

AUCKLAND INTERNATIONAL LIMITED

ANNUAL REPORT

&

ACCOUNTS

2020-2021

**Registered Office:
P.O. JAGATDAL,
Dist. 24 Parganas (North),
West Bengal
Pin- 743125**

AUCKLAND INTERNATIONAL LIMITED

| | |
|---|---|
| Directors | Sri M. C. Singhi- Independent Director Sri B. S. Rampuria-Non Executive Director Sri B. S. Baid-Non Executive Director Smt. Baby Bothra-Independent Woman Director |
| Executive Director & CEO | Sri H. S. Bayed |
| General Manager & CFO | Sri S. C. Bhutoria |
| Company Secretary | Smt. S. Ghose |
| Auditors | J B S & Company Chartered Accountants |
| Bankers | CANARA BANK Canning Street Branch, Kolkata-700001 |
| Registered & Administrative Office & Works | P. O. Jagatdal, District North 24 Parganas, West Bengal –743 125 E-mail – ail@aucklandjute.com Website- http://www.aucklandjute.com/ |
| Registrar & Transfer Agents: | Niche Technologies Pvt. Ltd. 3A, Auckland Place, 7 th Floor, Room No. 7A & 7B, Kolkata-700017 |

NOTICE TO THE MEMBERS

NOTICE is hereby given that the 43rd Annual General Meeting of the Members of AUCLAND INTERNATIONAL LIMITED will be held through video conferencing (VC) or other audio visual means (OAVM), to transact the following business on Monday, the 06th day of September, 2021 at 10.30 A.M. to transact the following business: -

ORDINARY BUSINESS:-

1. ADOPTION OF FINANCIAL STATEMENTS:

To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended on March 31, 2021, together with the Report of the Board of Directors and the Auditors thereon.

2. RE-APPOINTMENT OF DIRECTOR RETIRING BY ROTATION:

To consider and if thought fit, to pass, with or without modification(s), the following resolution as an ORDINARY RESOLUTION:

"RESOLVED THAT Sri Bimal Singh Rampuria (holding DIN 00350906), who retires by rotation and is eligible for re-appointment, be and is hereby re-appointed as Director of the Company."

SPECIAL BUSINESS:-

3. APPROVAL OF REMUNERATION TO COST AUDITOR:

To approve the remuneration of the Cost Auditors for the financial year 2021-22 and in this regard to consider and if thought fit, to pass, with or without modification(s), the following resolution as an ORDINARY RESOLUTION:

"RESOLVED THAT pursuant to the provisions of Section 148 of the Companies Act, 2013 read with Rule 14 of the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), the remuneration of ₹ 22,000/- (Rupees Twenty Two Thousand only) plus applicable taxes, payable to M/s. D. Radhakrishnan & Co., Cost Accountants (Firm Registration No. 000018), who have been appointed as the cost auditors by the Board of Directors of the Company to conduct the audit of the cost accounting records of the products manufactured by the Company for the financial year 2021-22 be and is hereby ratified and confirmed."

4. APPOINTMENT OF SMT BABY BOTHRA AS INDEPENDENT DIRECTOR:

To consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 149, 150, 152 and other applicable provisions, if any, of the Companies Act, 2013 ("the Act"), Companies (Appointment and Qualification of Directors) Rules, 2014 read with Schedule IV of the Act and the applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Listing Regulations") (including any statutory modification(s), clarification(s), substitution(s) or re-enactment(s) thereof for the time being in force) and as recommended by the Nomination and Remuneration Committee, Mrs. Baby Bothra (holding DIN-09032737) who was appointed as an Additional Director of the Company with effect from February 10, 2021, pursuant to the provisions of Section 161 of the Act and who holds office up to the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing from a member proposing her candidature as an Independent Director and who has submitted the declaration that she meets the criteria of independence as provided under the Act and the Listing Regulations, be and is hereby appointed as an Independent Director of the Company to hold office for a term of 5 (five) consecutive years up to the conclusion of the 48th Annual General Meeting of the Company to be held in the calendar year 2026.

"RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorised to do all such acts, deeds, matters and things as may be considered necessary, desirable or expedient to give effect to this resolution."

Registered Office: -

P.O. Jagatdal, 24 Parganas (North),

West Bengal-743125

CIN: L36934WB1977PLC031184

Ph: (033)2581-2757; Fax: (033) 2581-3795

Email: ail@auclandjute.com

Website: www.auclandjute.com

Kolkata, 30th June, 2021

By Order of the Board
AUCLAND INTERNATIONAL LIMITED

S. Ghose
Company Secretary
(ICSI Membership No.-F9592)

NOTES:

01. In view of the outbreak of the second wave of the COVID-19 pandemic over the country and restrictions on the movements apart from social distancing, the 43rd Annual General Meeting (AGM) is being held through video conferencing | other audio visual means (VC) in accordance with the procedure prescribed in circular number 02/2021 dated 13th January, 2021, 20/2020 dated 5th May, 2020, 17/2020 dated 13th April, 2020 and 14/2020 dated 8th April, 2020 issued by the Ministry of Corporate Affairs and circular number SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated 15th January, 2021 and SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated 12th May, 2020 issued by the Securities and Exchange Board of India (the e-AGM circulars). The Members can attend the AGM through VC by following instructions given in note number 16 of the Notice. For the purpose of recording the proceedings, the AGM will be deemed to be held at the registered office of the Company at P O Jagatdal, 24 Parganas (North), West Bengal-743125.
02. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013, relating to the Special Business under Item Nos. 3 & 4 to be transacted at the AGM is annexed hereto. As required under Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, "Listing Regulations") and Secretarial Standard 2 issued by The Institute of Company Secretaries of India brief resume of the Directors seeking appointment / re-appointment at the Annual General Meeting (AGM) are included in the statement pursuant to Section 102 (l) of the Companies Act, 2013 set out in the Notice convening this meeting. The Directors have furnished the requisite consent and declarations for their appointment / re-appointment.
03. Pursuant to the relevant MCA & SEBI Circulars, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM, accordingly the Proxy Form, Attendance Slip and Route Map are not annexed hereto. However, the Body Corporates are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and participate thereat and cast their votes through e-voting. All documents referred to in the notice and in the accompanying explanatory statement are open for inspection at website of the Company www.aucklandjute.com.
04. The process and manner for e-voting and process of joining meeting through video conferencing alongwith other details also forms part of the Notice.
05. Pursuant to Section 91 of the Companies Act, 2013 and Rule 10 of the Companies (Management and Administration) Rules, 2014 read with Regulation 42(5) of the Listing Regulations, the Register of Members and Share Transfer books of the Company will remain closed from Tuesday, 31st August, 2021 to Monday, 06th September, 2021 (both days inclusive) for the purpose of the Annual General Meeting.
06. The Securities and Exchange Board of India (SEBI) vide its circular dated April 20, 2020 has mandated registration of Permanent Account Number (PAN) and Bank Account details for all Members holding shares in physical form. Therefore, the Members are requested to submit their PAN and Bank Account details to the 'Share Department' of the Company at the Registered Office at ail@aucklandjute.com or to M/s. Niche Technologies Pvt. Limited, the Registrar and Share Transfer Agent (RTA) of the Company at nichetechpl@nichetechpl.com. In this regard, the Members are requested to submit a duly signed letter along with self-attested copy of PAN Card(s) of all the registered Members (including joint holders). Members are also requested to submit original cancelled cheque bearing the name of the sole / first holder. In case of inability to provide the original cancelled cheque, a copy of Bank Passbook / Statement of the sole / first holder duly attested by the Bank, not being a date earlier than one month may be provided. Members holding shares in demat form are requested to submit the aforesaid documents to their respective Depository Participant(s).
07. As per Regulation 40 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, securities of listed companies can be transferred only in dematerialized form with effect from April 1, 2019, except in case of request received for transmission or transposition of securities. Members holding shares in physical form are requested to dematerialize their holdings as it will not be possible to transfer shares held in physical mode.
08. Members holding shares in physical form are requested to notify immediately any change of their addresses to the Company's Registrar & Share Transfer Agent, M/s. Niche Technologies Pvt. Ltd, 3A, Auckland Place 7th Floor, Room No. 7A & 7B, Kolkata-700017, so that future communications may be correctly dispatched.
09. Members who are yet to provide required particulars for the purpose of maintaining records in the new format of Register of Members pursuant to Section 88(1)(a) of the Companies Act, 2013 and rule 3(1) of the Companies (Management and Administration) Rules, 2014 are requested to intimate following information to the Company's Secretarial department or the Company's Registrar and Share Transfer Agent, as may be applicable for respective members in Form SH-13:
 - i) E-mail ID ii) Permanent Account Number (PAN) or Corporate Identification Number (CIN) iii) Father's/Mother's/Spouse Name iv) Unique Identification Number (Aadhar No.) v) Occupation vi) Status vii) Nationality viii) In case member is a minor, name of guardian and date of birth of minor member ix) Name and address of nominee.
10. On account of threat posed by COVID-19 and in terms of the MCA and SEBI Circulars, the Annual Report for the financial year ended 31st March, 2021, comprising of Board's Report, Independent Auditors' Report, Financial Statements, etc. alongwith this Notice, is being sent by electronic mode only to those members who have registered their email IDs with their respective depository participant(s) or with the registrar and share transfer agent of the Company. Members may also note that the AGM Notice, inter-alia, indicating the process and manner of e-Voting and participating at AGM through VC/OAVM and the Annual Report for the financial year ended 31st March, 2021 are available on the Company's website (<http://www.aucklandjute.com/>).

11. Pursuant to the provisions of Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 as amended from time to time (IEPF Rules), all Shares in respect of which Dividend has not been paid or claimed by the Members for seven (7) consecutive years or more were transferred to the demat account of IEPF Authority. However, the shareholders whose dividend/ shares are transferred to the IEPF Authority can now claim their shares from the Authority by following the Refund Procedure as detailed on the website of IEPF Authority <http://www.iepf.gov.in/IEPF/refund.html>. In case the Members have any query on the subject matter and the IEPF Rules, they may contact the Company/ RTA. Details of shares transferred to the IEPF Authority are uploaded on the website of IEPF Authority under the link www.iepf.gov.in and also on the Company's website under the link <http://aucklandjute.com/investors/unpaid-unclaimed-dividend/>.
12. The notice of Annual General Meeting will be sent to the members, whose names appear in the register of members / beneficial owners position list provided by depositories as at closing hours of business on 23rd July, 2021.
13. The shareholders shall have one vote per equity share held by them as on the cut-off date of 30th August, 2021. The facility of e-voting would be provided once for every folio / client id, irrespective of the number of joint holders.
14. Since the Company is required to provide members the facility to cast their vote by electronic means, shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of 30th August, 2021 and not casting their vote electronically, may only cast their vote at the Annual General Meeting.
15. All documents referred to in the accompanying notice and the statement annexed thereto shall be made available for inspection through electronic mode, basis on the request being sent at ail@aucklandjute.com.
16. ***Voting through electronic means:-***
 1. In view of the massive outbreak of the COVID-19 pandemic, social distancing is a norm to be followed and pursuant to the Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020 issued by the Ministry of Corporate Affairs followed by Circular No. 20/2020 dated May 05, 2020 and Circular No. 02/2021 dated January 13, 2021 and all other relevant circulars issued from time to time, physical attendance of the Members to the EGM/AGM venue is not required and general meeting be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing EGM/AGM through VC/OAVM.
 2. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this EGM/AGM. However, the Body Corporates are entitled to appoint authorised representatives to attend the EGM/AGM through VC/OAVM and participate there at and cast their votes through e-voting.
 3. The Members can join the EGM/AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the EGM/AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the EGM/AGM without restriction on account of first come first served basis.
 4. The attendance of the Members attending the EGM/AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
 5. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-Voting to its Members in respect of the business to be transacted at the EGM/AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-Voting system as well as venue voting on the date of the EGM/AGM will be provided by NSDL.
 6. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the EGM/AGM has been uploaded on the website of the Company at <http://www.aucklandjute.com/>. The Notice can also be accessed from the websites of the of the Company at <http://www.aucklandjute.com/> and the AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. www.evoting.nsdl.com.
 7. AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 08, 2020 and MCA Circular No. 17/2020 dated April 13, 2020, MCA Circular No. 20/2020 dated May 05, 2020 and MCA Circular No. 2/2021 dated January 13, 2021.

A. THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING AND JOINING GENERAL MEETING ARE AS UNDER:-

The remote e-voting period begins on Friday, 03rd September, 2021 at 10 : 00 A.M. and ends on Sunday, 05th September, 2021 at 05 : 00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. 30th August, 2021, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being 30th August, 2021.

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





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

Step 1: Access to NSDL e-Voting system

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

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

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

| Type of shareholders | Login Method |
|---|---|
| Individual Shareholders holding securities in demat mode with NSDL. | <ol style="list-style-type: none">Existing IDEAS user can visit the e-Services website of NSDL Viz. https://eservices.nsdl.com either on a Personal Computer or on a mobile. On the e-Services home page click on the "Beneficial Owner" icon under "Login" which is available under 'IDEAS' section, this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.If you are not registered for IDEAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDEAS Portal" or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jspVisit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.Shareholders/Members can also download NSDL Mobile App "NSDL Speede" facility by scanning the QR code mentioned below for seamless voting experience. <p style="text-align: center;">NSDL Mobile App is available on</p> <div style="display: flex; justify-content: center; align-items: center;"><div style="text-align: center;"> App Store</div><div style="text-align: center; margin-left: 20px;"> Google Play</div></div> <div style="display: flex; justify-content: center; align-items: center; margin-top: 10px;"><div style="text-align: center;"></div><div style="text-align: center; margin-left: 20px;"></div></div> |
| Individual Shareholders holding securities in demat mode with CDSL | <ol style="list-style-type: none">Existing users who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or www.cdslindia.com and click on New System Myeasi.After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of e-Voting service provider i.e. NSDL. Click on NSDL to cast your vote. |

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

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

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

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

B) Login Method for e-Voting and joining virtual meeting for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.

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

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.
Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.
4. Your User ID details are given below :

| Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical | Your User ID is: |
|--|---|
| a) For Members who hold shares in demat account with NSDL. | 8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****. |
| b) For Members who hold shares in demat account with CDSL. | 16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12***** |

c) For Members holding shares in Physical Form.

EVEN Number followed by Folio Number registered with the company

For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Password details for shareholders other than Individual shareholders are given below:

- a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
- b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
- c) How to retrieve your 'initial password'?
 - (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
 - (ii) If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered.**

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

- a) Click on "**Forgot User Details/Password?**" (If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.
- b) **Physical User Reset Password?** (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
- c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
- d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.

7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.

8. Now, you will have to click on "Login" button.

9. After you click on the "Login" button, Home page of e-Voting will open.

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

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

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

General Guidelines for shareholders

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to ail@aucklandjute.com with a copy marked to evoting@nsdl.co.in.

2. Any person holding shares in physical form and non-individual shareholders, who acquires shares of the Company and becomes member of the Company after the notice is send through e-mail and holding shares as of the cut-off date i.e. 30th August, 2021, may obtain the login ID and password by sending a request at evoting@nsdl.co.in or Issuer/RTA. However, if you are already registered with NSDL for remote e-voting, then you can use your existing user ID and password for casting your vote. If you forgot your password, you can reset your password by using "Forgot User Details/Password" or "Physical User Reset Password" option available on www.evoting.nsdl.com or call on toll free no. 1800 1020 990 and 1800 22 44 30 . In case of Individual Shareholders holding securities in demat mode who acquires shares of the Company and becomes a Member of the Company after sending of the Notice and holding shares as of the cut-off date i.e. 30th August, 2021 may follow steps mentioned in the Notice of the AGM under Step 1 : "Access to NSDL e-Voting system"(Above).
3. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password?" option available on www.evoting.nsdl.com to reset the password.
4. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no.: 1800 1020 990 and 1800 22 44 30 or send a request to Mr. Amit Vishal, Senior Manager and /or Ms. Pallavi Mhatre, Manager at evoting@nsdl.co.in

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

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to ail@aucklandjute.com.
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to ail@aucklandjute.com. If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at **step 1 (A)** i.e. **Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.**
3. Alternatively shareholder/ members may send a request to evoting@nsdl.co.in for procuring user id and password for e-voting by providing above mentioned documents.
4. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE EGM/AGM ARE AS UNDER:-

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

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

1. Member will be provided with a facility to attend the EGM/AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for **Access to NSDL e-Voting system**. After successful login, you can see link of "VC/OAVM link" placed under "Join General meeting" menu against company name. You are requested to click on VC/OAVM link placed under Join General Meeting menu. The link for VC/OAVM will be available in Shareholder/Member login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.
2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
5. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker may send their request mentioning their name, demat account number/folio number, email id, mobile number at ail@aucklandjute.com latest by 04.00 p.m. (IST) on Friday, 03rd day of September, 2021.

6. Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at ail@aucklandjute.com latest by 04.00 p.m. (IST) on Friday, 03rd day of September, 2021. The same will be replied by the company suitably.
7. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
8. When a pre-registered speaker is invited to speak at the meeting but he / she does not respond, the next speaker will be invited to speak. Accordingly, all speakers are requested to get connected to a device with a video/ camera along with good internet speed.
9. The Company reserves the right to restrict the number of questions and number of speakers, as appropriate, for smooth conduct of the AGM.
10. Members who need assistance before or during the AGM, can contact Mr. Amit Vishal, Senior Manager, NSDL and / or Ms. Pallavi Mhatre, Manager, NSDL at evoting@nsdl.co.in or call 1800 1020 990 / 1800 22 44 30.

ANNEXURES TO THE NOTICE:-

Brief Resume of Director(s)/KMP Seeking Re-Appointment at the 43rd Annual General Meeting Pursuant to Regulation 36(3) Of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 And Secretarial Standard 2 Issued by The Institute of Company Secretaries of India:

Item Nos. 2 & 4 of the Notice-

| Particulars | Non-executive Director | Independent Director |
|---|--|---|
| Name of Director/KMP & DIN/PAN | Bimal Singh Rampuria (holding DIN 00350906) | Smt. Baby Bothra (holding DIN-09032737) |
| Date of Birth | 15/02/1952 | 27/10/1981 |
| Date of appointment on Board | 02/04/2004 | 10/02/2021 |
| Qualifications | B.E | MA. |
| Brief Resume and functional expertise | Appointed as the Non-Executive Director on the Board, has experience in relevant field of knowledge | Appointed as the Independent Director on the Board, has experience in relevant field of knowledge |
| Shareholding | 189 Equity Shares | Nil |
| No. of Meetings of the Board attended during the year | As mentioned in the Corporate Governance Report | As mentioned in the Corporate Governance Report |
| Relationship with other Directors & KMP's | NONE | NONE |
| Names of the Companies in which he /she holds directorship | 1. Abhishek Carpets & Felts Ltd 2. Bally Fabs International Limited 3. Hotline Sales Pvt Ltd 4. Jai Kumar Kankaria Investment Pvt Ltd 5. Kanak Textiles Ltd 6. Opnmkt Solutions Private Limited 7. Silverlake Hotels Limited | NIL |
| Names of the Companies in which he / she holds membership of Committees | NIL | NIL |
| Professional Membership | None | None |
| Remuneration sought to be paid / last drawn | None | None |

The Board recommends the resolution stated at Item No. 2 & 4 of the Notice for member's approval.

EXPLANATORY STATEMENT AS REQUIRED UNDER SECTION 102 OF THE COMPANIES ACT, 2013:-

ITEM NO. 3:

The Board of Directors of the Company at its meeting held on 19th April, 2021, upon recommendation of the Audit Committee, has considered and approved the appointment of M/s. D. Radhakrishnan & Co., Cost Accountants (Firm Registration No. 000018) to conduct the audit of the cost accounting records maintained by the Company at a remuneration of ₹ 22,000/- (Rupees Twenty Two Thousand only) plus applicable taxes for the financial year 2021-22.

Pursuant to the provisions of Section 148 of the Companies Act, 2013 read with Rule 14 of the Companies (Audit and Auditors) Rules, 2014, the Board shall appoint a Cost Accountant in practice or a firm of cost accountants in practice on the recommendation of the Audit Committee, which shall also recommend remuneration for such cost auditor. The remuneration recommended by Audit Committee shall be considered and approved by the Board of Directors and subsequently be ratified by the shareholders.

None of the Directors and/or Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No. 3 of the Notice.

Accordingly, the resolution at Item No. 3 of the Notice is set out as an Ordinary Resolution for approval and ratification by the Members in terms of Section 148 of the Companies Act, 2013.

ITEM NO. 4:

The Board of Directors ("Board") at its meeting held on February 10, 2021, on the recommendation of the Nomination and Remuneration Committee, appointed Mrs. Baby Bothra (holding DIN-09032737) as an Additional (Independent) Director on the Board of the Company, to hold office till the conclusion of the ensuing AGM and subject to the approval of the members as an Independent Director to hold office for a term of 5 (five) consecutive years. The Company has, in terms of Section 160(1) of the Act, received a notice in writing from a member, proposing the candidature of Mrs. Baby Bothra (holding DIN-09032737) for the office of Director.

She does not hold any shares in the Company and is not related to any other Director of the Company. Mrs. Baby Bothra is not disqualified from being appointed as a Director in terms of Section 164 of the Companies Act, 2013 ("the Act") and has given her consent to act as a Director.

The Company has received a declaration from Mrs. Baby Bothra to the effect that she meets the criteria of independence as provided in Section 149(6), Schedule IV and other applicable provisions of the Act, Rules framed thereunder and Regulation 16(1)(b) and other applicable regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"). In the opinion of the Board, Mrs. Baby Bothra fulfils the conditions specified in the Act and Listing Regulations for appointment as an Independent Director and is independent of the management of the Company. The terms and conditions of her appointment shall be open for inspection on the website of the Company <http://www.aucklandjute.com/>. The details of Mrs. Baby Bothra as required under the provisions of Regulation 36(3) of the Listing Regulations and other applicable provisions are provided in Annexure to this Notice. The Board considering the experience and expertise of Mrs. Baby Bothra, recommends the Ordinary Resolution as set out in Item No. 4 of the Notice for the approval of the members. Save and except for Mrs. Baby Bothra, none of the other Directors / Key Managerial Personnel of the Company and their relatives is, in any way, concerned or interested, financially or otherwise, in this resolution set out at Item No. 4 of the Notice.

Registered Office: -

P.O. Jagatdal, 24 Parganas (North),
West Bengal-743125

CIN: L36934WB1977PLC031184

Ph: (033)2581-2757; Fax: (033) 2581-3795

Email: ail@aucklandjute.com

Website: www.aucklandjute.com

Kolkata, 30th June, 2021

By Order of the Board
AUCKLAND INTERNATIONAL LIMITED

S. Ghose
Company Secretary
(ICSI Membership No.-F9592)

BOARD'S REPORT TO THE MEMBERS

Dear Members,

Your Directors have pleasure in presenting the 43rd Annual Report on the business and operations of your Company along with the audited Financial Statements for the financial year ended March 31, 2021.

1) CORPORATE OVERVIEW:

Auckland International Limited ("Your Company" or "The Company") is a leading manufacturer of jute goods with interest in investment in shares, securities & finances. Your Company has its registered office at Auckland Jute Mills, North 24 Parganas, Jagatdal, West Bengal-743125.

2) FINANCIAL SUMMARY:

The Financial Performance for financial year 2020-2021 is summarized in the following table:

(₹ In Lakhs)

| PARTICULARS | 2020-21 (₹) | | 2019-20 (₹) | |
|--|-------------|--------|-------------|---------|
| Profit before Depreciation, Exceptional items and Taxation | | 891.68 | | 568.87 |
| Less: Depreciation and Amortisation | 95.27 | | 95.68 | |
| Exceptional items | = | 95.27 | = | 95.68 |
| Profit before Taxation | | 796.41 | | 473.19 |
| Provision/(Credit) for Corporate Taxation: | | | | |
| Current Tax | 205.00 | | 140.00 | |
| Deferred Tax | (0.54) | | (3.85) | |
| Adjustment relating to Taxes for earlier years | 5.72 | 210.18 | 7.29 | 128.86 |
| Profit for the period after Tax | | 586.23 | | 344.33 |
| Other Comprehensive Income/(Loss) | | 44.45 | | (30.06) |
| Total Comprehensive Income | | 630.68 | | 314.27 |

3) DIVIDEND:

In consideration of the challenging times caused by COVID-19 pandemic and in view of fund requirement in the impending future, your Directors do not recommend dividend on Equity Shares for the financial year ended on 31st March, 2021.

4) TRANSFER TO RESERVES:

The Company does not propose to transfer any amount to the reserves out of its current year profit.

5) RESUME OF PERFORMANCE:

Your Company has been able to achieve profitable growth and believes that this is sustainable, barring unforeseen circumstances. The growth would have been higher however, disruption caused by the COVID-19 pandemic affected performance in the first half of the financial year 2020-21. During the year under review, your Company's performance showed improvement in terms of Sales which was achieved due to increase in realizable prices of Gunny in comparison to the previous year. The Yarn Sales was higher than the earlier year. There has been no change in the nature of business of the Company during the year under review.

During the financial year ended March 31, 2021, your Company recorded turnover of ₹ 17596.71/- lakhs compared to ₹ 16407.89/- lakhs in the previous year. Whereas the profit after tax stood at ₹ 586.23/- lakhs vis-à-vis ₹ 344.33/- lakhs in the preceding year. The basic EPS for the year was ₹ 14.27/- per share vis-à-vis ₹ 8.38/- per share in FY 2019-20.

The overall performance of the Company during the year under review was satisfactory considering growth in turnover and keeping the capacity utilization at par during the year.

a) Business Review:

During the financial year 2020-21, the production was 16738 MT as against 18931 MT of Jute Goods manufactured during the previous year which is lower by 11.62 % than last year. The production could have been better during the year under review but due to several guidelines and follow-ups issued by the Central and State Government to control the spread of Covid-19 pandemic situation, advises limitation on employment of manpower during most part of the financial year including full lockdown in the month of April 2020 which ceased all production and commercial activities and also continuous scarcity of machine operators and semi-skilled workmen restrained the company to utilise the installed machineries at required capacity. In addition to this, due to lower output from the harvesting which created scarcity and non-availability, the prices of raw material – Jute reached at the highest ever rate. The Company had to control manufacturing of Government B. Twill Jute Bags and fine quality of Hessian Cloth according to the availability of jute because the requirement for consumption of higher quality of Raw Jute was much more than the earlier years. Besides the prices of raw material, other consumables were regularly varied as well as cost of transportation, power and labour kept continuously rising, which increased the cost of production of finished goods too.

Considering the satisfactory results, another installation of Renewal Energy Devices solar power generation plant of 250 Kwh on roof top was to be completed by the end of financial year 2020-21, but due to pandemic condition it was delayed and is now commissioned on 30.06.2021.

b) Technological Advancement:

Your Company continues to maintain its precedence on Modernization and Diversification and installed more Shuttle less Sacking Looms during the year under review. The Company continued replacement of old and outdated Electric Motors & Cables and other electric fittings.

c) Other Developments:

Your directors continue their sincere efforts to improve the quality of the Company's produce to augment the Company's realisation pattern. The Company will take appropriate plan to replace another lot of old & outdated machineries on the basis of the performance of the newly installed machineries and consideration of needs.

d) Prospects:

In the financial year 2021-22, due to severe second wave of COVID-19 and the damage it made on human lives and Indian economy, we foresee subdued performance of the jute industry. Restrictions posed by different State Governments during March - May 2021 would impact the industrial activity and buyer's sentiments.

Continued exodus of workmen to other jobs in large number and no replacement of retired workmen with the skilled and enthusiastic youngsters, huge shortage of skilled and non-skilled workmen in the industry still preexists, to cope up with the situation, the Company has undertaken various programme to train the youths to learn the job. The management has continued its policy to give employment with the Company to eligible candidates, and providing opportunities of learning and training in the job of their interest but due to restrictions and conditions imposed on movement of passenger's vehicles/ trains and other means of conveyance the number of interested entrants remained very low during the year. In addition to this growing habit of sudden absenteeism from work amongst the workmen, hampers the schedules of production and dispatches to the buyers. The management, to fill the vacancy and according to exigency and requirement to keep the continuous process of manufacturing running have engaged and re-employed retired/superannuated workmen.

Your Company continues the process of up-keeping the installed machineries as well as looking for new and advanced machineries keeping in mind to reduce production cost by getting higher output and similarly saving energy and control other cost elements as well as require lesser employment of workmen.

e) Export:

Your Company continues to accommodate the requirements of its domestic consumers only and has accordingly chosen the home country as its priority area of marketing owing to intense competition and frequent variations in foreign currencies.

6) CAPITAL EXPENDITURE:

During the year under review, the capital expenditure incurred towards tangible & intangible assets amounted to ₹ 113.24/- lakhs, a major part of which was spent on purchase of Plant & machinery. Additionally, the Company has paid a sum of ₹ 48.48 Lakhs to M/s. Vikram Solar Ltd. towards installation of Solar Power generating system against the total value of contract of ₹.78.81 Lakhs including installation charges and GST. Though the plant could have been commissioned within 31.03.2021, but due to pandemic restrictions it will become possible on 30.06.2021 and accordingly will be capitalized from that date.

7) MATERIAL CHANGES AND COMMITMENTS:

The Directors further states that there are no material changes have taken place affecting the financial position of the Company from the date of closure of financial year till the signing of this report.

8) PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:

Details of Loans, Guarantee and Investment covered under the provision of Section 186 of the Companies Act, 2013 are given in the notes to the Financial Statements.

9) DEPOSITS FROM PUBLIC:

The Company has not accepted any deposits from public and as such, no amount on account of principal or interest on deposits from public was outstanding as on the date of Balance sheet.

Further pursuant to the Ministry of Corporate Affairs (MCA) notification dated 22nd January 2019 amending the Companies (Acceptance of Deposits) Rules, 2014, the Company is required to file with the Registrar of Companies (ROC) requisite returns in Form DPT-3 for outstanding receipt of money/loan by the Company, which is not considered as deposits. The Company has already complied with this requirement within the prescribed timelines.

10) RELATED PARTY TRANSACTIONS:

All the Related Party transactions ("RPTs") entered into during the financial year were on an arm's length basis and in the ordinary course of business and in accordance with the Company's Policy on Related Party Transactions. The Company has also formulated a Policy on Related Party Transactions, which is also available on Company's website at <http://www.aucklandjute.com/wp-content/uploads/2020/07/POLICY-ON-RPT.pdf>. The Policy intends to ensure that proper reporting, approval and disclosure processes are in place for all transactions between the Company and Related Parties.

(₹ In lakhs)

Pursuant to Regulation 23(3) of the Listing Regulations and Rule 6A of the Companies (Meetings of Board and its Powers) Rules, 2014, the Audit Committee granted omnibus approval to the transactions likely to be entered into by the Company with related parties during the year and are of repetitive nature. The Audit Committee also reviewed all RPTs on quarterly basis. All the RPTs affected during the year are disclosed in the notes to Financial Statements.

There were no materially significant RPTs which could have potential conflict with interest of the Company at large. Accordingly, the disclosure of Related Party Transactions as required under Section 134(3)(h) of the Companies Act, 2013 in Form AOC-2 is not applicable.

11) CORPORATE SOCIAL RESPONSIBILITY INITIATIVES:

In terms of Section 135 of the Companies Act, 2013 and Companies (Corporate Social Responsibility Policy) Rules, 2014 amended vide Ministry of Corporate Affairs Notification dated January 22, 2021, the Company has amended the Corporate Social Responsibility Policy. The same is hosted on the website of the Company. The Company has a CSR Committee to monitor adherence to Corporate Social Responsibility Policy and to track transactions related to ongoing projects etc. A detailed report on the CSR activities inter-alia disclosing the composition of CSR Committee and CSR activities is attached as **Annexure F'** to this Report. The disclosure pertaining to the constitution of committee and number of meetings held during the year forms part of the Corporate Governance Report as a part of Annual Report.

12) SUBSIDIARY/ASSOCIATES/JOINT VENTURE COMPANIES:

The Company does not have any subsidiary, joint venture or associate company as on 31st March, 2021. Hence disclosure under Form AOC-1 is not required to be annexed.

13) SHARE CAPITAL:

The Authorized Share Capital of your Company as on March 31, 2021 stands at ₹ 80,000,000/- divided into 7,500,000 equity shares of ₹ 10/- each and 50,000 Preference Shares of ₹ 100/- each. The Issued, Subscribed and Paid-up Share Capital of your Company is ₹ 41,068,200/- divided into 4,106,820 Equity Shares of ₹ 10/- each fully paid up. There was no change in the Authorised or Paid-up Capital/Subscribed Capital during the financial year 2020-21.

i. Issue of equity shares with differential rights

The Company did not issue equity shares with differential rights during the financial year 2020-21.

ii. Issue of sweat equity shares

The Company did not issue sweat equity shares during the financial year 2020-21.

iii. Issue of employee stock options

The Company did not issue stock options during the financial year 2020-21.

iv. Provision of money by Company for purchase of its own shares by employees or by trustees for the benefit of employees

The Company does not have a scheme for purchase of its own shares by employees or by trustees for the benefit of employees.

14) FINANCE:

The Cash and cash equivalents of the Company stood at ₹ 273.86/-lakhs as on 31st March, 2021. Your Company continues to focus on perceptive management of its working capital, receivables, inventories and other working capital parameters were kept under strict check through continuous monitoring.

15) DETAILS OF BOARD MEETINGS HELD DURING THE YEAR:

During the year under review, 8 Board meetings were held, details of which are given below. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

| <u>Date of the meeting</u> | <u>No. of Directors attended the meeting</u> |
|---------------------------------|--|
| 15 th June, 2020 | 3 |
| 22 nd July, 2020 | 5 |
| 24 th August, 2020 | 5 |
| 20 th October, 2020 | 3 |
| 05 th November, 2020 | 3 |
| 28 th November, 2020 | 3 |
| 15 th January, 2021 | 3 |
| 10 th February, 2021 | 3 |

16) EXTRACT OF ANNUAL RETURN:

Pursuant to Section 92(3) read with Section 134(3)(a) of the Act, the Annual Return as on 31st March 2021 is available on the Company's website at <http://www.aucklandjute.com/annual-reports/>.

17) DIRECTORS' RESPONSIBILITY STATEMENT:

To the best of their knowledge and belief and according to the information and explanations obtained by them, the Directors confirm:

- a) that in the preparation of the Annual Accounts for the year ended March 31, 2021, the applicable accounting standards have been followed and there have been no material departures requiring further explanation;

- b) that they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for the period as also certified by the Statutory Auditors of the Company;
- c) that they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013. They confirm that there are adequate systems and controls for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) that the annual accounts of the Company for the year ended March 31, 2021 have been prepared on a going concern basis;
- e) that they have laid down internal financial controls which are followed by the Company and such internal financial controls are adequate and are operating effectively;
- f) that they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and are operating effectively.

18) DIRECTORS AND KEY MANAGERIAL PERSONNEL:

i. Independent Directors:

During the year under review, Shri Hrishikesh Tapadar (holding DIN 00409477) left for his heavenly abode on 19th October, 2020, accordingly, the Board at its meeting held on 10th February, 2021 appointed Mrs. Baby Bothra, Additional (Independent) Woman Director who holds office up to the date of this Annual General Meeting and subject to the approval of the members be appointed as an Independent Director of the Company to hold office for a term of 5 (five) consecutive years.

All the Independent Directors have given declarations that they continue to meet the criteria of independence as laid down under Section 149(6) of the Act and Rules made there under and under the Listing Regulations. They have also affirmed compliance to the Conduct for Independent Directors as prescribed in Schedule IV of the Act. Based on disclosures provided by them, none of them are disqualified from being appointed as Director under Section 164 of the Act and are independent from the management.

ii. Retirement by Rotation:

In terms of the provisions of Section 152 of the Companies Act, 2013 read with the Companies (Appointment and Qualification of Directors) Rules, 2014, Sri Bimal Singh Rampuria (holding DIN 00350906), Non-Executive Director of the Company is liable to retire by rotation at the ensuing Annual General Meeting ("AGM") and being eligible offers himself for reappointment. Appropriate resolution for his re-appointment is being placed for the approval of the shareholders of the Company at the ensuing AGM.

A brief profile of Sri Bimal Singh Rampuria and other related information has been detailed in the Notice convening the 43rd AGM of your Company.

iii. Appointment/Resignation of Directors:

On the recommendation of Nomination and Remuneration Committee, the Board of the Directors of the Company at its meeting held on February 10, 2021 appointed Mrs. Baby Bothra (holding DIN-09032737) as Additional (Independent) Director of the Company. The said appointment is made in terms of Section 149, 150, 152 and other applicable provisions, if any, of the Companies Act, 2013 ("the Act") and is subject to the approval of the members as an Independent Director to hold office for a term of 5 (five) consecutive years. The appropriate resolution is placed for approval of the members in the Notice for AGM.

iv. Key Managerial Personnel:

Pursuant to the provisions of Sections 2(51), 203 of the Companies Act, 2013 read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the following were the Key Managerial Personnel of the Company as on March 31, 2021:

- a. Mr. Hirendra Singh Bayed: Whole-Time Director cum Executive Director cum Chief Executive Officer (CEO)
- b. Mr. Subhas Chand Bhutoria: Manager cum Chief Financial Officer (CFO)
- c. Ms. Sangeeta Ghose: Company Secretary cum Compliance Officer.

v. Additional Disclosures:

None of the Directors of your Company are disqualified for being appointed as directors, as specified in Section 164(2) and Rule 14(1) of Companies (Appointment and Qualification of Directors) Rules, 2014. Necessary information pursuant to SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, in respect of directors to be appointed and re-appointed at the ensuing Annual General Meeting are given in the Annexure to the Notice convening the Annual General Meeting scheduled to be held on 06.09.2021. All members of the Board of Directors and senior management personnel affirmed compliance with the Company's code of conduct policy on an annual basis.

19) ANNUAL PERFORMANCE EVALUATION:

As per provisions of the Act and Regulation 17(10) of the Listing Regulations, the evaluation process for the performance of the Board, its committees and individual Directors was carried in accordance with the manner specified by Board of Directors, as suggested by the Nomination and Remuneration Committee. The evaluation was done in accordance with the framework and criteria laid down by the NRC. Further, at a separate meeting of the Independent Directors was held on 24th February, 2021, the Independent Directors evaluated performance of Non-Independent Directors, Board as a whole.

A consolidated report on performance evaluation was shared with the Board for its review and discussion with each Director. Manner of evaluation of Board of Directors performance and matters incidental thereto, are detailed in the Report on Corporate Governance, which forms part of this report.

20) POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION:

The Company has in place a policy for selection and appointment of Directors, Key Managerial Personnel, Senior Management and their remuneration in compliance with the provision of Section 178 of the Companies Act, 2013 and on the recommendation of the Nomination

Remuneration Committee of the Company. This policy is also available on the Company's website under the following web-link <http://aucklandjute.com/data/documents/Directors-Remuneration-Policy.pdf>. The Brief particulars of the policy are as follows:

❖ **Terms of reference:**

The terms of reference of the Nomination and Remuneration Committee, inter alia, consists of reviewing the overall compensation policy, service agreements, performance incentive and other employment conditions of Board Member(s). The recommendations of the Committee are considered and approved by the Board of Directors, subject to the approval of the shareholders, wherever required. The Company Secretary of the Company is the Secretary to the Committee.

The remuneration of the Executive Director is recommended by the Committee based on criteria such as industry benchmarks, the Company's performance vis-à-vis the industry, responsibilities shouldered, performance/track record and is also decided by the Board of Directors, subject to the approval of the shareholders at the General Meeting of the Company. The Company pays remuneration by way of salary, perquisites and allowances (fixed component) to its Executive Director.

❖ **Remuneration payable to Executive Director & Manager:**

The elements of the remuneration package of the Executive Director & Manager comprises of salary, perquisites & allowances comprising of Company maintained accommodation or house rent allowance, leave travel allowance and other perquisites and allowances including Company's contribution to provident fund, gratuity and leave encashment facilities according to the governing rules of the Company. No annual performance linked incentive apart from increments is offered at the time of re-appointment on the recommendation of the Nomination and Remuneration Committee.

❖ **Remuneration payable to Non-Executive Directors:**

The Non-Executive Directors of the Company have decided to forgo their sitting fees for attending the meetings of the Board at the Board meeting held on 15th May, 2013.

None of the Non-Executive Directors are entitled to any remuneration. The Non-Executive Independent Directors of the Company do not have any other material pecuniary relationships or transactions with the Company or its directors, senior management, subsidiary or associate, other than in normal course of business.

21) CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:

Pursuant to Section 134 of the Act read with Companies (Accounts) Rules, 2014, particulars relating to conservation of energy, technology absorption, foreign exchange earnings and outgo, are given in **Annexure 'A'** and forms an integral part of this Report.

22) PARTICULARS OF EMPLOYEES:

The disclosure required under section 197 of the Companies Act, 2013 read with rule 5(1) of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014 is attached as Annexure 'B' which forms an integral part of this Report. However, during the year under review, there was no employee in receipt of remuneration exceeding the limit prescribed under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

23) AUDITORS:

a) STATUTORY AUDITORS:

At the 42nd Annual General Meeting held on 29th September, 2020, the shareholders had approved appointment of M/s J. B. S & Company, Chartered Accountants (FRN:323734E) as the Statutory Auditors for a period of 5 years commencing from the conclusion of the 42nd Annual General Meeting until the conclusion of 47th Annual General Meeting of the Company. Auditors have confirmed that they hold a valid certificate issued by the Peer Review Board of the ICAI, in pursuance of the Listing Regulations. The Auditors attend the Annual General meeting of the Company. Auditor's Report for the year under review forms part of this annual report. It does not contain any qualifications, reservations or adverse remarks.

b) COST AUDIT:

Pursuant to the provisions of Section 148 of the Companies Act, 2013 read with Companies (Cost Records and Audit) Rules, 2014, the Company is required to maintain cost accounting records relating to jute goods and get them audited every year. Accordingly, such accounts and records were made and maintained. The Cost Audit report for the financial year 2019-20 has been filed within due date. The Board has appointed M/s. D. Radhakrishnan & Co. (Firm Registration No. 000018), Cost Accountants to audit the cost accounting records maintained by the Company for the year 2021-22 subject to ratification by the members at the ensuing Annual General Meeting of the remuneration of ₹ 22,000/- (Rupees Twenty Two Thousand only) plus applicable taxes payable to them.

c) SECRETARIAL AUDIT:

In terms of Section 204 of the Act and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Regulation 24A of the Listing Regulations, Board had appointed Shri Gautam Dugar (FCS No.7139), Company Secretary in practice to undertake the Secretarial Audit of the Company. The Secretarial Audit Report is annexed herewith as "**Annexure C**" to the Board's Report which is self-explanatory and hence do not call for any further explanation. There are no qualifications or reservations or adverse remarks in the Secretarial Audit Report.

23(1) Frauds reported by auditor:

During the year under review, neither Statutory Auditor nor Secretarial Auditor reported any instance of fraud in the Company.

23(2) Explanation in response to the auditors' qualification:

During the year under review, neither Statutory Auditor nor Secretarial Auditor reported any qualifications, reservations or adverse remarks in their respective Reports, which are self-explanatory.

24) ANNUAL SECRETARIAL COMPLIANCE REPORT:

Shri Gautam Dugar (FCS No.7139), Practising Company Secretaries, has issued Secretarial Compliance Report for the year ended 31st March 2021 confirming compliance of SEBI Regulations/guidelines/circulars issued thereunder and applicable to the Company. There are no observations or adverse remarks in their reports.

25) TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND (IEPF):

Pursuant to the provisions of Section 124(5) of the Companies Act, 2013, dividend which remains unpaid or unclaimed for a period of seven years from the date of its transfer to unpaid dividend is required to be transferred by the Company to Investor Education and Protection Fund (IEPF) Authority, established by the Central Government under the provisions of Section 125 of the Companies Act, 2013. Accordingly, your Company has transferred ₹ 2,49,864/- to the IEPF Authority during the year 2018-19 and thereafter no dividend remains pending for transfer to the IEPF Authority.

26) CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS:

Pursuant to Regulation 34(3) and Schedule V Para C clause (10) (i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, a Certificate from Mr. Gautam Dugar, Practising Company Secretary is attached confirming that none of the directors on the board of the company have been debarred or disqualified from having been appointed/continuing as directors by SEBI/Ministry of Corporate Affairs or any such statutory authority.

27) SECRETARIAL STANDARDS:

During the financial year 2020-21, the Company has complied with all applicable mandatory Secretarial Standards issued by The Institute of Company Secretaries of India.

28) MANAGEMENT DISCUSSION & ANALYSIS REPORT AND CODE OF CONDUCT:

The Management Discussion and Analysis Report forms an integral part of this Annual Report which is attached as *Annexure D'* to the Director's Report and gives details of the overall industry structure, developments, performance and state of affairs of the Company's business and other material developments during the Financial Year.

The Code of Conduct for Directors, KMPs and Senior Executives of the Company is already in force and the same has been placed on the Company's website: www.aucklandjute.com. Further as per Regulation 34(3) a separate section on corporate governance practices followed by the Company, together with the declaration affirming compliance with the Code of Conduct of the Company, CEO/CFO Certification and Auditor's Certificate on Compliance with the conditions of Corporate Governance forms an integral part of this Report in *Annexure E'*.

29) CODE FOR PREVENTION OF INSIDER TRADING PRACTICES:

In terms of provisions of SEBI (Prohibition of Insider Trading) Regulations, 1992 and its subsequent Amendments in 2008, 2015 and 2019, the Company has adopted a model Code of Conduct for prevention of Insider Trading in the shares and securities of the Company which is available on the Company's website under the following web link <http://aucklandjute.com/data/documents/Insider-Trading-Policy.pdf>. The Code, inter alia, prohibits purchase, sale of the shares of the Company by the Directors, Officers and Designated Employees while in possession of the unpublished price sensitive information in relation to the Company. The Board of Directors has confirmed compliance with the code. The Company Secretary is the Compliance Officer for the purpose of these Regulations.

30) VIGIL MECHANISM/WHISTLE BLOWER POLICY:

The Company has zero tolerance policy for any form of unethical behaviour. In accordance with Section 177(9) of the Act, Rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014 and Regulation 22 of the Listing Regulations, Company has formulated vigil mechanism viz., Whistle Blower Policy which can be accessed at <http://www.aucklandjute.com/board-policies/> to encourage the company employees who have knowledge of actual or suspected violation, malpractices, corruption, fraud or unethical conduct, leak of unpublished price sensitive information. The employees can come forward and express their legitimate concerns to the Audit Committee Chairman without any fear of reprimand, victimisation or unfair treatment.

31) RISK MANAGEMENT POLICY:

The Company also has Risk Management framework in place which defines roles and responsibilities at various levels of the risk management process. Pursuant to the requirement of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has formed a Risk Management Policy. This policy seeks to create transparency, minimize adverse impact on the business objectives and enhance the Company's competitive advantage. The policy defines the risk management approach across the enterprise at various levels including documentation and reporting. The Board of Directors reviews the risks applicable to the Company periodically and a statement of risks is mentioned under the head Management Discussion and Analysis Report of this Annual Report. The Risk Management Policy as approved by the Board is uploaded on the Company's website under the following web-link <http://www.aucklandjute.com/board-policies/>. The Committee reports to the Audit Committee and the Board.

32) DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

Your Company has zero tolerance for sexual harassment at the workplace and has formulated and implemented a policy on prevention of sexual harassment at the workplace with a mechanism of lodging complaints in terms of the Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013. During the year under review, no complaints were reported to the Board.

(₹ In lakhs)

Therefore, the Board of Directors of the Company declares that it has complied with the provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 [14 of 2013].

33) SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS:

There were no significant and material orders passed by the regulators or courts having competent jurisdiction, which could have an impact on the business of the Company under the going concern concept.

34) CREDIT RATING:

India Ratings and Research Private Limited (referred as "India Ratings"), Credit Rating Agency, rates the various bank facilities availed by the Company on the basis of the prescribed norms followed by the banks under the guidelines of Reserve Bank of India.

All existing & proposed bank facilities have been reviewed and rated by India Ratings and Research Private Limited (India Rating) vide its letter dated 02nd September, 2020 and rated "IND BBB-/Negative" for Fund Based Working Capital Limit and "IND A3" for Non-fund based Working Capital Limit.

35) ENVIRONMENT AND SAFETY:

The Company is conscious of the importance of environmentally clean and safe operations. The Company's policy requires the conduct of all operations in such manner so as to ensure safety of all concerned, compliance of statutory and industrial requirements for environment protection and conservation of natural resources to the extent possible.

36) GRATITUDE & ACKNOWLEDGEMENTS:

Your Directors place on record, their sincere appreciation for the commitment, dedication and hard work put in by each and every employee during the testing times. The Directors also wish to express their gratitude to investors for the confidence and faith that they continued to repose in the Company. They also acknowledge the guidance, whole-hearted support, encouragement and co-operation received by it from various the Governments & other statutory bodies, financial institutions, banks, distributors, suppliers, business associates, analysts and customers.

FOR & ON BEHALF OF THE BOARD OF DIRECTORS

Registered Office: -

Auckland International Limited
P.O. Jagatdal, 24 Parganas (North)
West Bengal-743125
Dated: 30th June, 2021

H. S. Bayed
(DIN-00425481)
Executive Director

M.C Singhi
(DIN-00407278)
Director

ANNEXURES TO THE DIRECTORS' REPORT:**Annexure 'A' to the Director's Report**

Information under Section 134(3)(m) of The Companies Act, 2013 read with Rule 8(3) of The Companies (Accounts) Rules, 2014:

(A) CONSERVATION OF ENERGY:

| | | | |
|-------|--|--|---|
| (i) | the steps taken or impact on conservation of energy | <u>Following steps were taken for conservation of energy during the year:</u> | |
| | | (i) | Energy Conservation devices and reflectors have been installed and a number of old Motors have been replaced during the year. |
| | | (ii) | The Company has continued the replacement of conventional choke with electronic choke, optimization of machine speed wherever possible and replacement of belts for maintaining speed and slippage etc. |
| | | (iii) | The location of HT Motors has been changed wherever possible to save them from heat and moisture. |
| | | (iv) | The Company has eliminated the consumption of Coal by using by-products and mill wastes as fuel in Boiler for Steam generation. Installation of separate power connection in the Labour Quarters has been completed. |
| | | (v) | Capacitors have been installed to control Power Factor. |
| | | (vi) | Rooftop Solar Power generation system of the capacity of 500KW has been installed on the roof provided by the Company. The power generated from the system is being bought by the Company for consumption to manufacturing and domestic purposes. Surplus generation is being taken back by the CESC Ltd. The Company has installed Rooftop Solar Power generation system of the capacity of 250KW. |
| | | <u>Impact of Steps Taken</u> | |
| | | Reduction in power consumption and increase in power factor thereby increasing productivity | |
| (ii) | the steps taken by the Company for utilizing alternate sources of energy | Your directors are pleased to acknowledge that the Company has installed and successfully commissioned on 31.03.2017 roof top Solar Power Project 250 Kwp grid connected SPV power plant on turnkey basis at the factory premises. The power so generated is consumed by the jute mill for its manufacturing & domestic purposes. Further the Company has entered into an agreement with M/s. Auckland Jute Co. Limited & M/s. H C Commercial Limited and accordingly they are providing solar power generated from Solar Units installed at our rooftop at ₹ 6/- per unit. The CESC Ltd., vide an agreement, is buying back the surplus units of power generated from the solar panels. | |
| (iii) | the capital investment on energy conservation equipments | During the year under review, the Company has issued orders for installation of another unit of 250 Kwh Solar Power Generation panel on roof top at a cost of ₹ 75 lakhs and was due to commissioned within 31.03.2021 but due to COVID-19 pandemic situation it is to be commissioned on 30.06.2021. All energy conservation measures were consumable in nature. | |

(B) TECHNOLOGY ABSORPTION:

| | | |
|--|--|---|
| (i) | the efforts made towards technology absorption | The Company continues to implement state of the art technologies to augment productivity and quality of its products. However, the Company's operations do not require significant import of technology. |
| (ii) | the benefits derived like product improvement, cost reduction, product development or import substitution | Improvement in quality and production and minimization of energy wastage. |
| (iii) | in case of imported technology (imported during the last three years reckoned from the beginning of the financial year)- | |
| | (a) the details of technology imported | No technology has been imported during the last three years. |
| | (b) the year of import | |
| | (c) whether the technology has been fully absorbed | |
| (d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof | | |
| (iv) | the expenditure incurred on Research and Development | The Research and Development Projects are being pursued in house & in conjunction with IJIRA/Jute Board for development of value added items having combinations of jute blended with other natural and manmade fibre and improvement of end products including linen yarn. |

(₹ In lakhs)

(C) FOREIGN EXCHANGE EARNINGS AND OUTGO:

During the financial year under review, the Company has not manufactured Jute goods which were exported through shippers.

FOR & ON BEHALF OF THE BOARD OF DIRECTORS

Registered Office: -

Auckland International Limited
P.O. Jagatdal, 24 Parganas (North)
West Bengal-743125
Dated: 30th June, 2021

H. S Bayed
(DIN-00425481)
Executive Director

M.C Singh
(DIN-00407278)
Director

STATEMENT OF DISCLOSURE OF REMUNERATION PURSUANT TO SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(I) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014:

a) The ratio of the remuneration of each director to the median remuneration of the employees of the Company for the financial year 2020-21:

| Name of Director | Designation | Ratio to median remuneration |
|---------------------------|------------------------------------|------------------------------|
| Shri Bimal Singh Rampuria | Non-Executive Director | - |
| Shri Bijay Singh Baid | Non-Executive Director | - |
| Shri Hirendra Singh Bayed | Executive Director | 2.92:1 |
| Smt Baby Bothra | Non-Executive Independent Director | - |
| Shri Mool Chand Singhi | Non-Executive Independent Director | - |

b) The percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager in the financial year 2020-21:

| Name of Director | Designation | % increase in remuneration in the financial year |
|----------------------------|------------------------------------|--|
| Shri Bimal Singh Rampuria | Non-Executive Director | - |
| Shri Bijay Singh Baid | Non-Executive Director | - |
| Shri Hirendra Singh Bayed | Executive Director | (24.58) |
| Smt Baby Bothra | Non-Executive Independent Director | - |
| Shri Mool Chand Singhi | Non-Executive Independent Director | - |
| Smt. Sangeeta Ghose | Company Secretary | 0.37 |
| Shri Subhas Chand Bhutoria | CFO & General Manager | 9.71 |

c) The percentage increase in the median remuneration of employees in the financial year 2020-21: **4.79 %**

d) The number of permanent employees on the rolls of Company: (as on 31st March, 2021): **2274**

e) Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:

The average percentile increase in the salaries of employees apart from managerial personnel in 2020-21 was around **4.79%**. The increase in the managerial remuneration for the year under review was **(1.50) %**. Average increase in the remuneration of the employees other than the Managerial Personnel and that of the managerial personnel depends upon the factors like industry standards, individual performance etc. during the year. There was no exceptional increase in the managerial remuneration which remains within the limits approved by the members and the ceilings prescribed under the Companies Act, 2013.

f) Affirmation that the remuneration is as per the remuneration policy of the Company:

The Board of Directors of the Company affirms that remuneration is as per the remuneration policy of the Company.

FORM NO. MR-3
SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31st MARCH, 2021

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

To,
The Members,
Auckland International Limited
(CIN: L36934WB1977PLC031184)

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s. **Auckland International Limited** (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

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

I have examined the books, papers, minute books, forms and returns filed and other records maintained by **M/s. Auckland International Limited** for the financial year ended on 31st March, 2021 according to the applicable provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings.
(Not Applicable to the Company during the Period under Audit);
- (v) The following Regulations and Guidelines (as amended from time to time) prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 and amendments from time to time **(Not Applicable to the Company during the Period under Audit);**
 - (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;
(Not Applicable to the Company during the Period under Audit);
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
(Not Applicable to the Company during the Period under Audit);
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009.
(Not Applicable to the Company during the Period under Audit); and
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998.
(Not Applicable to the Company during the Period under Audit);
 - (i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other applicable regulations/guidelines/circulars issued by SEBI from time to time, to the extent applicable; and
- (vi) The company operates in the **Jute Industry** and apart from the fiscal, labour and environmental laws which are generally applicable to all manufacturing companies, the following laws/acts are also, inter alia, applicable to the Company and are duly complied with:
 - a) The Jute Packaging Materials (Compulsory Use in Packing Commodities) Act, 1987;
 - b) The Jute Manufactures Cess Act, 1983 and the rules made thereunder;
 - c) The Essential Commodities Act, 1955;
 - d) The National Jute Board Act, 2008.

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

- i. Secretarial Standards issued by The Institute of Company Secretaries of India with respect to board and general meetings.
- ii. The Listing Agreement entered into by the Company with CSE Limited read with the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

(₹ In lakhs)

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

I further report that-

The Board of Directors of the Company is duly constituted with proper balance of Executive Director, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

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

As per the minutes of the meetings duly recorded and signed by the Chairman, the decisions of the Board were unanimous and therefore there were no dissenting views that were required to be recorded.

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

I further report that during the audit period the Company has not undertaken any events, action having a major bearing on the Company's Affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.

Place: KOLKATA
Date: 25th June, 2021

GAUTAMDUGAR
PRACTICING COMPANY SECRETARY
FCS No.: 7139
CP No.: 6243
UDIN: F007139C000514701

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

In terms of regulation 34(2)(e) read with Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the disclosure under specific heads are given in the following paragraphs which continue to be followed in the regular course of business of the Company over the years in discussion amongst the Directors and other Senior Management Personnel.

a) Industry Structure and Developments:

During the present operating cycle, the jute industry witnessed a severe shortage of raw jute crop which resulted due to an adverse climatic condition. Accordingly, the prices also witnessed a steep rise with comparatively low availability of jute crop. Further with the Covid situation and further lockdown imposed by the State Government to counter the second wave of the deadly pandemic might negatively influence the jute industry as a whole.

Furthermore, during the year under review, the Ministry of textiles vide its Notification dated 26th November, 2020 ordered the compulsory packing norms for food grains and sugar under Jute Packaging Materials (Compulsory use for Packing Commodities) Act, 1987 (JPMA) which stands at the 100% & 20% of production of food grains & sugar respectively. The said notification is valid up to 30th June, 2021.

b) Opportunities and threats, Risks & concerns:**Opportunities:**

- The Demand for 'B' Twill bags from the Government Agencies for packaging of food grains is estimated to be strong consequently there is an opportunity for the Jute Industry to enhance the production as much as possible & fulfil the demand.
- With the signing of tripartite agreement, minimum wages have increased significantly from Rs. 257 to Rs. 370 per day. Due to introduction of an attendance allowance, the hike in wages is likely to help in better availability of workforce in the ensuing year.
- Our Government has taken substantial steps like announcing financial help and incentives for modernization & technological up-gradation schemes for the Jute Industry which helps to curtail manufacturing costs by installing high efficiency power saving machineries.

Threats, Risks & Concerns:

The Company has a risk management committee, whose composition and role is stated in corporate governance report annexed to this report. However, following are the major threats, risks & concerns faced by the Jute Industry:

- In the given scenario, COVID 19 possess a major threat to the Jute Industry and is a matter of concern as the operations could be affected anytime;
- Continuation of compulsory Jute packaging order for food grains which is extended every year is a key component at this stage;
- The jute industry is not only losing the market shares in the overseas market to Bangladesh but Bangladesh is also dumping its jute goods in India at the cost of market share of Indian Jute Mills.
- Difficulty in getting migrant labours from nearby states for running the mills is resulting in lower capacity utilization causing further increase in cost of production per unit;
- Multiple and aggressive trade unions are one of the major problems faced by the industry at present time;

c) Segment-wise or Product-wise Performance:

Your Company is engaged in single business segment i.e. manufacturing and sale of Jute Goods. Hence, disclosure requirements as required by Ind AS -108 are not applicable in respect of business segment.

d) Outlook:

The weather conditions for growth of raw jute crop in the forthcoming jute season is expected to deteriorate compared to the previous season and with carry forward stock from previous year due to lockdown of 100 days, going forward prices of raw jute is likely to be balancing with an upward bias compared to the previous year. Notwithstanding the adverse condition of the jute market, your Directors continue their emphasis on the 'Quality' of jute products. The Demand for 'B' Twill jute bags for packaging of food grains by the Government Procurement Agencies continues to be good and as per present indications it is estimated to be good throughout the year.

In consideration of the above factors it is hoped that performance of Jute Industry including your Company may remain same this year, barring unforeseen circumstances.

e) Internal Control Systems & their Adequacy:

The Company has a well-defined system of internal control & audit. It is in place so as to independently review and strengthen the internal controls. These controls ensure that transactions are authorised, recorded and reported on time. They ensure that assets are safeguarded and protected against loss or unauthorised disposal. It is also designed for effectiveness and efficiency of operations, compliance or regulations backed by strong audit framework at all the locations.

Further, in compliance with Section 138 of the Companies Act, 2013, the Company has also engaged the services of Shri S. Roy Chowdhury, Chartered Accountant, as the Internal Auditor of the Company to carry out the internal audit and ensure that recording and reporting are adequate and proper, the internal controls exist in the system and that sufficient measures are taken to update the internal control system. The Company has also installed an extensive CCTV Surveillance system to cover the important parts of entire factory premises. All these measures are continuously reviewed by the management and requisite improvements are given effect to on a regular basis.

f) Financial performance vis-à-vis Operational Performances:

During the year under review, the financial performance with reference to the operational performance of the Company is as under:-

| PARTICULARS | 2020-21 (₹ In lakh) | 2019-20 (₹ In lakh) |
|----------------------------|---------------------|---------------------|
| Revenue from operations | 17596.71 | 16407.89 |
| Cost of Materials consumed | 10380.52 | 9925.76 |

(₹ In lakhs)

| | | |
|---|---------------|---------------|
| Change in Inventories (Increase)/Decrease | (113.57) | (320.11) |
| Finance Costs | 42.63 | 58.49 |
| Total comprehensive income | 630.68 | 314.27 |

g) Development in Human Resource & Industrial Relations:

The Indian Jute industry is extensively labour intensive in nature. Your Company considers human resource development as integral to its long term sustainability and success, to which end it continues its efforts for personnel development for employees at various levels. The Company has initiated programs for skill development and production handling with the help and under the guidance of the trainers and project coordinators associated with the Department of Jute and Fibre Technology, Institute of Jute Technology, a unit of University of Calcutta as well Government of West Bengal.

The Company's proposal for building up a super specialty Hospital for the employees and needy local residents and for the purpose a piece of Land measuring about 30 Katta (21600 Sq. ft. approx.) has been earmarked and handed over to the Bhatpara Municipality.

Industrial relations remained harmonious during the year under review. Shortage of labour continues to remain an area of concern. The Company is working on all possible measures to overcome the issue of availability of skilled workers. As on March 31, 2021, the Company had employee strength of around **2274**.

h) Cautionary Statement:

Statements in the Management Discussion and Analysis describing the Company's objectives, projections, estimates, expectations may be forward-looking statements. Actual results may differ materially from those expressed or implied due to various risks and uncertainties. Important factors that could make a difference to the Company's operations include economic and political condition in India and in the countries in which the Company operates, volatility in currency rates, changes in Government regulations and policies, tax laws, statutes and other incidental factors. The Company does not undertake to update these statements.

REPORT ON CORPORATE GOVERNANCE:**Annexure 'E' to the Director's Report**

Your Directors present the Company's report on Corporate Governance for the Year ended 31st March, 2021. In accordance with the Listing Agreement under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 with CSE Limited, the Report containing the details of Corporate Governance systems and process at Auckland International Limited as under:

a. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE -

Company firmly believes that robust corporate governance framework and practices are essential for sustained growth and enhanced stakeholder value in long run and is committed to adopt and implement best corporate governance practices. All our Stakeholders including customers, vendors and communities where we operate, are an integral part of the business and we ensure fairness for everyone of them through transparency and accountability, two basic tenets of corporate governance. Company has guiding principles laid down through its Code of Business Conduct duly adopted and adhered to by directors and senior management personnel.

The Company complies with the requirements stipulated under Regulation 17 to 27 read with Schedule V and clauses (b) to (i) of sub-regulation (2) of Regulation 46 of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015 as applicable with regard to corporate governance.

b. BOARD OF DIRECTORS -**a. Composition of the Board:**

The strength of the Board of Directors as on March 31, 2021 was five Directors comprising of One Executive (Non-Promoter) Director, two Non-Executive Directors and two Independent Directors (including one woman independent director). Hence, the Board has an optimum combination of Executive, Non-Executive and Independent Directors including one woman Director, who have an in-depth knowledge of business, in addition to the expertise in their areas of specialization in conformity with Section 149 of the Companies Act, 2013 and Regulation 17 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. The profiles of Directors can be found on <http://www.aucklandjute.com/about-us/management/>.

b. Number of other Boards or Board Committees in which he/she is a member or Chairperson:

None of the Directors of the Company holds membership of more than 10 Board Committee or Chairmanships of more than 5 Board Committees. All the Independent Directors have confirmed that they meet the criteria of Independence and do not hold any shares of the Company during the year under report.

c. Meetings and attendance:

The names and categories of the Directors on Board, their attendance at Board Meetings held during the year and at the 42nd Annual General Meeting together with the number of Directorships and Committee Chairmanships/Memberships held by them in other public companies as on March 31, 2021, are given herein below: -

| Sl. No. | Name of Director | Category | Attendance | | Directorships in other companies | No. of Membership/ Chairmanship of Board/ Committee of other Limited Companies |
|---------|-------------------------------------|----------------------------|--------------------------------|-------------|----------------------------------|--|
| | | | No. of Board Meetings attended | At last AGM | | |
| 1. | Shri MC Singhi | Non- Executive Independent | 8 | Yes | 1 | Nil |
| 2. | Shri B.S Rampuria | Non- Executive | 2 | No | 7 | Nil |
| 3. | Shri H.S Bajed | Executive | 8 | Yes | 1 | Nil |
| 4. | Shri H. Tapadar (upto 20.10.2020) | Non- Executive Independent | 2 | No | - | Nil |
| 5. | Shri B.S Baid | Non-Executive | 8 | Yes | 3 | Nil |
| 6. | Smt. Baby Bothra (w.e.f 10.02.2021) | Independent Women Director | - | - | - | Nil |

Notes:

- The Directors of the Company do not serve as Independent Directors in more than seven listed Companies.
- Committee Positions in other companies relate to Chairmanship/Membership of Audit and Stakeholder's Relationship Committees only.

d. Names of other listed entities where the person is a director and the category of directorship:

| S.No. | Name of the Directors | Names of other listed entities where the person is a director | Category of Directorship |
|-------|-----------------------|---|--------------------------|
| 1 | Bijay Singh Baid | Samridhi Fibre Ltd | Independent Director |

e. Dates on which Board Meetings & Annual General Meeting held:

During the year under review, the Board met 8 times on 15th June, 2020, 22nd July, 2020, 24th August, 2020, 20th October, 2020, 05th November, 2020, 28th November, 2020, 15th January, 2021 and 10th February, 2021. The Annual General Meeting for the year ended 31st March, 2020 was held on 29th September, 2020. The requisite quorum was present for all the meetings.

f. Independent Directors' Meeting:

During the year 2020-21, a separate meeting of the Independent Directors without the presence of the non-Independent Directors and senior management members was held on 24th February, 2021, in accordance with the provisions of "Schedule IV - Code for Independent Directors" of the Companies Act, 2013 and Regulation 25 of the SEBI Listing Regulations, 2015. Both the independent Directors were present at the meeting. The Independent Directors, inter-alia, reviewed -

- ◆ the performance of non-independent directors and the entire board of directors of the Company as a whole;

- ◆ the quality, quantity and timeliness of flow of information between the Company's management and the Board that is necessary for the Board to effectively and reasonably perform their duties;
- ◆ the familiarization program for independent directors of the Company.

g. Details of Familiarisation programme to Independent Directors:

The details of familiarization programmes imparted to Independent Directors is available on the website of the Company at <http://www.aucklandjute.com/board-policies/>.

h. Disclosure of Relationships Between Directors Inter-Se:

During the year under review, no director is, inter se, related to any other director on the Board.

i. Number of shares and convertible instruments held by non-executive directors:

Mr. Mool Chand Singhi, Non-Executive Independent Director and Mr. Bimal Singh Rampuria, Non-Executive Director hold 480 and 189 ordinary equity shares of the Company respectively.

c. COMMITTEES OF THE BOARD:-

The Company has formed five Committees of the Board as required under Companies Act, 2013 and SEBI Listing Regulations, 2015 namely, Audit Committee, Nomination and Remuneration Committee, Corporate Social Responsibility Committee, Stakeholder's Relationship Committee and Risk Management Committee. Minutes of the Committee Meetings are circulated and placed before the Board of Directors in the subsequent Board Meeting for their noting. Detailed terms of reference, composition, meetings and other information of each of the Committees of the Board is produced herein below:

I. AUDIT COMMITTEE

The Audit Committee constituted by the Board in terms of the requirements of Section 177 of the Companies Act, 2013 and Rules framed thereunder read with Regulation 18 of the Listing Regulations functions as an interface between the statutory, internal & cost auditors, Management and the Board of Directors.

a) The terms of reference of the Audit Committee consists of

- i. Oversight of the Company's financial reporting process and disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible;
- ii. compliance with Listing and legal requirements concerning financial statements;
- iii. review of quarterly, half-yearly and annual financial statements before submission to the Board for approval;
- iv. recommend to the Board any matter relating to financial management, including audit report and the appointment/re-appointment of Statutory Auditors, fixation of their Audit Fees, and approving payments made for any other services rendered by them;
- v. review performance of statutory and internal auditors;
- vi. reviewing of the Statement of Related Party transactions as submitted by the Management;
- vii. monitoring the end use of funds raised through public offers and related matters;
- viii. approval of payment to statutory auditors for any other services rendered by the statutory auditors;
- ix. reviewing, with the management, the statement of uses / application of funds;
- x. review and monitor the auditor's independence and performance, and effectiveness of audit process;
- xi. scrutiny of inter-corporate loans and investments;
- xii. valuation of undertakings or assets of the Company, wherever it is necessary;
- xiii. evaluation of internal financial controls and risk management systems.

b) Composition, Names of Members and Chairman.

During the financial year ended 31st March, 2021 the Audit Committee comprised of the following members:-

| Name of Committee Member | Category | Designation |
|--------------------------|----------|------------------------|
| Mool Chand Singhi | Chairman | Independent Director |
| Bijay Singh Baid | Member | Non-Executive Director |
| Hirendra Singh Bayed | Member | Executive Director |
| Baby Bothra | Member | Independent Director |

All the said Directors are financially literate and are persons of standing in the industry and have the requisite experience and expertise to carry out their obligations at meetings of the Committee at which the Directors provide the essential inputs.

➤ **Chairman:**

Shri MC Singhi, Non-executive Independent Director is the Chairman of the Audit Committee. The Chairman of the Audit Committee attended the last Annual General Meeting ("AGM") held on 29th September, 2020.

➤ **Secretary:**

Ms. Sangeeta Ghose, Company Secretary of the Company, is the Secretary to the Audit Committee.

c) Meetings and attendance during the year.

During the Financial Year 2020-21, the Audit Committee met six times. The maximum gap between two Meetings was not more than 120 days. The Committee met on (i) 8th June, 2020 (ii) 13th July, 2020 (iii) 06th August, 2020 (iv) 16th November, 2020 (v) 29th January, 2021 (vi) 25th February, 2021. The requisite quorum was present at all meetings. The attendance of each Member at these Meetings was as follows:

| NAME OF THE DIRECTORS CONSTITUTING AUDIT COMMITTEE | POSITION HELD | COMMITTEE MEETINGS | |
|--|---------------|--------------------|----------|
| | | HELD | ATTENDED |
| Shri MC Singhi | Chairman | 6 | 6 |
| Shri B.S.Rampuria | Member | 6 | 1 |
| Shri H.S.Bayed | Member | 6 | 6 |
| Shri H. Tapadar (upto 20.10.2020) | Member | 6 | - |

| | | | |
|-------------------------------------|--------|---|---|
| Smt. Baby Bothra (w.e.f 10.02.2021) | Member | 6 | - |
|-------------------------------------|--------|---|---|

II. NOMINATION AND REMUNERATION COMMITTEE

The Nomination and remuneration committee of the Company is constituted in line with the provisions of Regulation 19 of SEBI Listing Regulation, read with section 178 of the act.

a) Brief description of terms of reference.

The terms of reference of the Committee is in conformity with Section 178 of the Companies Act, 2013 read with Rule 6 of Companies (Meetings of Board and its Powers) Rules, 2014 and Regulation 19 of the SEBI Listing Regulations, 2015. The terms of reference inter alia include:

- Formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration of the directors, key managerial personnel and other employees;
- Formulation of criteria for evaluation of Independent Directors and the Board;
- Devising a policy on Board diversity;
- identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the Board their appointment and removal;
- To extend or continue the term of appointment of the Independent Director, on the basis of the report of performance evaluation of Independent Directors.

b) Composition, name of members and Chairperson.

| S.No. | Name of Committee Member | Position | Category |
|-------|--------------------------|----------|------------------------|
| 1 | Mool Chand Singhi | Chairman | Independent Director |
| 2 | Bijay Singh Baid | Member | Non-Executive Director |
| 3 | Baby Bothra | Member | Independent Director |

The Company Secretary acts as Secretary of the Committee.

c) Attendance during the year.

During the year under review one meeting of the Committee was held on 02nd June, 2020 which was attended by Shri M.C Singhi and Shri B. S Baid, Chairman and Member of the Committee respectively.

d) Remuneration Policy.

Based on the recommendations of the NRC and pursuant to the provisions of Section 178 of the Companies Act, 2013 read with rules framed thereunder together with Regulation 19(4) of the Listing Regulations, the Board of Directors of the Company has adopted a Nomination and Remuneration Policy for the Directors and Key Managerial Personnel (KMPs) of the Company which can be accessed at <http://www.aucklandjute.com/wp-content/uploads/2020/07/Directors-Remuneration-Policy.pdf>.

i. Remuneration to Executive Director:-

The appointment and remuneration of Executive Director is governed by the recommendation of the Nomination & Remuneration Committee, resolutions passed by the Board of Directors and approved by the Shareholders of the Company. Whereas the payment of remuneration to such director is governed by the agreement executed between him and the Company. The remuneration package of the Whole-time Director cum Executive Director comprises of salary, perquisites and allowances, and contributions to Provident and other Retirement Benefit Funds as approved by the shareholders at the General Meetings. The particulars of remuneration paid to Executive Director for the year ended March 31, 2021 is as under:

| Name of the Director | Remuneration (₹) | Commission (₹) | Perquisites (₹) | Service Contract |
|------------------------------------|------------------|----------------|-----------------|---|
| Shri H S Bayed- Executive Director | 9,40,277.00 | - | 3,71,255.52 | 3 years from 14 th August, 2019 to 13 th August, 2022 |

ii. Remuneration to Non-Executive Director:-

During the year ended March 31, 2021, no sitting fees were paid to the Non-Executive and Independent Directors of the Company. The Non-Executive Director/Independent Directors do not have any material pecuniary relationship or transactions with the Company.

e) Details of remuneration paid to the Directors during the year under review are given below.

(₹ In lakhs)

| Name of the Director | Category | Sitting Fee paid | Salary & allowances | Contribution to PF | Total |
|-------------------------------------|----------------------------|------------------|---------------------|--------------------|-------|
| Shri MC Singhi | Non- Executive Independent | — | — | — | — |
| Shri B.S Rampuria | Non- Executive | — | — | — | — |
| Shri H.S Bayed | Executive | — | 13 | 0.94 | 13.94 |
| Shri H. Tapadar (upto 20.10.2020) | Non- Executive Independent | — | — | — | — |
| Shri B S Baid | Non- Executive | — | — | — | — |
| Smt. Baby Bothra (w.e.f 10.02.2021) | Non- Executive Independent | — | — | — | — |

NOTES:

- The Executive Director is not entitled to any Stock Option or Performance Linked Incentive.
- The Company has not issued any convertible instrument.

- No Commission is payable to any Director.
- No Sitting fees are paid/payable to the Non-Executive Independent Directors.
- Apart from the above, no other pecuniary relationship or transactions vis-à-vis the Company exist with the Non-Executive Directors.

III. STAKEHOLDERS' RELATIONSHIP COMMITTEE

The Stakeholders Relationship committee of the Company is constituted in line with the provisions of Regulation 20 of SEBI Listing Regulation, read with section 178 of the act. Terms of reference is as per the framework prescribed under the Act & Rules thereunder and the Listing Regulations.

a) Composition -

Shri B S Baid, a Non-Executive Independent director of the Company is the chairman of the stakeholder's relationship committee. The details of composition of stakeholder's relationship committee with names of members and chairperson are as follows:

| Name of Committee Member | Category | Designation |
|-------------------------------------|------------------------------------|-------------|
| Shri B S Baid | Non-Executive Director | Chairman |
| Shri H.Tapadar (upto 20.10.2020) | Non-Executive Independent Director | Member |
| Smt. Baby Bothra (w.e.f 10.02.2021) | Non-Executive Independent Director | Member |
| Shri M.C Singhi | Non-Executive Independent Director | Member |

b) No. of Committee Meetings -

The Committee met 6 times during the year under Review 15TH June, 2020, 22ND July, 2020, 20TH October, 2020, 05TH November, 2020, 15TH January, 2021 And 25TH February, 2021.

c) Name and Designation of Compliance Officer -

In terms of the requirements under SEBI Listing Regulations, 2015, Ms. Sangeeta Ghose, Company Secretary of the Company is designated as the Compliance Officer of the Company. E-mail Id of Compliance Officer: ail@aucklandjute.com.

d) Status of Investor's Complaints as On 31st March, 2021 -

No. of complaints received during the year and dealt with: None

No. not solved to the satisfaction of shareholders: None

No. of complaints pending: None

No. of pending share transfers as on 31st March, 2021: None

IV. CORPORATE SOCIAL RESPONSIBILITY (CSR) COMMITTEE

The CSR committee of the Company is constituted inline with the provisions of section 135 of the act. All Corporate Social Responsibility activities are being routed through the Corporate Social Responsibility Policy under the guidance of the CSR Committee. Two Meetings of CSR committee were held during the year on 02nd June, 2020 and 10th March, 2021. The Composition of Committee is as under:

| NAME OF THE DIRECTORS CONSTITUTING AUDIT COMMITTEE | POSITION HELD | COMMITTEE MEETINGS | |
|--|---------------|--------------------|----------|
| | | HELD | ATTENDED |
| Baby Bothra | Chairman | 2 | 1 |
| Mool Chand Singhi | Member | 2 | 2 |
| Bijay Singh Baid | Member | 2 | 2 |

V. RISK MANAGEMENT COMMITTEE

Pursuant to the Regulation 21 of SEBI (LODR) (Amendment) Regulations, 2019, the Board of Directors has voluntarily constituted "Risk Management Committee" in order to monitor and review risk management plan and practices of the Company. During the year under review, the Committee met once on 2nd March, 2021 and comprised as follows:-

| S.No. | Name of Committee Member | Position | Category |
|-------|--------------------------|----------|------------------------|
| 1 | Baby Bothra | Chairman | Independent Director |
| 2 | Mool Chand Singhi | Member | Independent Director |
| 3 | Bijay Singh Baid | Member | Non-Executive Director |

The Board has also framed a risk management policy which is available on the Company's website under the web link <http://www.aucklandjute.com/board-policies/>.

d) GENERAL BODY MEETINGS -

i. Location and time where last three Annual General Meetings were held: -

| Financial year | Date of AGM | Venue | Time |
|----------------|----------------------------------|---|----------|
| 2019-20 | 29 th September, 2020 | Auckland Jute Mills, P.O. Jagatdal, 24 Parganas (North), West Bengal-743125 | 10.00 AM |
| 2018-19 | 27 th September, 2019 | | 10.00 AM |
| 2017-18 | 28 th September, 2018 | | 10.00 AM |

ii. Details of Special Resolution:

| Financial year | Date of AGM | Subject matter of the resolution | Triggering Section of the Companies Act, 2013 |
|----------------|----------------------------------|---|---|
| 2019-20 | 29 th September, 2020 | Re-Appointment Of Sri S C Bhutoria as Manager | Sections 196, 197, 203 |

| | | | |
|---------|----------------------------------|---|---|
| 2018-19 | 27 th September, 2019 | a. Re-Appointment Of Sri M C Singhi As Independent Director b. Re-Appointment Of Sri H Tapadar As Independent Director c. Appointment Of Sri H S Bayed As Whole Time Director | a. Sections 149 and 152 b. Sections 149 and 152 c. Sections 196, 197, 203 |
| 2017-18 | 28 th September, 2018 | Investment Of Surplus Funds Of The Company | Sections 196, 197 and 203 |

- iii. No Extraordinary General Meeting (EGM) was held by the Company during the financial year ended March 31, 2021.
- iv. No Resolution was passed during the financial year ended March 31, 2021 through Postal Ballot under Section 110 of the Companies Act, 2013 and Rules framed thereunder.
- v. The Company does not propose to conduct any Special Resolution through Postal Ballot under Section 110 of the Companies Act, 2013 and Rules framed thereunder on or before the forthcoming AGM.

e. **MEANS OF COMMUNICATION:**

a) **Financial Results**

The Company's quarterly, half yearly and annual financial results are sent to the Stock Exchanges and published in one vernacular newspaper viz. "Duranta Barta" and one English newspaper viz. "Financial Express" within 48 hours. Simultaneously, they are also uploaded on the Company's website www.aucklandjute.com

b) **Management Discussion & Analysis Report:**

Management Discussion and Analysis Report forms part of the Annual Report as Annexure E, which is posted to the shareholders of the Company.

c) **Website:**

The Company has its own functional website "www.aucklandjute.com" where information about the Company, quarterly financial results, audited financial statements, annual reports, distribution of shareholding at the end of each quarter, official news releases and such other information required to be disclosed under Regulations 30, 46 and other applicable provisions of the Listing Regulations are regularly updated.

f. **SEBI COMPLAINTS REDRESSAL SYSTEM (SCORES)**

SEBI has initiated SCORES for processing the investor complaints in a centralized web based redress system and online redressal of all the shareholders complaints. The Company is in compliance with the SCORES and redresses the shareholders complaints, if any, well within the stipulated time. However, during the period under review, no such complaint was placed by any member of the Company on the SCORES platform.

g. **GENERAL SHAREHOLDER INFORMATION:**

a) **Company Registration Details:**

The Company is registered in the State of West Bengal. The Corporate Identification Number (CIN) allotted to the Company by the Ministry of Corporate Affairs is L36934WB1977PLC031184.

b) **AGM date, time and venue:**

The 43rd Annual General Meeting (AGM) of the Company will be held through Video Conferencing facility on **Monday, September 06, 2021 at 10:30 A.M.**

In view of the situation caused by Covid-19 Pandemic and in line with the exemption granted to all the Companies by the Ministry of Corporate Affairs (collectively known as 'MCA Circulars') vide its General Circulars dated 13th January, 2021, 5th May, 2020, 13th April, 2020 and 8th April, 2020 and Circulars dated 12th May, 2020 and 15th January, 2021 issued by the Securities and Exchange Board of India ('SEBI Circulars'), the 43rd Annual General Meeting of the Shareholders is being held through Video Conferencing (VC) / Other Audio-Visual Means (OAVM). In line with the aforesaid Notifications issued by MCA, the Company shall provide Video-Conferencing Facility for Shareholders to enable them to attend the Annual General Meeting on first-come-first-serve basis.

c) **Financial year:**

The Financial Year of the Company is from 1st April to 31st March.

| Financial Calendar [Current Financial Year 2021-22] | (Tentative Dates) |
|--|-------------------------------------|
| First Quarter Financial Results (June 30) | By 31 st July, 2021* |
| Second Quarter Financial Results (September 30) | By 14 th November, 2021* |
| Third Quarter Financial Results (December 31) | By 14 th February, 2022* |
| Fourth Quarter & Annual Audited Financial Results of the current Financial Year (March 31) | By 30 th May, 2022* |

*Tentative Dates

d) **Date of Book closure:**

Tuesday, 31st August, 2021 to Monday, 06th September, 2021 (both days inclusive)

e) **Dividend payment date:**

No dividend has been recommended for the year ended 31st March, 2021.

f) **Listing on Stock Exchange(s) & Stock Code:**

The Equity shares of the Company are listed on the following Stock Exchange:

| Stock Exchange | Stock Code |
|--|------------|
| The Calcutta Stock Exchange Ltd. ("CSE Ltd."), 7, Lyons Range, Kolkata-700001 | 10011027 |

The annual listing Fees have been paid to the said Stock Exchange for the Financial Year 2021-22.

g) Market Price Data:

There were no transactions in the equity shares of the Company listed at The Calcutta Stock Exchange Ltd.

h) Stock Performance:

The Stock performance vis-à-vis the broad based indices cannot be determined considering the fact that the Equity shares of the Company are very sparsely traded in the Stock Market.

i) Registrar and Transfer Agents:

The Company has engaged the services of M/s. Niche Technologies Private Limited for processing the transfers, transmission, sub-division, consolidation, splitting of shares, etc. and to process the Members' requests for dematerialization and / or re-materialization of shares. Their address for communication is as under: -

Niche Technologies Private Limited
3A, Auckland Place 7th Floor, Room No. 7A & 7B, Kolkata-700017
Email: nichetechpl@nichetechpl.com

j) Share Transfer System:

In terms of Regulation 40(I) of Listing Regulations, as amended from time to time, securities can be transferred only in dematerialized form with effect from 1 April 2019, except in case of request received for transmission or transposition of securities. Further, Securities and Exchange Board of India ("SEBI"), had fixed 31 March 2021 as the cut-off date for re-lodgment of transfer deeds and the shares that are re-lodged for transfer shall be issued only in demat mode. Members holding shares in physical form are requested to convert their holdings to dematerialized form. Transfers of equity shares in electronic form are effected through the depositories with no involvement of the Company.

k) Distribution of shareholding:

(A) The distribution of shareholdings, including the shares in dematerialized form, as on 31st March, 2021 is given here under:

| Break-up of Equity shares held | No. of Shareholders/Folios | % of Shareholders | No. of Shares | % of Shareholding |
|--------------------------------|----------------------------|-------------------|----------------|-------------------|
| 1-500 | 657 | 74.0699 | 83,873 | 2.04229 |
| 501-1000 | 98 | 11.0485 | 79,586 | 1.93790 |
| 1001-5000 | 87 | 9.8083 | 2,02,774 | 4.93749 |
| 5001-10000 | 8 | 0.9019 | 58,421 | 1.42254 |
| 10001-50000 | 14 | 1.5784 | 2,77,221 | 6.75026 |
| 50001-100000 | 11 | 1.2401 | 7,50,726 | 18.27998 |
| 100001-And Above | 12 | 1.3529 | 26,54,219 | 64.62954 |
| TOTAL | 887 | 100 | 4106820 | 100 |

(B) Shareholding Pattern as on 31st March, 2021:

| Category | No. of Shares held | Percentage of Shareholding |
|---|--------------------|----------------------------|
| A) Promoter's Holding | | |
| 1. Promoters | | |
| - Indian Promoters | 2950947 | 71.855 |
| - Foreign Promoters | - | - |
| 2. Persons acting in concert | - | - |
| Total (A) | 2950947 | 71.855 |
| B) Non-Promoter's Holding | | |
| 1. Institutional Investors | | |
| a) Mutual Funds and UTI | - | - |
| b) Banks, Financial Institutions, Insurance Companies (Central/State Government Institutions/Non-Government Institutions) | 155556 | 3.788 |
| c) FIs | - | - |
| Sub-Total | - | - |
| 2. Others | 155556 | 3.788 |
| a) Private Corporate Bodies | | |
| b) Indian Public | 49384 | 1.202 |
| c) NRIs/OCBs | 543787 | 13.241 |
| d) GDRs | - | - |
| e) Clearing Members | - | - |
| f) IEPF Authority | - | - |
| | 407146 | 9.914 |

(₹ In lakhs)

| | | |
|-------------------|---------|--------|
| Sub-Total | 1000317 | 24.357 |
| Total (B) | 1155873 | 28.145 |
| Grand Total (A+B) | 4106820 | 100.00 |

l) Reconciliation of Share Capital Audit:

As stipulated by SEBI, pursuant to the provisions of Regulation 40(9) of the Listing Regulations, a Practicing Company Secretary Conducts Audit of the Share Operations System of the Company maintained at the office of the RTA.

Further a qualified practicing Company Secretary also carries out a share capital audit to reconcile the total admitted equity share capital with the National Securities Depository Limited ("NSDL") and the Central Depository Services (India) Limited ("CDSL") and the total issued and listed equity share capital. The audit report confirms that the total issued / paid-up capital is in agreement with the total number of shares in physical form and the total number of dematerialised shares held with NSDL and CDSL.

m) Dematerialization of shares and liquidity:

We have established connectivity with both depositories i.e. National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL). The International Securities Identification Number (ISIN) allotted to our shares under the Depository system is INE907C01022.

As on 31st March, 2021, 3687976 Equity Shares of ₹ 10/- each (90% of the total paid-up share capital) were held in dematerialized form. The balance 10% paid-up share capital is held in physical mode and these shareholders are requested to dematerialize their shares in their own interests to avail the benefits of holding shares in dematerialized mode.

n) Outstanding GDRs:

Your Company has not issued any GDRs / ADRs / Warrants or any convertible instruments in the past and hence as on March 31, 2021, the Company does not have any outstanding GDRs / ADRs / Warrants or any convertible instruments.

o) Commodity Price Risk or Foreign Exchange Risk and Hedging Activities:

The Company has not undertaken any such activities during the period under consideration.

p) Plant Locations:

The Registered Office and unit of the Company viz. Auckland Jute Mills is located at P O Jagatdal, 24 Parganas (North), West Bengal-743125.

q) Address for correspondence:

Share Department
Auckland International Limited
P O Jagatdal, 24 Parganas (North),
West Bengal-743125

OR

Niche Technologies Pvt.Ltd.
3A, Auckland Place 7th Floor,
Room No. 7A & 7B,
Kolkata-700017

h. OTHER DISCLOSURES:-

In terms of the statutory requirements under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, relevant Board policies have been formulated which are available on our website under the weblink <http://www.aucklandjute.com/investors/board-policies/>. The policies are periodically reviewed and updated as per compliance requirement by the Board as detailed hereunder:-

| Particulars | Regulations | Details | Website link for details/policy |
|--|--|--|---|
| a) Materially Significant Related Party Transactions | Regulation 23 of SEBI Listing Regulations and as defined under the Act | All transactions were entered with related party in the ordinary course of business and at arm's length price with prior omnibus approval of the audit committee in line with the policy on related party transaction of the Company. There are no materially significant related party transactions between the Company and its promoters, directors or their relatives etc. that may have potential conflict with the interests of Company at large. Disclosures as required under IND AS-24 have been made in Note No.32 to the financial statements for the financial year ended 31 st March, 2021. | http://aucklandjute.com/data/documents/POLICY-ON-RPT.pdf |
| b) Compliances by the Company | Schedule V (C) 10(b) to the SEBI Listing Regulations | During the last three years, no penalty or stricture have been imposed on the Company by CSE Limited or SEBI or any other statutory authority for non-compliance of any matter related to the capital markets. | N/A |
| c) Vigil Mechanism/ Whistle Blower Policy | Regulation 22 of SEBI Listing Regulations | The Company has a well laid out Vigil Mechanism / Whistle Blower policy in terms of Section 177 of the Companies Act, 2013 read with Regulation 22 of SEBI Listing Regulations, 2015. Details regarding the same have been discussed in the Director's Report. The Board of Directors as well as the employees of the Company adheres to this principle and compliance with the same is affirmed | http://aucklandjute.com/data/documents/Vigil-Mechanism-WBP.pdf |

(₹ In lakhs)

| | | | |
|---|--|--|---|
| | | by each of them. Further, it is also affirmed that no personnel has been denied access to the Audit Committee. | |
| d) Policy on Determination of Materiality for Disclosures | Regulation 30 of SEBI Listing Regulations | The Company has adopted a Policy on Determination of Materiality for Disclosures. | http://aucklandjute.com/data/documents/POLICY-FOR-DETERMINATION-OF-MATERIALITY.pdf |
| e) Policy on Archival and Preservation of Documents | Regulation 9 of SEBI Listing Regulations | The Company has adopted a Policy on Archival and Preservation of Documents. | http://aucklandjute.com/data/documents/Insider-Trading-Policy.pdf |
| f) Status of compliance of Non-Mandatory requirements of SEBI Listing Regulations, 2015 | Schedule V (C) 10(d) to the SEBI Listing Regulations | The Company has complied with all the mandatory requirements of SEBI Listing Regulations, 2015 and has also adopted the other non-mandatory requirements of the regulations to the extent and in the manner as stated under the appropriate headings under the Report on Corporate Governance. | |
| g) CEO / CFO certification | Regulation 34(3) of SEBI Listing Regulations | The CEO and the CFO of the Company have certified to the Board with regard to the compliance made by them in terms of Regulation 34(3) read with Schedule V of the SEBI Listing Regulations, 2015 and such certificate forms part of the Annual Report. | N/A |
| h) Code Of Conduct | Regulation 17 of SEBI Listing Regulations | The members of the board and senior management personnel have affirmed compliance with the Code of Conduct applicable to them during the year ended March 31, 2021. | http://aucklandjute.com/investors/code-conduct/ |
| i) Accounting Treatment | Schedule V (B)(2) to the SEBI Listing Regulations | The financial statements of the Company have been prepared in accordance with the provisions under Sections 129, 133 and Schedule II to the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. | N/A |

The above report has been placed before the Board at its Meeting held on 30th June, 2021 and the same was approved by the Board.

FOR & ON BEHALF OF THE BOARD OF DIRECTORS

PLACE: KOLKATA

Dated: 30th June, 2021

Shri H.S Bayed
(DIN-00425481)
Executive Director

Shri M.C Singhi
(DIN-00407278)
Director

ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY ACTIVITIES

as prescribed under Section 135 of the Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rules, 2014

1. A brief outline of the Company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs:

Corporate Social Responsibility (CSR) at Auckland International Limited stems from the ideology of providing sustainable value to the society in which the company operates. It lays emphasis on contributing in the fields of healthcare, education, community welfare, promotion of sports and other areas as prescribed under schedule VII of the Companies Act, 2013 towards development & upliftment of the underprivileged sections of the society.

2. The Composition of the CSR Committee: -

| S.No. | Name of Committee Member | Designation/Nature of Directorship | Number of meetings of CSR Committee held during the year | Number of meetings of CSR Committee attended during the year |
|-------|--------------------------|------------------------------------|--|--|
| 1 | Baby Bothra | Chairperson, Independent Director | 2 | 1 |
| 2 | Mool Chand Singhi | Member, Independent Director | 2 | 2 |
| 3 | Bijay Singh Baid | Member, Non-Executive Director | 2 | 2 |

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company: <http://www.aucklandjute.com/board-policies/>

4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report): Not Applicable

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

| Sl.No. | Financial Year | Amount available for set-off from preceding financial years (in Rs) | Amount required to be set-off for the financial year, if any (in Rs) |
|----------------|----------------|---|--|
| Not Applicable | | | |

6. Average net profit of the company as per section 135(5): ₹ 54,657,848/-

7. (a) Two percent of average net profit of the company as per section 135(5): ₹ 1,093,157/-

(b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years: Nil

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

(d) Total CSR obligation for the financial year (7a+7b-7c): ₹ 1,093,157/-

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

| Total Amount Spent for the Financial Year. (in Rs.) | Amount Unspent (in Rs.) | | | | |
|---|--|-------------------|--|---------|-------------------|
| | Total Amount transferred to Unspent CSR Account as per section 135(6). | | Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5). | | |
| | Amount. | Date of transfer. | Name of the Fund | Amount. | Date of transfer. |
| ₹ 1,300,000/- | Nil | N/A | None | Nil | N/A |

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

| (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) | (10) | (11) |
|---------|----------------------|--|----------------------|--------------------------|-------------------|--|--|---|--|---|
| Sl. No. | Name of the Project. | Item from the list of activities in Schedule VII to the Act. | Local area (Yes/No). | Location of the project. | Project duration. | Amount allocated for the project (in Rs.). | Amount spent in the current financial Year (in Rs.). | Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.). | Mode of Implementation- Direct (Yes/No). | Mode of Implementation- Through Implementing Agency |
| | | | | State. District. | | | | | | CSR Name Registration No |
| Nil | | | | | | | | | | |

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

| (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) |
|---------|-----------------------------------|--|----------------------|--------------------------|--|--|---|
| Sl. No. | Name of the Project | Item from the list of activities in schedule VII to the Act. | Local area (Yes/No). | Location of the project. | Amount spent for the project (in Rs.). | Mode of implementation on-Direct (Yes/No). | Mode of implementation-Through implementing agency. |
| | | | | State. District. | | | Name. CSR Registration number. |
| 1. | COVID related assistance & relief | Healthcare | Yes | West Bengal. Kolkata | ₹ 1,300,000/- | No | Vasanti Jai Kankaria Charities. CSR00010088 |
| | TOTAL | | | | ₹ 1,300,000/- | | |

- (d) Amount spent in Administrative Overheads: Nil

- (e) Amount spent on Impact Assessment, if applicable: N/A

- (f) Total amount spent for the Financial Year (8b+8c+8d+8e): ₹ 1,300,000/-

- (g) Excess amount for set off, if any:

| Sl.No. | Particular | Amount (in Rs.) |
|--------|------------|-----------------|
| | | |

(₹ In lakhs)

| | | |
|-------|---|-----------|
| (i) | Two percent of average net profit of the company as per section 135(5) | 1,093,157 |
| (ii) | Total amount spent for the Financial Year | 1,300,000 |
| (iii) | Excess amount spent for the financial year [(ii)-(i)] | 206,843 |
| (iv) | Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any | - |
| (v) | Amount available for set off in succeeding financial years [(iii)-(iv)] | 206,843 |

9. (a) Details of Unspent CSR amount for the preceding three financial years:

| Sl. No. | Preceding Financial Year. | Amount transferred to Unspent CSR Account under section 135(6) (in Rs.) | Amount spent in the reporting Financial Year (in Rs.) | Amount transferred to any fund specified under Schedule VII as per section 135(6), if any. | | | Amount remaining to be spent in succeeding financial years (in Rs.) |
|---------|---------------------------|---|---|--|-----------------|-------------------|---|
| | | | | Name of the Fund | Amount (in Rs.) | Date of transfer. | |
| Nil | | | | | | | |

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

| (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) |
|---------|-------------|----------------------|--|-------------------|---|--|--|--|
| Sl. No. | Project ID. | Name of the Project. | Financial Year in which the project was commenced. | Project duration. | Total amount allocated for the project (in Rs.) | Amount spent on the project in the reporting Financial Year (in Rs.) | Cumulative amount spent at the end of reporting Financial Year. (in Rs.) | Status of the project - Completed / Ongoing. |
| Nil | | | | | | | | |

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset-wise details). Not applicable during financial year 2020-21

- (a) Date of creation or acquisition of the capital asset(s): N/A
(b) Amount of CSR spent for creation or acquisition of capital asset: Nil
(c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc: N/A
(d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset): N/A

11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5): Not applicable

FOR & ON BEHALF OF THE BOARD OF DIRECTORS

PLACE: KOLKATA

Dated: 30th June, 2021

Shri H.S Bayed
(DIN-00425481)
Chief Executive Officer

Smt Baby Bothra
(DIN-09032737)
Chairperson of CSR Committee

(₹ In lakhs)

**DECLARATION ON COMPLIANCE WITH COMPANY'S CODE OF CONDUCT AS REQUIRED UNDER SEBI
(LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015**

To the Members of
Auckland International Limited,

In accordance with Regulation 26 (3) and Schedule V of the Listing Regulations with the Stock Exchanges, I hereby declare that the Directors and Senior Management of the Company have affirmed compliance with the Code of Conduct as applicable to them for the year ended 31st March 2021.

For Auckland International Limited

Place: KOLKATA
Dated: 30th June, 2021

H.S Bayed
(DIN-00425481)
Executive Director & CEO

**COMPLIANCE CERTIFICATE UNDER REGULATION 17(8) OF SEBI (LISTING OBLIGATIONS & DISCLOSURE
REQUIREMENTS) REGULATION, 2015**

The Board of Directors
Auckland International Limited
P O Jagatdal, North 24 Parganas,
West Bengal-743125

We do hereby certify to the Board that pursuant to Regulation 17(8) read with Part B of Schedule II of the SEBI Listing Regulations, 2015, we have reviewed the financial statements and Cash Flow Statement for the year ended 31st March, 2021 and that to the best of our knowledge and belief, we further certify that:

- a) these statements does not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
- b) these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations;
- c) there are, to the best of our knowledge & belief no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's code of conduct;
- d) we accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and that there have been no deficiencies in the design or operation of such internal controls which shall be disclosed to the auditors and the audit committee;
- e) there are no significant changes in internal control over financial reporting during the year;
- f) there are no significant changes in accounting policies during the year;
- g) there are no instances of fraud during the year.

FOR AUCKLAND INTERNATIONAL LIMITED

Place: KOLKATA
Dated: 30th June, 2021

H S BAYED
Executive Director & CEO

S C BHUTORIA
CFO

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

(Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To
The Members of
Auckland International Limited
P O Jagatdal, 24 Parganas North Jagatdal WB 743125

I have examined the relevant registers, records, forms, returns and disclosure received from the Directors of Auckland International Limited having CIN: L36934WB1977PLC031184 and having registered office at P O Jagatdal 24 Parganas North Jagatdal WB 743125 (hereinafter referred to as 'the Company'), produced before me by the Company for the purpose of issuing this certificate, in accordance with Regulation 34(3) read with Schedule V Para – C Sub clause 10 (i) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in as considered necessary and explanations furnished to me by the Company & its officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31st March, 2021 have been debarred or disqualified from being appointed or continuing as Directors of Companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other Statutory Authority.

| Sl. No. | Name of the Director | DIN | Date of appointment in Company |
|---------|----------------------|----------|--------------------------------|
| 1. | BIMAL SINGH RAMPURIA | 00350906 | 02/04/2004 |
| 2. | MOOLCHAND SINGHI | 00407278 | 31/10/2003 |
| 3. | BABY BOTHRA | 09032737 | 10/02/2021 |
| 4. | HIRENDRA SINGH BAYED | 00425481 | 14/08/2019 |
| 5. | BIJAY BAID SINGH | 01517268 | 31/07/2014 |

Ensuring the eligibility for the appointment /continuity of every Director on the Board is the responsibility of the management of the Company. My responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

GAUTAM DUGAR
PRACTICING COMPANY SECRETARY
FCS No.: 7139
CP No.: 6243
UDIN: F007139C000514844

Dated: 25th June, 2021
Place: KOLKATA

AUDITOR'S CERTIFICATE

Auditor's Certificate regarding compliance of conditions of Corporate Governance under Regulation 34(3) read with Schedule V of the SEBI Listing Regulations, 2015

To
The Members of **Auckland International Limited**

We have examined the compliance of conditions of Corporate Governance by Auckland International Limited, for the year ended 31st March, 2021, as stipulated under Regulations 17 to 27, clauses (b) to (i) of Regulation 46(2) and paragraphs C, D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations').

The compliance of conditions of Corporate Governance is the responsibility of the Company's management. Our examination was limited to a review of the procedures and implementation thereof adopted by the Company for ensuring compliance with the conditions of the Corporate Governance as stipulated in the said Clause. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing regulations, as applicable.

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

For **J. B. S. & Company**
Chartered Accountants
Firm Registration No. 323734E

(Sudhanshu Sen)
Partner
Membership No. 306354

Dated: the 30th day of June, 2021
Place: Kolkata

INDEPENDENT AUDITOR'S REPORT

To
THE MEMBERS OF
AUCKLAND INTERNATIONAL LIMITED

Report on the Audit of the Ind-AS Financial Statements

Opinion

We have audited the Ind-AS financial statements of **M/s AUCKLAND INTERNATIONAL LIMITED ("the company")**, which comprise the Balance Sheet as at 31st March 2021, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flow for the year ended on that date and notes to the Ind-AS financial statements, for the year ended 31st March 2021, including a summary of significant accounting policies and other explanatory information.

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

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in

accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

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

Emphasis of Matter

We draw your attention to **Note No. 33** to the financial statements which explain the uncertainties and the management's assessment of the financial impact due to the lockdowns and other restrictions and conditions related to the COVID-19 pandemic situation, for which a definite assessment of the impact in the subsequent period is highly dependent upon circumstances as they evolve.

Our opinion is not modified in respect of this matter.

Information other than the Ind-AS Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Company's Annual Return but does not include the Financial Statements and our Auditor's report thereon. Our opinion on the Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Responsibility of the Management for the Ind-AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 with respect to the preparation of these financial statements that give a true and fair view of the financial position and financial performance including Other Comprehensive Income, the Statement of change in Equity and the cash flow Statement of the Company in accordance with Ind-AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

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

Our objectives are to obtain reasonable assurance about whether the 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 the material misstatement of the financial statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the 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.

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

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

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government Of India in terms of sub-section(11) of Section 143 of the Companies Act, 2013, we give in the **Annexure A**, a Statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

- I. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss including other comprehensive income, the Statement of Change in Equity and the cash flow Statement dealt with by this Report are in agreement with the books of accounts.
 - d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of the written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure B**".
- II. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - a) The Company has disclosed the impact of pending litigation which would impact on financial position in its financial statements - *Refer Note.25* to the financial statements;

- b) The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses;
 - c) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- III. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the Company has paid managerial remuneration to its directors during the year is in accordance with the provision of section 197 of the Act.

For J.B.S & Company
Chartered Accountants
Firm Registration No.: 323734E

CA. Sudhanshu Sen
Partner
Membership No.: 306354

Place: Kolkata
Date: 30-06-2021
UDIN:21306354AAAAHJ1474

“ANNEXURE A” TO THE INDEPENDENT AUDITORS’ REPORT

The Annexure A referred to in paragraph 1 under the heading ‘Report on Other Legal & Regulatory Requirements’ of our report of even date to the Ind-AS financial statements of **M/s AUCKLAND INTERNATIONAL LIMITED** for the year ended March 31, 2021, we report that:

- (i)
 - (a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;
 - (b) The Fixed Assets of the Company have been physically verified by the management in a phrased manner which in our opinion reasonable considering size of the Company and nature of the Assets. No material discrepancies were noticed on such verification.
 - (c) According to the information and explanation given to us and on the basis of our examination of the records of the company, the title deeds of immovable properties are held in the name of the Company.
- (ii) As explained to us, the inventories of the company have been physically verified by the management at reasonable interval. In our opinion, the procedures of physical verification of inventories followed by the management are reasonable in relation to the size of the company and nature of its business. The discrepancies noticed on such physical verification of inventories as compare to book records were not material.
- (iii) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provision of clause 3(iii) of the Order is not applicable to the Company and hence not commented upon.
- (iv) In our opinion and according to the information and explanations given to us, the Company has neither granted any loan nor made any investment under section 185 and 186 of Companies Act, 2013, Thus clause 3(iv) of the order is not applicable to the Company.
- (v) The company has not accepted any deposits from the public and consequently, the directives issued by Reserve Bank of India and provisions of Section 73 to Section 76 or any other relevant provisions of the Companies Act 2013 and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable to the company.

(vi) We have broadly reviewed the books of accounts relating to materials, labour and other items of cost maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under section 148(1) of the Companies Act, 2013 and we are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the records for determining whether they are accurate or complete.

(vii) (a) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has generally been regular in depositing undisputed statutory dues including Income-Tax, and any other statutory dues with the appropriate authorities.

According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31,2021 for a period of more than six months from the date on when they become payable.

(b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of Income Tax, Goods and Service Tax, Central Sales Tax, West Bengal Value Added Tax and Excise Duty on account of dispute; except the following:-

| Sl. No. | Name of Statute | Nature of Dues | Amount under dispute (Rs.) | Amount deposited (Rs.) | Outstanding | Period to which amount relates | Forum where Dispute is Pending |
|---------|-----------------|----------------|----------------------------|------------------------|-------------|--------------------------------|--------------------------------|
| 1 | ESI Act, 1948 | ESIC | 92,035 | 5,000 | 87,035 | 1993-1994 | EI Court |
| 2 | ESI Act 1948 | ESIC | 3,64,450 | 40,000 | 3,24,450 | 2000-2001 | EI Court |
| 3 | ESI Act 1948 | ESIC | 2,62,278 | 30,000 | 2,32,278 | 1999-2000 | EI Court |
| 4 | ESI Act 1948 | ESIC | 2,31,961 | 23,000 | 2,08,961 | 2001-2002 | EI Court |
| 5 | ESI Act 1948 | ESIC | 2,77,065 | 69,270 | 2,07,795 | 2008-2009 | EI Court |
| Total | | | 12,27,789 | 1,67,270 | 10,60,519 | | |

(viii) Based on our Audit procedure and on the information and explanation given by the management, we are of the opinion that the Company has not defaulted in repayment of dues to any Financial Institution and Banks. The Company has not issued any debentures.

(ix) The Company did not raise any money by the way of initial public offer or further public offer (including debt instruments) during the year. The term loans taken during the year were applied for the purpose for which the same has been obtained.

- (x) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- (xi) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has paid/Provided for management remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Companies Act, 2013.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Therefore, the reporting under Paragraph 3 (xii) of the Order is not applicable to the Company.
- (xiii) Based upon the audit procedures performed and the information and explanations given by the management, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- (xiv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the reporting under Paragraph 3 (xiv) of the Order is not applicable to the Company and hence not commented upon.
- (xv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the reporting under Paragraph 3 (xv) of the Order is not applicable to the Company and hence not commented upon.
- (xvi) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934.

For J.B.S & Company
Chartered Accountants
Firm Registration No.: 323734E

CA. Sudhanshu Sen
Partner
Membership No.: 306354

Place: Kolkata
Date:30-06-2021
UDIN: 21306354AAAAHJ1474

Annexure - B to the Independent Auditors' Report

Report on the Internal Financial Controls Over Ind-AS Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **M/s AUCKLAND INTERNATIONAL LIMITED** ("the Company") as of 31st March, 2021 in conjunction with our audit of the Ind-AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind-AS financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For J.B.S & Company
Chartered Accountants
Firm Registration No.: 323734E

CA. Sudhanshu Sen
Partner
Membership No.: 306354

Place: Kolkata
Date: 30-06-2021
UDIN: 21306354AAAAHJ1474

Auckland International Limited
Balance Sheet as at 31 March 2021

(₹. in lakh, Unless Stated Otherwise)

| Particulars | Note No. | 31-Mar-21 | 31-Mar-20 |
|---|----------|----------------|----------------|
| I ASSETS | | | |
| (1) Non-current assets | | | |
| (a) (i) Property, plant and equipment | 02 | 1424.07 | 1405.47 |
| (ii) Capital Work in Progress | 02 | 48.48 | 0.00 |
| (b) Other Intangible Assets | 03 | 3.31 | 3.95 |
| (c) Financial assets | | | |
| - Investments | 04 | 1521.68 | 519.63 |
| Total non-current assets | | 2997.54 | 1929.05 |
| (2) Current assets | | | |
| (a) Inventories | 05 | 2406.80 | 2748.95 |
| (b) Financial assets | | | |
| (i) Trade receivables | 06 | 643.41 | 753.21 |
| (ii) Cash and cash equivalents | 07 | 273.86 | 368.98 |
| (iii) Bank balances other than (ii) above | 07 | 410.92 | 38.71 |
| (iv) Other Financial Assets | 08 | 4.52 | 4.52 |
| (c) Other Current Assets | 09 | 690.21 | 1414.54 |
| Total current assets | | 4429.72 | 5328.91 |
| Total assets | | 7427.26 | 7257.96 |
| II EQUITY AND LIABILITIES | | | |
| 1) Equity | | | |
| (a) Equity share capital | 10 | 410.68 | 410.68 |
| (b) Other equity | 11 | 4673.50 | 4042.82 |
| Total equity | | 5084.18 | 4453.50 |
| 2) Liabilities | | | |
| i) Non-current liabilities | | | |
| (a) Deferred tax liabilities(net) | 12 | 97.72 | 80.75 |
| (b) Other liabilities (Deferred Govt. Grant) | 13 | 49.80 | 56.83 |
| Total non-current liabilities | | 147.52 | 137.58 |
| ii) Current liabilities | | | |
| (a) Financial liabilities | | | |
| (i) Borrowings | 14 | 545.05 | 502.72 |
| (ii) Trade payables | 15 | | |
| (i) total outstanding dues of Small enterprises and Micro enterprises | | - | - |
| (ii) total outstanding dues of creditors other than Small enterprises and Micro enterprises | | 221.30 | 294.86 |
| (iii) Other financial liabilities | 16 | 1084.21 | 1554.20 |
| (b) Provisions | 17 | 345.00 | 315.10 |
| Total current liabilities | | 2195.56 | 2666.88 |
| Total liabilities | | 2343.08 | 2804.46 |
| Total equity and liabilities | | 7427.26 | 7257.96 |

Significant accounting policies

The accompanying Notes 1 to 34 form an integral part of the financial statement. As per our report of even date.

For J. B. S. & Company

Chartered Accountants

For and on behalf of Board of Directors

Sudhanshu Sen, FCA

Partner

Membership No. 306354

Firm Registration No. 323734E

Place: Kolkata

Dated: 30th June 2021

UDIN: 21306354AAAAHJ1474

B.S.Rampuria

Director

H.S.Bayed

Executive Director & CEO

S.C.Bhutoria

Chief Financial Officer

S.Ghose

Company Secretary

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

| Particulars | Note No. | 31-Mar-21 | 31-Mar-20 |
|--|----------|-----------------|-----------------|
| I Income | | | |
| -Revenue from operations | | | |
| Sale of products manufactured | 18 | 17596.71 | 16407.89 |
| II Other income | 19 | 115.79 | 140.42 |
| III Total income(I+II) | | 17712.50 | 16548.31 |
| IV Expenses: | | | |
| Cost of materials consumed | 20 | 10380.52 | 9925.76 |
| (Increase)/decrease in inventories of finished goods, work-in-progress and traded goods | 21 | (113.57) | (320.11) |
| Employee benefits expense | 22 | 3878.10 | 4029.94 |
| Finance costs | 23 | 42.63 | 58.49 |
| Depreciation and amortization expense | | 95.27 | 95.68 |
| Other expenses | 24 | 2633.14 | 2285.36 |
| Total expenses | | 16916.09 | 16075.12 |
| V Profit before exceptional items and tax (III-IV) | | 796.41 | 473.19 |
| VI Profit/(loss)before tax | | 796.41 | 473.19 |
| VII Tax expense/(benefit): | | | |
| Current tax | | 205.00 | 140.00 |
| Adjustment towards Income Tax for earlier years | | 5.72 | (7.29) |
| Deferred tax | | (0.54) | (3.85) |
| | | 210.18 | 128.86 |
| VIII Profit/(loss)for the year(VI-VII) | | 586.23 | 344.33 |
| IX Other Comprehensive income | | | |
| Other Comprehensive income not to be reclassified to profit or loss in subsequent periods: | | | |
| a) Re-measurements loss of the defined benefit plans | | 0.00 | 0.00 |
| Income tax effect | | 0.00 | 0.00 |
| b) Net (loss)/gain on investment in equity shares/units accounted at Fair Value. | | 59.34 | (41.65) |
| Income tax effect | | (14.75) | 11.59 |
| Other Comprehensive income to be reclassified to profit or loss in subsequent periods: | | | |
| a) Net (loss)/gain on investment in debt securities accounted at Fair Value | | 2.62 | 0.00 |
| Income tax effect | | (2.76) | 0.00 |
| b) Change in Foreign Currency Translation Reserve | | 0.00 | 0.00 |
| X Total comprehensive income / (loss) (VIII + IX) | | 630.68 | 314.27 |
| XI Earning per equity share of ₹. 10/- each | | | |
| Basic | | 14.27 | 8.38 |
| Diluted | | 14.27 | 8.38 |
| Significant accounting policies | | | |

The accompanying Notes 1 to 34 form an integral part of the financial statement.As per our report of even date.

For J. B. S. & Company

Chartered Accountants

For and on behalf of Board of Directors

Sudhanshu Sen, FCA

Partner

Membership No. 306354

Firm Registration No.323734E

Place: Kolkata

Dated: 30th June 2021

UDIN: 21306354AAAAHJ1474

B.S.Rampuria

Director

H.S.Bayed

Executive Director & CEO

S.C.Bhutoria

Chief Financial Officer

S.Ghose

Company Secretary

Statement of Cash Flow for the year ended 31 March 2021

| Particulars | 31-Mar-21 | 31-Mar-20 |
|---|-----------|-----------|
| (A) Cash Flow from Operating activities | | |
| Net Profit before tax | 796.41 | 473.19 |
| Adjustment towards Income Tax for earlier years | (5.72) | 7.29 |
| Adjustment for: | | |
| Depreciation and Amortisation | 95.27 | 95.68 |
| Net (Profit)/ Loss on Sale of Investment | - | (32.71) |
| Loss/(Profit) on Fixed Assets sold/discarded(net) | (0.02) | (0.09) |
| Dividend Income | (3.69) | (2.85) |
| Interest Expense | 40.49 | 46.61 |
| Interest Income | (101.92) | (90.13) |
| Operating profit before working capital changes | 820.82 | 496.99 |
| (Increase)/decrease in Trade Receivables (net of provision) | 109.80 | 159.25 |
| (Increase)/decrease in Inventories | 342.15 | (411.64) |
| (Increase)/decrease in Loans, Other Financial Assets | - | - |
| (Increase)/decrease in other Non-Current Assets | - | 9.68 |
| (Increase)/decrease in other Current Assets | 929.07 | (344.55) |
| (Increase)/decrease in Trade Payable | (73.56) | 185.76 |
| (Increase)/decrease in Other Financial Liabilities | (469.99) | 428.09 |
| (Increase)/decrease in Other Bank Balances | (372.21) | (7.06) |
| (Increase)/decrease in Provision (net) | (175.10) | (166.20) |
| Cash generated from operations | 290.15 | (146.68) |
| Direct Taxes Paid (net of refunds and interest thereon) | (204.74) | (192.72) |
| Net Cash from operating activities | 906.23 | 157.58 |
| (B) Cash Flow from Investing activities: | | |
| Purchase of Fixed Assets | (113.24) | (63.23) |
| Capital Work-in-Progress | (48.48) | - |
| Sale of Fixed Assets | 0.04 | 0.15 |
| Acquisition of Shares/units | - | - |
| Redemption of units | - | - |
| Purchase of Investments | (950.09) | (2601.19) |
| Sale/Maturity of Investments | 10.00 | 2635.60 |
| Interest Received | 101.92 | 90.13 |
| Dividend Received | 3.69 | 2.85 |
| Net Cash used in investing activities | (996.16) | 64.31 |
| (C) Cash Flow from Financing activities: | | |
| Proceeds from Short term Borrowing (net) | 166.33 | (269.76) |
| Proceeds from Unsecured Loan | (124.00) | 124.00 |
| Interest Paid | (40.49) | (46.61) |
| Deferred Govt. Grant | (7.03) | (8.19) |
| Net Cash used in financing activities | (5.19) | (200.56) |
| Net Increase/(Decrease) in Cash and cash equivalents | (95.12) | 21.33 |
| Cash and cash equivalents - Opening Balance | 368.98 | 347.65 |
| Cash and cash equivalents - Closing Balance | 273.86 | 368.98 |

Note:

1 The above statement has been prepared in indirect method except in case of interest, dividend and purchase of investment and fixed assets, which have been considered on the basis of actual movement.

2 Cash and Cash equivalent represent cash and bank balances.

The accompanying Notes 1 to 34 form an integral part of the financial statement. As per our report of even date.

For J. B. S. & Company

Chartered Accountants

For and on behalf of Board of Directors

Sudhanshu Sen, FCA

Partner

Membership No. 306354

Firm Registration No. 323734E

Place: Kolkata

Dated: 30th, June 2021

UDIN: 21306354AAAAHJ1474

B.S.Rampuria

Director

H.S.Bayed

Executive Director & CEO

S.C.Bhutoria

Chief Financial Officer

S.Ghose

Company Secretary

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

A) Equity Share Capital

31-Mar-21

| Equity Shares of INR 10 each issued, subscribed and fully paid | Number | Amount |
|--|---------|--------|
| On April 1, 2020 | 4106820 | 410.68 |
| Changes in equity share capital during the year | - | - |
| Balance at March 31, 2021 | 4106820 | 410.68 |

A) Equity Share Capital

31-Mar-20

| Equity Shares of INR 10 each issued, subscribed and fully paid | Number | Amount |
|--|---------|--------|
| On April 1, 2019 | 4106820 | 410.68 |
| Changes in equity share capital during the year | - | - |
| Balance at March 31, 2020 | 4106820 | 410.68 |

A) Equity Share Capital

31-Mar-19

| Equity Shares of INR 10 each issued, subscribed and fully paid | Number | Amount |
|--|---------|--------|
| On April 1, 2018 | 4106820 | 410.68 |
| Changes in equity share capital during the year | - | - |
| Balance at March 31, 2019 | 4106820 | 410.68 |

B) Other Equity

| Particulars | Note No. | 31-Mar-21 | 31-Mar-20 | 31-Mar-19 |
|-------------|----------|-----------|-----------|-----------|
|-------------|----------|-----------|-----------|-----------|

RESERVES AND SURPLUS

General Reserve

| | | | | |
|--------------------------------------|--|--------|--------|--------|
| Balance at the beginning of the year | | 119.09 | 119.09 | 119.09 |
| Movement during the year | | - | - | - |
| Balance at the end of the year | | 119.09 | 119.09 | 119.09 |

Capital Redemption Reserve

| | | | | |
|--------------------------------------|--|-------|-------|-------|
| Balance at the beginning of the year | | 40.62 | 40.62 | 40.62 |
| Movement during the year | | - | - | - |
| Balance at the end of the year | | 40.62 | 40.62 | 40.62 |

Retained Earnings

| | | | | |
|---|--|---------|---------|---------|
| As per last Balance Sheet | | 3935.41 | 3591.08 | 3080.67 |
| Add: Net Profit after tax transferred from Statement of Profit & Loss Account | | 586.09 | 344.33 | 510.41 |
| Balance at the end of year | | 4521.50 | 3935.41 | 3591.08 |
| Total | | 4681.21 | 4095.12 | 3750.79 |

Other Comprehensive Income (OCI)

| | | | | |
|--|--|---------|---------|---------|
| As per last Balance Sheet | | (52.30) | (22.24) | 21.41 |
| Add: Movement in OCI (Net) during the year | | 44.59 | (30.06) | (43.65) |
| OCI Balance at the end of the year | | (7.71) | (52.30) | (22.24) |
| Balance at the end of year | | 4673.50 | 4042.82 | 3728.55 |

Significant accounting policies

The accompanying Notes 1 to 34 form an integral part of the financial statement. As per our report of even date.

For J. B. S. & Company

Chartered Accountants

For and on behalf of Board of Directors

Sudhanshu Sen, FCA

| | | |
|-------------------------------|---|---------------------------------------|
| Partner | B.S.Rampuria Director | H.S.Bayed Executive Director & CEO |
| Membership No. 306354 | S.C.Bhutoria Chief Financial Officer | S.Ghose Company Secretary |
| Firm Registration No. 323734E | | |
| Place: Kolkata | | |

Dated: 30th, June 2021

UDIN: 21306354AAAAHJ1474

1 CORPORATE INFORMATION

Auckland International Limited (“the Company”) is a public limited company, incorporated under the provisions of the Companies Act, 1956. Its registered office is located at Auckland Jute Mills in Jagatdal, District North 24 Parganas, West Bengal -743125.

Its shares are listed on the Calcutta Stock Exchange. The Company is the manufacturer of jute products such as Hessian Cloth of various qualities, Double Warp Canvas, Odourless Cloth, Sacking Cloth & Bags and Yarn of different counts. Its manufacturing facilities are located at Jagatdal in North 24 Parganas district of the state of West Bengal.

2 BASIS OF ACCOUNTING

2.1 Compliance with Indian Accounting Standards (Ind AS)

The financial statements comply in all material aspects with Indian Accounting Standards (“Ind AS”) notified under Section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015 (as amended) and other relevant provisions of the Act.

2.2 Historical Cost Convention:

The financial statements have been prepared on the historical cost convention.

2.3 Functional and presentation currency :

The financial statements have been presented in Indian Rupee, which is also Company’s functional currency. All financial information presented in Rupees has been rounded off to the nearest lakhs as per the requirements of Schedule III, unless otherwise stated.

2.4 Use of Estimates and Judgements

The preparation of financial statements require judgements, estimates and assumptions to be made that affect the reported amount of assets and liabilities including contingent liabilities on the date of financial statements and reported amount of revenues and expenses during the reporting period. Difference between actual results and estimates are recognised in the period prospectively in which the results are known/materialised.

2.5 Current and non-current classification:

All assets and liabilities have been classified as current or non-current as per the Company’s normal operating cycle and other criteria set out in the Division II of Schedule III to the Companies Act, 2013. Based on the nature of products and the time between acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities.

3 SIGNIFICANT ACCOUNTING POLICIES

3.1 Inventories:

Items of raw materials are valued at cost or net realizable value, whichever is lower. Cost for stores and spares is determined on weighted average basis. Cost includes cost of purchase, non-refundable taxes and other costs incurred in bringing the goods to their present location and condition. The cost of process stock and finished goods comprises of materials, direct labour, other direct costs and related production overheads and taxes as applicable. Net realizable value is the estimated selling price in the ordinary course of business less the estimated cost of completion and the estimated costs necessary to make the sale. Adequate provision is made for obsolete and slow-moving stocks, wherever necessary.

3.2 Cash and Cash equivalents :

Cash and cash equivalents in the balance sheet comprise cash at banks and in hand and short-term deposits, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

3.3 Income Tax

Income tax comprises current and deferred tax. It is recognised in the statement of profit and loss except to the extent that it relates to an item recognised directly in equity or on other comprehensive income.

(i) Current Tax:

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions, wherever appropriate, on the basis of amounts expected to be paid to the tax authorities

(ii) Deferred Tax:

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements at the balance sheet date. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantively enacted by the Balance Sheet date and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax assets and liabilities are off set when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Current and deferred tax is recognised in the Statement of Profit and Loss, except to the extent that it relates to items recognised in Other Comprehensive Income or directly in equity. In this case, the tax is also recognised in Other Comprehensive Income or directly in equity, respectively

3.4 Property, Plant and Equipment:**i) Current Assets**

Freehold land is carried at historical cost. All other items of plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the carrying amount of asset or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance expenses are charged to the Statement of Profit and Loss during the period in which they are incurred. Gains or losses arising on retirement or disposal of assets are recognised in the Statement of Profit and Loss.

Property, plant and equipment which are not ready for the intended use on the date of the Balance Sheet are disclosed as "Capital work-in-progress".

Depreciation on property, plant and equipment is provided on the straight-line method as per the estimated useful life. The useful lives have been determined based on as prescribed under schedule II of the Companies Act, 2013.

The residual values of assets and their useful lives are reviewed, and adjusted, if appropriate, at the end of each reporting period

ii) Intangible assets:

Computer Software are stated at cost, less accumulated amortization and impairments, if any.

Computer Software which are capitalised are amortised over a period of 6 years on straight-line basis.

The estimated amortisation method, useful life and residual value are reviewed at the end of each reporting period, with effect of any changes in the estimate being accounted for on a prospective basis.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in the Statement of Profit and Loss.

3.5 Revenue recognition:

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the Government.

The Company recognises revenue when the amount of revenue can be reliably measured. It is probable that future economic benefits will flow to the entity and specific criteria have been met for each of the Company's activities as described below. The Company bases its estimates on historical results, taking into consideration the type of customer, the type of transaction and the specific of each arrangement.

a) Sale of Goods:

Revenue from the sale of goods is recognised when significant risks and rewards of ownership are transferred to customers and the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold. Revenue from the sale of goods is measured at the fair value of the consideration received or receivables, net of returns and allowances, trade discounts and volume rebates.

b) Dividend

Dividend income from investments is recognised when the Company's right to receive payment has been established.

c) Government Grants :

Government grants (capital incentives) are recognised at their fair value where there is a reasonable assurance that the grant will be received and the Company will comply with all attached conditions as and when received.

Government grants relating to the purchase of plant and equipment are included in liabilities as deferred income and are credited to the Statement of Profit and Loss in a systematic basis over the expected life of the related assets and presented within other income.

Government grants relating to income are deferred and recognised in the Statement of Profit and Loss over the period necessary to match them with the costs that they are intended to compensate and presented within other income.

3.6 Employee benefits:**(i) Short-term Employee Benefits :**

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current liabilities in the balance sheet.

(ii) Other long-term employee benefit obligations:

The liabilities for earned leave that are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. These liabilities are therefore measured at the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method by the actuary and disclosed in the accounts.

Accumulated leave are not generally allowed to be encashed as a matter of policy of the Company. However, in exceptional cases at the discretion of the management leave encashment is granted and the same is accounted for as and when paid.

(iii) Defined benefit plan :**a) Gratuity Obligations :**

Liability on account of Gratuity for employees already retired and not covered under the group gratuity scheme are accounted for on payment basis in the year of retirement.

The liability or asset in respect of defined benefit gratuity plan is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuary using the projected unit credit method.

The Company has created a Trust for payment of gratuity and taken up a policy under group gratuity scheme of LIC for this purpose. The annual contribution to the LIC as premium is charged to Statement of Profit & Loss.

b) Defined contribution plans :

The Company contributes towards Provident Fund, Pension Scheme and Employees' State Insurance Scheme which are defined contribution schemes and are charged to the statement of profit and loss of the year. Liability in respect thereof is determined on the basis of contribution required to be made under the statutes / rules. The Company has no further payment obligations once the contributions have been paid. The contributions are accounted for as defined contribution plans and the contributions are recognised as employee benefit expense when they are due.

3.7 Borrowing Cost:

Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowings of funds.

General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale.

Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale. All other borrowing costs are expensed in the period in which they are incurred.

3.8 Financial Instruments :**Initial recognition:**

Financial assets and financial liabilities are recognised when Company becomes a party to the contractual provisions of the financial instruments. Financial assets and financial liabilities are initially recognised at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through Profit and loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as

appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through Profit and loss are recognized immediately in the Statement of Profit and Loss.

a. Investment and other financial assets:**Classification:**

The Company classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value (either through other comprehensive income, or through Statement of Profit and Loss), and
- those measured at amortised cost

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in the Statement of Profit and Loss or other comprehensive income.

b. Subsequent measurement:**Debt Instruments:**

Subsequent measurement of debt instruments depends on the Company's business model for managing the assets and cash flows characteristic. There are three measurement categories into which the group classifies its debt instruments.

i. Amortised Cost: Assets that are held for the collection of contractual cash flow where those cash flows represent solely payments of principal and interest are measured at amortised cost. Interest income from these financial assets is included in finance income using the effective interest rate method.

ii. Fair value through other comprehensive Income (FVOCI): Assets that are held for the collection of contractual cash flows and for selling the financial assets, where the assets cash flows represent solely payments of principal and interest, are measured at fair value through other comprehensive income (FVOCI). Changes in fair value of instrument is taken to other comprehensive income which are reclassified to Statement of Profit and Loss.

iii. Fair Value through Profit and loss: Assets that do not meet the criteria for amortised cost or FVOCI are measured as fair value through Profit and loss. A gain or loss on a debt investment that is subsequently measured at fair value through Profit and loss is recognised in the Statement of Profit and Loss. Interest income from these financial assets is included in other income.

c. Equity instruments:

All investments in equity instruments other than subsidiary companies, associate and joint venture companies are measured at fair value and the Company initially recognises, irrevocably to measure the same at FVOCI.

Dividend income on the investments in equity instruments are recognised as 'other income' in the Statement of Profit and Loss.

d. Impairment of financial assets:

The Company assesses on a forward looking basis the expected credit losses associated with its financial assets carried at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

For trade receivables, the Company applies the simplified approach permitted by Ind AS 109 'Financial Instruments', which requires expected lifetime losses to be recognised from initial recognition of such receivables.

e. De-recognition of financial assets:

A financial asset is de-recognised only when

- The Company has transferred the right to receive cash flows from the financial assets, or
- Retains the contractual rights to receive the cash flows of the financial assets, but assumes a contractual obligation to pay cash flows to one or more recipients.

When the entity has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such case, the financial asset is de-recognised. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not de-recognised.

Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is de-recognised if the Company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

f. Income recognition:

Interest income from debt instruments is recognised using the effective interest rate method. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of a financial asset. When calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses.

g. Financial liabilities:**Classification as debt or equity:**

Financial liabilities and equity instruments issued by the Company are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument.

h. Initial recognition and measurement:

Financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument.

Financial liabilities are initially measured at the fair value.

i. Subsequent measurement:

Financial liabilities are subsequently measured at amortised cost using the effective interest rate method. Financial liabilities carried at fair value through Profit or loss are measured at fair value with all changes in fair value recognised in the Statement of Profit and Loss.

j. De-recognition:

A financial liability is de-recognised when the obligation specified in the contract is discharged, cancelled or expires. All instruments issued by a company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

k. Offsetting financial instruments:

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the assets and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the company or the counterparty.

3.9. Provisions and contingencies :

Provisions are recognised when there is a present obligation (legal and constructive) as a result of a past event, it is probable that cash outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate can be made of the amount of the obligation. When a provision is measured using cash flow estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material). The discount rate used to determine the present value is pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made. A Contingent asset is disclosed, where an inflow of economic benefits is probable.

3.10. Earnings Per Share**i. Basic earnings per share:**

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to the ordinary shareholders of the Company by the weighted average number of equity shares outstanding during the period.

ii. Diluted earnings per share:

Diluted earnings per share is calculated by dividing the net profit or loss for the period attributable to the ordinary shareholders of the Company by the weighted average number of equity shares outstanding during the period are adjusted for the effects of all dilutive potential ordinary shares.

3.11 Rounding Off

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

3.12 Regrouping of Figures

Previous year's have been regrouped or rearranged wherever considered necessary.

NOTE 02

Property, Plant and Equipment

31-Mar-21

| Particulars | Gross Block | | | | Depreciation | | | | Net Block | |
|------------------------|----------------|---------------|-------------|----------------|----------------|--------------|---------------|----------------|----------------|----------------|
| | As at 01.04.20 | Additions | Sales | As at 31.03.21 | As at 01.04.20 | For the year | Sales/ Adj | Upto 31.03.21 | As at 31.03.21 | As at 31.03.20 |
| Land & Building | 717.42 | 0.00 | 0.00 | 717.42 | 179.85 | 2.34 | 0.00 | 182.19 | 535.23 | 537.57 |
| Plant & machinery | 2665.05 | 107.66 | 0.35 | 2772.36 | 1914.09 | 79.88 | (0.33) | 1993.64 | 778.72 | 750.96 |
| Furniture & Fixtures | 15.90 | 0.88 | 0.00 | 16.78 | 8.64 | 1.10 | 0.00 | 9.74 | 7.04 | 7.26 |
| Vehicles & Trolleys | 62.10 | 4.46 | 0.00 | 66.56 | 51.70 | 2.35 | 0.00 | 54.05 | 12.51 | 10.40 |
| Laboratory Equipments | 3.46 | 0.00 | 0.00 | 3.46 | 1.30 | 0.23 | 0.00 | 1.53 | 1.93 | 2.16 |
| EDP Machines | 11.04 | 0.24 | 0.00 | 11.28 | 8.09 | 1.36 | 0.00 | 9.45 | 1.83 | 2.95 |
| Renewal Energy Devices | 116.25 | 0.00 | 0.00 | 116.25 | 22.08 | 7.36 | 0.00 | 29.44 | 86.81 | 94.17 |
| Current Year | 3591.22 | 113.24 | 0.35 | 3704.11 | 2185.75 | 94.62 | (0.33) | 2280.04 | 1424.07 | 1405.47 |
| Previous Year | 3529.80 | 62.72 | 1.30 | 3591.22 | 2091.94 | 95.04 | (1.23) | 2185.75 | 1405.47 | 1437.86 |

Note : The Fixed Assets are hypothecated with Canara Bank for availing drawing limit.

31-Mar-20

| Particulars | Gross Block | | | | Depreciation | | | | Net Block | |
|------------------------|----------------|--------------|-------------|----------------|----------------|--------------|---------------|----------------|----------------|----------------|
| | As at 01.04.19 | Additions | Sales | As at 31.03.20 | As at 01.04.19 | For the year | Sales/ Adj | Upto 31.03.20 | As at 31.03.20 | As at 31.03.19 |
| Land & Building | 717.42 | 0.00 | 0.00 | 717.42 | 177.44 | 2.41 | 0.00 | 179.85 | 537.57 | 539.98 |
| Plant & machinery | 2615.89 | 49.16 | 0.00 | 2665.05 | 1835.65 | 78.44 | 0.00 | 1914.09 | 750.96 | 780.24 |
| Furniture & Fixtures | 9.65 | 6.25 | 0.00 | 15.90 | 6.96 | 1.68 | 0.00 | 8.64 | 7.26 | 2.69 |
| Vehicles & Trolleys | 59.14 | 4.26 | 1.30 | 62.10 | 49.71 | 3.22 | (1.23) | 51.70 | 10.40 | 9.43 |
| Laboratory Equipments | 1.36 | 2.10 | 0.00 | 3.46 | 1.07 | 0.23 | 0.00 | 1.30 | 2.16 | 0.29 |
| EDP Machines | 10.09 | 0.95 | 0.00 | 11.04 | 6.39 | 1.70 | 0.00 | 8.09 | 2.95 | 3.70 |
| Renewal Energy Devices | 116.25 | 0.00 | 0.00 | 116.25 | 14.72 | 7.36 | 0.00 | 22.08 | 94.17 | 101.53 |
| Current Year | 3529.80 | 62.72 | 1.30 | 3591.22 | 2091.94 | 95.04 | (1.23) | 2185.75 | 1405.47 | 1437.86 |
| Previous Year | 3319.06 | 220.07 | 9.33 | 3529.80 | 2016.48 | 86.44 | (10.98) | 2091.94 | 1437.86 | 1302.58 |

Note : The Fixed Assets are hypothecated with Canara Bank for availing drawing limit.

CAPITAL WORK IN PROGRESS

31-Mar-21

| | | | | | | | | | | |
|------------------------|------|-------|------|--------------|------|------|------|-------------|--------------|------|
| Renewal Energy Devices | 0.00 | 48.48 | 0.00 | 48.48 | 0.00 | 0.00 | 0.00 | 0.00 | 48.48 | 0.00 |
|------------------------|------|-------|------|--------------|------|------|------|-------------|--------------|------|

CAPITAL WORK IN PROGRESS

31-Mar-20

| | | | | | | | | | | |
|------------------------|------|------|------|-------------|------|------|------|-------------|-------------|------|
| Renewal Energy Devices | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
|------------------------|------|------|------|-------------|------|------|------|-------------|-------------|------|

NOTE 03

Intangible Assets

31-Mar-21

| Particulars | Gross Block | | | | Depreciation | | | | Net Block | |
|---------------|----------------|-------------|-------------|----------------|----------------|--------------|-------------|---------------|----------------|----------------|
| | As at 01.04.20 | Additions | Sales | As at 31.03.21 | As at 01.04.20 | For the year | Sales/ Adj | Upto 31.03.21 | As at 31.03.21 | As at 31.03.20 |
| Software | 26.58 | 0.00 | 0.00 | 26.58 | 22.63 | 0.64 | 0.00 | 23.28 | 3.31 | 3.95 |
| Current Year | 26.58 | 0.00 | 0.00 | 26.58 | 22.63 | 0.64 | 0.00 | 23.28 | 3.31 | 3.95 |
| Previous Year | 26.07 | 0.51 | 0.00 | 26.58 | 21.99 | 0.64 | 0.00 | 22.63 | 3.95 | 4.08 |

31-Mar-20

| Particulars | Gross Block | | | | Depreciation | | | | Net Block | |
|---------------|----------------|-------------|-------------|----------------|----------------|--------------|-------------|---------------|----------------|----------------|
| | As at 01.04.19 | Additions | Sales | As at 31.03.20 | As at 01.04.19 | For the year | Sales/ Adj | Upto 31.03.20 | As at 31.03.20 | As at 31.03.19 |
| Software | 26.07 | 0.51 | 0.00 | 26.58 | 21.99 | 0.64 | 0.00 | 22.63 | 3.95 | 4.08 |
| Current Year | 26.07 | 0.51 | 0.00 | 26.58 | 21.99 | 0.64 | 0.00 | 22.63 | 3.95 | 4.08 |
| Previous Year | 25.52 | 0.55 | 0.00 | 26.07 | 21.45 | 0.54 | 0.00 | 21.99 | 4.08 | 4.07 |

NOTE 04

Investment

| Particulars | Nature of Investment (Fully Paid) | As at 31.03.21 | As at 31.03.20 | As at 31.03.21 | As at 31.03.20 |
|---|--------------------------------------|-------------------|-------------------|----------------|-------------------|
| | | Nos. | Nos. | ₹. (in lakh) | ₹. (in lakh) |
| 1 Investments at fair value through Other Comprehensive Income | | | | | |
| A. Investment in Equity Shares - Quoted | | | | | |
| HDFC Bank Limited | Equity | 1000 | 1000 | 14.94 | 8.62 |
| NHPC Limited | Equity | 35799 | 35799 | 8.75 | 7.14 |
| Power Grid Corporation of India Ltd. | Equity | 23268 | 23268 | 50.18 | 37.02 |
| State Bank of India | Equity | 20673 | 20628 | 75.31 | 40.61 |
| Sun pharmaceutical Industries Ltd. | Equity | 1484 | 1484 | 8.87 | 5.23 |
| B. Investment in Equity Shares - Unquoted | | | | | |
| Metropolitan Stock Exchange Ltd. | Equity | 200000 | 200000 | 2.00 | 2.00 |
| C. Investment in Mutual Fund - Quoted | | | | | |
| Reliance ETF Liquid BeEs | Units | 1.054 | 1.027 | 0.01 | 0.01 |
| Canara Robeco Mutual Fund | Units | 2574631 | 0.000 | 852.15 | 0.00 |
| Kotak Mutual Fund | Units | 345823 | 0.000 | 100.47 | 0.00 |
| 2 Investments at fair value through Profit & Loss | | | | | |
| Investment in Bond & Debentures -Quoted | | | | | |
| Punjab State Inds Devpt Corp | Bonds | 1 | 1 | 1.00 | 1.00 |
| Punjab State Inds Devpt Corp | Bonds | 8 | 8 | 8.00 | 8.00 |
| West Bengal Infrastructure Devt Fin Corp | Bonds | 0 | 1 | 0.00 | 10.00 |
| IFCI Ltd | Bonds | 40 | 40 | 400.00 | 400.00 |
| Aggregate amount of quoted investment | | 3202728 | 282230 | 1521.68 | 519.63 |

NOTE 05

Inventories

As certified by the Management

| | | |
|------------------------|----------------|----------------|
| Stores and Spare Parts | 133.06 | 161.37 |
| Raw Jute | 1065.93 | 1493.33 |
| Jute-in-process | 279.49 | 244.52 |
| Finished Goods | 928.32 | 849.72 |
| Total | 2406.80 | 2748.95 |

NOTE 06

Trade Receivable (Unsecured)

| | | |
|---------------------|---------------|---------------|
| Considered good | 643.41 | 753.21 |
| Considered doubtful | - | - |
| Total | 643.41 | 753.21 |

Age of receivables

| | | |
|--------------------|---------------|---------------|
| 0 - 90 days | 623.66 | 732.17 |
| 90 - 180 days | 16.09 | 7.20 |
| 180 - 360 days | 1.75 | 13.84 |
| More than 360 days | 1.91 | 0.00 |
| Total | 643.41 | 753.21 |

NOTE 07

Cash and Cash equivalents

| | | |
|--|---------------|---------------|
| Balance with Banks | | |
| In current and deposit accounts | 220.36 | 13.36 |
| Cash in hand | 2.36 | 4.13 |
| Fixed deposit with Bank (more than 3 months maturity) held as margin money against guarantee | 51.14 | 351.49 |
| | 273.86 | 368.98 |
| Fixed deposits with Bank more than twelve months maturity | 410.92 | 38.71 |
| | 410.92 | 38.71 |
| Total | 684.78 | 407.69 |

NOTE 08

Other Financial Assets

(Unsecured considered good unless otherwise stated)

| | | |
|--------------|-------------|-------------|
| - Deposits | 4.52 | 4.52 |
| Total | 4.52 | 4.52 |

31-Mar-21

31-Mar-20

NOTE 09

Other current assets

(Unsecured considered good unless otherwise stated)

value to be recovered

| | | |
|-----------------------|--------|--------|
| - Employees | 65.61 | 57.40 |
| - Suppliers | 19.56 | 40.42 |
| - Interest Receivable | 27.55 | 25.96 |
| - Others | 100.96 | 823.19 |
| Prepaid expenses | 5.73 | 5.81 |
| Income tax advances | 470.80 | 461.76 |

| | | |
|--------------|---------------|----------------|
| Total | 690.21 | 1414.54 |
|--------------|---------------|----------------|

NOTE 10

SHARE CAPITAL

Authorised:

| | | |
|--|--------|--------|
| 7500000 Equity Shares of Rs.10/- each | 750.00 | 750.00 |
| 50000 Preference Shares of Rs.100/- each | 50.00 | 50.00 |

| | | |
|--------------|---------------|---------------|
| Total | 800.00 | 800.00 |
|--------------|---------------|---------------|

Issued, Subscribed & Paid up

| | | |
|---|--------|--------|
| 4106820 Equity Shares of Rs.10/- each fully paid up | 410.68 | 410.68 |
|---|--------|--------|

| | | |
|--------------|---------------|---------------|
| Total | 410.68 | 410.68 |
|--------------|---------------|---------------|

Notes:

| | As at 31.03.21 | | As at 31.03.20 | |
|---------------------------------------|----------------|---------------|----------------|---------------|
| | Nos. | Amount | Nos. | Amount |
| a) Reconciliation of Number of Shares | | | | |
| Equity Shares of Rs.10/-each | | | | |
| At beginning of the year | 4106820 | 410.68 | 4106820 | 410.68 |
| Changes during the year | - | - | - | - |
| At the end of the year | <u>4106820</u> | <u>410.68</u> | <u>4106820</u> | <u>410.68</u> |

b) The Company has not issued any Shares during the year.

c) The Company has issued one class of equity shares. The holders of the equity shares are entitled (a) to receive dividends subject to approval in the Annual General meeting (b) voting rights proportionate to their share holdings at the meetings of the shareholders (c) receive surplus on the winding up of the Company in proportion to share holding.

d) Following Shareholders hold equity shares more than 5% of the total shares of the Company at the end of the period

| Name of Shareholder | No. of Shares | | % of Shareholdings | |
|------------------------------|---------------|-----------|--------------------|-----------|
| | 31-Mar-21 | 31-Mar-20 | 31-Mar-21 | 31-Mar-20 |
| Aradhana Investments Limited | 558205 | 558205 | 13.59 | 13.59 |
| Jai Kumar Kankaria | 204605 | 204605 | 5.00 | 5.00 |
| Padmavati Tradelink Limited | 282628 | 282628 | 6.88 | 6.88 |
| Divya Dugar | 253575 | 253575 | 6.17 | 6.17 |

e) The Company has not issued shares for a consideration other than cash or bonus shares during the immediately preceding 5 years.

NOTE 11

OTHER EQUITY

General Reserve

| | | |
|--------------------------------------|---------------|---------------|
| Balance at the beginning of the year | 119.09 | 119.09 |
| Movement during the year | 0.00 | 0.00 |
| Balance at the end of the year | <u>119.09</u> | <u>119.09</u> |

Capital Redemption Reserve

(Created on Redemption of Preference Shares)

| | | |
|--------------------------------------|--------------|--------------|
| Balance at the beginning of the year | 40.62 | 40.62 |
| Movement during the year | 0.00 | 0.00 |
| Balance at the end of the year | <u>40.62</u> | <u>40.62</u> |

Retained Earning

| | | |
|---|---------|---------|
| Balance at the beginning of the year | 3935.41 | 3591.08 |
| Add: Net Profit after tax transferred from Statement of Profit & Loss Account | 586.09 | 344.33 |

| | | |
|-----------------------------------|----------------|----------------|
| Balance at the end of year | 4521.50 | 3935.41 |
|-----------------------------------|----------------|----------------|

| | | |
|--------------|----------------|----------------|
| Total | 4681.21 | 4095.12 |
|--------------|----------------|----------------|

Other Comprehensive Income

| | | |
|---|--------|---------|
| OCl reserve includes net gain/Loss on fair value of Investments | (7.71) | (52.30) |
|---|--------|---------|

| | | |
|--------------|----------------|----------------|
| Total | 4673.50 | 4042.82 |
|--------------|----------------|----------------|

NOTE 12

Deferred tax liabilities

| | 31-Mar-21 | 43921.00 |
|-------------------------------|--------------|--------------|
| As per last Balance Sheet | 80.75 | 96.19 |
| Deferred Income tax Liability | 16.97 | (15.44) |
| Total | 97.72 | 80.75 |

NOTE 13

Deferred Government Grant

| | | |
|--|--------------|--------------|
| Deferred Government Grants (Note 34 (e)) | 49.80 | 56.83 |
| Total | 49.80 | 56.83 |

Reconciliation of statutory rate of tax and effective rate of tax:

| | | |
|--|---------------|--------------|
| Profit for the year before tax: | 796.41 | 480.48 |
| Statutory income tax rate applicable | 25.168% | 0.28 |
| Tax expense at applicable tax rate | 200.44 | 133.67 |
| Adjustments: | | |
| Weighted Deduction allowed | 0.00 | (0.04) |
| Weighted Deduction allowed for tax purpose | 0.00 | (0.01) |
| Weighted Deduction allowed | 0.00 | (32.67) |
| Weighted Deduction allowed for tax purpose | 0.00 | (1.82) |
| Income from Sale of Fixed Assets | 0.00 | 0.09 |
| Income from Sale of Fixed Assets to tax purpose | 0.00 | (0.02) |
| Deduction in respect of House Properties | 0.00 | 0.00 |
| Deduction in respect of House Properties for tax purpose | 0.00 | 0.00 |
| Long Term Loss From Mutual Funds | 0.00 | 0.00 |
| Long Term Loss From Mutual Funds of tax purpose | 0.00 | 0.00 |
| Non-deductible expenses/Income Tax of earlier year | 13.00 | 1.13 |
| Non-deductible expenses for tax purposes | 3.27 | 0.31 |
| Increase in the value of closing stock | 0.00 | 0.00 |
| Non-deductible expenses for tax purposes | 0.00 | 0.00 |
| Dividend Income/Tax Free/Exempt Income | 0.00 | (2.85) |
| Dividend Income/Capital Gain-exempt for tax purposes | 0.00 | (0.79) |
| Various allowances claimed under Income Tax Act, 1961 | 0.00 | (11.03) |
| Tax impact of claim | 0.00 | (3.07) |
| Effect of Depreciation | 7.44 | 35.29 |
| Tax impact of Depreciation | 1.87 | 9.82 |
| At India's statutory income tax rate | 205.58 | 138.09 |
| Effective rate of tax as % of PBT | 25.81 | 28.74 |

NOTE 14

Short-term borrowings

| | 31-Mar-21 | 31-Mar-20 |
|----------------------------|---------------|---------------|
| Loans payable on demand | | |
| Working Capital Facilities | | |
| -From Banks (Secured) | 545.05 | 378.72 |
| -From Others (Unsecured) | - | 124.00 |
| Total | 545.05 | 502.72 |

Borrowings from Bank -Secured by first charge on Plant & Machinery and Current Assets of the Company and deposit of Title Deeds of Land & Building, additionally secured by Personal guarantee of Sri J. K. Kankaria Promoter of the Company.

NOTE 15

Trade payables

| | | |
|-------------------------------------|---------------|---------------|
| - Micro, Small & Medium Enterprises | - | - |
| - Others | 221.30 | 294.86 |
| Total | 221.30 | 294.86 |

NOTE 16

Other current liabilities

| | | |
|--|----------------|----------------|
| Employees Benefits Payable | 292.88 | 214.52 |
| Advances from Customers & other payables | 577.79 | 502.42 |
| Provision for expenses | 148.47 | 242.33 |
| Deposit received | 2.46 | 2.49 |
| Statutory dues payable | 62.61 | 592.44 |
| Total | 1084.21 | 1554.20 |

NOTE 17

Short-term provisions

| | 31-Mar-21 | 31-Mar-20 |
|----------------------------|---------------|---------------|
| Provision for Income Taxes | 345.00 | 315.10 |
| Total | 345.00 | 315.10 |

NOTE 18

Revenue from operations

| | | |
|--------------|-----------------|-----------------|
| Gunny | 17097.09 | 16352.69 |
| Yarn | 499.62 | 55.20 |
| Total | 17596.71 | 16407.89 |

NOTE 19

Other Income

| | | |
|---|---------------|---------------|
| Profit on sale of fixed assets | 0.02 | 0.09 |
| Profit on sale of Investment | - | 32.71 |
| Interest | 101.92 | 90.13 |
| Miscellaneous Income | 10.09 | 13.12 |
| Dividend | 3.69 | 2.85 |
| Liabilities no longer required written back | 0.07 | 1.52 |
| Total | 115.79 | 140.42 |

NOTE 20

Cost of Material Consumed

Opening Stock

| | | |
|-----------------|---------|---------|
| Raw Jute & Yarn | 1493.33 | 1418.30 |
|-----------------|---------|---------|

Purchase

| | | |
|-----------------|---------|----------|
| Raw Jute & Yarn | 9953.12 | 10000.79 |
|-----------------|---------|----------|

Closing Stock

| | | |
|-----------------|---------|---------|
| Raw Jute & Yarn | 1065.93 | 1493.33 |
|-----------------|---------|---------|

| | | |
|--------------|-----------------|----------------|
| Total | 10380.52 | 9925.76 |
|--------------|-----------------|----------------|

NOTE 21

Change in Inventories

Opening Stock

| | | |
|-----------------|----------------|---------------|
| Jute in process | 244.52 | 187.47 |
| Finished Goods | 849.72 | 586.66 |
| | 1094.24 | 774.13 |

Closing Stock

| | | |
|-----------------|----------------|----------------|
| Jute in process | 279.49 | 244.52 |
| Finished Goods | 928.32 | 849.72 |
| | 1207.81 | 1094.24 |

| | | |
|-----------------------------------|-----------------|-----------------|
| Total (Increase)/ Decrease | (113.57) | (320.11) |
|-----------------------------------|-----------------|-----------------|

NOTE 22

Employee benefits expenses

| | 31-Mar-21 | 31-Mar-20 |
|---|----------------|----------------|
| Salaries and wages | 3543.00 | 3670.17 |
| Contribution to provident and other funds | 298.61 | 329.34 |
| Staff welfare expenses | 36.49 | 30.43 |
| Total | 3878.10 | 4029.94 |

NOTE 23

Finance Costs

| | | |
|-----------------------|--------------|--------------|
| Interest on loans | 40.49 | 46.61 |
| Other borrowing costs | | |
| - Processing fees | 2.14 | 11.88 |
| Total | 42.63 | 58.49 |

NOTE 24

Other expenses

| | 31-Mar-21 | 31-Mar-20 |
|-----------------------------------|-----------------------|-----------------------|
| Stores and spares consumed | 539.89 | 437.34 |
| Power & fuel | 722.25 | 811.48 |
| Sewing & processing charges | 335.46 | 312.89 |
| | <u>1597.60</u> | <u>1561.71</u> |
| Repairs and maintenance | | |
| Building | 89.47 | 48.93 |
| Machinery | 280.35 | 252.98 |
| Other Assets | 35.98 | 6.75 |
| | <u>405.80</u> | <u>308.66</u> |
| Insurance charges | 106.56 | 102.86 |
| Rent | 6.00 | 6.00 |
| Rates & taxes | 182.39 | 20.06 |
| Brokerage & commission | 78.57 | 45.23 |
| Shipping & delivery | 51.53 | 94.77 |
| CSR Expenses | 13.00 | - |
| Miscellaneous expenses | 181.14 | 143.24 |
| Sundry balances written off | 7.42 | 0.82 |
| | <u>626.61</u> | <u>412.98</u> |
| Auditor's remuneration | | |
| As Statutory Audit fees | 1.00 | 0.60 |
| For Tax audit, Certification etc. | 0.75 | 0.62 |
| Reimbursement of expenses | 0.31 | 0.24 |
| Other audit fees | 1.07 | 0.55 |
| | <u>3.13</u> | <u>2.01</u> |
| Total | <u><u>2633.14</u></u> | <u><u>2285.36</u></u> |

NOTE 25

CONTINGENT LIABILITIES NOT PROVIDED FOR IN THE ACCOUNTS

| | 31-Mar-21 | 31-Mar-20 |
|--|-----------|-----------|
| a) Sales Tax (pending appeal) (to the extent declaration forms not received) | - | 9.54 |
| VAT (pending appeal) (to the extent declaration forms not received) | - | 9.72 |
| CST(pending appeal)(to the extent declaration forms not received) | - | 8.11 |
| b) Employees' State Insurance -Not acknowledged as debt | 10.60 | 10.60 |
| c) Outstanding Bank Guarantee | 201.00 | 201.00 |

NOTE 26

Particulars of Sales & Stock

| | 31-Mar-21 | 31-Mar-20 |
|------------------|-----------|-----------|
| a) Sale | | |
| Gunny | 17097.09 | 16352.69 |
| Yarn | 499.62 | 55.20 |
| b) Closing Stock | | |
| Gunny | 928.32 | 849.72 |

NOTE 27

Value of Imported and Indigenous raw material, Stores, spare parts and components consumed and the percentage of each to total consumption

| | 31-Mar-21 | | 31-Mar-20 | |
|---|------------|--------|------------|--------|
| | ₹.(in 000) | % | ₹.(in 000) | % |
| Raw Material | | | | |
| Imported | - | - | - | - |
| Indigenous | 10380.52 | 100.00 | 9925.76 | 100.00 |
| Stores, spare parts and components | | | | |
| Imported | - | - | - | - |
| Indigenous | 880.90 | 100.00 | 685.87 | 100.00 |

NOTE 28

Employees Benefits

Disclosure pursuant to Indian Accounting Standard-19 "Employee Benefits" as notified u/s 133 of the companies Act,2013

Defined Contribution Plans

The Company has during the year recognised an expense of ₹ 198.16 lakhs (F.Y. 2019-20 ₹ 215.61 lakhs) towards defined contribution plans the details of which are as follows :-

| | 31-Mar-21 | 31-Mar-20 |
|---|-----------|-----------|
| Employer's Contribution to Provident Fund | ₹ 39.25 | ₹ 42.24 |
| Employer's Contribution to Employees Pension Scheme | ₹ 158.91 | ₹ 173.37 |

Defined Benefit Plans:

Under IND AS19 necessary information as required to be disclosed in the financial statement by way of note could not be disclosed as the said information has not been furnished by the LIC in respect of the policy taken by the company under Group Gratuity Scheme.

NOTE 29

Tax Expenses is the aggregate of current year income tax and deferred tax charged to the Profit & Loss Account for the year

| | | |
|--|---------------------|-----------------------|
| a) Current Tax | | |
| Income Tax provision of ₹ 205.00 has been made on regular income (F.Y.2019-20 ₹ 140.00 Lakhs) | | |
| b) Deferred Tax | 31-Mar-21 | 31-Mar-20 |
| The major component of the Deferred Tax Liability to the extent recognized and outstanding at 31.3.2021: | | |
| Deferred Tax Liability as on 01st April, 2020 | 80.75 | 96.19 |
| Deferred Tax Liability : | | |
| On differences between Book & Income Tax depreciation | (3.82) | (10.51) |
| Tax effect on Govt. Grant (Net) | 3.28 | 6.66 |
| Tax effect on change in value of Bonds (Net) | 2.10 | - |
| Tax effect on change in value of Mutual Funds (Net) | 0.66 | - |
| Tax effect on change in value of Equity Shares (Net) | <u>14.75</u> | <u>(11.59)</u> |
| Net Deferred Tax Liability as on 31st March 2021 | <u>97.72</u> | <u>80.75</u> |

NOTE 30

| | | |
|--|------------------|-----------|
| | 31-Mar-21 | 31-Mar-20 |
| Earnings per Share: | | |
| Net profit/(Loss) available for Equity shareholders | 586.23 | 344.33 |
| Weighted average number of Equity shares outstanding | 4106820 | 4106820 |
| Basic and diluted earnings per share - | | |
| In rupees of face value of Rs.10 each | 14.27 | 8.38 |

NOTE 31

Remuneration paid to Executive Director & CEO for the year is debited to respective heads of account:

| | | |
|------------------------------------|--------------|-------|
| i) Salary | 12.31 | 12.44 |
| ii) Contribution to Provident Fund | 0.94 | 0.96 |
| iii) Perquisites | 0.80 | 4.11 |

NOTE 32

Information given in accordance with the requirements of Ind AS-24 on Related Party Disclosures as notified in the Companies (Indian Accounting Standards) Rules 2015:

A List of Related Parties

- a) Names of the Key Management Personnel of the Company
- i) Mr. Hirendra Singh Bayed - Executive Director, WTD & CEO
 - ii) Mr. Subhas Chand Bhutoria - General Manager, CFO
 - iii) Ms. Sangeeta Ghose - Company Secretary
- b) Enterprises in which Key Management Personnel have significant influence
- i) Morgan Walker Infrastructure Ltd.
 - ii) JKK Finance Limited
 - iii) Aradhana Multimax Ltd.
 - iv) Jai Kumar Kankaria Investment Pvt. Ltd.

B Transactions with Related Parties during the Financial Year and Outstanding Balances as on 31st March 2021.

| Nature of Transactions | Enterprises in which Key Management Personnel have significant influence | | Item | Key Management Personnel | |
|---|--|-----------|------|--------------------------|-----------|
| | 31-Mar-21 | 31-Mar-20 | | 31-Mar-21 | 31-Mar-20 |
| Interest Paid | 5.43 | 4.88 | b | | |
| Purchase | - | - | b | | |
| Remuneration to Key Management Personnels | | | a | 38.61 | 40.16 |
| Unsecured Loans | | | | | |
| Received during the year | 260.00 | 207.00 | b | | |
| Paid during the year | 260.00 | 183.00 | b | | |
| Balance Receivable | Nil | Nil | b | | |
| Remuneration to relative & Others | | | | 3.04 | 3.20 |

NOTE 33**Relating to the global health pandemic from COVID-19**

COVID-19, a global pandemic has resulted in a significant decrease in the economic activities across the world including India. This has affected activities of organizations across the economic ecosystem impacting earnings prospects of Companies on Plant, Property & Equipments, Inventory, Production & Construction activities & current assets including trade receivables in the sector in which the company operates.

The management has carried out current assessment of the potential impact of Covid-19 due to second wave on the company and is of the view that there is no major impact on the Plant, Property & Equipments, Inventory, current assets including trade receivables except production and other activities where involvement of human engagement is more. The company's capital and liquidity position remain strong to sustain its operations and there have been no changes to the company's internal financial control during this pandemic.

However, the impact assessment is a continuous process and will continue to monitor for any material changes to the future economic conditions.

NOTE 34

- a) The provision for impairment loss as required under Ind AS36 as notified in the Companies (Indian Accounting Standards) Rules 2015 in respect of Fixed Assets has not been made as in the opinion of Board of Directors the Book Value of the Fixed Assets is less than the realizable value of the said assets.
- b) Dividend received from long term investment in Shares ₹. **3.69** (Previous Year ₹. 2.85)
- c) Stock of Finished Goods includes Stock in transit ₹. **0.05** (Previous Year ₹. **0.05**)
- d) Salary & Wages under the head Employees Benefits Expenses include the expenditure incurred on account of Repairs & Maintenance of Building ₹ **9.80** (Previous Year ₹. 10.80) Machinery ₹ **274.03** (Previous Year ₹. 308.37) and Power & Fuel ₹. **16.20** (Previous Year ₹. 18.84)
- e) The Company has received a grant in the earlier year from National Jute Board against installation of new machinery which has been treated as deferred income and the amount of ₹. **7.03** lakh (Previous Year ₹ 8.19 lakh) has been allocated as income during the year in the same proportion to the Income Tax rate of depreciation of the related asset.
- f) Company has one reportable segment as indicated in Ind AS 108 as notified in the Companies (Indian Accounting Standards) Rules 2015.
- g) The Company has paid a sum of ₹. 48.48 Lacs (inclusive of GST - ₹.1.95 Lacs) to M/s Vikram Solar Ltd. which comprises of ₹.40.98 Lacs towards the cost of material supplied by them for installation of Solar Power generating system and ₹.7.50 Lacs as advance against the work order including installation charges. This amount has been shown under the head " Capital Work in Progress" in the accounts as has been resulted in as a capital commitment ₹ 30.33 lacs. The total value of contract is ₹.78.81 Lacs (inclusive of GST - ₹ 3.75 Lacs).
- h) There are no Micro, Small and Medium Enterprises to whom the Company owes dues, which are outstanding for more than 45 days as at 31st March, 2021. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.
- i) Previous year's figures have been regrouped and/or rearranged wherever considered necessary.

Capital Management

The Company's policy focuses on maintenance of stable and strong capital base so as to maintain investors, creditors and market conditions to sustain future developments and growth of the business in order to maintain the capital base of the company as a going concern and the return on capital as well as dividend to the shareholders of the company.

Capital includes issued capital and all Equity Reserves and Debts obligation to third party. The Company monitors capital on the following bearing ratio.

| | 31-Mar-21 | 31-Mar-20 |
|---------------------|----------------|-----------|
| Total Equity | 5084.18 | 4453.50 |
| Total Debts | 545.05 | 502.72 |
| Debt Equity Ratio % | 10.72 | 11.29 |

Financial Risk Management

The Company's financial risk management is integral part of how to plan and execute its business strategies and its risk policies are monitored by the Board. The company's activities exposes it to varieties of risks such as credit risk, liquidity risk and market risks and accordingly frames its policies to minimise the adverse effects.

Credit Risk

- Credit risk is the risk that counter party will not meet its obligation to a financial loss of the company.
- The Company has its policies to limit its exposure to credit risk arising from outstanding receivables from the Customers, review its payment terms, credit limits of each customer periodically.

Liquidity Risk

• Liquidity risk is the risk that the company may face its obligation to timely repayments, its credit facilities.

The Company closely monitors its cash flow and ensuring timely collections of its receivables as well as movements of inventories.

The table below summarises the maturity profile of its liabilities

| | 31-Mar-21 | 31-Mar-20 |
|---------------------------------|-----------------------|-----------------------|
| Payable on demand within a year | | |
| Borrowing – Secured | 545.05 | 378.72 |
| Borrowing – Unsecured | 0.00 | 124.00 |
| Trade Payables | 0.00 | 294.86 |
| Other financial liabilities | <u>1084.21</u> | <u>1554.20</u> |
| Total - A | <u>1629.26</u> | <u>2351.78</u> |
| Payable in 1 to 5 Years | <u>0.00</u> | <u>0.00</u> |
| Total - B | <u>0.00</u> | <u>0.00</u> |
| Total – (A+B) | <u>1629.26</u> | <u>2351.78</u> |

Market Risk

Market risk is the risk of fluctuation of fair value of its products. Since Company's business is manufacture of Jute products, adverse weather conditions, demand/supply gap and interest rate may effect its cash flow, so Company monitors and changes its exposures as well as sales strategies.

Interest Risk

The Company's interest are at fixed rate. Details are given below :-

| | 31-Mar-21 | 31-Mar-20 |
|--------------------------|-----------|-----------|
| Secured loan - from Bank | 9.70% | 9.70% |
| Unsecured loan - Others | 9% | 9% |

Fair Value Measurements**Fair Value Hierarchy**

Fair Value of the financial instruments is classified in various hierarchies based on the following three levels :

Level 1 : Quoted prices (unadjusted) in active market for identical assets or liabilities

Level 2 : The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs). The management considers that the carrying amounts of financial assets (other than those measured at fair values) and liabilities recognized in the financial statements approximate their fair value as on 31st March 2021. There were no transfers between Level 1, Level 2 and Level 3 during the year.

The following table presents the fair value hierarchy of assets and liabilities measured at fair value on a recurring basis.

Financial Assets measured at fair value- recurring fair value measurements as at 31st March 2021

| | Level 1 | Level 2 | Level 3 |
|--|-----------------------|--------------------|--------------------|
| Investment in Equity Instruments measured at FVOCI | 158.05 | 0.00 | 2.00 |
| Investment in Debt Securities measured at FVTPL | <u>1361.62</u> | <u>0.01</u> | <u>0.00</u> |
| Total | <u>1519.67</u> | <u>0.01</u> | <u>2.00</u> |

In terms of the report of even date annexed

For J. B. S. & Company

Chartered Accountants

For and on behalf of Board of Directors

Sudhanshu Sen, FCA

Partner

Membership No. 306354

Firm Registration No.323734E

Place: Kolkata

Dated: 30th, June 2021

UDIN: 21306354AAAAHJ1474

B.S.Rampuria

Director

H.S.Bayed

Executive Director & CEO

S.C.Bhutoria

Chief Financial Officer

S.Ghose

Company Secretary

To,

**From,
Registered Office:
Auckland International Limited,
P.O. Jagatdal, North 24 Parganas,
West Bengal PIN -743125**