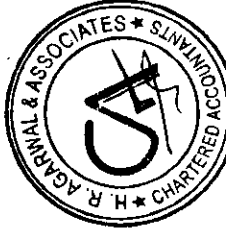
Anita Bothra
Anita Bothra
Company Secretary

GUNNY CHEM TEX INDIA LTD

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 MARCH, 2021

A) SHARE CAPITAL	As At 31 March, 2021 Rs.	As At 31 March, 2020 Rs.
Balance at the beginning of the reporting period	2,58,40,000	2,58,40,000
Changes in Equity Share Capital during the year	-	-
Balance at the end of the reporting period	2,58,40,000	2,58,40,000

B) OTHER EQUITY	(Amount in Rs.)				
Reserves & Surplus	Statutory Reserve Fund	Securities Premium	Retained Earnings	Other Comprehensive Income	Total
Balance as on 01/04/2019	15,22,703.36	20,28,60,000.00	(1,28,01,724.36)	1,12,681.43	19,16,93,660.43
Profit for the year	-	-	(6,30,765.23)	-	(6,30,765.23)
Other comprehensive Income	-	-	-	(79,03,398.91)	(79,03,398.91)
Additions	-	-	-	-	-
Transfers	-	-	-	-	-
Total for the year	-	-	(6,30,765.23)	-	(6,30,765.23)
Dividends	-	-	-	-	-
Tax on Dividends	-	-	-	-	-
Balance as on 31/03/2020	15,22,703.36	20,28,60,000.00	(1,34,32,489.59)	-	18,31,59,496.29
Balance as on 01/04/2020	15,22,703.36	20,28,60,000.00	(1,34,32,489.59)	-	18,31,59,496.29
Profit for the year	-	-	1,04,12,073.23	-	1,04,12,073.23
Other comprehensive Income	-	-	-	-	-
Additions	20,82,415.00	-	(20,82,415.00)	3,69,25,511.80	3,69,25,511.80
Transfers	-	-	-	-	-
Total for the year	20,82,415.00	-	83,29,658.23	3,69,25,511.80	4,73,37,585.03
Dividends	-	-	-	-	-
Tax on Dividends	-	-	-	-	-
Balance as on 31/03/2021	36,05,118.36	20,28,60,000.00	(51,02,831.36)	2,91,34,794.32	23,04,97,081.32



1. NOTES TO THE FINANCIAL STATEMENTS

(a) COMPANY OVERVIEW

Gunny Chem Tex India Limited ('the Company') is a Public Limited Company incorporated in India with its registered office located at 23B, N S Road, 2nd Floor, Room No. 8B, Kolkata – 700001. The Company is listed on The Calcutta Stock Exchange. The Company is a non-deposit taking Non-Banking Financial Company ("NBFC") registered with the Reserve Bank of India (RBI) under Section 45-IA of the Reserve Bank of India Act, 1934 and primarily engaged in the business of providing loans and making investments in shares and securities.

(b) SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation of Financial Statements

The financial statements has been prepared in accordance with the Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the Act.

Company's financial statements are prepared in Indian Rupees, which is also its functional currency. The Financial Statements have been prepared on a historical cost basis, except for certain financial instruments that are measured at fair values at the end of each reporting period.

Measurement of fair values

The Company's accounting policies and disclosures require the measurement of financial assets and liabilities at fair values. The Company has established policies and procedures with respect to measurement of fair values.

The Company classifies the fair value of its financial instruments in the following hierarchy, based on the inputs used in their valuation:

Level 1 - The fair value of financial instruments traded in active markets is based on quoted (unadjusted) market prices at the end of the reporting period.

Level 2 - The fair valuation of instruments not traded in active markets is determined based on observable market data and by using valuation techniques.

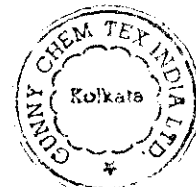
Level 3 - Where one or more of the significant inputs are not from observable market data.

Revenue Recognition:

- Profit or losses in respect of Investments / dealing in shares and securities are recognized on trade dates.



- Profit /Loss on dealing in securities and derivatives comprises profit/loss on sale of securities, unrealized profit/loss on securities held as stock in trade and profit/loss on equity derivative instruments.
- Profit/Loss on sale of securities is determined based on the FIFO method. Profit/loss on exchange traded equity derivatives transactions are accounted for based on the 'Guidance Note on Accounting for Equity Index and equity stock Futures and Options 'issued by the Institute of Chartered Accountants of India.
- Dividend income on units of shares/mutual fund is recognised on receipt basis and any gain/losses on mutual fund are recognized on the date of Sale.
- Interest income is accounted on accrual basis except in respect of substandard assets where income is accounted on receipt basis.
- In respect of other items of income, the company accounts the same on Accrual basis.
- **Equity Index/Stock-Futures**
 - a) Equity index/Stock Futures are marked-to-market. Debit or credit balance disclosed under loans and advances or current liabilities, respectively, in the Mark-to-Market-Equity Index/Stock futures account.
 - b) As on the balance sheet date, the Profit/loss on open positions in index/stock futures is accounted for as follows:
 - Credit balance in the "Mark-to-Market Margin-Equity Index/Stock Futures account "being anticipated profit, is ignored and no credit is taken to profit and loss account.
 - Debit balance in the "Mark-to-Market Margin-Equity Index/Stock Futures account "being anticipated loss, is recognized in the profit and loss account.
 - c) On final settlement or squaring-up of contracts for Equity Index/stock Futures, the profit or loss is calculated as difference between settlement/ squaring-up price and contract price. Accordingly debit or credit balance pertaining to the settled/squared-up contract in "Mark-to-Market Margin-Equity Index/Stock Futures account" is recognized in the profit and loss account upon expiry of the Contracts. When more than one contract in respect of the relevant series of Equity Index/Stock Futures to which the squared-up contract pertains is outstanding at the time of the squaring-up of the Contract, the contract price of the contract so squared-up is determined using weighted average method for calculating profit/loss on squaring-up.



Financial Assets Initial Recognition

All financial assets are initially recognized at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets, which are not at fair value through profit or loss, are adjusted to the fair value on initial recognition.

Subsequent Measurement

Financial Asset measured at Amortised Cost (AC)

A financial asset is measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate (EIR) method.

Financial assets at fair value through other comprehensive income: (FVTOCI)

Financial assets are subsequently measured at fair value through other comprehensive income if these financial assets are held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on principal and the interest on the principal outstanding.

Financial assets at Fair value through profit or loss: (FVTPL)

Any financial asset not subsequently measured at amortized cost or at fair value through other comprehensive income, is subsequently measured at fair value through profit or loss. Financial assets falling in this category are measured at fair value and all changes are recognized in the Statement of Profit and Loss.

Investments in Subsidiary and Associates

The Company has accounted for its investments in Subsidiary and Associates at cost.

All other equity investments are measured at fair value, with value changes on these instruments, excluding dividends, are recognized in the Other Comprehensive Income (OCI). There is no recycling of the amounts from OCI to profit and loss on sale of investment. However, the Company may transfer the cumulative gain or loss within equity.



Financial Liabilities Initial Recognition

All financial liabilities are initially recognized at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial liabilities, which are not at fair value through profit or loss, are adjusted to the fair value on initial recognition.

Subsequent Measurement

Financial liabilities are subsequently carried at amortized cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

De-Recognition

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset.

A financial liability (or a part of a financial liability) is derecognised when the obligation specified in the contract is discharged or cancelled or expires.

Impairment of Financial Assets

The Company applies the Expected Credit Loss (ECL) model for recognizing impairment losses if any on financial assets.

12 months ECL represents the expected default events on the financial asset that are possible within 12 months after the reporting date.

Where the credit risk on the financial assets has not increased significantly since initial recognition, the loss is measured at an amount equal to 12 months ECL.

Where the credit risk on the financial assets has increased significantly since initial recognition, the loss is measured at an amount equal to the lifetime expected credit loss.

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet when the Company has a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or realize the asset and settle the liability simultaneously.



Employee Benefits

SHORT TERM EMPLOYEE BENEFITS

As per the employment policy of the Company, short term employee benefits for services rendered by employees are recognized during the period when the services are rendered.

Income Taxes

Income-tax expense comprises current tax (amount of tax for the period determined in accordance with The Income Tax law) and deferred tax charge or credit (reflecting the tax effects of temporary differences between tax bases of assets and liabilities and their carrying amounts in the financial statements). Taxes are recognized in the Statement of Profit and Loss except to the extent it relates to items directly recognized in equity or in the Other Comprehensive Income.

Current tax

Current tax is measured at the amount expected to be paid in respect of taxable income for the year in accordance with the Income Tax Act, 1961. Current tax comprises the tax payable on the taxable income or loss for the year and any adjustment to the tax payable in respect of previous years. It is measured using tax rates enacted or substantively enacted at the reporting date.

Current tax assets and liabilities are offset only if, the Company:

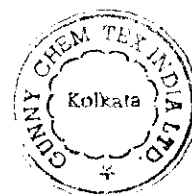
- a) has a legally enforceable right to set off the recognized amounts; and
- b) intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

Deferred Tax

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable income.

The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities. It is measured using tax rates enacted or substantively enacted at the reporting date.

Deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax assets are recognized to the extent that it is probable that future taxable income will be available against which the deductible temporary differences can be utilized.



Deferred tax assets are reviewed at each reporting date and based on management's judgement, are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

Unrecognised deferred tax assets are reassessed at each reporting date and recognised to the extent that it has become probable that future taxable profits will be available against which they can be used.

Deferred tax assets and liabilities are offset only if the Company:

- a) has a legally enforceable right to set off current tax assets against current tax liabilities; and
- b) the deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority.

Current and Deferred tax for the year - OCI

Current and deferred tax are recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity respectively.

Property, plant and equipment

The property plant and equipment are the assets held for the use in the supply of services.

Property, plant and equipment's are stated in the balance sheet at cost (net of duty/ tax credit availed) less accumulated depreciation and accumulated impairment losses.

Cost of acquisition is inclusive of freight, non-refundable duties & taxes and other directly attributable cost of bringing the asset to its working condition for the intended use.

Freehold land is not depreciated.

An item is recognised as property plant and equipment if and only if it is probable that future economic benefits associated with the item will flow to the Company and its costs can be measured reliably.

Subsequent expenditure is added to the carrying amount or recognised as separate asset only when it is probable that future economic benefits associated with the item will flow to the Company and the cost can be measured reliably.

Depreciation commences when the assets are ready for their intended use. Where the property plant and equipment is not ready for its intended use as on the balance sheet date it is disclosed as capital work in progress



Depreciation is recognised to write off the cost of assets less their residual values over their useful lives, using the written down value method. The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

An item of the property plant equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of asset. Any gain or loss arising on the disposal or retirement of the item of property plant equipment is determined as the difference between the sale proceeds and carrying amount of the asset and is recognised in profit and loss.

Investment Property

Properties held to earn rental income or for capital appreciation or both and that is not occupied by the Company is classified as Investment Property.

It is measured initially at cost of acquisition including transaction costs, borrowing cost and other directly attributable cost in bringing the asset to its working condition for its intended use.

Subsequent expenditure is capitalized to the asset carrying amount only when it is probable that the future economic benefit associated with the expenditure will flow to the company.

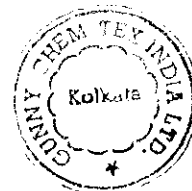
Though the Company measures investment property using cost-based measurement, the fair value of investment property is disclosed in the notes. Fair values are determined by property valuer, having appropriate recognised professional qualifications and recent experience in the location and category of the property being valued.

Investment properties are derecognised either when they have been disposed off or when they are permanently withdrawn from use and no future economic benefit is expected from their disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognised in the statement of profit and loss in the period of derecognition.

Impairment of Assets

The carrying amounts of assets are reviewed at each balance sheet date to ascertain impairment based on internal / external factors. An impairment loss is recognised when the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the higher of the net selling price of the assets and their value in use.

The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.



Dividend

The final Dividend on shares is recorded as a liability on the date of approval by the Shareholders and interim dividends are recorded as a liability on the date of declaration by the Company's Board of Directors.

Cash Flow Statement

Statement of cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

Provisions and Contingent Liabilities

Provisions are recognized when the Company, as a result of a past event, has a present obligation and it is probable that the Company will be required to settle the obligation for which a reliable estimate can be made.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material). When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Contingent liabilities are disclosed when

- (i) there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company (or)
- (ii) there is a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

Earnings Per Share

The basic earnings per share has been computed by dividing the net income attributable to equity shareholders by weighted average number of equity shares outstanding during the year.

The diluted earnings per share has been computed using weighted average number of shares adjusted for effects of all potentially dilutive equity shares.



(c) Critical accounting judgments and key sources of estimation uncertainty

The preparation of financial statements in accordance with Ind AS requires use of estimates and assumptions for some items, which might have an effect on their recognition and measurement in the balance sheet and statement of profit and loss. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. The actual results may differ from these estimates. The Company's management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Any revision to the accounting estimates is recognised prospectively in the current and future periods.

Useful lives of Property Plant and Equipment / Intangible Assets

Property, Plant and Equipment / Intangible Assets are depreciated / amortised over their estimated useful lives, after taking into account estimated residual value. Management reviews the estimated useful lives and residual values of the assets annually in order to determine the amount of depreciation / amortisation to be recorded during any reporting period. The useful lives and residual values are based on the Company's historical experience with similar assets and take into account anticipated technological changes. The depreciation / amortisation for future periods is revised if there are significant changes from previous estimates.

Impairment of Financial Assets

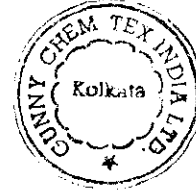
The impairment provisions for Financial Assets are based on assumptions about risk of default and expected cash loss rates. The Company uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.



GUNNY CHEM TEX INDIA LTD
NOTES FORMING PART OF ACCOUNTS

NOTE: 2 CASH AND CASH EQUIVALENTS

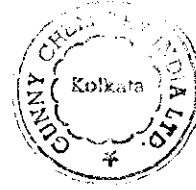
Particulars	As at 31 March, 2021 Rs.	As at 31 March, 2020 Rs.
(i) Cash on hand	4,41,753.00	3,14,545.00
(ii) Balances with banks in current account	3,58,169.10	2,27,851.82
Total	7,99,922.10	5,42,396.82



GUNNY CHEM TEX INDIA LTD
NOTES FORMING PART OF ACCOUNTS

NOTE: 5 Inventories

Particulars	As at 31 March, 2021 Rs.	As at 31 March, 2020 Rs.
(i) Equity Shares (Listed)	3,08,21,586.41	2,45,62,127.22
(ii) Equity Shares (Unlisted)	1,45,76,000.00	1,45,76,000.00
Total	4,53,97,586.41	3,91,38,127.22



GUNNY CHEM TEX INDIA LTD
NOTES FORMING PART OF ACCOUNTS

NOTE:6 PROPERTY, PLANT AND EQUIPMENTS

Particulars	Air Conditioner	Computer	Furniture & Fixture	Mobile Phone	Total
Gross Block	Rs.				Rs.
Balance as at April 01, 2019	22,000.00	30,500.00	1,732.00	42,700.00	96,932.00
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
Balance as at March 31, 2020	22,000.00	30,500.00	1,732.00	42,700.00	96,932.00
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
Balance as at March 31, 2021	22,000.00	30,500.00	1,732.00	42,700.00	96,932.00
Accumulated Depreciation and Impairment					
Balance as at April 01, 2019	20,900.00	30,499.00	1,731.00	40,565.00	93,695.00
Charge for the year	-	-	-	-	-
Disposals	-	-	-	-	-
Balance as at March 31, 2020	20,900.00	30,499.00	1,731.00	40,565.00	93,695.00
Charge for the year	-	-	-	-	-
Disposals	-	-	-	-	-
Balance as at March 31, 2021	20,900.00	30,499.00	1,731.00	40,565.00	93,695.00
Net carrying amount as at March 31, 2020	1,100.00	1.00	1.00	2,135.00	3,237.00
Net carrying amount as at March 31, 2021	1,100.00	1.00	1.00	2,135.00	3,237.00



GUNNY CHEM TEX INDIA LTD
NOTES FORMING PART OF ACCOUNTS

NOTE:7 OTHER NON-FINANCIAL ASSETS

Particulars	As at 31 March, 2021 Rs.	As at 31 March, 2020 Rs.
Advance Against Office	94,41,511.00	94,41,511.00
Balance With Government Authorities	15,19,882.37	13,60,802.00
Other	53.00	53.00
Total	1,09,61,446.37	1,08,02,366.00

NOTE:8 TRADE PAYABLES

Particulars	As at 31 March, 2021 Rs.	As at 31 March, 2020 Rs.
Total outstanding dues of Micro enterprise and Small enterprises	-	-
Total outstanding dues of creditors other than Micro enterprise and small enterprise		
Goods	-	-
Services	-	3,109.00
Total	-	3,109.00



GUNNY CHEM TEX INDIA LTD

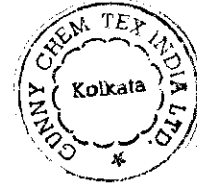
NOTES FORMING PART OF ACCOUNTS

NOTE:9 PROVISIONS

Particulars	As at 31 March, 2021 Rs.	As at 31 March, 2020 Rs.
Provision for Income Tax	1,95,000.00	-
Contingent Provision Against Standard Asset	3,41,200.00	3,41,200.00
Total	5,36,200.00	3,41,200.00

NOTE:10 OTHER NON-FINANCIAL LIABILITIES

Particulars	As at 31 March, 2021 Rs.	As at 31 March, 2020 Rs.
Audit Fees Payable	17,700.00	17,700.00
Salary Payable	10,000.00	10,000.00
Total	27,700.00	27,700.00



GUNNY CHEM TEX INDIA LTD
NOTES FORMING PART OF ACCOUNTS

NOTE:11 EQUITY SHARE CAPITAL

Particulars	31.03.2021		31.03.2020	
	No. of Shares	Value Rs	No. of Shares	Value Rs
AUTHORISED:				
Equity Shares of Rs. 10/- each	26,00,000	2,60,00,000.00	26,00,000	2,60,00,000.00
	26,00,000	2,60,00,000.00	26,00,000	2,60,00,000.00

ISSUED, SUBSCRIBED AND FULLY PAID UP:

Equity Shares of Rs. 10/- each	25,84,000	2,58,40,000.00	25,84,000	2,58,40,000.00
	25,84,000	2,58,40,000.00	25,84,000	2,58,40,000.00

(a) Reconciliation of shares outstanding at the beginning and at the end of the year:

Equity Shares	31.03.2021		31.03.2020	
	No. of Shares	Value Rs	No. of Shares	Value Rs
Shares outstanding at the beginning of the year	25,84,000	2,58,40,000.00	25,84,000	2,58,40,000.00
Add: Issued during the year	-	-	-	-
Shares outstanding at the end of the year	25,84,000	2,58,40,000.00	25,84,000	2,58,40,000.00

(b) Terms and rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs. 10 each. Each holder of equity shares is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the Annual General Meeting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

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

Name of Shareholder	31.03.2021		31.03.2020	
	Number of Shares	Percentage holding	Number of Shares	Percentage holding
Wallstreet Capital Markets Pvt Ltd	3,00,000	11.61%	3,00,000	11.61%
Punni Sanghavi	3,00,000	11.61%	3,00,000	11.61%
Multiplus Resources Ltd	3,85,000	14.90%	3,85,000	14.90%
Nisarwar Merchants Pvt Ltd	2,50,000	9.67%	2,50,000	9.67%



GUNNY CHEM TEX INDIA LTD
NOTES FORMING PART OF ACCOUNTS

NOTE:14 EMPLOYEE BENEFITS

Particulars	Year Ended 31 March, 2021 Rs.	Year Ended 31 March, 2020 Rs.
Salaries and Bonus	7,89,000.00	4,38,500.00
Staff Welfare	15,137.00	13,637.00
Total	8,04,137.00	4,52,137.00

NOTE:15 OTHER EXPENSES

Particulars	Year Ended 31 March, 2021 Rs.	Year Ended 31 March, 2020 Rs.
Communication Costs	18,576.00	16,736.00
Printing & Stationery	39,892.00	35,657.00
Advertisement Expenses	19,876.00	18,372.00
Auditors Remuneration:		
For Audit Fees	11,800.00	11,800.00
For Tax Audit Fees	5,900.00	5,900.00
For Certification Charges	7,080.00	8,850.00
Professional & Consultancy Charges	22,500.00	72,500.00
Securities Transaction Tax	33,161.00	1,05,463.00
SEBI Fees	8,77,523.60	-
Other Expenditure	2,15,071.74	3,23,916.87
Total	12,51,380.34	5,99,194.87



GUNNY CHEM TEX INDIA LTD
NOTES FORMING PART OF ACCOUNTS

Note :16 Tax Expense

Particulars	As on 31st March 2021 Rs.	As on 31st March 2020 Rs.
Current Tax	1,95,000	-
Income Tax for Earlier Years	-	80,140
Total	1,95,000.00	80,140

Note :17 Earnings Per Share

Particulars	As on 31st March 2021 Rs.	As on 31st March 2020 Rs.
Net Profit attributable to equity share holders (Rs.)	1,04,12,073.23	(6,30,765.23)
Nominal Value of equity shares (Rs.)	10	10
Weighted Average of number of Equity shares	25,84,000	25,84,000
Basic Earnings Per Share (Rs.)	4.03	(0.24)
Diluted Earnings Per share (Rs.)	4.03	(0.24)

NOTE:18

PAYMENT TO AUDITORS (INCLUDING GOODS AND SERVICE TAX)

Particulars	As on 31st March 2021 Rs.	As on 31st March 2020 Rs.
Statutory Audit fees	11,800.00	11,800.00
Tax Audit Fees	5,900.00	5,900.00
Certification Charges	7,080.00	8,850.00
Total payment to Auditors	24,780.00	26,550.00



Fair Value hierarchy

The fair value hierarchy is based on inputs to valuation techniques that are used to measure fair value that are either observable or unobservable and consists of the following three levels:

Level 1 hierarchy - Includes Financial Instruments measured using quoted prices in the active market.

Level 2 hierarchy - The Fair value of Financial Instruments that are not traded in an active market, is determined using valuation techniques which maximize the use of observable market data.

Level 3 hierarchy - Inputs are not based on observable market data. Fair values are determined in whole or in part using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

B. Measurement of fair values

Financial instruments fair valued under Level 3 hierarchy are measured using Market multiples method.

The carrying amount of trade receivables, cash and cash equivalents ,other financial assets, trade payables and other financial liabilities are considered to be the fair value due to short term nature.

There are no transfers between level 1 , level 2 and level 3 during the year.

Note: 20 Capital Management

The primary objective of the Company's Capital Management is to maximise shareholders value. The Company manages its capital to ensure that it will be able to continue as going concerns while maximizing the return to stakeholders through the optimisation of the debt and equity balance. The Company's policy is to maintain a strong capital base so as to maintain investors, creditors and market confidence to sustain future development of the business. For the purpose of the Company's capital management, capital includes issued capital and other equity reserves.



GUNNY CHEM TEX INDIA LTD
NOTES FORMING PART OF ACCOUNTS

Note: 21 Financial Risk Management

The Company has exposure to the following risks arising from financial instruments:

Credit risk;

Liquidity risk ; and

Market risk

The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities. The Company, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

(a) Liquidity Risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

The Company regularly monitors the rolling forecasts and the actual cash flows to service the financial liabilities on a day-to-day basis through cash generation from business and by having adequate banking facilities.

The following table shows the maturity analysis of the Company's financial liabilities based on contractually agreed undiscounted cash flows along with its carrying value as at the Balance sheet date.

Particulars	31st March 2021	31st March 2020
Payable within three months		
Trade payables	-	-

(b) Credit Risk

Credit risk is the risk of financial loss to the Company if a customer or counter-party to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers and loans and advances.

(ii) Other financial assets:

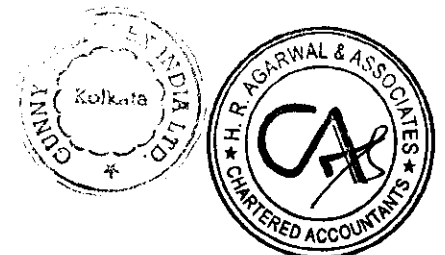
The Company has exposure in Cash and cash equivalents, employee loans and investment carried at amortised cost. The Company's maximum exposure to credit risk as at 31st March, 2021 is the carrying value of each class of financial assets as on that date.

(c) Market Risk

Market risk is the risk that changes in market prices – such as equity prices, interest rates and foreign exchange rates that will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

Risk management structure

The Board of Directors are responsible for the overall risk management approach and for approving the risk management strategies and principles.



22) Related Party Transactions:

Names of Related Parties:

A) Key Managerial Personnel

- 1) Mr. Kishen Kumar Sharma
- 2) Anita Bothra

B) Transaction with Related parties

Sl No	Name of the related party	Description of relationship	Description of Transaction and amount during the year	Amount outstanding as on 31-03.2021 Rs	
			Rs.		
1	Kishen Kumar Sharma	Managing Director	Remuneration	3,57,000	-
2	Anita Bothra	Company Secretary	Remuneration	1,20,000	10,000

23) The Company has given effect to a RBI Circular No.DNBS.PD.CC.No.207/03.02.002 / 2010-11 dated 17th January, 2011 and accordingly created Contingent Provision against Standard Assets in its Financial Statement.

24) The previous year figures have been reclassified to confirm to current years classifications.

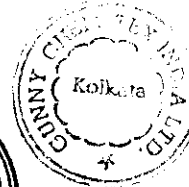
In term of our report of even date annexed herewith

For H.R. Agarwal & Associates
Chartered Accountants
Firm Reg. No. 323029E

Hagarwal.

CA SHYAM SUNDAR AGARWAL
Partner
Membership No. FCA 060033

Place: Kolkata
Date: June 30, 2021



For and on behalf of board

Kishen
Kishen Kumar Sharma
Managing Director
DIN: 06436421

Vinit Agarwal.
Vinit Agarwal
Director
DIN: 06385158

Anita Bothra
Anita Bothra
Company Secretary

Annual Report: 2020-2021
GUNNY CHEM TEX INDIA LIMITED

DIRECTORS' REPORT

To
The Members

Your Directors have pleasure in presenting the 38th Annual Report on the affairs of the Company together with the Audited Financial Statements for the financial year ended 31st March, 2021.

1. FINANCIAL RESULTS

The financial performance of the Company, for the year ended March 31, 2021 is summarized below:

Particulars	Year Ended 31.03.2021 Rs.	Year Ended 31.03.2020 Rs.
Profit /(Loss) before Tax	1,06,07,073.23	(5,50,625.23)
Less: Current Tax	1,95,000.00	-
Less / (Add): Taxes for Earlier Years	-	80,140.00
Profit /(Loss) after Tax	1,04,12,073.23	(6,30,765.23)

2. DIVIDEND

Your Directors have decided not to recommend any dividend for the year ended 31st March, 2021.

3. RESERVE

The Company has transferred amount of Rs. 20,82,415/- (Twenty Lakh Eighty Two Thousand Four Hundred Fifteen Only) to Statutory Reserve Fund Created in terms of Section 45-IC of the RBI Act, 1934 during the year under review.

4. MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE ENDS OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENT RELATE AND THE DATE OF THE REPORT

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

5. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

In view of the nature of activities carried out by the Company, Section 134(3)(m) of the Companies Act, 2013 relating to conservation of energy and technology absorption do not apply to our Company. There was no foreign exchange inflow or Outflow during the year under review.

Annual Report: 2020-2021
GUNNY CHEM TEX INDIA LIMITED

- 6. STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY**
A Risk Management Policy was framed and approved by the Board. The Objective of this policy is to minimize the adverse impact of various risks to business goals and objectives and to enhance the value to the stakeholders.
- 7. DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES**
The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable.
- 8. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013**
The Company is exempted from the applicability of the provision of Section 186 of the Companies Act, 2013, Since the Company is NBFC.
- 9. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES**
There was no contract or arrangements made with related parties as defined under Section 188 of the Companies Act, 2013 during the year under review.
- 10. EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS AND THE PRACTICING COMPANY SECRETARY IN THEIR REPORTS**
There was no qualification, reservations or adverse remarks made by the Auditors in their report.
- 11. COMPANY'S POLICY RELATING TO PAYMENT OF REMUNERATION.**
In pursuant to rules and regulation laid down by listing agreement and companies act for listed companies it is required to formulate a nomination and remuneration committee but at present company do not formed any such committee.
- 12. MAINTENANCE OF COST RECORDS**
The Central Government has not prescribed for the maintenance of cost records under Section 148(1) of the Companies Act, 2013.
- 13. NUMBER OF BOARD MEETINGS CONDUCTED DURING THE YEAR UNDER REVIEW**
During the year under review, 6 (Six) board meetings were held.

Annual Report: 2020-2021
GUNNY CHEM TEX INDIA LIMITED

14. DIRECTORS RESPONSIBILITY STATEMENT

In accordance with the provisions of Section 134(3)(c) read with section 134(5) of the Companies Act, 2013 the Board hereby submits its responsibility Statement:-

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for that period;
- (c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (d) the directors had prepared the annual accounts on a going concern basis;
- (e) the Company being unlisted, sub clause (e) of section 134(5) of the Companies Act, 2013 pertaining to laying down internal financial controls is not applicable to the Company; and
- (f) 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.

15. DETAILS OF SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

The Company does not have any Subsidiary, Joint venture or an Associate Company.

16. DEPOSITS

The Company has not accepted any deposits falling within the ambit of Section 73 of the Companies Act, 2013 during the year under review.

17. DIRECTORS

During the year under Review detail of director who were appointed/ceased/reelected/reappointed are given below.

S.No	Name of Director	Date of appointment in F.Y 2020-21, if any	Date of cessation in F.Y 2020-21, if any
1.	Sumana Bhowmick	30/06/2020	--
2.	Renu Todi	--	30/06/2020

18. DECLARATION OF INDEPENDENT DIRECTORS

The Company has received declaration from Independent Directors pursuant to Section 149(6) of the Companies Act, 2013.

Annual Report: 2020-2021
GUNNY CHEM TEX INDIA LIMITED

19. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY REGULATORS OR COURTS OR TRIBUNALS

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

20. STATUTORY AUDITORS

H. R. Agarwal & Associates, Chartered Accountants were appointed as Statutory Auditors for a period of 5 years in the Annual General Meeting held in the year 2019.

Your Company has received communication from H. R. Agarwal & Associates, Chartered Accountants confirming their eligibility to continue as Auditors of the Company in terms of the provisions of Section 141 of the Companies Act, 2013 and the Rules framed thereunder.

21. DISCLOSURES UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013.

The Company is committed to provide a safe and conducive work environment to Women at Workplace. During the year under review, no case of sexual harassment was reported.

22. INTERNAL FINANCIAL CONTROL

There are adequate internal control procedures commensurate with the size of the Company and nature of its business.


23. SECRETARIAL AUDIT

Pursuant to the provision of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed Mr. Dinesh Agarwal, Practising Company Secretary to undertake the Secretarial Audit of the Company. There is no adverse remark, qualification or reservation in the Secretarial Audit Report.

24. ACKNOWLEDGEMENTS

The Directors place on record their sincere thanks to bankers, business associates, consultants, and other stakeholders for their continued support extended to your Companies activities during the year under review. Your Directors also acknowledges gratefully the shareholders for their support and confidence reposed on the Company.

For and on behalf of the Board of Director


Kishen Kumar Sharma
Managing Director
DIN: 06436421

Place: Kolkata
Date: 30.06.2021

Annexure to the Report of the Board of Directors

**Form No.MR-3
SECRETARIAL AUDIT REPORT**

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2021

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

To:

**The Shareholders/ Members,
GUNNY CHEM TEX INDIA LIMITED
[CIN: L51492WB1983PLC035994]
23B, Netaji Subhash Road,
2nd Floor, Room No.8B,
Kolkata-700001, West Bengal**

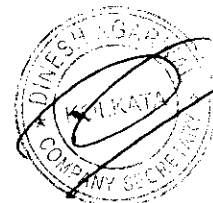
I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by 'GUNNY CHEM TEX INDIA LIMITED [CIN: L51492WB1983PLC035994]' (hereinafter called the "Company"). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the 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 31st March 2021 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by 'GUNNY CHEM TEX INDIA LIMITED [CIN: L51492WB1983PLC035994]' (the "Company") for the financial year ended on 31st March 2021, according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ("SCRA") and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;

Not applicable as the Company has no Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings.



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(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, 1992;

(c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;

Not applicable as the Company has not raised share capital during the financial year under review.

(d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;

Not applicable as the Company has not granted any Options to its employees during the financial year under review.

(e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;

Not applicable as the Company has not issued any debt securities during the financial year under review.

(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;and

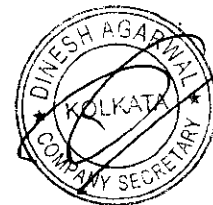
Not applicable as the Company has not delisted its equity shares from any stock exchange during the financial year under review.

(h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;

Not applicable as the Company has not bought back any of its securities during the financial year under review.

(vi) I further report that, having regard to the compliance system prevailing in the Company and on examination of the relevant documents and records in pursuance thereof the Company has complied with the following laws applicable specifically to the Company:

➤ Reserve Bank of India Directions, Guidelines and Circulars applicable to Systemically Important Non Deposit Accepting or Holding NBFCs.



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

- (i) Secretarial Standard-1 and Secretarial Standard-2 issued by The Institute of Company Secretaries of India.
- (ii) The Listing Agreements entered into by the Company with' The Calcutta Stock Exchange Limited'.

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

- a) The Company has not complied with some of the applicable regulations of Securities and Exchange Board Of India (Listing Obligations and Disclosure Requirements) Regulations, 2015
- b) The Company has not complied with the provision of Section 203 of Companies Act 2013, for appointment of CFO (Key Managerial Personnel).
- c) The Company has not formed any Committees of Board of Directors as required under Section 177 and 178 of Companies Act, 2013.
- d) The Company has not complied with the provision of the Section 149 of Companies Act 2013, for composition of Board of Directors.
- e) The Company has filled all the forms within due date except some forms which were filed with additional fees/penalty.

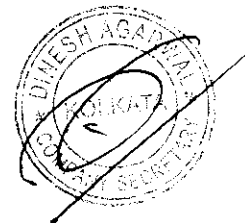
I further report that:

- a) The Board of Directors of the Company is not 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 not carried out in compliance with the provisions of the Act.
- b) The Listing Agreement entered into by the Company with' The Calcutta Stock Exchange Limited has not been complied with. Accordingly the Company is suspended from the Stock Exchange.

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

During the audit period under review all decisions at Board meeting were carried out unanimously

Cont.Pg-4



Dinesh Agarwal, ACMA, FCS



Practicing Company Secretary.....

16/1A, Abdul Hamid Street, 4th Floor, Room No.4B, Kolkata-700069(W.B.)

Mobile: +91 9339740007|| E-Mail: agarwalDCS@yahoo.co.in


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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 during the audit period the Company has no specific events/ actions having major bearing the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards etc. referred to above.

Place: Kolkata
Date: 22/10/2021




(Practicing Company Secretary)
ICSI Membership No.: 6315
C. P. No.: 5881
UDIN: F006315C001247711

Note: This report is to be read with our letter of even date which is annexed as "ANNEXURE A" and forms an integral part of this report.

Dinesh Agarwal, ACMA, FCS



Practicing Company Secretary.....

16/1A, Abdul Hamid Street, 4th Floor, Room No.4B, Kolkata-700069(W.B.)

Mobile: +91 9339740007|| E-Mail: agarwaldcs@yahoo.co.in

“ANNEXURE A”

To:

**The Shareholders/ Members,
GUNNY CHEM TEX INDIA LIMITED
[CIN: L51492WB1983PLC035994]
23B, Netaji Subhash Road,
2nd Floor, Room No.8B,
Kolkata-700001, West Bengal**

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

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

Place: Kolkata
Date: 22/10/2021




(Practicing Company Secretary)
ICSI Membership No.: 6315
C. P. No.: 5881
UDIN: F006315C001247711