



**Independent Auditors' Report**

To the Board of Directors of  
**SANSTAR LIMITED**

**Report on the Standalone Financial Statements of the company issued for Special Purpose with respect to Initial Public Offer of Equity Share**

**Opinion**

We have audited the accompanying standalone financial statements of M/S. **SANSTAR LIMITED** ("the Company"), which comprises the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss (including Other Comprehensive Income), the statement of Changes in Equity and Cash Flow Statement for the period ended on that date, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as the "standalone financial statements") for the purpose of inclusion in the Offer Documents prepared by the Company in connection with its proposed initial public offer of Equity shares ("IPO") and is prepared in terms of the requirements of:

- (a) Section 26 of Part I of Chapter III of the Companies Act, 2013, as amended (the 'Act')
- (b) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended (the 'ICDR Regulations');

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give a true and fair view in conformity with the Indian accounting Standards prescribed under section 133 of the Act read with the companies (Indian Accounting standards) Rule, 2015, as amended ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>th</sup> March 2023 and its profit & total Comprehensive Income, Changes in equity and its cash flows for the year ended on that date.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone 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 thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code



**Offices :**

- Mumbai : 501, 5th Floor , Arcadia,195, Nariman Point, Mumbai, Maharashtra-400021  
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Phone : 0265-2331056, 2334365  
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of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on these financial statements.

### **Emphasis of Matter**

We draw attention to Note No.39 to the Financial Statements in respect of the Scheme of Arrangement providing the amalgamation of Sanstar Bio Polymer Limited (Transferor Company), with Sanstar Limited (Transferee Company) and their respective shareholders and creditors (“the scheme”). The amalgamation procedures are ongoing and pending for approval from NCLT in this regards.

### **Responsibility of Management and Those Charged with Governance for the Financial Statements**

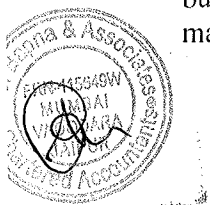
The Company’s Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 (“the Act”) with respect to the preparation and presentation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policies; making judgements and estimates that are responsible and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone 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 Standalone Ind AS Financial Statement**

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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- 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 standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of my audit work and in evaluating the results of my work; and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all



relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

### **Other Matters**

The company has voluntarily adopted Ind AS for year ending March 31, 2023 with a transition date of April 1, 2021 for the purpose of proposed Initial Public Offer of Equity share of the company. The financials statements of the company for the financial year ending March 31, 2023 have been previously prepared by the company as per the GAAP and was audited by M/s Kamal M Shah & Co., Chartered Accountants (FRN: 130266W) on 05.09.2023.

The comparative financial information of the company for the year ended March 31, 2022 and transition opening financial statements as at April 1, 2021 are based on the previously issued statutory financial statements prepared in accordance with the GAAP by the predecessor auditor, who expressed an unmodified opinion on those financial statements, as adjusted for the differences in the accounting principles adopted by the Company on transition to the Ind AS, which have been audited by us.

**For, S C Bapna & Associates**  
**Chartered Accountants**  
**FRN: 115649W**



**Anurag Singh**  
**Partner**

**Membership No. 603600**

**UDIN: 23603600BGZYLN1043**

**Date: 15.11.2023**

**Place: Ahmedabad**



**SANSTAR LIMITED**  
(CIN - U15400GJ1982PLC072555)  
Standalone Balance Sheet as at March 31, 2023

Rs. in Millions

Particulars	Notes	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
<b>Assets</b>				
<b>Non-Current assets</b>				
a) Property, Plant and Equipment	2	1603.85	1331.36	1403.73
b) Capital work-in-progress	3	9.09	32.65	5.07
c) Financial Assets				
(i) Other financial assets	4	5.42	1.69	1.89
<b>Total Non-Current assets</b>		<b>1618.36</b>	<b>1365.70</b>	<b>1410.69</b>
<b>Current assets</b>				
a) Inventories	5	175.36	126.50	146.29
b) Financial Assets				
(i) Trade Receivables	6	414.12	402.23	208.82
(ii) Cash and Bank Balances				
Cash and Cash Equivalents	7	61.15	6.43	4.57
Bank balance other than cash and cash equivalents	7	2.60	11.71	0.11
(iii) Other financial assets	8	0.13	0.09	0.00
c) Current Tax Assets (Net)	18	-	-	0.88
d) Other Current Assets	9	343.35	161.87	195.49
<b>Total Current assets</b>		<b>946.71</b>	<b>708.83</b>	<b>556.15</b>
<b>Total Assets</b>		<b>2565.07</b>	<b>2074.53</b>	<b>1966.84</b>
<b>Equity and Liabilities</b>				
<b>Equity</b>				
a) Equity Share Capital	10	295.00	295.00	295.00
b) Other Equity	11	964.70	557.14	397.66
<b>Total Equity</b>		<b>1259.70</b>	<b>852.14</b>	<b>692.66</b>
<b>Liabilities</b>				
<b>Non-Current Liabilities</b>				
a) Financial Liabilities				
(i) Borrowings	12	449.29	575.40	794.65
(ii) Other Financial Liabilities	13	-	0.50	0.50
b) Provisions	14	0.82	0.37	2.39
c) Deferred Tax Liabilities (net)	15	189.45	109.57	105.70
<b>Total Non-Current Liabilities</b>		<b>639.56</b>	<b>685.84</b>	<b>903.24</b>
<b>Current Liabilities</b>				
a) Financial Liabilities				
(i) Borrowings	12	363.44	276.84	220.63
(ii) Trade and Other Payables				
a) Total Outstanding due to MSME	15	3.90	5.50	8.15
b) Total Outstanding due to other than MSME	16	197.96	174.97	86.65
(iii) Other Financial Liabilities	13	21.74	2.64	0.64
b) Other current liabilities	17	44.46	44.35	30.38
c) Provisions	14	24.10	24.67	24.49
d) Current Tax Liabilities (Net)	18	10.21	7.58	-
<b>Total Current Liabilities</b>		<b>665.81</b>	<b>536.55</b>	<b>370.94</b>
<b>Total Equity And Liabilities</b>		<b>2565.07</b>	<b>2074.53</b>	<b>1966.84</b>

The accompanying notes (1 to 44) are integral part of the Standalone Financial Statements

As per our report of even date attached

For S C Bapna & Associates

Chartered Accountants

Firm Regn. No. 115649W

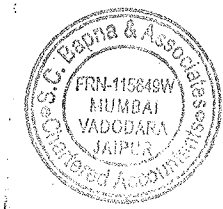


Anurag Singh  
Partner  
M.No. 603600

UDIN: 23603600BGZYLN1043

Place: Ahmedabad

Date: 15/11/2023



For and on behalf of the Board of Directors  
SANSTAR LIMITED



Gouthamchand S. Chowdhary  
(Chairman and M D)  
(DIN-00196397)



Samkhav G. Chowdhary  
(Joint M D)  
(DIN-01370802)

  
CA. Harish S. Maheshwary  
Chief Financial Officer

  
CS. Jagun Shah  
Company Secretary

Place: Ahmedabad

Date: 15/11/2023

**SANSTAR LIMITED**  
(CIN - U15400GJ1982PLC072555)  
Statement of Profit and Loss for the year ended March 31, 2023

Rs. in Millions

Particulars	Notes	For the year ended March 31, 2023	For the year ended March 31, 2022	For the year ended March 31, 2021
<b>Income</b>				
Revenue from Operations	19	7597.64	5044.02	3098.27
Other Income	20	11.18	3.65	3.04
<b>Total Income</b>		<b>7608.82</b>	<b>5047.67</b>	<b>3101.31</b>
<b>Expenses</b>				
Cost of Materials Consumed	21	6025.94	3915.23	2201.49
Changes in inventory	22	18.47	-44.44	22.30
Employee Benefit Expenses	23	111.05	104.75	53.63
Finance Costs	24	93.17	90.85	120.22
Depreciation and Amortization Expense	25	93.99	90.17	89.26
Other Expenses	26	727.28	671.28	450.31
<b>Total Expenses</b>		<b>7069.90</b>	<b>4827.84</b>	<b>2937.21</b>
<b>Profit Before Tax</b>		<b>538.92</b>	<b>219.83</b>	<b>164.10</b>
<b>Tax Expense:</b>				
Current Tax	27	51.74	56.84	-
Deferred Tax	27	79.82	3.78	24.80
<b>Total Tax Expenses</b>		<b>131.56</b>	<b>60.62</b>	<b>24.80</b>
<b>Profit for the period/year</b>	(A)	<b>407.36</b>	<b>159.21</b>	<b>139.30</b>
<b>Other Comprehensive Income</b>				
<b>Items that will not be reclassified to profit or loss</b>				
(a) Remeasurements of defined benefit plans		-0.26	-0.36	-
<b>Income tax relating to items that will not be reclassified to profit or loss</b>				
(a) Remeasurements of defined benefit plans		0.06	0.09	-
<b>Total Other Comprehensive Income</b>	(B)	<b>-0.19</b>	<b>-0.27</b>	<b>-</b>
<b>Total Comprehensive Income</b>	(A)-(B)	<b>407.56</b>	<b>159.48</b>	<b>139.30</b>
<b>Earnings per Share - (Face value of Rs. 10 each)</b>				
<b>Basic and Diluted (in Rs. )</b>	28	<b>13.81</b>	<b>5.40</b>	<b>4.72</b>

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As per our report of even date attached

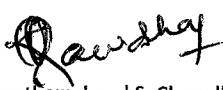
For S C Bapna & Associates


Chartered Accountants

Firm Regn. No. 115649W

For and on behalf of the Board of Directors


SANSTAR LIMITED

  
Gouthamchand S. Chowdhary  
(Chairman and M D)  
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M.No. 603600

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Place: Ahmedabad  
Date: 15/11/2023

Place: Ahmedabad  
Date: 15/11/2023

**SANSTAR LIMITED**  
(CIN - U15400GJ1982PLC072555)

Standalone Cash Flow Statement as at March 31, 2023

Rs. in Millions

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022	For the year ended March 31, 2021
<b>A. Cash Flow From Operating Activities</b>			
Profit Before Tax	538.92	219.83	164.10
Adjustments For:			
Depreciation and Amortisation Expenses	93.99	90.17	89.26
Finance Income	-0.90	-0.39	-0.17
Expected Credit Losses	0.17	0.04	0.21
Finance Cost	89.09	87.24	117.50
<b>Operating profit before Working Capital Changes</b>	<b>721.27</b>	<b>396.89</b>	<b>370.90</b>
Movements in Working Capital :			
(Increase) / decrease in Inventories	1.14	19.79	-9.51
(Increase) / decrease in Trade Receivables	-12.06	-193.45	100.05
(Increase) / decrease in Other Financial Assets	-3.73	0.20	-
(Increase) / decrease in Bank balance other than cash and cash equivalents	9.11	-11.60	-0.11
Increase / (decrease) in Trade Payables	21.39	85.67	-175.83
(Increase) / decrease in Current Assets	-181.48	33.62	-79.59
(Increase) / decrease in Current Taxes	2.64	8.45	-0.82
Increase / (decrease) in Other Liabilities	0.10	13.97	17.67
Increase / (decrease) in Provision	0.15	-1.48	12.75
(Increase) / decrease in Financial Assets	-0.05	-0.09	-
Increase / (decrease) in Other Financial Liabilities	18.60	2.00	-6.94
<b>Cash flow from operations</b>	<b>577.08</b>	<b>353.98</b>	<b>228.56</b>
Direct Taxes Paid (Net of Refunds)	-51.74	-56.84	-
<b>Net Cash Flow From Operating Activities</b>	<b>525.34</b>	<b>297.14</b>	<b>228.56</b>
<b>B. Cash Flows From Investing Activities</b>			
Payment for Purchase of Property, Plant and Equipment	-366.47	-17.80	-10.79
Payment for Capital Work in Process	23.56	-27.58	-5.07
Proceeds from sale of Assets	-	-	-
Finance Income	0.90	0.39	0.17
<b>Net Cash Flow from Investing Activities</b>	<b>-342.02</b>	<b>-44.99</b>	<b>-15.38</b>
<b>C. Cash Flows From Financing Activities</b>			
Repayment & Proceeds of Long-Term Borrowings	-126.11	-219.25	42.83
Repayment & Proceeds from Short-Term Borrowing	86.61	56.21	-146.93
Finance Cost	-89.09	-87.24	-117.50
<b>Net Cash Flow from Financing Activities</b>	<b>-128.59</b>	<b>-250.28</b>	<b>-221.60</b>
<b>D. Net Increase/ (Decrease) in Cash &amp; Cash Equivalents (A + B + C)</b>	<b>54.72</b>	<b>1.87</b>	<b>-8.42</b>
<b>E. Cash &amp; Cash Equivalents at the beginning of the year / period</b>	<b>6.43</b>	<b>4.56</b>	<b>12.97</b>
<b>F. Cash &amp; Cash Equivalents at the end of the year / period</b>	<b>61.15</b>	<b>6.43</b>	<b>4.56</b>
<b>Total Component of Cash and Cash Equivalents</b>			
Cash on hand	0.58	0.61	0.51
Balances with Scheduled Bank			
- In Current Accounts	59.55	2.26	3.03
- Fixed Deposits with original maturity of less than three months	1.02	3.56	1.02
<b>Cash and Cash Equivalents at the end of the year / period</b>	<b>61.15</b>	<b>6.43</b>	<b>4.56</b>

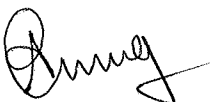
**Notes:**

(1) The Cash Flow Statement has been prepared under the Indirect method as set out in Ind AS 7 Cash Flow Statements notified under Section 133 of The Companies Act 2013, read together with Paragraph 7 of the Companies (Indian Accounting Standard) Rules 2015 (as amended).

The accompanying notes (1 to 44) are integral part of the Standalone Financial Statements

As per our report of even date attached

For S C Bapna & Associates  
Chartered Accountants  
Firm Regn. No. 115649W


  
Anurag Singh  
Partner  
M.No. 603600




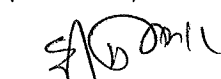
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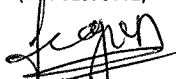
Place: Ahmedabad  
Date: 15/11/2023

For and on behalf of the Board of Directors  
SANSTAR LIMITED

  
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(Chairman and M D)  
(DIN-00196397)

  
Sambhav G. Chowdhary  
(Joint M D)  
(DIN-01370802)

  
CA. Harish S. Maheshwary  
Chief Financial Officer

  
CS Fagun Shah  
Company Secretary

Place: Ahmedabad  
Date: 15/11/2023

SANSTAR LIMITED  
(CIN - U15400GJ1982PLC072555)  
Standalone Statement of Changes in Equity as at March 31, 2023

**A. Equity Share Capital**

Particulars	No of Shares	Rs. in Millions
Issued, Subscribed and fully paid up Share Capital		
2,95,00,000 (P.Y. 2,95,00,000) Equity Shares of ₹ 10/- each		
As at March 31, 2021	29500000	295.00
Add: Equity shares issued during the year	-	-
As at March 31, 2022	29500000	295.00
Add: Equity shares issued during the year	-	-
As at March 31, 2023	29500000	295.00

**B. Other Equity**

For the year ended March 31, 2023

Rs. in Millions

Particulars	Reserves and Surplus				Employee Benefit through OCI	Total
	General Reserve	Security Premium	Revaluation Reserve	Retained Earnings		
Balance as at 01/04/2022	108.58	49.50	362.47	36.32	0.27	557.14
Changes in accounting policy or prior period error						
Profit(Loss) for the period	50.00	-	-	407.36	0.19	457.56
Transfer to General Reserve	-	-	-	-50.00	-	-50.00
Balance as at 31/03/2023	158.58	49.50	362.47	393.68	0.46	964.70

For the year ended March 31, 2022

Rs. in Millions

Particulars	Reserves and Surplus				Employee Benefit through OCI	Total
	General Reserve	Security Premium	Revaluation Reserve	Retained Earnings		
Balance as at 01/04/2021	58.58	49.50	362.47	-72.89	-	397.66
Changes in accounting policy or prior period error						
Profit(Loss) for the period	50.00	-	-	159.21	0.27	209.48
Transfer to General Reserve	-	-	-	-50.00	-	-50.00
Balance as at 31/03/2022	108.58	49.50	362.47	36.32	0.27	557.14

For the year ended March 31, 2021

Rs. in Millions

Particulars	Reserves and Surplus				Employee Benefit through OCI	Total
	General Reserve	Security Premium	Revaluation Reserve	Retained Earnings		
Balance as at 01/04/2020	270.00	49.50	-	-61.13	-	258.37
Changes in accounting policy or prior period error						
Profit(Loss) for the period	50.00	-	-	139.30	-	189.30
Less Transferred To Revaluation Reserve	-261.42	-	362.47	-101.05	-	-
Balance as at 31/03/2021	58.58	49.50	362.47	-72.89	-	397.66


The accompanying notes (1 to 44) are integral part of the Standalone Financial Statements

As per our report of even date attached

For S C Bapna & Associates

Chartered Accountants

Firm Regn. No. 115649W



Anurag Singh  
Partner  
M.No. 603600

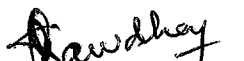
UDIN: 236036008GZYLN1043

Place: Ahmedabad

Date: 15/11/2023




For and on behalf of the Board of Directors  
SANSTAR LIMITED

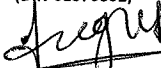
  
Gouthamchand S. Chowdhary  
(Chairman and M D)  
(DIN-00196397)

  
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Chief Financial Officer

Place: Ahmedabad

Date: 15/11/2023

  
Sambhav G. Chowdhary  
(Joint M D)  
(DIN-01370802)

  
CS Jagun Shah  
Company Secretary



**SANSTAR LIMITED**  
**STANDALONE SIGNIFICANT ACCOUNTING POLICIES TO THE FINANCIAL STATEMENTS**  
Forming part of Standalone Financial Statements

**Corporate Information**

Sanstar Limited is a Public incorporated on 26 February 1982. It is classified as Non-govt company and is registered at Registrar of Companies, Ahmedabad. Sanstar Limited's Corporate Identification Number is (CIN) U15400GJ1982PLC072555. Its Email address is md@sanstar.in and its registered address is "SANSTAR HOUSE" NR. - PARIMAL UNDER BRIDGE, OPP. - SUVIDHA SHOPPING CENTRE, PALDI, AHMEDABAD GJ 380007 IN.

Sanstar is one of the largest corn wet millers in India having a diverse product portfolio of Malze Starches, Tapioca Starches, Modified Starches, Liquid Glucose, Malto Dextrin, High maltose Corn Syrup & many more

Company has no holding, Subsidiary Company.

**A. Significant Accounting policies**

**I. Statement of compliance:**

The standalone financial statements have been specifically prepared for inclusion in the document to be filed by the Company with the Securities and Exchange Board of India ("SEBI"), Registrar of Companies ("RoC") and Stock Exchanges in connection with the proposed Initial Public Offering ('IPO') of equity shares of the Company (referred to as the "Issue").

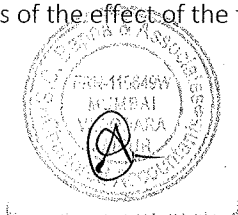
The Standalone Financial Statement comprise of the standalone statement of assets and liabilities as at, March 31, 2023, March 31, 2022 the standalone statement of profit and loss, the standalone statement of changes in equity and standalone statement of cash flows for years ended March 31, 2023 March 31, 2022 and accompanying standalone statements of significant accounting policies and notes to standalone Financial Statement (hereinafter collectively referred to as "the Standalone Financial Statement").

The standalone Financial Statement has been prepared to comply in all material respects with the requirements of Section 26 of Part I of Chapter III of the Companies Act, 2013 ("the Act") and the Securities and Exchange Board of India (Issue of Capital and Disclosure requirements) Regulations, 2018 ("ICDR Regulations").

These Financial Statements have been prepared in accordance with Indian Accounting Standards (referred to as "Ind AS") as prescribed under Section 133 of the Companies Act, 2013 (Act) read with Companies (Indian Accounting Standards) Rules as amended from time to time. The Financial Statements have been prepared under historical cost convention basis except for certain financial assets and financial liabilities which have been measured at fair value. Accounting policies have been consistently applied except where a newly-issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

The Company has adopted all the Ind AS standards and the adoption was carried out in accordance with Ind AS 101, First-Time Adoption of Indian Accounting Standards.

The transition was carried out from Indian Accounting Principles generally accepted in India as prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (IGAAP), which was the previous GAAP. Reconciliations and descriptions of the effect of the transition have been given.



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Exemptions / Exceptions availed:

Being first time adoption of IND AS, the company has availed the following exemptions as granted under Appendix C & D of IND AS 101: -

- a. Carrying values for all of its Property, Plant and Equipment, Intangible assets and Investment property as at the date of transition to IND AS, measured as per previous GAAP have been treated as their deemed costs as at the date of transition.

**II. Basis of preparation and presentation:**

The accounts have been prepared in accordance with IND AS and Disclosures thereon comply with requirements of IND AS, stipulations contained in Schedule- III (revised) as applicable under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules 2014, Companies (Indian Accounting Standards) Rules 2015 as amended from time to time and rules & guidelines issued by SEBI as applicable.

**III. Use of estimates & Judgments**

The preparation of these financial statements in conformity with the recognition and measurement principles of Ind AS requires management of the Company to make informed judgments, reasonable assumptions and estimates that affect the amounts reported balances of Assets and Liabilities, disclosures of contingent Liabilities as at the date of the financial statements and the reported amounts of income and expense for the periods presented. Uncertainty about these could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in the future periods. These assumptions and estimates are reviewed periodically based on the most recently available information. Revisions to accounting estimates are recognized prospectively in the Statement of Profit & Loss in the period in which the estimates are revised and in any future periods affected.

In the assessment of the Company, the most significant effects of use of judgments and/or estimates on the amounts recognized in the financial statements are in respect of the following:

- Useful lives of property, plant & equipment;
- Valuation of inventories;
- Measurement of recoverable amounts of assets / cash-generating units;
- Assets and obligations relating to employee benefits;
- Evaluation of recoverability of deferred tax assets; and
- Provisions and Contingencies

**IV. Functional and presentation currency:**

These financial statements are presented in Indian Rupees (INR), which is the Company's functional currency. All Financial Statement presented in INR has been rounded to the nearest Millions, except as stated otherwise.



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**V. Significant accounting policies**

**A. Revenue recognition**

Revenue from contract with customers Revenue from contracts with customers is recognized upon transfer of control of promised goods/ products to customers at an amount that reflects the consideration to which the Company expect to be entitled for those goods/ products. To recognize revenues, the Company applies the following five-step approach:

- Identify the contract with a customer,
- Identify the performance obligations in the contract,
- Determine the transaction price,
- Allocate the transaction price to the performance obligations in the contract, and
- Recognize revenues when a performance obligation is satisfied.

**1. Sale of goods**

Revenue from the sale of goods is recognized when the significant risks and rewards of ownership of the goods have passed to the buyer and no significant uncertainty exists regarding the amount of the consideration that will be derived from the sale of goods. Revenue from the sale of goods is measured at the fair value of the consideration received or receivable, net of returns and allowances, related discounts & incentives and volume rebates. It includes excise duty and excludes value added tax/ sales tax/goods and service tax.

**2. Interest income**

For all financial instruments measured either at amortized cost or at fair value through other comprehensive income, interest income is recorded using the effective interest rate (EIR), which is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset or to the amortized cost of a financial liability. Interest income is included in other income in the statement of profit and loss.

**3. Dividends**

Dividend income is accounted for when the right to receive the same is established, which is generally when shareholders approve the dividend.

**4. Insurance Claim**

Insurance claims are accounted for on the basis of claims admitted by the insurers.

**5. Other Income**

Other incomes have been recognized on accrual basis in financial statements except for cash flow information.

**B. Borrowing costs**

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the asset. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that a company incurs in connection with the borrowing of funds.



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Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying asset is deducted from the borrowing costs eligible for capitalization.

**C. Export Benefits**

Duty free imports of raw materials under advance license for imports, as per the Foreign Trade Policy, are matched with the exports made against the said licenses and the net benefits / obligations are accounted by making suitable adjustments in revenue from operation.

**D. Taxes**

**1. Current income tax**

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on the rates and tax laws enacted or substantively enacted, at the reporting date in the country where the entity operates and generates taxable income.

Current tax items are recognized in correlation to the underlying transaction either in OCI or directly in equity.

Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

**2. Deferred tax**

Deferred tax is provided using the balance sheet approach on temporary differences at the reporting date between the tax bases of assets and liabilities and their corresponding carrying amounts for the financial reporting purposes.

Deferred tax assets are the amounts of income taxes recoverable in future periods in respect of:

- i. deductible temporary differences;
- ii. the carry forward of unused tax losses; and
- iii. the carry forward of unused tax credits.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized. Unrecognized deferred tax assets are re-assessed at each reporting date and are recognized to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognized outside profit or loss is (either in other comprehensive income or in equity). Deferred tax items are recognized in correlation to the underlying transaction either in OCI or directly in equity.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.



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**E. Leases**

**Company as a lessee**

**Short-term leases and leases of low-value assets**

The Company applies the short-term lease recognition exemption to its short-term leases of machinery and equipment (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases of office equipment that are considered to be low value.

Lease payments on short-term leases and leases of low-value assets are recognized as expense on a straight-line basis over the lease term.

Leases in which a significant portion of risk and rewards of ownership are not transferred to the company as lessee are classified as operating leases. Payments made under operating leases are charged to profit & loss account on accrued basis.

**F. Employee Benefits**

Employee benefits include Provident Fund, Superannuation Fund, Employee State Insurance Scheme, Gratuity Fund.

**Defined Contribution Plans**

The Company's contribution to Provident Fund, Superannuation Fund and Employee State Insurance Scheme are considered as defined contribution plans and are charged as an expense based on the amount of contribution required to be made and when services are rendered by the employees.



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**Defined Benefit Plans**

For Defined Benefit Plans in the form of Gratuity Fund, the cost of providing benefits is determined using the Projected Unit Credit method, with actuarial valuations being carried out at each balance sheet date. Remeasurement, comprising actuarial gains and losses and the return on plan assets (excluding net interest) is reflected immediately in the Balance Sheet with a charge or credit recognised in Other Comprehensive Income in the period in which they occur. Remeasurement recognised in Other Comprehensive Income is reflected immediately in retained earnings and is not reclassified to Profit and Loss. Past service cost is recognised immediately for both vested and the non-vested portion. The retirement benefit obligation recognised in the Balance Sheet represents the present value of the defined benefit obligation, as reduced by the fair value of scheme assets. Any asset resulting from this calculation is limited taking into account the present value of available refunds and reductions in future contributions to the schemes.

**Short Term and Other Long Term Employee Benefits**

A liability is recognised for benefits accruing to employees in respect of wages and salaries, annual leave and sick leave in the period the related service is rendered at the undiscounted amount of the benefits expected to be paid in exchange for that service.

Liabilities recognised in respect of short-term employee benefits, employee benefits are measured at the undiscounted amount of the benefits expected to be paid in exchange for the related service.

Liabilities recognised in respect of other long-term employee benefits are measured at the present value of the estimated future cash outflows expected to be made by the Company in respect of services provided by employees up to the reporting date.

**G. Property, plant and equipment**

Freehold land is carried at historical cost. All other items of property, plant and equipment are stated at acquisition cost of the items. Acquisition cost includes expenditure that is directly attributable to getting the asset ready for intended use. Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

An item of spare parts that meets the definition of 'property, plant and equipment' is recognized as property, plant and equipment. The depreciation on such an item of spare part will begin when the asset is available for use i.e. when it is in the location and condition necessary for it to be capable of operating in the manner intended by management. In case of a spare part, as it may be readily available for use, it may be depreciated from the date of purchase of the spare part.

Capital work in progress is stated at cost and net of accumulated impairment losses, if any. All the direct expenditure related to implementation including incidental expenditure incurred during the period of implementation of a project, till it is commissioned, is accounted as Capital work in progress (CWIP) and after commissioning the same is transferred / allocated to the respective item of property, plant and equipment.

Pre-operating costs, being indirect in nature, are expensed to the statement of profit and loss as and when incurred.



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The present value of the expected cost for the decommissioning of an asset after its use is included in the cost of the respective asset if the recognition criteria for a provision are met.

Property, plant and equipment are eliminated from financial statement, either on disposal or when retired from active use. Losses arising in the case of retirement of property, plant and equipment are recognized in the statement of profit and loss in the year of occurrence.

**Depreciation methods, estimated useful lives and residual value**

Depreciation is calculated to allocate the cost of assets, net of their residual values, over their estimated useful lives. Components having value significant to the total cost of the asset and life different from that of the main asset are depreciated over its useful life. However, land is not depreciated. The useful lives so determined are as follows:

Assets	Estimated useful life
Lease hold land	Lease term (99 years)
Buildings	30 to 60 years
Plant and machinery	10 to 40 years
Furniture and fixtures	10 years
Office equipment	10 years
Vehicles	8 to 10 years

Depreciation on fixed assets has been provided in the accounts based on useful life of the assets prescribed in Schedule II to the companies Act, 2013 based on Straight Line Method.

Depreciation on additions is calculated on pro rata basis with reference to the date of addition.

Depreciation on assets sold/ discarded, during the period, has been provided up to the preceding month of sale / discarded.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in profit or loss within other gains / (losses).

**H. Intangible Assets**

Intangible asset purchased are measured at cost less accumulated amortization and accumulated impairment, if any and are amortized as per the useful life on written down value basis, as per the rates specified in the Companies Act, 2013.

**I. Inventories**

Inventories are valued at the lower of cost and net realizable value.

- 1. Raw materials:** cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. **Cost is determined on cost basis.** Cost is determined based on **First in First Out Method.**
- 2. Finished goods and work in progress:** cost includes cost of direct materials and labor and a proportion of manufacturing overheads based on the normal operating capacity, but excluding



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borrowing costs. Cost is determined on lower of cost or net realizable value. Cost is determined based on First in First Out Method.

3. **Stores and spares:** cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on Cost basis. An item of spare parts that does not meet the definition of 'property, plant and equipment' has to be recognized as a part of inventories.

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

4. **By Products:**  
The allocation may be based, on the relative sales value of each product either at the stage in the production process when the products become separately identifiable, or at the completion of production. Most by-products, by their nature, are immaterial. When this is the case, they are often measured at net realizable value and this value is deducted from the cost of the main product.

**J. Financial Instruments**

• **Financial assets**

i. **Initial recognition and measurement**

All financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

Financial assets are classified, at initial recognition, as financial assets measured at fair value or as financial assets measured at amortized cost.

ii. **Subsequent measurement**

For purposes of subsequent measurement, financial assets are classified in four categories:

- a. Debt instruments at amortized cost
- b. Debt instruments at fair value through other comprehensive income (FVTOCI)
- c. Financial assets at fair value through profit or loss (FVTPL)
- d. Equity instruments measured at fair value through other comprehensive income (FVTOCI)

iii. **Debt instruments at amortized cost**

A 'debt instrument' is measured at the amortized cost if both the following conditions are met:

- a. The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- b. Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate (EIR) method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance income in the profit or loss. The losses arising from impairment are recognized in the profit or loss. This category generally applies to trade and other receivables.





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**iv. Financial instrument at FVTPL**

FVTPL is a residual category for debt instruments. Any debt instrument, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL.

In addition, the company may elect to designate a debt instrument, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch'). The company has not designated any debt instrument as at FVTPL.

Debt instruments included within the FVTPL category are measured at fair value with all changes recognized in the P&L.

**v. Equity investments**

All equity investments in scope of Ind AS 109 are measured at fair value. Equity instruments which are held for trading and contingent consideration recognized by an acquirer in a business combination to which Ind AS103 applies are classified as at FVTPL. For all other equity instruments, the company may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The company makes such election on an instrument by-instrument basis. The classification is made on initial recognition and is irrevocable.

If the company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to P&L, even on sale of investment. However, the company may transfer the cumulative gain or loss within equity.

Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the P&L.

**vi. Impairment of financial assets**

The company assesses impairment based on expected credit loss (ECL) model to the following:

- a. Financial assets measured at amortized cost;
- b. Financial assets measured at fair value through other comprehensive income (FVTOCI);

Expected credit losses are measured through a loss allowance at an amount equal to:

- a. The 12-months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date);  
or
- b. Full time expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument).

The company follows 'simplified approach' for recognition of impairment loss allowance on:

- a. Trade receivables or contract revenue receivables; and

Under the simplified approach, the company does not track changes in credit risk. Rather, it recognizes impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.



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The company uses a provision matrix to determine impairment loss allowance on the portfolio of trade receivables. The provision matrix is based on its historically observed default rates over the expected life of the trade receivable and is adjusted for forward looking estimates. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analyzed.

For recognition of impairment loss on other financial assets and risk exposure, the company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognizing impairment loss allowance based on 12-month ECL.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months after the reporting date.

ECL impairment loss allowance (or reversal) recognized during the period is recognized as income/expense in the statement of profit and loss (P&L). This amount is reflected under the head 'other expenses' in the P&L.

**vii. Financial assets measured as at amortized cost, contractual revenue receivables and lease receivables**

ECL is presented as an allowance, i.e., as an integral part of the measurement of those assets in the balance sheet. The allowance reduces the net carrying amount. Until the asset meets write-off criteria, the company does not reduce impairment allowance from the gross carrying amount.

For assessing increase in credit risk and impairment loss, the company combines financial instruments on the basis of shared credit risk characteristics with the objective of facilitating an analysis that is designed to enable significant increases in credit risk to be identified on a timely basis.

The company does not have any purchased or originated credit-impaired (POCI) financial assets, i.e., financial assets which are credit impaired on purchase/ origination.

• **Financial liabilities**

**i. Initial recognition and measurement**

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts.

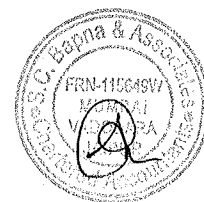
**ii. Subsequent measurement**

The measurement of financial liabilities depends on their classification, as described below:

- a. Financial liabilities at fair value through profit or loss
- b. Loans and borrowings
- c. Financial guarantee contracts

**iii. Financial liabilities at FVTPL**

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Financial



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liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term.

Gains or losses on liabilities held for trading are recognized in the profit or loss.

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated as such at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains/ losses attributable to changes in own credit risk is recognized in OCI. These gains/losses are not subsequently transferred to P&L. However, the company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognized in the statement of profit and loss. The company has not designated any financial liability as at fair value through profit and loss.

**iv. Loans and borrowings**

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortized cost using the EIR method. Gains and losses are recognized in profit or loss when the liabilities are derecognized as well as through the EIR amortization process. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the statement of profit and loss.

• **Off-setting of financial instruments**

Financial assets and financial liabilities are offset and the net amount is reported in the standalone balance sheet if there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously.

**K. Cash and cash equivalents**

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value. For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the company's cash management.

**L. Segment Reporting**

The Chief Operational Decision Maker monitors the operating results of its business Segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the financial statements.

The Operating segments have been identified on the basis of the nature of products/services.

The accounting policies adopted for segment reporting are in line with the accounting policies of the company. Segment revenue, segment expenses, segment assets and segment liabilities have been identified to segments on the basis of their relationship to the operating activities of the segment. Inter Segment revenue is accounted on the basis of transactions which are primarily determined based on market/fair value factors. Revenue, expenses, assets and liabilities which relate to the company as a whole and are not allocated to segments on a reasonable basis have been included under "unallocated revenue / expenses / assets / liabilities".



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The company operates in one business segment i.e. Corn Wet Milling comprising mainly manufacture of starches, its derivatives and by product as single operating segment for the purpose of making decision on allocation of resources and assessing its performance.

These, in the context of Ind AS 108 on Operating Segments Reporting are considered to constitute single business segment.

**M. Provisions, Contingent liabilities, Contingent assets and Commitments**

**General**

Provisions are recognized when the company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the company expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

Contingent liability is disclosed in the case of:

1. A present obligation arising from the past events, when it is not probable that an outflow of resources will be required to settle the obligation;
2. A present obligation arising from the past events, when no reliable estimate is possible;
3. A possible obligation arising from the past events, unless the probability of outflow of resources is remote.

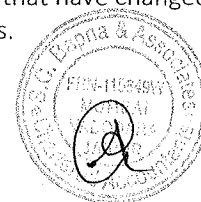
Commitments include the amount of purchase order (net of advances) issued to parties for completion of assets.

The company provides for the expenses to reclaim the quarries used for mining. The total estimate of reclamation expenses is apportioned over the estimate of mineral reserves and a provision is made based on the minerals extracted during the year. Mines reclamation expenses are incurred on an ongoing basis and until the closure of the mine. The actual expenses may vary based on the nature of reclamation and the estimate of reclamation expenditure.

Provisions, contingent liabilities, contingent assets and commitments are reviewed at each balance sheet date.

**N. Earnings per share**

Basic earnings per share are calculated by dividing the net profit for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the company's earnings per share is the net profit for the period after deducting preference dividends and any attributable tax thereto for the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares that have changed the number of equity shares outstanding, without a corresponding change in resources.



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For the purpose of calculating diluted earnings per share, the profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares. Dilutive potential equity shares are deemed converted as of the beginning of the period, unless they have been issued at a later date. The diluted potential equity shares have been arrived at, assuming that the proceeds receivable were based on shares having been issued at the average market value of the outstanding shares. In computing dilutive earnings per share, only potential equity shares that are dilutive and that would, if issued, either reduce future earnings per share or increase loss per share, are included.

**O. Statement of cash flows**

Cash flow are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals of 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 finance activities of the company are segregated.

**P. Current and non-current classification**

The company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

- i. Expected to be realized or intended to be sold or consumed in normal operating cycle;
- ii. Held primarily for the purpose of trading;
- iii. Expected to be realized within twelve months after the reporting period, or
- iv. Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is current when:

- i. It is expected to be settled in normal operating cycle;
- ii. It is held primarily for the purpose of trading;
- iii. It is due to be settled within twelve months after the reporting period, or
- iv. There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

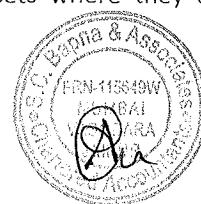
**Operating Cycle**

The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The company has identified twelve months as its operating cycle.

**Q. Foreign currency translation**

The company's financial statements are presented in INR, which is also the company's functional currency. Foreign currency transactions relating to sale of goods are translated at the rates prevailing at the time of settlement of transactions. The transactions remain unsettled as on the balance sheet date are translated at the contracted rates (where applicable) or the exchange rates prevailing at the end of the accounting year.

Any income or expenditure on account of exchange difference (on transaction) is recognized in the profit and loss account except Long term liabilities relating to acquisition of fixed assets where they are adjusted to the cost of asset and depreciated over the balance life of the assets.



**SANSTAR LIMITED**  
**STANDALONE SIGNIFICANT ACCOUNTING POLICIES TO THE FINANCIAL STATEMENTS**  
Forming part of Standalone Financial Statements

**Transactions and balances**

Transactions in foreign currencies are initially recorded by the company's entities at their respective functional currency spot rates at the date the transaction first qualifies for recognition.

Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date. Gain and losses are recognized in Profit and Loss Account.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognized in OCI or profit or loss are also recognized in OCI or profit or loss, respectively).

**R. Exceptional items**

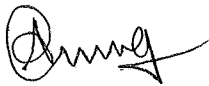
Certain occasions, the size, type or incidence of an item of income or expense, pertaining to the ordinary activities of the company is such that its disclosure improves the understanding of the performance of the company, such income or expense is classified as an exceptional item and accordingly, disclosed in the notes accompanying to the financial statements.

**S. Rounding off**

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

**Significant Accounting Policies**

As per my report of even date attached  
For M/s S C Bapna & Associates  
Chartered Accountants  
Firm Regn. No. 115649W



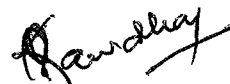
**Anurag Singh**  
Partner  
M.No. 603600



UDIN: 23603600BGZYLN1043

Place: Ahmedabad  
Date: 15.11.2023

For and on behalf of the Board  
Directors of  
SANSTAR LIMITED




**Gautam S. Chowdhary**  
( Director )  
(DIN-00196397)



**CA. Harish S. Maheshwary**  
Chief Financial Officer

Place: Ahmedabad  
Date: 15.11.2023



**Sambhav G. Chowdhary**  
(Director)  
(DIN-01370802)



**CS Fagun Shah**  
Company Secretary

**SANSTAR LIMITED**  
Notes to Standalone Financial Statements

**2. Property, Plant and Equipment**

As at March 31, 2023

Rs. in Millions

Description of Assets	Land	Building	Plant and Equipment	Electrical Installation	Vehicles	Computers	Office Equipment	Furniture & Fixture	Total
<b>I. Gross Block</b>									
Balance as at 1st April, 2022	307.49	386.22	713.54	87.50	10.69	0.27	0.85	4.25	1510.79
Additions during the year	-	7.65	347.14	-	10.27	0.18	0.98	0.26	366.47
Disposals during the year	-	-	-	-	-	-	-	-	-
<b>Balance as at March 31, 2023</b>	<b>307.49</b>	<b>393.86</b>	<b>1060.68</b>	<b>87.50</b>	<b>20.95</b>	<b>0.46</b>	<b>1.83</b>	<b>4.51</b>	<b>1877.76</b>
<b>II. Accumulated depreciation</b>									
Balance as at 1st April, 2022	-	28.70	130.35	18.12	0.58	0.12	0.33	1.23	179.43
Depreciation expense for the year	-	14.48	67.81	8.96	1.72	0.08	0.31	0.62	93.99
Disposals during the year	-	-	-	-	-	-	-	-	-
<b>Balance as at March 31, 2023</b>	<b>-</b>	<b>43.19</b>	<b>198.15</b>	<b>27.08</b>	<b>2.31</b>	<b>0.20</b>	<b>0.64</b>	<b>1.85</b>	<b>273.41</b>
<b>III. Net Block</b>									
<b>As at March 31, 2023</b>	<b>307.49</b>	<b>350.68</b>	<b>862.52</b>	<b>60.42</b>	<b>18.65</b>	<b>0.25</b>	<b>1.19</b>	<b>2.65</b>	<b>1603.85</b>

As at March 31, 2022

Rs. in Millions

Description of Assets	Land	Building	Plant and Equipment	Electrical Installation	Vehicles	Computers	Office Equipment	Furniture & Fixture	Total
<b>I. Gross Block</b>									
Balance as at 1st April, 2021	307.49	380.11	712.68	87.50	0.16	0.10	0.71	4.25	1492.98
Additions during the year	-	6.11	0.85	-	10.53	0.17	0.14	-	17.80
Disposals during the year	-	-	-	-	-	-	-	-	-
<b>Balance as at March 31, 2022</b>	<b>307.49</b>	<b>386.22</b>	<b>713.54</b>	<b>87.50</b>	<b>10.69</b>	<b>0.27</b>	<b>0.85</b>	<b>4.25</b>	<b>1510.79</b>
<b>II. Accumulated depreciation</b>									
Balance as at 1st April, 2021	-	14.28	65.04	9.06	0.05	0.06	0.16	0.61	89.26
Depreciation expense for the year	-	14.42	65.31	9.06	0.54	0.06	0.17	0.61	90.17
Disposals during the year	-	-	-	-	-	-	-	-	-
<b>Balance as at March 31, 2022</b>	<b>-</b>	<b>28.70</b>	<b>130.35</b>	<b>18.12</b>	<b>0.58</b>	<b>0.12</b>	<b>0.33</b>	<b>1.23</b>	<b>179.43</b>
<b>III. Net Block</b>									
<b>As at March 31, 2022</b>	<b>307.49</b>	<b>357.51</b>	<b>583.19</b>	<b>69.38</b>	<b>10.10</b>	<b>0.15</b>	<b>0.52</b>	<b>3.02</b>	<b>1331.36</b>

As at March 31, 2021

Rs. in Millions

Description of Assets	Land	Building	Plant and Equipment	Electrical Installation	Vehicles	Computers	Office Equipment	Furniture & Fixture	Total
<b>I. Gross Block</b>									
Balance as at 1st April, 2020	307.49	379.04	703.09	87.50	0.16	0.10	0.58	4.25	1482.20
Additions during the year	-	1.07	9.59	-	-	-	0.13	-	10.79
Disposals during the year	-	-	-	-	-	-	-	-	-
<b>Balance as at March 31, 2021</b>	<b>307.49</b>	<b>380.11</b>	<b>712.68</b>	<b>87.50</b>	<b>0.16</b>	<b>0.10</b>	<b>0.71</b>	<b>4.25</b>	<b>1492.98</b>
<b>II. Accumulated depreciation</b>									
Balance as at 1st April, 2020	-	-	-	-	-	-	-	-	-
Depreciation expense for the year	-	14.28	65.04	9.06	0.05	0.06	0.16	0.61	89.26
Disposals during the year	-	-	-	-	-	-	-	-	-
<b>Balance as at March 31, 2021</b>	<b>-</b>	<b>14.28</b>	<b>65.04</b>	<b>9.06</b>	<b>0.05</b>	<b>0.06</b>	<b>0.16</b>	<b>0.61</b>	<b>89.26</b>
<b>III. Net Block</b>									
<b>As at March 31, 2021</b>	<b>307.49</b>	<b>365.83</b>	<b>647.65</b>	<b>78.44</b>	<b>0.11</b>	<b>0.04</b>	<b>0.55</b>	<b>3.63</b>	<b>1403.73</b>



SANSTAR LIMITED						
Notes to Standalone Financial Statements						
3. Capital Work in Progress (CWIP)		As at March 31, 2023	As at March 31, 2022	As at March 31, 2021		
		Rs. in Millions	Rs. in Millions	Rs. in Millions		
Capital Work in Progress		9.09	32.65	5.07		
	<b>Total</b>	<b>9.09</b>	<b>32.65</b>	<b>5.07</b>		
<b>CWIP Ageing Schedule</b>						
<b>As at March 31, 2023</b>						
Rs. in Millions						
CWIP	Amount in CWIP for a period of				Total	
	Less than 1 year	1-2 years	2-3 years	More than 3 years		
Projects in progress	9.09	-	-	-	9.09	
<b>Total</b>	<b>9.09</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9.09</b>	
<b>As at March 31, 2022</b>						
Rs. in Millions						
CWIP	Amount in CWIP for a period of				Total	
	Less than 1 year	1-2 years	2-3 years	More than 3 years		
Projects in progress	32.65	-	-	-	32.65	
<b>Total</b>	<b>32.65</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>32.65</b>	
<b>As at March 31, 2021</b>						
Rs. in Millions						
CWIP	Amount in CWIP for a period of				Total	
	Less than 1 year	1-2 years	2-3 years	More than 3 years		
Projects in progress	5.07	-	-	-	5.07	
<b>Total</b>	<b>5.07</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5.07</b>	





**SANSTAR LIMITED**  
Notes to Standalone Financial Statements

4 Other financial assets	As at	As at	As at
	March 31, 2023	March 31, 2022	March 31, 2021
	Rs. in Millions	Rs. in Millions	Rs. in Millions
Security deposits	2.55	1.59	1.89
Fixed deposits with maturity of more than 12 months	2.87	0.10	-
	<b>5.42</b>	<b>1.69</b>	<b>1.89</b>

\* All Lien marked FD maintain as Margin Money for Bank Guarantee, Letter of Credits and Overdraft Facilities.

5 Inventories	As at	As at	As at
	March 31, 2023	March 31, 2022	March 31, 2021
	Rs. in Millions	Rs. in Millions	Rs. in Millions
Raw Material	35.80	19.28	82.15
Work - in - Process	2.60	1.46	1.44
Finished Goods	24.50	36.93	35.06
Stores, Chemicals, Packing, Oil & Fuel Material	8.71	7.90	9.26
Goods in Transit	53.75	60.93	18.38
	<b>125.36</b>	<b>126.50</b>	<b>146.29</b>

6 Trade Receivables	As at	As at	As at
	March 31, 2023	March 31, 2022	March 31, 2021
	Rs. in Millions	Rs. in Millions	Rs. in Millions
Undisputed Trade receivables - Considered good	414.16	402.42	209.10
Less ECL	-0.03	-0.19	-0.28
	<b>414.12</b>	<b>402.23</b>	<b>208.82</b>

**Trade Receivables Ageing Schedule**

As at March 31, 2023							Rs. in Millions
Sr No	Particulars	Outstanding for following periods from Invoice date					Total
		Less than 6 months	6 Months - 1 year	1 Year - 2 year	2-3 Years	More than 3 years	
1	Undisputed Trade receivables - Considered good	412.47	1.68	-	-	-	414.16
	<b>Total</b>	<b>412.47</b>	<b>1.68</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>414.16</b>

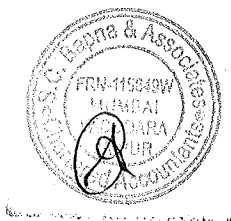
As at March 31, 2022							Rs. in Millions
Sr No	Particulars	Outstanding for following periods from Invoice date					Total
		Less than 6 months	6 Months - 1 year	1 Year - 2 year	2-3 Years	More than 3 years	
1	Undisputed Trade receivables - Considered good	401.95	0.14	0.33	-	-	402.42
	<b>Total</b>	<b>401.95</b>	<b>0.14</b>	<b>0.33</b>	<b>-</b>	<b>-</b>	<b>402.42</b>

As at March 31, 2021							Rs. in Millions
Sr No	Particulars	Outstanding for following periods from Invoice date					Total
		Less than 6 months	6 Months - 1 year	1 Year - 2 year	2-3 Years	More than 3 years	
1	Undisputed Trade receivables - Considered good	207.35	1.75	-	-	-	209.10
	<b>Total</b>	<b>207.35</b>	<b>1.75</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>209.10</b>

7 Cash and Cash Equivalents	As at	As at	As at
	March 31, 2023	March 31, 2022	March 31, 2021
	Rs. in Millions	Rs. in Millions	Rs. in Millions
<b>Cash and Cash Equivalents</b>			
Balances with Banks	59.55	2.26	3.03
Cash on Hand	0.58	0.61	0.51
Fixed deposits with maturity of less than 3 months	1.02	3.56	1.02
	<b>61.15</b>	<b>6.43</b>	<b>4.57</b>
<b>Bank balances other than cash and cash equivalents</b>			
Fixed Deposits (Due with in 1 year)*	2.60	11.71	0.11
	<b>2.60</b>	<b>11.71</b>	<b>0.11</b>
<b>Total Cash and Bank Balances</b>	<b>63.75</b>	<b>18.14</b>	<b>4.68</b>

\* All Lien marked FD maintain as Margin Money for Bank Guarantee, Letter of Credits and Overdraft Facilities.

8 Other Financial assets	As at	As at	As at
	March 31, 2023	March 31, 2022	March 31, 2021
	Rs. in Millions	Rs. in Millions	Rs. in Millions
Interest Receivable	0.13	0.09	-
	<b>0.13</b>	<b>0.09</b>	<b>-</b>



**SANSTAR LIMITED**  
**Notes to Standalone Financial Statements**

**9 Other Current Assets**

	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
	Rs. in Millions	Rs. in Millions	Rs. in Millions
<b>Advances other than capital advances</b>			
Balances with Government Authorities	332.36	135.77	184.72
Advances to Suppliers	9.49	24.54	9.84
Prepaid Expenses	1.43	0.66	0.86
Advances to Staff	0.06	0.90	0.07
	<b>343.35</b>	<b>161.87</b>	<b>195.49</b>

**10 Share capital**

	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
	Rs. in Millions	Rs. in Millions	Rs. in Millions
<b>Authorised Share Capital</b>			
3,00,00,000 (P.Y. 3,00,00,000) Equity Shares of ₹ 10/- each	300.00	300.00	300.00
	<b>300.00</b>	<b>300.00</b>	<b>300.00</b>
<b>Issued, Subscribed and fully paid up Share Capital</b>			
2,95,00,000 (P.Y. 2,95,00,000) Equity Shares of ₹ 10/- each	295.00	295.00	295.00
	<b>295.00</b>	<b>295.00</b>	<b>295.00</b>

Share capital includes Rs 100.00 millions on account of issue of bonus shares (10.00 millions shares of Rs 10/- each) by capitalisation of revaluation reserve created from revaluation of fixed assets in the FY 2011-12.

**Notes:**

(a) Reconciliation of the number of the shares outstanding at the beginning and at the end of the reporting period:

	As at March 31, 2023		As at March 31, 2022		As at March 31, 2021	
	No of Shares	Rs. in Millions	No of Shares	Rs. in Millions	No of Shares	Rs. in Millions
As the beginning of the year/ period	29500000	295.00	29500000	295.00	29500000	295.00
Share capital issued during the year/ period	-	-	-	-	-	-
Outstanding at the end of the year/ period	<b>29500000</b>	<b>295.00</b>	<b>29500000</b>	<b>295.00</b>	<b>29500000</b>	<b>295.00</b>

(b) Details of shareholder(s) holding more than 5% shares in the Company	As at March 31, 2023		As at March 31, 2022		As at March 31, 2021	
	No. of Shares	% of total shares	No. of Shares	% of total shares	No. of Shares	% of total shares
1 GOUTHAMCHAND SOHANLAL CHOWDHARY	20,08,020	6.81%	20,08,020	6.81%	20,08,020	6.81%
2 SAMBHAV GAUTAM CHOWDHARY	49,70,000	16.85%	49,70,000	16.85%	49,70,000	16.85%
3 SHREYANS GAUTAM CHOWDHARY	49,43,000	16.76%	49,43,000	16.76%	49,43,000	16.76%
4 RANI GOUTHAMCHAND CHOWDHARY	24,30,000	8.24%	24,30,000	8.24%	24,30,000	8.24%
5 RICHA SAMBHAV CHOWDHARY	28,54,000	9.67%	28,54,000	9.67%	28,54,000	9.67%
6 SAMIKSHA SHREYANS CHOWDHARY	28,81,000	9.77%	28,81,000	9.77%	28,81,000	9.77%
7 SANSTAR BIOPOLYMERS LIMITED	44,80,000	15.19%	44,80,000	15.19%	44,80,000	15.19%
8 SAMBHAV STARCH PRODUCTS PVT. LTD.	19,80,000	6.71%	19,80,000	6.71%	19,80,000	6.71%
9 SANSTAR GEMS & JEWELS PRIVATE LIMITED	19,80,000	6.71%	19,80,000	6.71%	19,80,000	6.71%

(c) Shareholding of Promoters as at March 31, 2023	No. of Shares	% of total shares	% Change during the year
1 GOUTHAMCHAND SOHANLAL CHOWDHARY	20,08,020	6.81%	-
2 SAMBHAV GAUTAM CHOWDHARY	49,70,000	16.85%	-
3 SHREYANS GAUTAM CHOWDHARY	49,43,000	16.76%	-

(c) Shareholding of Promoters as at March 31, 2022	No. of Shares	% of total shares	% Change during the year
1 GOUTHAMCHAND SOHANLAL CHOWDHARY	20,08,020	6.81%	-
2 SAMBHAV GAUTAM CHOWDHARY	49,70,000	16.85%	-
3 SHREYANS GAUTAM CHOWDHARY	49,43,000	16.76%	-

(c) Shareholding of Promoters as at March 31, 2021	No. of Shares	% of total shares	% Change during the year
1 GOUTHAMCHAND SOHANLAL CHOWDHARY	20,08,020	6.81%	-
2 SAMBHAV GAUTAM CHOWDHARY	49,70,000	16.85%	-
3 SHREYANS GAUTAM CHOWDHARY	49,43,000	16.76%	-

**Details of rights, preferences and restrictions attached to the shares**

**Voting**

The Company has only one class of equity shares having a par value of ₹ 10/- per share. Each holder of equity share is entitled to one vote per share.

**Dividend**

The dividend has not been declared during the year by the Company.

**Liquidation**

In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

The Company does not have any holding Company.



**SANSTAR LIMITED**  
**Notes to Standalone Financial Statements**

**Beneficial Ownership**

As per records of the company, including its register of share holders/members and other declaration received from the share holders regarding beneficial interest, the above share holding represents both legal and beneficial ownership of shares.

Particulars	Aggregate number of shares		
	As at 31 March 2023	As at 31 March 2022	As at 31 March 2021
Equity shares with voting rights	29500000	29500000	29500000
Fully paid up pursuant to contracts without payment being received in cash	-	-	-
Fully paid up by way of bonus shares	-	-	-
Shares bought back	-	-	-

**11 Other Equity**

	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
	Rs. in Millions	Rs. in Millions	Rs. in Millions
<b>Security Premium</b>	49.50	49.50	49.50
<b>General Reserve</b>			
Opening Balance	108.58	58.58	270.00
Add : Transfer from Profit & Loss A/c	50.00	50.00	50.00
Less: Transfer to Revaluation Reserve	-	-	-261.42
Closing Balance	158.58	108.58	58.58
<b>Other Comprehensive Income</b>			
Opening Balance	0.27	-	-
Add: Remeasurements of defined benefit plans(Net)	0.19	0.27	-
Closing Balance	0.46	0.27	-
<b>Retained Earnings</b>			
Opening Balance	36.32	-72.89	-61.13
Add: Profit during the year	407.36	159.21	139.30
Less: Transfer to General Reserve	-50.00	-50.00	-50.00
Less: Transfer to Revaluation Reserve	-	-	-101.05
Closing Balance	393.68	36.32	-72.89
<b>Revaluation Reserve</b>	362.47	362.47	362.47
<b>Total Other Equity</b>	964.70	557.14	397.66

**Nature and purpose of reserves**

**(i) Security Premium**

The Security Premium account on the balance sheet represents the excess amount received by a company when issuing shares at a premium over their face value. This premium is a reserve that can be utilized for specific purposes.

**(ii) General Reserve**

General reserves are created out of profits & kept aside for general purpose and financial strengthening of the company, it doesn't have any special purpose. Further, Company has reclassified INR 261.42 Million as Revaluation Reserves from Opening Balances of General Reserves.

**(iii) Other Comprehensive Income**

- a) The fair value change of the equity instruments measured at fair value through other comprehensive income is recognised in equity instruments through Other Comprehensive Income.  
b) The remeasurement gain/(loss) on net defined benefit plans is recognised in Other Comprehensive Income net of tax.

**(iv) Retained earnings**

The amount that can be distributed by the Company as dividends to its equity shareholders is determined based on the balance in this retained earnings and also considering the requirements of the Companies Act, 2013. Further, Company has reclassified INR 101.05 Million as Revaluation Reserves from Opening Balances.

**(v) Revaluation Reserve**

Company has reclassified the amount as Revaluation Reserve of INR 362.47 Million from the General Reserve of INR 261.42 Million and Retained Earnings of INR 101.05 Million from their respective opening balances.

**12 Borrowings**

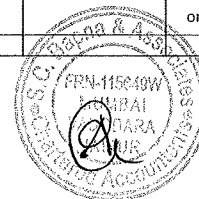
	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
	Rs. in Millions	Rs. in Millions	Rs. in Millions
<b>Non Current</b>			
<b>(i) Secured</b>			
From Banks			
Term Loan from The Karur Vysya Bank Limited	261.89	221.90	348.98
Vehicle Loan from HDFC Bank Limited	8.00	4.08	-
<b>(ii) Unsecured</b>			
From Others			
Loan From Directors & Relatives	-	72.07	60.16
Inter Corporate Deposits	179.40	277.35	385.51
<b>Total Non-current borrowings</b>	449.29	575.40	794.65



**SANSTAR LIMITED**  
Notes to Standalone Financial Statements

						Rs. in Millions
Lender	Nature of Facility	ROI %	Sanctioned Amount	Security / Principal term and	Repayment Terms	Outstanding as on 31-03-2023
The Karur Vysya Bank Ltd	Machinery Term Loan	9.25% -6 month MCLR	100.00	Paripassu charge along with other lenders participating in the expansion project) on Industrial Land & Building situated at Village Karvand with extent of 0.56 million square meters and at Village Loukiwith extent of 0.167 million square meters , Taluka Shirpur, District Dhule, Maharashtra stands in the name of SANSTAR LIMITED. Hypothecation charge on the	Repayable till 28-02-2025	34.83
The Karur Vysya Bank Ltd	Term Loan for Building	9.25% -6 month MCLR	585.00		Repayable till 31-12-2024	183.85
The Karur Vysya Bank Ltd	Machinery Term Loan	9.25% -6 month MCLR	35.20		Repayable till 30-09-2023	3.07
The Karur Vysya Bank Ltd	Machinery Term Loan	9.25% -6 month MCLR	113.60		Repayable till 30-09-2028	103.68
The Karur Vysya Bank Ltd	Machinery Term Loan	9.25% -6 month MCLR	20.20		Repayable till 30-09-2028	18.06
The Karur Vysya Bank Ltd	Machinery Term Loan	9.25% -6 month MCLR	20.20		Repayable till 30-09-2028	17.98
The Karur Vysya Bank Ltd	Machinery Term Loan	9.25% -6 month MCLR	60.00		Repayable till 30-04-2029	46.91
The Karur Vysya Bank Ltd	Machinery Term Loan	9.25% -6 month MCLR	150.00		Repayable till 18-04-2031	10.46
The Karur Vysya Bank Ltd	Machinery Term Loan	9.25% -6 month MCLR	10.00		Repayable till 30-10-2028	0.19
HDFC Bank Ltd	Auto Loan	7.25%	6.20	Hypothecation of Vehicle	48 instalments starting from 07-10-2021 and ending on 07-09-2025	4.08
HDFC Bank Ltd	Auto Loan	7.80%	6.59	Hypothecation of Vehicle	39 instalments starting from 05-12-2022 and ending on 05-01-2026	5.84
HDFC Bank Ltd	Auto Loan	8.75%	1.50	Hypothecation of Vehicle	39 instalments starting from 07-03-2023 and ending on 07-04-2026	1.47
HDFC Bank Ltd	Auto Loan	8.90%	0.70	Hypothecation of Vehicle	39 instalments starting from 07-03-2023 and ending on 07-04-2026	0.68
						<b>431.10</b>

						Rs. in Millions
Lender	Nature of Facility	ROI %	Sanctioned Amount	Security / Principal term and	Collectral Security / Other Condition	Outstanding as on 31-03-2022
The Karur Vysya Bank Ltd	Machinery Term Loan	9.25% -6 month MCLR	100.00	Paripassu charge ( along with other lenders participating in the expansion project) on Industrial Land & Building situated at Village Karvand with extent of 0.56 million square meters and at Village Loukiwith extent of 0.167 million square meters , Taluka Shirpur, District Dhule, Maharashtra stands in the name of SANSTAR LIMITED. Hypothecation charge on the Plant & Machineries which are purchased out of Bank finance.	Repayable till 28-02-2025	52.25
The Karur Vysya Bank Ltd	Term Loan for Building	9.25% -6 month MCLR	585.00		Repayable till 31-12-2024	288.90
The Karur Vysya Bank Ltd	Machinery Term Loan	9.25% -6 month MCLR	35.20		Repayable till 30-09-2023	9.20
The Karur Vysya Bank Ltd	Machinery Term Loan	9.25% -6 month MCLR	113.60		Repayable till 30-09-2028	0.00
The Karur Vysya Bank Ltd	Machinery Term Loan	9.25% -6 month MCLR	20.20		Repayable till 30-09-2028	0.08
The Karur Vysya Bank Ltd	Machinery Term Loan	9.25% -6 month MCLR	20.20		Repayable till 30-09-2028	0.08
HDFC Bank Ltd	Auto Loan	7.25%	6.20		Hypothecation of Vehicle	48 instalments starting from 07-10-2021 and ending on 07-09-2025
						<b>356.02</b>



**SANSTAR LIMITED**  
**Notes to Standalone Financial Statements**

Lender	Nature of Facility	ROI %	Sanctioned Amount	Security / Principal term and	Collectral Security / Other Condition	Rs. in Millions Outstanding as on 31-03-2021
The Karur Vysya Bank Ltd	Machinery Term Loan	9.25% -6 month MCLR	100.00	Paripassu charge ( along with other lenders participating in the expansion project) on Industrial Land & Building situated at Village Karvand with extent of 0.56 million square meters and at Village Louki with extent of 0.167 million square meters , Taluka Shirpur, District Dhule, Maharashtra stands in the name of SANSTAR LIMITED	Repayable till 28-02-2025	69.67
The Karur Vysya Bank Ltd	Term Loan for Building	9.25% -6 month MCLR	585.00		Repayable till 31-12-2024	402.54
The Karur Vysya Bank Ltd	Machinery Term Loan	9.25% -6 month MCLR	35.20		Repayable till 30-09-2023	15.33
						<b>487.54</b>

**Other Major Terms and Conditions w.r.t to Non Current Borrowings**

**Karur Vysya Bank Ltd**

**Security**

1. Personnel Guarantee of Shri Gautam Chowdhary, Sambhav Chowdhary and Shreyans Chowdhary against all Credit facilities.
2. Primary security for one facility shall be the collateral security for the other facilities

**Prepayment**

Karur Vysya Bank Ltd: 3% charges of Loan outstanding for Prepayment.

**Rate of Interest:**

Loan from Directors/Relatives: 12% p.a.

**Current borrowings**

**(i) Secured**

**From Banks**

- Working Capital Facilities from Karur Vysya Bank -Cash Credit
- Working Capital Facilities from Kotak Mahindra Bank-Cash Credit
- Working Capital Facilities from Federal Bank-Cash Credit
- Working Capital Facilities from Citi Bank - Cash Credit
- Working Capital Facilities from Hasti Co.Op. Bank

**(ii) Current maturity of term loans from Bank**

**Total Current borrowing**

	As at March 31, 2023 Rs. in Millions	As at March 31, 2022 Rs. in Millions	As at March 31, 2021 Rs. in Millions
Working Capital Facilities from Karur Vysya Bank -Cash Credit	31.49	143.14	82.07
Working Capital Facilities from Kotak Mahindra Bank-Cash Credit	0.00	1.52	-
Working Capital Facilities from Federal Bank-Cash Credit	-	-	-
Working Capital Facilities from Citi Bank - Cash Credit	170.74	-	-
Working Capital Facilities from Hasti Co.Op. Bank	-	2.14	-
<b>(ii) Current maturity of term loans from Bank</b>	<b>161.21</b>	<b>130.04</b>	<b>138.56</b>
<b>Total Current borrowing</b>	<b>363.44</b>	<b>276.84</b>	<b>220.63</b>

**Major Terms and Conditions w.r.t to Current Borrowings**

**Repayment:**

- 1) Cash Credit: Repayable on Demand
- 2) Paking Credit Facility: 6 Months
- 3) Over Draft Against Fixed Deposit: Repayable on Demand

**A. Karur Vysya Bank Ltd- Working capital limit of Rs 500 million @ 9.25 % - 6 month MCLR**

**Security:**

1. Working Capital (Fund and Non Fund Based): Hypothecation charge on the entire current assets both present and future of the Company.
2. Paripassu charge ( along with other lenders participating in the expansion project) on Industrial Land & Building situated at various survey no. of village Karvand and village Louki , Taluka Shirpur, District Dhule, Maharashtra stands in the name of SANSTAR LIMITED
3. Hypothecation charge on the Plant & Machineries which are purchased out of Bank finance.
4. Personnel Guarantee of Shri Gautam Chowdhary, Sambhav Chowdhary and Shreyans Chowdhary against all Credit facilities.
5. Overdraft against Fixed Deposit secured against lien of the Fixed Deposit.

**B. Federal Bank Ltd-Working capital limit of Rs 250 million @9.25 % linked to MCLR**

**Security**

1. Working Capital (Fund and Non Fund Based): Hypothecation charge on the entire current assets both present and future of the Company.
2. Paripassu charge ( along with other lenders participating in the expansion project) on Industrial Land & Building situated at various survey no. of village Karvand and village Louki , Taluka
3. Personnel Guarantee of Shri Gautam Chowdhary, Sambhav Chowdhary and Shreyans Chowdhary against all Credit facilities.

**C. Citi Bank Ltd- Working capital Limit of Rs 250 Million**

**Security**

1. A First Paripassu charge on Current Assets (Stock and Book Debts) of the Borrower
2. A First Paripassu charge on Movable fixed assets (excluding those funded out of term loan) of the Borrower
3. A First Paripassu charge on Land and Building situated at various survey number of village Karvand Taluka shirpur, District Dhule, Maharashtra
4. Personnel Guarantee of Shri Gautam Chowdhary, Sambhav Chowdhary and Shreyans Chowdhary against all Credit facilities.

**Note: Pari Pasu Charge is pending, Mortgage and Hypothecation Deed is pending to be entered.**

**E. Kotak Mahindra Bank Ltd**

This Facility has been closed w.e.f 24th February,2022.

**F. Hasti Co-Operative Bank**

1. Overdraft Against Fixed Deposit: Lien Against Fixed deposit
2. This Facility has been closed w.e.f 3rd March,2023.



SANSTAR LIMITED  
Notes to Standalone Financial Statements

13 Other Financial Liabilities	As at	As at	As at
	March 31, 2023	March 31, 2022	March 31, 2021
	Rs. in Millions	Rs. in Millions	Rs. in Millions
<b>Non Current</b>			
Security Deposits	-	0.50	0.50
	-	0.50	0.50
<b>Current</b>			
Payable against Capital Goods			
- Others	12.99	0.23	-
- MSME	7.89	2.31	0.38
Interest Accrued but not due	0.85	0.10	0.26
	21.74	2.64	0.64

14 Provisions	As at	As at	As at
	March 31, 2023	March 31, 2022	March 31, 2021
	Rs. in Millions	Rs. in Millions	Rs. in Millions
<b>Non Current</b>			
Provision for Gratuity	0.82	0.37	2.39
	0.82	0.37	2.39
<b>Current</b>			
Provisions for Gratuity	0.97	0.86	1.64
Provision for Expenses	23.14	23.80	22.85
	24.10	24.67	24.49

15 Deferred tax liabilities (net)	As at	As at	As at
	March 31, 2023	March 31, 2022	March 31, 2021
	Rs. in Millions	Rs. in Millions	Rs. in Millions
Deferred Tax Liabilities (Net)	189.45	109.57	105.70
	189.45	109.57	105.70

As at March 31, 2023

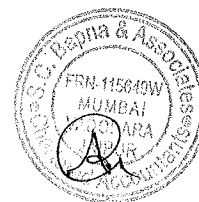
Particulars	As on April 01, 2022	Charged/ (Credited) to Profit or Loss	Charged/ (Credited) to OCI	As at March 31, 2023
<b>Deferred Tax Liability/(Assets)</b>				
Property, Plant & Equipment	108.11	78.34	-	186.45
ECL	0.06	0.04	-	0.11
GIT	2.59	1.26	-	3.85
Gratuity	-1.18	-0.29	0.06	-1.41
Finance Cost	-	0.46	-	0.46
<b>Sub Total (A)</b>	<b>109.57</b>	<b>79.82</b>	<b>0.06</b>	<b>189.45</b>

As at March 31, 2022

Particulars	As on April 01, 2021	Charged/ (Credited) to Profit or Loss	Charged/ (Credited) to OCI	As at March 31, 2022
<b>Deferred Tax Liability/(Assets)</b>				
Property, Plant & Equipment	105.76	2.34	-	108.11
ECL	0.05	0.01	-	0.06
GIT	0.90	1.69	-	2.59
Gratuity	-1.01	-0.26	0.09	-1.18
<b>Sub Total (A)</b>	<b>105.70</b>	<b>3.78</b>	<b>0.09</b>	<b>109.57</b>

As at March 31, 2021

Particulars	As on 01.04.2020	Charged/ (Credited) to Profit or Loss	Charged/ (Credited) to OCI	As at March 31, 2021
<b>Deferred Tax Liability/(Assets)</b>				
Property, Plant & Equipment	80.90	24.86	-	105.76
ECL	-	0.05	-	0.05
GIT	-	0.90	-	0.90
Gratuity	-	-1.01	-	-1.01
<b>Sub Total (A)</b>	<b>80.90</b>	<b>24.80</b>	<b>-</b>	<b>105.70</b>



**SANSTAR LIMITED**  
Notes to Standalone Financial Statements

**16 Trade Payables**

	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
	Rs. in Millions	Rs. in Millions	Rs. in Millions
<b>Current</b>			
Total outstanding dues of MSME	3.90	5.50	8.15
Total outstanding dues of creditors other than MSME	197.96	174.97	86.65
	<b>201.86</b>	<b>180.47</b>	<b>94.80</b>

**Trade Payables Ageing Schedule**

**As at March 31, 2023**

Sr No	Particulars	Outstanding for following periods from Bill date of Payment				Rs. in Millions
		Less than 1 year	1-2 years	2-3 Years	More than 3 years	Total
1	MSME	3.90	-	-	-	3.90
2	Others	189.37	0.15	0.77	7.67	197.96
3	Disputed dues - MSME	-	-	-	-	-
4	Disputed dues - Others	-	-	-	-	-
	<b>Total</b>	<b>193.27</b>	<b>0.15</b>	<b>0.77</b>	<b>7.67</b>	<b>201.86</b>

**As at March 31, 2022**

Sr No	Particulars	Outstanding for following periods from Bill date of Payment				Rs. in Millions
		Less than 1 year	1-2 years	2-3 Years	More than 3 years	Total
1	MSME	5.50	-	-	-	5.50
2	Others	165.76	1.02	1.36	6.83	174.97
3	Disputed dues - MSME	-	-	-	-	-
4	Disputed dues - Others	-	-	-	-	-
	<b>Total</b>	<b>171.26</b>	<b>1.02</b>	<b>1.36</b>	<b>6.83</b>	<b>180.47</b>

**As at March 31, 2021**

Sr No	Particulars	Outstanding for following periods from Bill date of Payment				Rs. in Millions
		Less than 1 year	1-2 years	2-3 Years	More than 3 years	Total
1	MSME	8.15	-	-	-	8.15
2	Others	78.45	1.36	6.83	-	86.65
3	Disputed dues - MSME	-	-	-	-	-
4	Disputed dues - Others	-	-	-	-	-
	<b>Total</b>	<b>86.60</b>	<b>1.36</b>	<b>6.83</b>	-	<b>94.80</b>

**Payable to MSME Suppliers**

Information required to be furnished as per Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) and Schedule III of the Companies Act, 2013. This information has been determined to the extent such parties have been identified on the basis of information available with the Company and relied upon by auditors.

Sr No	Particulars	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
1	Principal amount remaining unpaid to any supplier as at the end of each accounting year.	3.90	5.50	8.15
2	Interest amount and interest due thereon remaining unpaid to any supplier as at the end of each accounting year.	Nil	Nil	Nil
3	The amount of interest paid by the buyer in terms of section 16, of the Micro Small and Medium Enterprise Development Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year	Nil	Nil	Nil
4	The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro Small and Medium Enterprise Development Act, 2006.	Nil	Nil	Nil
5	The amount of interest accrued and remaining unpaid at the end of each accounting year;	Nil	Nil	Nil
6	The amount of further interest remaining due and payable in the succeeding years.	Nil	Nil	Nil

**17 Other Current Liabilities**

Advance Received from Customers  
Statutory Liabilities

	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
	Rs. in Millions	Rs. in Millions	Rs. in Millions
	7.74	1.44	1.84
	36.72	42.91	28.54
	<b>44.46</b>	<b>44.35</b>	<b>30.38</b>

**18 Current Tax Assets/Liabilities (Net)**

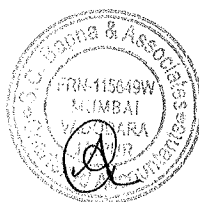
Provisions for Tax  
Less TDS Receivables and Advance taxes

	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
	Rs. in Millions	Rs. in Millions	Rs. in Millions
	51.74	56.84	-
	-41.53	-49.27	-0.88
	<b>10.21</b>	<b>7.58</b>	<b>-0.88</b>



SANSTAR LIMITED  
Notes to Standalone Financial Statements

19 Revenue from Operations	For the year ended March 31, 2023	For the year ended March 31, 2022	For the year ended March 31, 2021
	Rs. in Millions	Rs. in Millions	Rs. in Millions
<b>Sales of Products</b>			
Domestic Sales	7149.41	4962.66	3139.95
Export Sales	646.18	187.77	16.07
	<u>7795.59</u>	<u>5150.43</u>	<u>3156.02</u>
<b>Less:</b>			
Brokerage/commission	44.49	11.73	2.36
Freight	153.47	94.69	55.39
	<u>197.95</u>	<u>106.41</u>	<u>57.75</u>
<b>Total Revenue from Operations</b>	<u>7597.64</u>	<u>5044.02</u>	<u>3098.27</u>
<b>20 Other Income</b>			
	For the year ended March 31, 2023	For the year ended March 31, 2022	For the year ended March 31, 2021
	Rs. in Millions	Rs. in Millions	Rs. in Millions
Interest Received	0.90	0.39	0.17
Insurance Claim Income	0.04	0.69	-
Gain on Exchange Rate Fluctuations	10.24	2.57	0.26
Sundry Balance Written Back	-	-	-
Profit on sale of Shares	-	0.00	2.60
Profit on sale of Plant and Machinery	-	-	-
<b>Total Other income</b>	<u>11.18</u>	<u>3.65</u>	<u>3.04</u>
<b>21 Cost of Materials Consumed</b>			
	For the year ended March 31, 2023	For the year ended March 31, 2022	For the year ended March 31, 2021
	Rs. in Millions	Rs. in Millions	Rs. in Millions
Inventory at the beginning of the year	19.28	82.15	51.95
Add.: Purchases during the year	6042.46	3852.36	2231.69
Less: Inventory at the end of the year	35.80	19.28	82.15
<b>Total Cost of Materials Consumed</b>	<u>6025.94</u>	<u>3915.23</u>	<u>2201.49</u>
<b>22 Change in Inventories</b>			
	For the year ended March 31, 2023	For the year ended March 31, 2022	For the year ended March 31, 2021
	Rs. in Millions	Rs. in Millions	Rs. in Millions
<b>Opening Stock</b>			
(i) Finished Goods	36.93	35.06	77.17
(ii) Work-in-Process	1.46	1.44	-
(iii) Goods in transit	60.93	18.38	-
	<u>99.32</u>	<u>54.88</u>	<u>77.17</u>
<b>Closing Stock</b>			
(i) Finished Goods	24.50	36.93	35.06
(ii) Work-in-Process	2.60	1.46	1.44
(iii) Goods in transit	53.75	60.93	18.38
	<u>80.85</u>	<u>99.32</u>	<u>54.88</u>
<b>Total Change in Inventories</b>	<u>18.47</u>	<u>-44.44</u>	<u>22.30</u>
<b>23 Employee Benefit Expenses</b>			
	For the year ended March 31, 2023	For the year ended March 31, 2022	For the year ended March 31, 2021
	Rs. in Millions	Rs. in Millions	Rs. in Millions
Salaries and Wages	85.49	81.56	49.61
Staff Welfare Expenses	2.82	5.50	-
Gratuity Expenses	1.44	1.04	4.03
Director Remuneration	21.30	16.65	-
<b>Total Employee Benefit Expenses</b>	<u>111.05</u>	<u>104.75</u>	<u>53.63</u>
<b>24 Finance Costs</b>			
	For the year ended March 31, 2023	For the year ended March 31, 2022	For the year ended March 31, 2021
	Rs. in Millions	Rs. in Millions	Rs. in Millions
Interest expense	87.25	87.24	117.50
Other borrowing cost	5.92	3.62	2.72
<b>Total Finance Costs</b>	<u>93.17</u>	<u>90.85</u>	<u>120.22</u>





**SANSTAR LIMITED**  
**Notes to Standalone Financial Statements**

25 Depreciation Expenses	For the year ended	For the year ended	For the year ended
	March 31, 2023	March 31, 2022	March 31, 2021
	Rs. in Millions	Rs. in Millions	Rs. in Millions
Depreciation on Fixed Assets	93.99	90.17	89.26
<b>Total Depreciation Expenses</b>	<b>93.99</b>	<b>90.17</b>	<b>89.26</b>

26 Other Expenses	For the year ended	For the year ended	For the year ended
	March 31, 2023	March 31, 2022	March 31, 2021
	Rs. in Millions	Rs. in Millions	Rs. in Millions
Repairs & Maintenance			
Plant and Machineries	44.60	43.17	31.95
Others	16.51	35.66	4.86
Packing Materials Consumed	67.14	69.49	38.96
Chemicals Consumed	7.09	11.06	5.92
Power & Fuel Consumed	496.73	425.10	323.42
Stores & Consumable Consumed	55.10	43.48	14.91
Other Factory Expenses	13.82	9.08	9.63
Selling & Distribution Expenses	0.00	0.00	0.74
Auditor's Remuneration	0.10	0.55	0.35
Vehicle Expenses	0.65	0.87	0.28
Rent	-	0.10	-
Rates & Taxes	1.60	16.41	7.68
GST Penalty Expenses	-	1.95	-
Insurance Expenses	3.20	3.16	3.35
Telephone, Internet, Postage, & Courier Expenses	0.40	0.34	0.28
Advertisement Expenses	0.51	-	-
CSR	2.00	3.00	-
Donation	0.05	0.03	0.52
Travelling & Conveyance Expenses	1.36	0.12	0.30
Administration & Other Misc. Expenses	1.66	0.23	0.22
Stationery & Printing Expenses	0.57	0.32	0.42
Professional & Consultancy Charges	14.03	7.13	6.33
ECL	0.17	0.04	0.21
	<b>727.28</b>	<b>671.28</b>	<b>450.31</b>

**Auditor's Remuneration as per above**

As Statutory Audit	0.07	0.39	0.25
As Tax Audit	0.02	0.08	0.05
As other Consultancy	0.02	0.08	0.05
	<b>0.10</b>	<b>0.55</b>	<b>0.35</b>

**27 Tax Expenses**

**(a) The major components of Income Tax Expenses**

**Statement of profit and loss**

	For the year ended	For the year ended	For the year ended
	March 31, 2023	March 31, 2022	March 31, 2021
	Rs. in Millions	Rs. in Millions	Rs. in Millions
<b>Current income tax:</b>			
Current income tax charge	51.74	56.84	-
<b>Deferred tax :</b>			
Charges relating to origination and reversal of temporary differences	79.82	3.78	24.80
<b>Income tax expenses reported in statement of profit and loss</b>	<b>131.56</b>	<b>60.62</b>	<b>24.80</b>

**(b) Other Comprehensive Income (OCI) section**

**Deferred tax related to items recognised in OCI during the year**

Deferred Tax on remeasurements of defined benefit plans	0.06	0.09	-
Income tax credit / (charged) to OCI	0.06	0.09	-

**(c) Reconciliation of tax expense and the accounting profit multiplied by applicable tax rate.**

	For the year ended	For the year ended	For the year ended
	March 31, 2023	March 31, 2022	March 31, 2021
	Rs. in Millions	Rs. in Millions	Rs. in Millions
Profit/(Loss) before tax as per Statement of Profit and loss	538.92	219.83	164.10
Income tax using the Company's domestic tax rate	135.65	55.33	41.30
<b>Tax Effect of:</b>			
Non-deductible expenses for tax purposes	24.24	24.00	22.61
Deductible Expenses for Tax purposes	-109.53	-25.09	-64.77
Others	1.38	2.60	0.86
<b>Total Income Taxes Paid</b>	<b>51.74</b>	<b>56.84</b>	<b>-</b>
Deferred Taxes	79.82	3.78	24.80
<b>Effective tax rate</b>	<b>24.41%</b>	<b>27.58%</b>	<b>15.11%</b>



SANSTAR LIMITED  
Notes to Standalone Financial Statements

28 Earning per Share	For the year ended	For the year ended	For the year ended
	March 31, 2023	March 31, 2022	March 31, 2021
<b>Particulars</b>			
Net Profit for the period (Amount in Millions.)	407.36	159.21	139.30
Number of equity shares (face Value of INR 10 per share) (refer Footnote)	29500000	29500000	29500000
Basic Earning per Share (Rs.) (Rs. 10 per Share)	13.81	5.40	4.72
Diluted Earning Per Share (Rs.) (Rs. 10 per share)	13.81	5.40	4.72



**SANSTAR LIMITED**  
**Notes to Standalone Financial Statements**

**29 Financial instruments**

**1 Capital management**

The Company manages its capital to ensure that the Company will be able to continue as a going concern while maximising the return to stakeholders through the optimisation of the debt and equity balance.

The capital structure of the Company consists of net debt and total equity of the Company.

**1.1 Gearing ratio**

The gearing ratio at the end of the reporting period is as follows.

Particulars	Rs. in Millions		
	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Long-term and Short term borrowing	812.74	852.24	1015.28
Less: Cash and bank balances	-63.75	-18.14	-4.68
<b>Net debt</b>	<b>748.99</b>	<b>834.10</b>	<b>1010.60</b>
<b>Total equity</b>	<b>1759.70</b>	<b>852.14</b>	<b>692.66</b>
<b>Net debt to equity ratio</b>	<b>0.59</b>	<b>0.98</b>	<b>1.46</b>

**2 Categories of financial instruments**

Particulars	Rs. in Millions					
	As at March 31, 2023		As at March 31, 2022		As at March 31, 2021	
	Carrying values	Fair values	Carrying values	Fair values	Carrying values	Fair values
<b>Financial assets</b>						
<b>Measured at amortised cost</b>						
<b>Non-Current assets</b>						
Other financial assets	5.42	5.42	1.69	1.69	1.89	1.89
<b>Current assets</b>						
Trade receivables	414.12	414.12	402.23	402.23	208.82	208.82
Cash and cash equivalents	61.15	61.15	6.43	6.43	4.57	4.57
Bank balance other than cash and cash equivalents	2.60	2.60	11.71	11.71	0.11	0.11
Other Financial Assets	0.13	0.13	0.09	0.09	0.00	0.00
<b>Total Financial Assets carried at amortised cost</b>	<b>483.42</b>	<b>483.42</b>	<b>422.16</b>	<b>422.16</b>	<b>215.39</b>	<b>215.39</b>
<b>Total Financial Assets</b>	<b>483.42</b>	<b>483.42</b>	<b>422.16</b>	<b>422.16</b>	<b>215.39</b>	<b>215.39</b>
<b>Financial liabilities</b>						
<b>Measured at amortised cost</b>						
<b>Non-current liabilities</b>						
Non-current borrowings	449.29	449.29	575.40	575.40	794.65	794.65
Other financial liabilities	-	-	0.50	0.50	0.50	0.50
<b>Current liabilities</b>						
Short-term borrowings	363.44	363.44	276.84	276.84	220.63	220.63
Trade payables						
a) Total Outstanding due to MSME	3.90	3.90	5.50	5.50	8.15	8.15
b) Total Outstanding due to other than MSME	197.96	197.96	174.97	174.97	86.65	86.65
Other Financial Liabilities	21.74	21.74	2.64	2.64	0.64	0.64
<b>Financial Liabilities measured at amortised cost</b>	<b>1036.34</b>	<b>1036.34</b>	<b>1035.85</b>	<b>1035.85</b>	<b>1111.21</b>	<b>1111.21</b>
<b>Total Financial Liabilities</b>	<b>1036.34</b>	<b>1036.34</b>	<b>1035.85</b>	<b>1035.85</b>	<b>1111.21</b>	<b>1111.21</b>

For financial liabilities (domestic currency loans) :- appropriate market borrowing rate of the entity as of each balance sheet date used.

**3 Financial risk management objectives**

The Company's Corporate finance department provides services to business, co-ordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the operations of the Company through internal risk reports which analyse the exposures by degree and magnitude of risks. These risks include market risk (including currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

**4 Market risk**

The risk that the fair value of future cash flows of financial instruments will fluctuate because of changes in market price. Market risk further comprises of:

- (a) Currency risk
- (b) Interest rate risk and
- (c) Commodity risk

**(a) Currency risk**

The Company undertakes transactions denominated in foreign currencies; consequently, exposures to exchange rate fluctuations arise. Exchange rate exposures are managed within approved policy parameters utilizing forward foreign exchange contracts and currency options taken at the time of initiation of the booking by the management. Such decision is taken after considering the factors such as upside potential, cost of structure and the downside risks etc. Quarterly reports are submitted to Managing Director on the covered and open positions and MTM valuation.

The carrying amounts of the Company's foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows.

Particulars	Rs. in Millions					
	As at March 31, 2023			As at March 31, 2022		
	USD	EURO	INR	USD	EURO	INR
<b>Financial assets</b>						
<b>Current financial assets</b>						
Trade receivables (Exports)	1.05		85.26	0.32		24.34
<b>Total current financial assets</b>	<b>1.05</b>		<b>85.26</b>	<b>0.32</b>		<b>24.34</b>
<b>Total financial assets</b>	<b>1.05</b>		<b>85.26</b>	<b>0.32</b>		<b>24.34</b>



SANSTAR LIMITED  
Notes to Standalone Financial Statements

Financial liabilities						
Current financial liabilities						
Trade payables	0.33	0.09	34.96	0.12	0.06	14.92
Total current financial liabilities	0.33	0.09	34.96	0.12	0.06	14.92
Total financial liabilities	0.33	0.09	34.96	0.12	0.06	14.92
Excess of financial liabilities over financial assets	-0.72	0.09	-50.29	-0.20	0.06	-9.42
Hedge foreign currency risk	-	-	-	-	-	-
Unhedged foreign currency risk	-	-	-	-	-	-
Sensitivity impact on Net liabilities/(assets) exposure at 10%	-0.01	0.00	-0.50	0.00	0.00	-0.09

Rs. in Millions

Particulars	As at March 31, 2021		
	USD	EURO	INR
Current financial assets			
Trade receivables (Exports)	0.06		4.67
Total current financial assets	0.06		
Total financial assets	0.06		
Financial liabilities			
Current financial liabilities			
Trade payables			
Total current financial liabilities			
Total financial liabilities			
Excess of financial liabilities over financial assets	-0.06		
Hedge foreign currency risk	-	-	-
Unhedged foreign currency risk	-	-	-
Sensitivity impact on Net liabilities/(assets) exposure at 10%	0.00		

Rs. in Millions

The Forward exchange contracts				
As at	No. of Contracts	Type	USD	INR
As at September 30, 2023	5	Sell	2.46	205.41
As at March 31, 2023	1	Sell	0.13	10.60
As at March 31, 2022	NIL	N.A.	NIL	NIL
As at March 31, 2021	NIL	N.A.	NIL	NIL

**Foreign currency sensitivity analysis**

The Company is materially exposed to USD and EURO currency.

**(b) Interest rate risk**

The Company is exposed to interest rate risk because funds are borrowed at both fixed and floating interest rates. Interest rate risk is measured by using the cash flow sensitivity for changes in variable interest rate. The Company has exposure to interest rate risk, arising principally on changes in interest rates. The Company uses a mix of interest rate sensitive financial instruments to manage the liquidity and fund requirements for its day to day operations like long term and short term loans. The risk is managed by the Company by maintaining an appropriate mix between fixed and floating rate borrowings.

**Interest rate sensitivity analysis**

The sensitivity analyses below have been determined based on the exposure to interest rates for both derivatives and non-derivative instruments at the end of the reporting period. For floating rate liabilities, the analysis is prepared assuming the amount of the liability outstanding at the end of the reporting period was outstanding for the whole year. A 50 basis point increase or decrease is used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates.

The following table provides a break-up of the Company's fixed and floating rate borrowings and interest rate sensitivity analysis.

Rs. in Millions

Particulars	As at March 31, 2023		As at March 31, 2022		As at March 31, 2021	
	Gross amount	Interest rate sensitivity @0.50%	Gross amount	Interest rate sensitivity @0.50%	Gross amount	Interest rate sensitivity @0.50%
Fixed Loan		NA		NA		NA
Variable Loan	812.74	4.06	852.24	4.26	1015.28	5.08
Total	812.74	4.06	852.24	4.26	1015.28	5.08

**(c) Commodity risk**

There are no commodity risk involved

**5 Credit risk management**

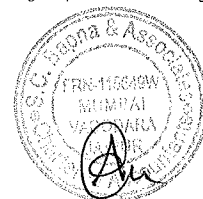
Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Company. Credit risk encompasses of both, the direct risk of default and the risk of deterioration of creditworthiness as well as concentration risks. The Company has adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults. The Company uses publicly available financial information and its own trading records to rate its major customers. The Company's exposure and the credit ratings of its counterparties are continuously monitored and the aggregate value of transactions concluded is spread amongst approved counterparties.

Trade receivables consist of a large number of customers, spread across diverse geographical areas. Ongoing credit evaluation is performed on the financial condition of accounts receivable.

The Company does not have significant credit risk exposure to any single counterparty. Concentration of credit risk related to the above mentioned company did not exceed 10% of gross monetary assets at any time during the year. Concentration of credit risk to any other counterparty did not exceed 10% of gross monetary assets at any time during the year.

**6 Liquidity risk management**

Liquidity risk is the risk that company will encountered difficulty in meeting in the obligations associated with its financial liabilities that are proposed to be settled by delivering cash or other financial assets. The company's financial planning has ensured that as far as possible there is sufficient liquidity to meet the risk whenever due under both normal and stressed condition without incurring exceptional losses or risking damage to company's reputation.



**SANSTAR LIMITED**  
**Notes to Standalone Financial Statements**

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted, and include estimated interest payments and exclude the impact of netting agreements.

Rs. in Millions

Particulars	As at March 31, 2023				As at March 31, 2022			
	< 1year	1-5 years	> 5 years	Total	< 1year	1-5 years	> 5 years	Total
<b>Financial assets</b>								
Non-current								
Investments	-	-	-	-				
Other Financial Assets	-	5.42	-	5.42	-	1.69	-	1.69
Loans								
<b>Total non-current financial assets</b>		<b>5.42</b>		<b>5.42</b>		<b>1.69</b>		<b>1.69</b>
<b>Current</b>								
Trade receivables	414.12	-	-	414.12	402.23	-	-	402.23
Cash and cash equivalents	61.15	-	-	61.15	6.43	-	-	6.43
Bank balance other than cash and cash equivalents	2.60	-	-	2.60	11.71	-	-	11.71
Others	0.13	-	-	0.13	0.09	-	-	0.09
<b>Total current financial assets</b>	<b>478.01</b>			<b>478.01</b>	<b>420.46</b>			<b>420.46</b>
<b>Total financial assets</b>	<b>478.01</b>	<b>5.42</b>		<b>483.42</b>	<b>420.46</b>	<b>1.69</b>		<b>422.16</b>
<b>Financial liabilities</b>								
Non-current								
Borrowings	-	449.29	-	449.29	-	575.40	-	575.40
<b>Total non-current financial liabilities</b>		<b>449.29</b>		<b>449.29</b>		<b>575.90</b>		<b>575.90</b>
<b>Current</b>								
Borrowings	363.44	-	-	363.44	276.84	-	-	276.84
Trade payables	201.86	-	-	201.86	180.47	-	-	180.47
Other financial liabilities	21.74	-	-	21.74	2.64	-	-	2.64
<b>Total current financial liabilities</b>	<b>587.05</b>			<b>587.05</b>	<b>459.95</b>			<b>459.95</b>
<b>Total financial liabilities</b>	<b>587.05</b>	<b>449.29</b>		<b>1036.34</b>	<b>459.95</b>	<b>575.90</b>		<b>1035.85</b>

Particulars	As at March 31, 2021			
	< 1year	1-5 years	> 5 years	Total
<b>Financial assets</b>				
Non-current				
Investments				
Other Financial Assets	-	1.89	-	1.89
Loans	0.00	-	-	0.00
<b>Total non-current financial assets</b>	<b>0.25</b>	<b>1.89</b>		<b>1.89</b>
<b>Current</b>				
Trade receivables	208.82	-	-	208.82
Cash and cash equivalents	4.57	-	-	4.57
Bank balance other than cash and cash equivalents	0.11	-	-	0.11
Others	-	-	-	0.00
<b>Total current financial assets</b>	<b>213.50</b>			<b>213.50</b>
<b>Total financial assets</b>	<b>213.50</b>	<b>1.89</b>		<b>215.39</b>
<b>Financial liabilities</b>				
Non-current				
Borrowings	-	794.65	-	794.65
<b>Total non-current financial liabilities</b>		<b>795.15</b>		<b>795.15</b>
<b>Current</b>				
Borrowings	220.63	-	-	220.63
Trade payables	94.79	-	-	94.79
Other financial liabilities	0.64	-	-	0.64
<b>Total current financial liabilities</b>	<b>316.06</b>			<b>316.06</b>
<b>Total financial liabilities</b>	<b>316.06</b>	<b>795.15</b>		<b>1111.21</b>



**SANSTAR LIMITED**  
**Notes to Standalone Financial Statements**

**30 Contingent Liabilities and Capital Commitments**

**I. Contingent liabilities**

Rs. in Millions

Particulars	As at	As at	As at
	March 31, 2023	March 31, 2022	March 31, 2021
Bank Guarantee outstanding	67.63	41.14	41.14
<b>Total</b>	<b>67.63</b>	<b>41.14</b>	<b>41.14</b>

**II. Capital Commitments**

Rs. in Millions

Particulars	As at	As at	As at
	March 31, 2023	March 31, 2022	March 31, 2021
Estimated amount of contracts remaining to be executed on Capital Account and not provided for	7.43	150.61	3.94
Less Advances paid	0.91	14.81	2.79
<b>Total</b>	<b>6.52</b>	<b>135.80</b>	<b>1.15</b>

**31 Value of Imports on CIF basis**

Rs. in Millions

	As at	As at	As at
	March 31, 2023	March 31, 2022	March 31, 2021
1) Raw Materials	-	-	-
2) Components & Spare Parts	23.56	10.82	3.10
3) Capital Goods	46.70	-	2.00

**32 Expenditure in foreign currency, remittance in foreign currency and earnings in foreign currency during the year are as under**

FOB value of export	592.10	168.34	14.35
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**33 Segment Information**

The Managing Director of the Company allocate resources and assess the performance of the Company, thus he is the Chief Operating Decision Maker (CODM). The company operates in one business segment i.e. Maize based ingredients comprising mainly manufacture of starches, its derivatives and by product as single operating segment for the purpose of making decision on allocation of resources and assessing its performance. These, in the context of Ind AS 108 on Operating Segments Reporting are considered to constitute single business segment.

**34 In the opinion of Board of Directors**

- (a) Current assets, non-current loans and advances are realizable in the ordinary course of business, at the value at which they are stated.  
(b) The provision for all known liabilities are adequate and not in excess of the amount reasonably necessary. In sample sale, only payable / GST payable on sample sale value is charged as expenses considering no commercial invoice of samples.

35 Balance of Trade receivables, Trade payables, loans and advances are subject to confirmation from the respective parties.

36 The figures pertaining to previous periods have been regrouped and restated wherever necessary, to make them comparable.

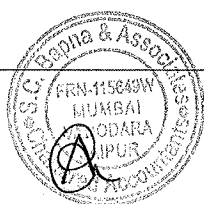
**37 Post Employment Obligations**

**a) Defined Benefit Plans:**

**Gratuity**

The Company provides for gratuity for employees in India as per the Payment of Gratuity Act, 1972. Employees who are in continuous service for a period of 5 years are eligible for gratuity. The amount of gratuity payable on retirement/ termination is the employees last drawn basic salary per month computed proportionately for 15 days salary multiplied for the number of years of service. The liability in respect of Gratuity has been determined using Projected Unit Credit Method by an independent actuary.

Particulars	2022-23	2021-22
	Gratuity	Gratuity
Withdrawal rate	Age 25 & Below : 10 % p.a.	Age 25 & Below : 10 % p.a.
	25 to 35 : 8 % p.a.	25 to 35 : 8 % p.a.
	35 to 45 : 6 % p.a.	35 to 45 : 6 % p.a.
	45 to 55 : 4 % p.a.	45 to 55 : 4 % p.a.
	55 & above : 2 % p.a.	55 & above : 2 % p.a.
Retirement Age	58 Years	58 Years
Discount Rate	7.40% p.a.	6.90% p.a.
Salary escalation	7.00% p.a.	7.00% p.a.



**SANSTAR LIMITED**  
**Notes to Standalone Financial Statements**

Particulars	2020-21
	Gratuity
Withdrawal rate	Age 25 & Below : 10 % p.a.
	25 to 35 : 8 % p.a.
	35 to 45 : 6 % p.a.
	45 to 55 : 4 % p.a.
	55 & above : 2 % p.a.
Retirement Age	58 Years
Discount Rate	
Discount Rate	6.55% p.a.
Salary escalation	7.00% p.a.

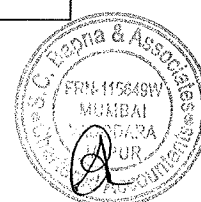
Rs. in Millions

The following table sets out status of gratuity plan as required under Indian Accounting Standard 19 on "Employee Benefit".

Particulars	2022-23	2021-22	2020-21
<b>Table showing change in benefit obligation</b>			
Opening Defined Benefit Obligation	4.70	4.03	-
<b>Addition pursuant to the scheme*</b>			
Interest Cost	0.26	0.21	-
Current Service Cost	0.86	0.77	4.03
Benefit Paid	-	-	-
Actuarial Loss / (gain) on Obligations	-	-	-
Due to Change in financial assumptions	-0.18	-0.11	-
Due to Experience adjustments	-0.03	-0.20	-
<b>Liability at the end of the period</b>	<b>5.61</b>	<b>4.70</b>	<b>4.03</b>
<b>Table showing change in Fair Value of Plan Assets</b>			
Fair Value of Plan Assets at the beginning	3.47	-	-
<b>Addition pursuant to the scheme*</b>			
Expected Return on Plan Assets	0.04	0.06	-
Contributions	0.10	3.41	-
Interest Income	0.21	-	-
Benefits paid	-	-	-
<b>Fair Value of Plan Assets at the end of the period</b>	<b>3.82</b>	<b>3.47</b>	<b>-</b>

Rs. in Millions

Particulars	2022-23	2021-22	2020-21
<b>Actual Gain / loss recognized</b>			
Actuarial (gain) / loss on obligations	0.21	0.30	-
Actuarial (gain) / loss on Plan Assets	-	-	-
Net Actuarial (gain) / loss recognized during year	-	-	-
<b>Amount recognized in Balance Sheet</b>			
Liability at the end of the period	5.61	4.70	
Fair Value of Plan Asset at the end of the period	3.82	3.47	
<b>Net Amount recognized in Balance Sheet</b>	<b>1.79</b>	<b>1.23</b>	



**SANSTAR LIMITED**  
**Notes to Standalone Financial Statements**

Particulars	Rs. in Millions		
	2022-23 Gratuity	2021-22 Gratuity	2020-21 Gratuity
<b>Expense recognized in the Statement of Profit and Loss</b>			
Current Service cost	0.86	0.77	4.03
Interest cost	0.06	0.21	-
Expected return on Plan Asset	-	-	-
Net Actuarial Loss / (gain) to be recognized	-	-	-
Adjustment to Opening fund/Prior year Charges	-	-	-
Net Expense recognized in P&L	0.92	0.98	4.03
<b>Expense recognized in the Statement of Other Comprehensive Income</b>			
Due to change in financial assumption	-0.18	-0.11	-
Due to change in demographic assumption	-	-	-
Due to experience adjustment	-0.03	-0.20	-
Return on plan assets excluding amounts included in interest income	-0.04	-0.06	-
Net Expense recognized in OCI	-0.26	-0.36	-

**Ind As 115 : Revenue from Contracts with Customers:**

The disaggregation of Revenue from Contract with Customers – Segment-wise

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022	For the year ended March 31, 2021
Sales in Domestic Market	7149.41	4962.66	3139.95
Sales in International Market	646.18	187.77	16.07
<b>Total Revenue</b>	<b>7795.59</b>	<b>5150.43</b>	<b>3156.02</b>

**A) Disaggregated revenue information**

Set out below is the disaggregation of the company's revenue from contracts with customers:

Segment	For the year ended March 31, 2023	For the year ended March 31, 2022	For the year ended March 31, 2021
India	7149.41	4962.66	3139.95
Outside India	646.18	187.77	16.07
<b>Total revenue from contracts with customers</b>	<b>7795.59</b>	<b>5150.43</b>	<b>3156.02</b>
Timing of revenue recognition			
Goods provided at a point in time	7795.59	5150.43	3156.02
<b>Total revenue from contracts with customers</b>	<b>7795.59</b>	<b>5150.43</b>	<b>3156.02</b>

Set out below, is the reconciliation of the revenue from contracts with customers with the amounts disclosed in the segment information

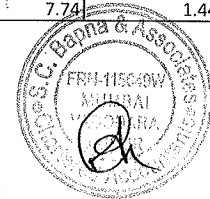
Segment	For the year ended March 31, 2023	For the year ended March 31, 2022	For the year ended March 31, 2021
Revenue			
External customer	7795.59	5150.43	3156.02
Inter-segment	-	-	-
Inter-segments adjustment and elimination	-	-	-
<b>Total revenue from contracts with customers</b>	<b>7795.59</b>	<b>5150.43</b>	<b>3156.02</b>

**B) Contract balances**

The following table provides information about receivables, contract assets and contract liabilities from contract with customers

Particulars	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Trade receivables*	414.12	402.23	208.82
Contract liabilities	-	-	-
Advances from customers	7.74	1.44	1.84

\*Trade receivables are non-interest bearing and are generally on terms of 0 to 45 days.





**SANSTAR LIMITED**  
**Notes to Standalone Financial Statements**

**C) Reconciling the amount of revenue recognised in the statement of profit and loss with the contracted price**

Particulars	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Revenue as per contracted price			
Sale of Goods and Services	7795.59	5150.43	3156.02
Less			
Brokerage	-44.49	-11.73	-2.36
Sales Promotion	-153.47	-94.69	-55.39
Revenue from contract with customers	7597.63	5044.02	3098.27

\* Revenue net of discounts, claims and commission

**D) Reconciling the amount of revenue recognised in the statement of profit and loss with the contracted price**

Particulars	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Advances from customers	7.74	1.44	1.84
	7.74	1.44	1.84

38 Figures have been presented in 'Millions' of rupees with two decimals.

**39 Other statutory information:-**

1 Details of Benami Property: The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.

2 Details of Charges: The Company does not have any charges created or satisfaction which is yet to be registered with ROC beyond the statutory period.

3 Details of crypto currency or virtual currency : The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

4 Utilization of borrowed funds and share premium:

The Company has not received any fund from any person(s) or entity(is), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

(a) 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

(b) provide any guarantee, security or the like on behalf of the Ultimate Beneficial.

5 Undisclosed Income: The Company does not have any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.)

6 Wilful Defaulter: The Company is not declared as wilful defaulter by any bank or financial institution (as defined under the Companies Act, 2013) or consortium thereof or other lender in accordance with the guidelines on wilful defaulters issued by the Reserve Bank of India.

7 Compliance with number of layers of Companies: The Company does not have holding or subsidiary in downstream companies prescribed under clause (87) of section 2 of the Companies Act, 2013 read with the Companies (Restriction on number of Layers) Rules, 2017.

8 Valuation of Property Plant & Equipment, Intangible asset and Investment Property : The Company has not revalued any of its Property, Plant and Equipment (including Right-of-Use Assets) during the year.

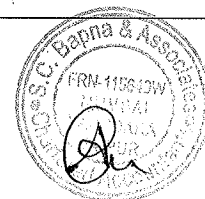
9 Sanstar Limited has filed a Scheme of Arrangement dated 23rd February 2023 for the amalgamation of Sanstar Bio Polymers Limited before NCLT. NCLT is thoroughly reviewing and order is pending for approval.

10 Company has not given any loan and guarantees during the year and in previous year hence disclosure under section 186(4) of the companies Act 2013.

**40 Expenditure on corporate social responsibility activities**

Particulars	Rs. in Millions	
	As at March 31, 2023	As at March 31, 2022
I. Amount required to be spent by the company during the year	2.64	1.23
II. Amount spent by the company during the year on:		
a) Construction/acquisition of any assets	-	-
b) For purpose other than (a) above	2.00	3.00
III. Excess/Shortfall at the end of the year	0.64	-1.77
Adjustment of excess amount spent last year*	-0.64	-
IV. Total of previous year shortfall	-	-

\* As regard to short fall of Rs. 0.64 Million for the year ended March 31, 2023, it is stated that the Company has paid excess amount in immediately previous year which has been set off in the FY 2022-23 against short fall.



**SANSTAR LIMITED**

**Notes to Standalone Financial Statements**

**41** As required by IND AS 24 "Related Parties Disclosures" issued by The Institute of Chartered Accountants of India, the details are as follows:-

**I** Name of the related parties as identified by the management with whom transactions were taken place

**(A) Key Management personnel**

Sr. No.	Name of the Related Party	Nature of Relationship	Remarks
(i)	Shri Gouthamchand Chowdhary	Chairman and Managing Director	
(ii)	Shri Sambhav Chowdhary	Joint Managing Director	
(iii)	Shri Shreyans Chowdhary	Joint Managing Director	
(iv)	Shri Harish Maheshwari	Chief Financial Officer	
(v)	Smt. Fagun Shah	Company Secretary	
(vi)	Shri Kuldeep Ashokbhai Shah	Independent Director	Resigned on 01/11/2023
(vii)	Shri Sourabh Vijay Patawari	Independent Director	Resigned on 01/11/2023
(viii)	Smt. Samiksha Shreyans Chowdhary	Additional Director	Resigned on 01/11/2023
(ix)	Shri. Aniket Sunil Talati	Independent Director	Appointed on 01/11/2023
(x)	Shri. Atul Agarwal	Independent Director	Appointed on 01/11/2023
(xi)	Smt. Sejal Ronak Agrawal	Independent Director	Appointed on 01/11/2023

**(B) Relatives of Directors**

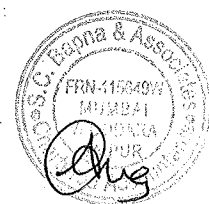
Sr. No.	Name of the Related Party	Nature of Relationship
(i)	Smt. Ranidevi Gouthamchand Chowdhary	Wife of Shri Gouthamchand Chowdhary
(ii)	Smt. Richa Sambhav Chowdhary	Wife of Shri Sambhav Chowdhary
(iii)	Shri. Arhant Sambhav Chowdhary	Son of Shri Sambhav Chowdhary
(iv)	Shri. Arishth Shreyans Chowdhary	Son of Shri Shreyans Chowdhary

**(C) Concerns in which Director & Relatives are Interested**

Sr. No.	Name of the Related Party	Nature of Relationship
(i)	Sanstar Bio-Polymers Limited	Group Company
(ii)	Sambhav Starch Products Private Limited	Group Company
(iii)	Sanstar Gems & Jewels Private Limited	Group Company
(iv)	Artex Vinimay LLP	Group Concern
(v)	Expression Commercial LLP	Group Concern
(vi)	Gouthamchand Sohanlal Chowdhary -HUF	Group Concern
(vii)	Sambhav Gouthamchand Chowdhary -HUF	Group Concern
(viii)	Shreyans Gouthamchand Chowdhary -HUF	Group Concern
(ix)	Ranidevi Gouthamchand Chowdhary Charitable Trust	Group Concern

**II** Transactions carried out with related parties referred to in (I) above, in ordinary course of Business:

	For the year ended March 31, 2023	For the year ended March 31, 2022	For the year ended March 31, 2021
	Rs. in Millions	Rs. in Millions	Rs. in Millions
<b>Sale :</b>			
Sanstar Bio-Polymers Limited	36.48	9.61	167.76
Expression Commercial LLP	284.79	1926.77	1232.78
Sambhav Starch Products Private Limited	-	-	-
	<b>321.27</b>	<b>1936.38</b>	<b>1400.55</b>
<b>Sales of Fixed Assets</b>			
Sanstar Bio-Polymers Limited	1.23	-	-
	<b>1.23</b>	-	-
<b>Purchase of Raw Material</b>			
Sanstar Bio-Polymers Limited	408.35	455.65	261.76
Artex Vinimay LLP	198.81	82.45	121.29
	<b>607.16</b>	<b>538.10</b>	<b>383.05</b>
<b>Commission Paid to:</b>			
Sambhav Starch Products Private Limited	9.00	-	-
Artex Vinimay LLP	-	-	-
	<b>9.00</b>	-	-
<b>Purchase of Fix Assets</b>			
Sanstar Bio-Polymers Limited	-	-	3.85
	-	-	<b>3.85</b>
<b>Salary Paid to:</b>			
Smt. Samiksha Shreyans Chowdhary	3.25	2.40	-
Smt. Richa Sambhav Chowdhary	3.40	2.40	-
Smt. Ranidevi Chowdhary	3.05	2.40	-
Shri Gouthamchand Chowdhary	7.10	5.55	-
Shri Sambhav Chowdhary	7.10	5.55	-
Shri Shreyans Chowdhary	7.10	5.55	-
Smt. Fagun Shah	0.44	0.32	0.23
	<b>31.44</b>	<b>24.17</b>	<b>0.23</b>
<b>Sitting Fees paid:</b>			
Shri Kuldeep Ashokbhai Shah	0.04	-	-
Shri Sourabh Vijay Patawari	0.04	-	-
	-	-	-



**SANSTAR LIMITED**  
Notes to Standalone Financial Statements

	For the year ended March 31, 2023	For the year ended March 31, 2022	For the year ended March 31, 2021
	Rs. in Millions	Rs. in Millions	Rs. in Millions
<b>Interest paid to:</b>			
Shri Gouthamchand Chowdhary	0.38	0.36	0.05
Shri Sambhav Chowdhary	1.23	1.55	1.19
Shri Shreyans Chowdhary	0.47	0.34	0.13
Smt. Ranidevi Chowdhary	1.73	1.50	2.00
Smt. Richa Sambhav Chowdhary	1.84	0.71	0.66
Smt. Samiksha Shreyans Chowdhary	0.47	-	-
Gouthamchand Sohanlal Chowdhary -HUF	0.46	1.17	1.67
Sambhav Gouthamchand Chowdhary -HUF	0.35	0.61	0.58
Shreyans Gouthamchand Chowdhary -HUF	0.15	0.32	0.28
Sanstar Bio-Polymers Limited	31.15	27.60	32.72
Sanstar Gems & Jewels Private Limited	0.32	0.30	0.33
Sambhav Starch Products Private Limited	0.65	-	-
Arhant Sambhav Chowdhary	0.04	0.07	0.06
Arishth Shreyans Chowdhary	0.04	0.07	0.06
	<b>39.28</b>	<b>34.61</b>	<b>39.74</b>
<b>CSR &amp; Donation Given to :</b>			
Ranidevi Gouthamchand Chowdhary Charitable Trust	2.00	3.00	0.50
	<b>2.00</b>	<b>3.00</b>	<b>0.50</b>
<b>Receipt of Loans from:</b>			
Shri Gouthamchand Chowdhary	0.34	5.85	0.60
Gouthamchand Sohanlal Chowdhary Huf	0.41	-	-
Shri Sambhav Chowdhary	1.20	6.08	0.70
Shri Shreyans Chowdhary	1.02	6.18	1.20
Smt. Ranidevi Chowdhary	1.86	1.30	-
Smt. Richa Sambhav Chowdhary	33.85	1.70	0.70
Smt. Samiksha Shreyans Chowdhary	0.52	2.30	-
Shreyans Gouthamchand Chowdhary Huf	0.13	-	-
Sambhav Gouthamchand Chowdhary Huf	0.31	-	-
Arhant Sambhav Chowdhary	0.04	-	-
Arishth Shreyans Chowdhary	0.04	-	-
Sanstar Gems & Jewels Private Limited	1.29	0.55	-
Sambhav Starch Products Private Limited	176.58	-	-
Sanstar Bio-Polymers Limited	1022.34	370.37	474.45
	<b>1239.95</b>	<b>394.32</b>	<b>477.65</b>
<b>Repayment of Loans to:</b>			
Shri Gouthamchand Chowdhary	7.17	0.01	0.15
Shri Sambhav Chowdhary	19.06	0.65	0.78
Shri Shreyans Chowdhary	7.61	1.35	0.60
Smt. Ranidevi Chowdhary	14.11	8.92	-
Smt. Richa Sambhav Chowdhary	42.13	0.35	0.35
Smt. Samiksha Shreyans Chowdhary	2.82	-	-
Gouthamchand Sohanlal Chowdhary -HUF	8.66	6.05	3.61
Sambhav Gouthamchand Chowdhary -HUF	5.79	0.21	0.20
Shreyans Gouthamchand Chowdhary -HUF	3.05	-	-
Arhant Sambhav Chowdhary	0.70	-	-
Arishth Shreyans Chowdhary	0.70	-	-
Sanstar Bio-Polymers Limited	1147.18	503.15	353.75
Sambhav Starch Products Private Limited	150.59	-	-
Sanstar Gems & Jewels Private Limited	0.40	1.05	0.45
	<b>1409.97</b>	<b>521.73</b>	<b>359.89</b>
<b>Outstanding Balance of Loans Taken :</b>			
Shri Gouthamchand Chowdhary	-	6.83	0.65
Shri Sambhav Chowdhary	-	17.86	11.04
Shri Shreyans Chowdhary	-	6.59	1.46
Smt. Ranidevi Chowdhary	-	12.25	18.51
Smt. Richa Sambhav Chowdhary	-	8.28	6.29
Smt. Samiksha Shreyans Chowdhary	-	2.30	-
Gouthamchand Sohanlal Chowdhary -HUF	-	8.25	13.24
Sambhav Gouthamchand Chowdhary -HUF	-	5.47	5.13
Shreyans Gouthamchand Chowdhary -HUF	-	2.92	2.63
Sanstar Bio-Polymers Limited	150.00	274.84	382.78
Sambhav Starch Products Private Limited	26.00	-	-
Sanstar Gems & Jewels Private Limited	3.39	2.51	2.74
Arhant Sambhav Chowdhary	-	0.67	0.60
Arishth Shreyans Chowdhary	-	0.67	0.60
	<b>179.40</b>	<b>349.42</b>	<b>445.67</b>
<b>Outstanding Receivable From</b>			
Sanstar Bio-Polymers Limited	-	0.08	-
	-	<b>0.08</b>	-



<b>SANSTAR LIMITED</b>			
<b>Reconciliation of Net Profit after Tax as per GAAP and Net Profit after tax as per INDAS</b>			
Particulars	As at March, 31 2023	As at March, 31 2022	As at March, 31 2021
<b>Net Profit as per Previous GAAP</b>	<b>403.77</b>	<b>163.51</b>	<b>140.66</b>
<b>Adjustments:</b>			
Employee Benefits	-1.44	-1.04	-4.03
EIR	1.83	-	-
ECL	-0.17	-0.04	0.21
Bad Debts	0.33	0.12	1.36
Deferred tax	-1.47	1.44	0.06
Sales (Good in Transit)	8.89	-45.70	-16.93
Inventories (Goods In Transit)	-7.18	42.55	18.38
Tax Prior Period Expenses	2.54	-2.54	-
Gratuity Liabilities (Gratuity Restated)	0.27	3.78	-
<b>Total effect of transition to Ind AS</b>	<b>3.60</b>	<b>-4.30</b>	<b>-1.37</b>
<b>Net Profit for the year as per Ind AS</b>	<b>407.37</b>	<b>159.21</b>	<b>139.30</b>
<b>Other Comprehensive Income (Net of Tax)</b>			
Effect of remeasuring defined benefits at fair value through OCI	0.26	0.36	-
Deferred Tax of remeasuring defined benefits at fair value through OCI	-0.06	-0.09	-
<b>Total comprehensive income under Ind AS/Restated</b>	<b>407.56</b>	<b>159.48</b>	<b>139.30</b>
<b>Reconciliation of total equity as at 30th September 2023, March 31st 2023 , March 31st 2022 and March 31st 2021.</b>			
Particulars	As at March, 31 2023	As at March, 31 2022	As at March, 31 2021
<b>Total equity (shareholders' funds) under previous GAAP</b>	<b>1267.74</b>	<b>863.98</b>	<b>700.47</b>
Cumulative Opening Indas Adjustments	-11.84	-7.81	-6.44
Provisions (Gratuity)	-1.44	-1.04	-4.03
Borrowings (EIR)	1.83	-	-
Trade Receivables (ECL)	-0.17	-0.04	-0.21
Trade Receivables (Bad Debts)	0.33	0.12	1.36
Deferred tax	-1.47	-1.44	0.06
Trade Receivables (Good in Transit)	8.89	-45.70	-16.93
Inventories (Goods In Transit)	-7.18	42.55	18.38
Current Tax Assets (Tax Prior Period Expenses)	2.54	-2.54	-
Provisions (Gratuity Restated)	0.27	3.78	-
<b>Total adjustment to equity</b>	<b>-8.24</b>	<b>-12.11</b>	<b>-7.81</b>
OCI Employee Benefit	0.26	0.36	-
OCI Deferred Tax Employee Benefit	-0.06	-0.09	-
<b>OCI Net Effect</b>	<b>0.19</b>	<b>0.27</b>	<b>-</b>
<b>TOTAL</b>	<b>-8.04</b>	<b>-11.84</b>	<b>-7.81</b>
<b>Total equity under Ind AS/ Restated</b>	<b>1259.70</b>	<b>852.14</b>	<b>692.66</b>



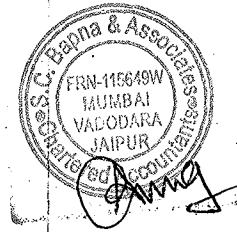
**SANSTAR LIMITED**  
Notes forming part of the standalone financial statements

**42 Ratio Analysis**

Ratios are attached herewith

Sr. No.	Ratio	31st March 2023	31st March 2022	Variance % (31 March 2022 and 31st March 2023)	Reason for variance
1	Current Ratio	1.42	1.32	8%	N.A.
2	Debt Equity Ratio	0.65	1.00	-35%	Due to Repayment of Term Loan
3	Debt Service Coverage Ratio	2.15	1.27	69%	Due to increase in profits
4	Return on Equity	45.40%	32.51%	40%	Due to increase in sales
5	Inventory Turnover Ratio	48.00	28.38	69%	Due to increase in inventories
6	Trader Receivable Turnover Ratio	18.61	16.51	13%	N.A.
7	Trade Payable Turnover Ratio	32.41	29.45	10%	Due to decrease in trade payable
8	Net Capital Turnover Ratio	26.67	21.55	24%	Due to increase in working Capital
9	Net Profit Ratio	5.35%	3.15%	70%	Due to increase in sales
10	Return on Capital Employed	37.72%	23.19%	63%	Due to increase in sales
11	Return on Investment	NA	NA	NA	N.A.

Sr. No.	Ratio	31st March 2022	31st March 2021	Variance %	Reason for variance
1	Current Ratio	1.32	1.50	-12%	N.A.
2	Debt Equity Ratio	1.00	1.47	-32%	Due to decrease in debts
3	Debt Service Coverage Ratio	1.27	2.32	-45%	Due to increase in borrowings
4	Return on Equity	32.51%	42.19%	-23%	N.A.
5	Inventory Turnover Ratio	28.38	15.71	81%	Due to increase in sales
6	Trader Receivable Turnover Ratio	16.51	11.96	38%	Due to increase in sales
7	Trade Payable Turnover Ratio	29.45	44.48	-34%	Due to decrease in Payables
8	Net Capital Turnover Ratio	21.55	51.07	-58%	Due to decrease in working capital
9	Net Profit Ratio	3.15%	4.49%	-30%	Due to increase in sales
10	Return on Capital Employed	23.19%	20.98%	11%	N.A.
11	Return on Investment	NA	NA	NA	N.A.



**SANSTAR LIMITED**

Notes forming part of the standalone financial statements


**43 Assets Mortgage/Hypothecated as security**

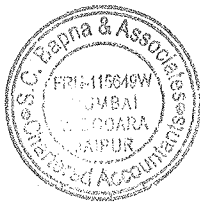
Rs. in Millions

The carrying amount of assets mortgage as security for current and non-current borrowings are:

Assets description	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
<b>I. Current Financial Assets</b>			
Investments			
Trade receivables	414.12	402.23	208.82
Cash and Bank Balances	63.75	18.14	4.68
Other financial assets	0.13	0.09	0.00
<b>II. Current Assets</b>			
Inventories	125.36	126.50	146.29
Current Tax Assets (Net)			0.88
Other Current Assets	343.35	161.87	195.49
<b>Total current assets Hypothecated/Mortgage as security</b>	<b>946.71</b>	<b>708.83</b>	<b>556.16</b>
<b>III. Property, Plant and Equipment</b>			
Land and Building	307.49	307.49	307.49
Building	350.68	357.51	365.83
Plant and Equipment	862.52	583.19	647.65
Electrical Installation	60.42	69.38	78.44
Vehicles	18.65	10.10	0.11
Computers	0.25	0.15	0.04
Office Equipment	1.19	0.52	0.55
Furniture & Fixture	2.65	3.02	3.63
<b>IV. Capital work in progress</b>	9.09	32.65	5.07
<b>V. Non Current Financial Assets</b>			
Other Financial Assets/Non Current Assets	5.42	1.69	1.89
<b>VI. Other Non Current Assets</b>			
<b>Total non-current assets Hypothecated/Mortgage as security</b>	<b>1618.36</b>	<b>1365.71</b>	<b>1410.69</b>
<b>Total Assets Hypothecated/Mortgage as security</b>	<b>2565.07</b>	<b>2074.54</b>	<b>1966.85</b>

See accompanying notes (1 to 44) to the Financial Statements  
As per our report of even date attached  
For S C Bapna & Associates  
Chartered Accountants  
Firm Regn. No. 115649W

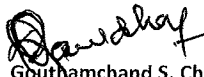
  
Anurag Singh  
Partner  
M.No. 603600



UDIN: 23603600BGZYLN1043


Place: Ahmedabad  
Date: 15/11/2023

For and on behalf of the Board of Directors  
SANSTAR LIMITED

  
Gouthamchand S. Chowdhary  
(Chairman and M D)  
(DIN-00196397)

  
CA. Harish S. Maheshwary  
Chief Financial Officer

Place: Ahmedabad  
Date: 15/11/2023

  
Sambhav G. Chowdhary  
(Joint M D)  
(DIN-01370802)

  
CS Fagun Shah  
Company Secretary