

**DIRECTORS' REPORT**

Dear Shareholders,

On behalf of the Board of Directors, it is our pleasure to present the **Thirty-first Annual Report** of **Micro Wood Private Limited** ("the Company") along with its Audited Financial Statements for the year ended March 31, 2022.

**FINANCIAL SUMMARY**

*(INR in lakhs)*

Particulars	2021-22	2020-21
Revenue from Operations	2,848.45	967.54
Other Income	1.47	0.47
<b>Total Income</b>	<b>2,849.92</b>	<b>968.00</b>
Operating Profit/(Loss)	198.73	79.60
Finance Cost	31.72	0.10
Depreciation	142.58	102.09
<b>Profit/ (Loss) Before Tax</b>	<b>24.43</b>	<b>(22.60)</b>
Less: Tax Expenses		
Current Tax	0.98	-
Deferred Tax	3.45	10.24
<b>Profit/ (Loss) After Taxation</b>	<b>20.00</b>	<b>(32.83)</b>
<b>Statement of Retained Earnings</b>		
Balance at the beginning of the year	(93.83)	(61.00)
Add: Profit/ (Loss) After Taxation	20.00	(32.83)
Balance carried to Balance Sheet	(73.83)	(93.83)

**DIVIDEND**

In order to conserve resources for future expansion, your directors do not recommend payment of dividend for the year ended March 31, 2022.

**PUBLIC DEPOSITS**

The Company has neither accepted nor invited any deposits under Section 73 of The Companies Act, 2013 during the Financial Year 2021-22. Further, during the Financial Year 2021-22, the Company has raised an unsecured loan of INR 65.00 lakhs from its directors and relatives of directors.

As on March 31, 2022 the total outstanding amount of unsecured loan was INR 1,115.31 lakhs.

**RESERVES**

The Company does not propose to transfer any amount to its general reserve and the amount available for appropriation is proposed to be retained in surplus in the statement of profit and loss.



**CAPITAL STRUCTURE**

***AUTHORIZED SHARE CAPITAL:***

During the Financial Year 2021-22, there has been no change in the Authorized Share Capital of the Company.

***PAID-UP SHARE CAPITAL:***

During the Financial Year 2021-22, the Company made an offer for issue of shares on rights basis to its shareholders. Pursuant to subscription of the offer, the Paid-Up Share Capital of the Company increased from INR 450.00 lakhs divided into 450,000 (Four Lakhs Fifty Thousand) Equity Shares of INR 100 each to INR 960.00 lakhs divided into 9,60,000 (Nine Lakhs Sixty Thousand) Equity Shares of INR 100 each.

**INDUSTRY SCENARIO AND STATE OF COMPANY'S AFFAIRS**

Your Company is Private Company having its registered office located in Umbergaon, Gujarat. The Company's manufacturing facilities and administrative office are also located in Umbergaon, Gujarat. The Company is primarily engaged in manufacturing and sales of packing materials. The Company's key product line includes manufacturing and sales of tin packaging and paper packaging products.

**CHANGE IN THE NATURE OF BUSINESS**

During the year under review, there was no change in the nature of the business of the Company.

**MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT**

No material changes and commitments, which affect the financial position of the Company have occurred between the end of the financial year to which the financial statements relate and the date of this Report.

**DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATION IN FUTURE**

No significant and material orders were passed by the regulators or courts or tribunals which affect the status and future operation of the Company.

**DIRECTORS AND KEY MANAGERIAL PERSONNEL**

***CHANGES IN DIRECTORS AND KEY MANAGERIAL PERSONNEL:***

No changes in Directors and Key Managerial Personnel have taken place during the Financial Year 2021-22. As on March 31, 2022, Mr. Santosh Raveshia, Mr. Sanjay Rajani, Mr. Dhaval Parikh, Mr. Ishan Parikh, Mr. Purav Raveshia, Mr. Pradip Roy, Mr. Akshay Koradia and Mr. Ankan Koradia were the Directors of the Company.



**DECLARATION BY THE INDEPENDENT DIRECTORS:**

As on March 31, 2022, the Company continues to be a Private Company. Hence, your Company is not required to appoint Independent Director on its Board.

**MEETINGS OF THE BOARD OF DIRECTORS**

The Board of Directors of the Company met **05 (Five)** times during the Financial Year 2021-22. Further, in respect of each board meeting proper notice were given and the proceedings were properly recorded, signed and maintained in the minutes book kept by the Company for this purpose. The intervening gaps between two board meetings was within the year prescribed under The Companies Act, 2013.

**AUDIT COMMITTEE**

As on March 31, 2022, the Company continues to be a Private Company. Hence, provisions of Section 177 of The Companies Act, 2013 were not applicable.

**DISCLOSURE OF REMUNERATION OF EMPLOYEES COVERED UNDER RULE 5(2) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014:**

None of the employee of your Company, who was employed throughout the Financial Year 2021-22, was in receipt of remuneration in aggregate exceeding the limit specified under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

**STATUTORY AUDITOR**

The Company at its Annual General Meeting ('AGM') held on September 30, 2019, appointed M/s. Kapadia Shah & Co. Chartered Accountants, (Firm's Registration No: 124130W), as the Statutory Auditors of the Company for a period of 5 (Five) consecutive years from the conclusion of that AGM until the conclusion of the sixth consecutive AGM. However, w.e.f. August 14, 2022, M/s. Kapadia Shah & Co., resigned from the office of the Statutory Auditors.

Consequently, with effect from August 25, 2022, Mr. Chintan A. Shah (Membership No. 192271), Chartered Accountant, Vapi has been appointed as statutory Auditor of the Company due to casual vacancy that arose in the office of the statutory auditors till the AGM proposed to be held for Financial Year 2021-22.

Mr. Chintan A. Shah, Chartered Accountant, (Membership No. 192271), Vapi, have consented to act as Statutory Auditor of the Company to hold office for the period of 5 (Five) consecutive years from the conclusion of ensuing AGM to be held until the conclusion of the sixth consecutive AGM.

**AUDITORS' REPORT**

The Independent Audit Report is self-explanatory and therefore does not call for any further explanations.

**SECRETARIAL STANDARDS**

Your Company has complied with the applicable Secretarial Standards during the Financial Year 2021-22.



**SECRETARIAL AUDIT REPORT**

The requirement of obtaining a Secretarial Audit Report for the Financial Year 2021-22 is not applicable to your Company under Section 204 of The Companies Act, 2013.

**MAINTENANCE OF COST ACCOUNTING RECORDS**

The requirement of maintenance of Cost Accounting Records as required by the Central Government under Sub-Section (1) of Section 148 of The Companies Act, 2013, is not applicable to the Company.

**CORPORATE SOCIAL RESPONSIBILITY**

Your Company is not falling under any criteria specified in Sub-Section (1) of Section 135 of The Companies Act, 2013.

**VIGIL MECHANISM**

Since your Company is Private Company on March 31, 2022, the provisions regarding vigil mechanism as provided in Section 177(9) of The Companies Act, 2013 read with Rules framed there under were not applicable on your Company.

**RISK MANAGEMENT POLICY**

Your Company is Private Company on March 31, 2022, hence it is not covered under the purview for constituting a Risk Management Committee under the provisions of listing agreement. However, your Company recognizes that risk is an integral part of business and is committed to managing the risks in a proactive and efficient manner. Your Company has developed and implemented Risk management policy to identify, assess and mitigate the risk.

**PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013**

Your Company has not given any loans, guarantees or made investment under Section 186 of The Companies Act, 2013.

**INTERNAL FINANCIAL CONTROLS**

Your Company has put in place adequate internal financial controls with reference to the financial statements. The Company's internal financial controls and systems are adequate commensurate with the nature and size of the Company and it ensures compliance of the policies and procedures adopted by the Company 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.

During the year, no material weakness in its operating effectiveness was observed.



**DETAILS OF SUBSIDIARIES/ JOINT VENTURES/ ASSOCIATE COMPANIES**

During the year under review, your Company did not have any Subsidiaries, Associate Companies or Joint Ventures and hence is not required to disclose any information in Form AOC-1 pursuant to Section 129 of The Companies Act, 2013.

**PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH THE RELATED PARTIES**

During the year under review, your Company has entered into material contract or arrangements with related party. The details material contracts or arrangements with related parties are being reported in Form No. AOC-2 in terms of Section 134 of The Companies Act, 2013 read with Rule 8 of The Companies (Accounts) Rules, 2014. Form No. AOC-2 annexed to this report separately for disclosure requirement.

**HUMAN RESOURCES AND INDUSTRIAL RELATIONS**

Your Company strongly believes in sound and peaceful relationship with its human capital. During the Financial Year 2021-22, industrial relation remained cordial throughout the year.

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION**

The Conservation of energy is of utmost significance to the Company. Operations of the Company are not energy intensive. However, every effort is made to ensure optimum use of energy by using energy-efficient computers, processes and other office equipment. Constant efforts are made through regular /preventive maintenance and upkeep of existing electrical equipment to minimize breakdowns and loss of energy.

**FOREIGN EXCHANGES EARNINGS & OUTGO**

During the current as well as previous year the Company did not had any foreign exchange earnings. Further, foreign exchange outgo for current Financial Year 2021-22 was NIL (F.Y. 2020-21 INR 1.25 lakhs).

**DIRECTORS RESPONSIBILITY STATEMENT**

Pursuant to Section 134(5) of The Companies Act, 2013, it is hereby confirmed:

- a) in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- b) the Directors 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 as at March 31, 2022 and the profit of the Company as at March 31, 2022;
- c) the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) the Directors have prepared the annual accounts on a going concern basis; and
- e) the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.



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

There was no case filed during the year, under The Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013. Further, the Company ensures that there is a healthy and safe atmosphere for every women employee at the workplace and made the necessary policies for safe and secure environment for women employee.

**INTERNAL SEXUAL HARASSMENT COMPLAINT COMMITTEE**

The Company has complied with the provisions of Section 4(1) of The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

**ANNUAL RETURN**

The requirement of uploading of copy of Annual Return on the website of the Company is not applicable to the Company as the Company is not maintaining any website as required by Section 134(2)(a) of The Companies Act, 2013.

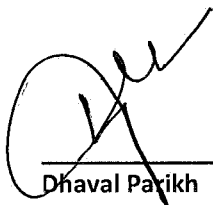
**GENERAL DISCLOSURE**

There is no application/ proceeding pending under The Insolvency and Bankruptcy Code, 2016. Further, there was no instance of onetime settlement with any Bank or Financial Institution.

**ACKNOWLEDGEMENT**

Your Directors' wishes to place on record its sincere thanks to all the Customers, Vendors, Consultants, Bankers and Central and State Government Authorities for extending support to the Company. The Board also places on record its sincere appreciation of the contribution made by all the stakeholders for placing their faith and trust on the Board.

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

  
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**Dhaval Patikh**  
Director  
DIN: 03346730  
Date: 26 September 2022  
Place: Umbergaon



  
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**Santosh Raveshia**  
Director  
DIN: 00147624  
Date: 26 September 2022  
Place: Umbergaon

**FORM NO. AOC -2**

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

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

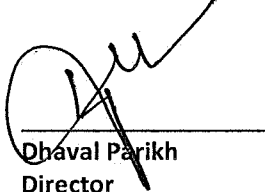
**1. Details of contracts or arrangements or transactions not at Arm's length basis.**

S N	Particulars	Details
a)	Name (s) of the related party & nature of relationship	Not Applicable
b)	Nature of contracts/arrangements/transaction	
c)	Duration of the contracts/arrangements/transaction	
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	
e)	Justification for entering into such contracts or arrangements or transactions'	
f)	Date of approval by the Board	
g)	Amount paid as advances, if any	
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	

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

S N	Particulars	Details
a)	Name (s) of the related party & nature of relationship	DOMS Industries Private Limited Common Director
b)	Nature of contracts/arrangements/transaction	Purchases and sale of goods/ services
c)	Duration of the contracts / arrangements / transaction	Indefinite
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	In ordinary Course of Business and at Arm's Length Price
e)	Date of approval by the Board	April 20, 2021
f)	Amount paid as advances, if any	NIL

For and on Behalf of the Board of Directors

  
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**Dhaval Parikh**  
Director

DIN: 03346730

Date: 26 September 2022

Place: Umbergaon



  
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**Santosh Raveshia**  
Director

DIN: 00147624

Date: 26 September 2022

Place: Umbergaon



**CHINTAN A. SHAH**  
Chartered Accountant

**INDEPENDENT AUDITORS' REPORT**

To,  
**The Members of**  
**MICRO WOOD PRIVATE LIMITED**  
**Umbergaon**

**Report on Financial Statements**

We have audited the attached financial statements of **MIRCO WOOD PRIVATE LIMITED** which comprise the balance sheet as at 31st March, 2022 and the Statement of Profit and Loss and cash flow statement for the year ended, and notes to the financial statements including summary of significant accounting policies and other explanatory information on that date annexed thereto.

**Opinion**

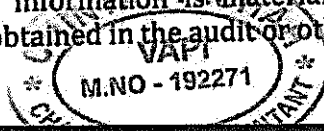
In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and its profit and its cash flows for the year ended on that date.

**Basis for opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs), specified under section 143(10) of the Companies Act 2013. Our responsibilities under the Standards are further described in the 'Auditor's Responsibilities for the Audit of the Financial Statement' 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 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 ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Information Other Than The Financial Statements and Auditor's report thereon**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual report, but does not include the Standalone Financial Statements and our auditors' report thereon. Our opinion on the Standalone Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the Standalone Financial Statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially



misstated. If, based on the work we have performed, we conclude that there is no material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

### **Responsibilities of Management and Those charged with Governance for the 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 standalone financial statements that give a true and fair view of the financial position and financial performance, (changes in equity) and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making 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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the board of director 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 the Board of directors either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

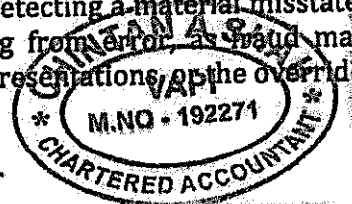
The Board of Directors are also responsible for overseeing the Company's financial reporting process.

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

Our objective 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 assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. 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 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the company to express an opinion on standalone financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities or business activities included in financial statements of which we are the independent auditors

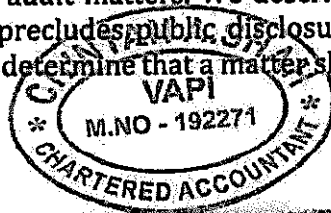
Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative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

the results of our work; and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our

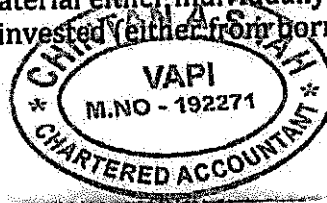


report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Our opinion is not modified in respect of this matter.

### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's report) Order 2020 ("the order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, is annexure herewith where ever applicable.
2. As required by Section 143(3) of the Act, we report that :
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of accounts as required by law, have been kept by the Company so far as it appears from our examination of the books;
  - (c) The Balance Sheet , Statement of Profit and Loss and Cash Flow dealt with by this Report are in agreement with the books of accounts;
  - (d) In our opinion, the Balance Sheet, the Statement of Profit and Loss comply with the mandatory Accounting Standards specified u/s 133 of the Act, read with Rule 7 of the Companies (Account) Rules, 2014
  - (e) In our opinion there are no financial transactions or other matters which have an adverse effect on the functioning of the Company.
  - (f) On the basis of written representations received from the directors, as on 31<sup>st</sup> March, 2022, taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31<sup>st</sup> March, 2022 from being appointed as a director in terms of section 164(2) of the Act;
  - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company does not have any pending litigations which would impact its financial position
    - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
    - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
    - iv. (a) the management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium



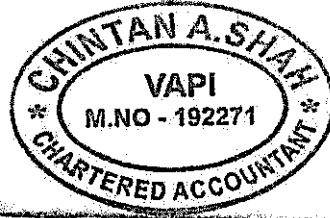
or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) the management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(c) based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause(i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

v. The Company has not declared or paid any dividend during the financial year under concern.

(h) With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act, in our opinion and according to the information and explanations given to us, the limit prescribed by section 197 for maximum permissible managerial remuneration is not applicable to a private limited company.



Chintan A. Shah  
Chartered Accountant

*Chintan A. Shah*

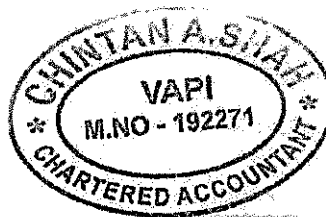
Chintan A. Shah  
Membership no.192271  
UDIN : 22192271AVRPLC3888

Place : Umbergaon  
Date : 26/09/2022

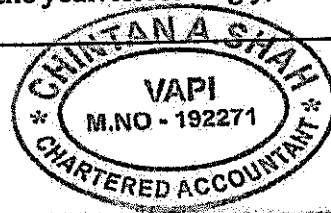
**ANNEXURE- 1 TO THE AUDITORS' REPORT**

**ANNEXURE -1 REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING 'REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS' AS REQUIRED BY SECTION 143(3) OF THE ACT, WE REPORT TO THE MEMBERS OF MIRCO WOOD PRIVATE LIMITED ON THE ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2022 THAT:**

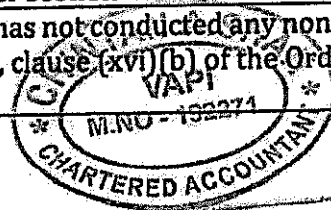
i.(a)	A. As per the information and explanations given to us, the company has maintained proper records to show full particulars including quantitative details and situation of property, plant and equipment.
	B. As per the information and explanations given to us, the company has maintained proper record of intangible assets.
(b)	Property, plant and equipment have been physically verified by the management at reasonable intervals during the year. There were no material discrepancies found to place on record..
(c)	In our opinion and according to the information and explanations given to us, the title deeds of all immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee).
(d)	According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not revalued its Property, plant and equipment (including Right-of-use assets) or Intangible assets or both during the year.
(e)	According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings initiated or pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made there under.
ii.(a)	The inventory has been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable and procedures and coverage as followed by management were appropriate. No discrepancies were noticed on verification between the physical stocks and the book records that were 10% or more in the aggregate for each class of inventory.
(b)	According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been sanctioned working capital limits in excess of five crore rupees in aggregate at any point of time during the year from banks of financial institution on the basis of security of current assets. Hence, reporting under this clause is not applicable.



iii	According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any investments, provided guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties during the year. Therefore reporting under paragraph 3 clause (iii) (a) to (e) of the order is not applicable.
iv.	According to the information and explanations provided to us, the Company has not granted loans to the parties mentioned in clause (iii) above covered under Section 186.
v.	The Company has not accepted any deposits from public covered under section 73 to 76 or any other relevant provisions of the Companies Act, 2013. Accordingly, paragraphs 3 clause (v) of the Order is not applicable.
vi.	According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Companies Act, 2013 for the products manufactured by it (and/ or services provided by it). Accordingly, clause (vi) of paragraph 3 the Order is not applicable
vii.(a)	The Company is regular in depositing undisputed dues including Provident Funds, Central Excise, Income Tax , Sales Tax & Goods and Service Tax with appropriate authorities. According to the information and explanations given to us and as examined from the books of accounts of the Company, there are no statutory dues outstanding as at the year end date for a period of more than six months from the date they became payable.
(b)	According to the records of the Company, there are no dues outstanding of Sales Tax, Goods and Service Tax, Income Tax, Wealth Tax, Custom Duty or Excise Duty or Cess on account of any dispute.
viii.	According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income-tax Act, 1961 as income during the year.
ix.(a)	According to the information and explanations given by the management, the Company has not defaulted in repayment of loans or other borrowings or interest thereon to any lender.
(b)	The company is not a willful defaulter declared by any bank or financial institution or other lender.
(c)	As company does not have any loans or finance facilities , therefore reporting under this clause is not applicable.
(d)	According to the information and explanations given to us and on an overall examination of the financial statement of the company, the company had not raised any short term fund during the year. Accordingly, clause (ix)(d) of paragraph 3 of the Order is not applicable.



(e)	According to the information and explanation give to us , the company does not have any subsidiaries, associates and join venture therefore clause xi(e) and (f) are not applicable.
x.(a)	The Company has not raised any money by way of initial public offer or by way of further public offer including debt instrument. Accordingly, clause (x)(a) of the paragraph 3 of the Order is not applicable.
(b)	According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year as per requirements of the section 42 and section 62 of the Companies Act, 2013. Accordingly clause (x)(b) of the paragraph 3 of the Order is not applicable.
xi.(a)	To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on by the company or material fraud on the Company by its officers or employees has been noticed or reported during the year.
(b)	According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Companies Act, 2013 has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
(c)	The company has not received any whistle blower complaints during the year and up to the date of audit report. Hence reporting under this clause is not applicable.
xii.	In our opinion the Company is not a nidhi company therefore the provisions of clause (xii) of the paragraph 3 of the order are not applicable to the Company and hence not commented upon.
xiii.	The company is private company and hence, the provisions of section 177 and second proviso to section 188(1) of the companies act 2013 are not applicable to the company. The company has complied with provision of section 188 of the companies act 2013 as regards transaction with related parties. In our opinion and according to the information and explanation given to us the company has disclose the details of related party transaction in the financial statement as required by the applicable accounting standards.
xiv.	The company is private company and it is not qualifying threshold limit as per section 138 read with rule 13 of the companies (Accounts) Rules 2014 for internal audit therefore clause (xiv) is not applicable.
xv.	In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Companies Act, 2013 are not applicable to the Company.
xvi.(a)	This clause of the Caro 2020 is not applicable to the Company as the company is not a required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.
(b)	During the year the Company has not conducted any non-banking financial or housing finance activities. Accordingly, clause (xvi)(b) of the Order is not applicable.



(c)	The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause (xvi)(c) of the Order is not applicable.
(d)	According to the information and explanations provided to us during the course of audit, the Group does not have any CIC. Accordingly, the requirements of clause (xvi)(d) are not applicable.
xvii.	The Company has not incurred cash losses in the current and in the immediately preceding financial year. Accordingly, clause (xvii) of the Order is not applicable.
xviii.	There is resignation of the statutory auditor during the year. The outgoing auditor has not raised any issues, objections or concerns.
xix.	According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
xx. (a)	In our opinion and according to the information and explanations given to us, there is no unspent amount under sub-section (5) of Section 135 of the Companies Act, 2013 pursuant to any project other than ongoing project. Accordingly, clauses (xx)(a) of the Order is not applicable.
(b)	In our opinion and according to the information and explanations given to us, there is no unspent amount under sub-section (5) of Section 135 of the Companies Act, 2013 pursuant to ongoing project. Accordingly, clauses (xx)(b) of the Order is not applicable.
xxi.	The company does not have any subsidiary and it is not preparing consolidated financial statement therefore this clause (xxi) is not applicable to the company.



## **ANNEXURE - 2 TO THE AUDITORS' REPORT**

**ANNEXURE -2 REFERRED TO IN POINT (g) OF PARAGRAPH 2 UNDER THE HEADING 'REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS' AS REQUIRED BY SECTION 143(3) OF THE ACT, WE REPORT TO THE MEMBERS OF MICRO WOOD PRIVATE LIMITED ON THE ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2022 THAT:**

To,  
The Members of Micro Wood Private Limited

We have audited the internal financial controls over financial reporting of **MICRO WOOD PRIVATE LIMITED** ("the company"), as at March 31, 2022, in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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

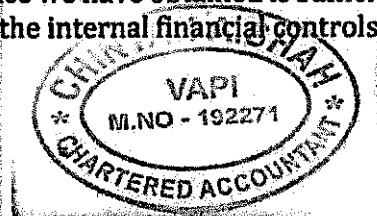
The Company's Management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the institute of Chartered Accountants of India. 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 the 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.

### **Auditor's 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 as specified under section 143(10) of the Companies Act, 2013, to the extent 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 include obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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



## **Meaning of Internal Financial Controls Over Financial Reporting.**

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

## **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

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

## **Opinion**

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

**Place : Umbergaon  
Date : 26/09/2022**



**Chintan A. Shah  
Chartered Accountant**

*Chintan A. Shah*

**Chintan A. Shah  
Membership no.192271  
UDIN : 22192271AVRPLC3888**

# MICRO WOOD PRIVATE LIMITED

## Balance Sheet

as at 31 March 2022

(Currency: Indian rupees in Lakhs)

	Note	31 March 2022	31 March 2021
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
Share capital	3	960.00	450.00
Reserves and surplus	4	(73.83)	(93.83)
		<u>886.17</u>	<u>356.17</u>
<b>Non-current liabilities</b>			
Long term borrowings	5	1,115.31	1,050.31
Long-term provisions	6	12.01	6.25
		<u>1,127.31</u>	<u>1,056.56</u>
<b>Current liabilities</b>			
Short-term borrowings		-	-
Trade payables	7	-	-
- Total outstanding dues of micro and small enterprises		-	-
- Total outstanding dues of creditors other than micro and small enterprises		391.22	254.53
Other current liabilities	8	66.56	17.84
Short-term provisions	9	3.83	0.66
		<u>461.61</u>	<u>273.03</u>
<b>Total</b>		<u><u>2,475.10</u></u>	<u><u>1,685.76</u></u>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property plant and equipment and Intangible assets	10		
- Property plant and equipment		1,238.19	717.07
- Intangible assets		0.11	0.27
		<u>1,238.29</u>	<u>717.33</u>
Deferred tax assets (net)	11	16.87	20.32
Long term loans and advances	12	42.08	211.74
Other non-current assets	13	150.40	104.17
		<u>1,447.64</u>	<u>1,053.56</u>
<b>Current assets</b>			
Inventories	14	693.99	336.73
Trade receivables	15	164.22	128.88
Cash and bank balances	16	9.36	16.14
Short term loans and advances	17	159.88	150.45
		<u>1,027.45</u>	<u>632.20</u>
<b>Total</b>		<u><u>2,475.10</u></u>	<u><u>1,685.76</u></u>
Significant accounting policies	2		
Notes to the financial statements	3-31		

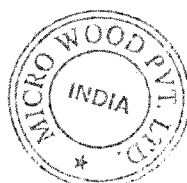
The notes referred to above form an integral part of the financial statements

As per our report of even date attached.

For Chintan A Shah  
Chartered Accountants

Chintan A Shah  
Proprietor  
Membership No: 192271  
Vapi, India

1216 SEP 2022



For Micro Wood Private Limited  
CIN No. U20291GJ1991PTC016414

Dhaval Parikh  
Director  
DIN : 03346730  
Umbergaon, India

Santosh Raveshia  
Director  
DIN : 00147624  
Umbergaon, India

26 SEP 2022 26 SEP 2022

# MICRO WOOD PRIVATE LIMITED

## Statement of Profit and Loss

for the year ended 1 April 2021 to 31 March 2022

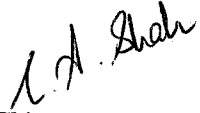
(Currency: Indian rupees in Lakhs)

	Note	31 March 2022	31 March 2021
<b>Revenue</b>			
Revenue from operations	18	2,848.45	967.54
Other income	19	1.47	0.47
<b>Total Income (I)</b>		<b>2,849.92</b>	<b>968.00</b>
<b>Expenses</b>			
Cost of materials consumed	20	2,072.62	693.25
Changes in inventories of finished goods, work-in-process and stock-in-trade	21	(141.53)	(121.82)
Employee benefits expense	22	334.44	138.04
Finance costs	23	31.72	0.10
Depreciation and amortisation expenses	24	142.58	102.09
Other expenses	25	385.66	178.94
<b>Total Expenses (II)</b>		<b>2,825.49</b>	<b>990.60</b>
<b>Profit/(Loss) before tax (I -II)</b>		<b>24.43</b>	<b>(22.60)</b>
<b>Less : Tax expense</b>			
- Current tax		0.98	-
- Deferred tax		3.45	10.24
		<b>4.43</b>	<b>10.24</b>
<b>Profit/(Loss) for the year</b>		<b>20.00</b>	<b>(32.83)</b>
<b>Earnings per equity share (Nominal value of share Rs 100)</b>			
Basic and diluted earnings per equity share	26	2.22	(7.30)
<b>Significant accounting policies</b>	2		
<b>Notes to the financial statements</b>	3-31		

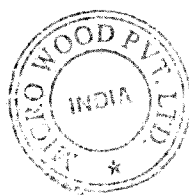
The notes referred to above form an integral part of the financial statements

As per our report of even date attached.

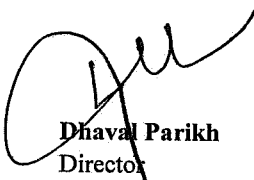
**For Chintan A Shah**  
Chartered Accountants

  
**Chintan A Shah**  
Proprietor  
Membership No: 192271  
Vapi, India


2.6 SEP 2022



**For Micro Wood Private Limited**  
CIN No. U20291GJ1991PTC016414

  
**Dhaval Parikh**  
Director  
DIN : 03346730  
Umbergaon, India

2.6 SEP 2022

  
**Santosh Raveshia**  
Director  
DIN : 00147624  
Umbergaon, India

2.6 SEP 2022

# MICRO WOOD PRIVATE LIMITED

## Cash flow statement

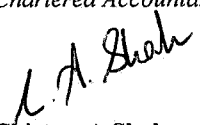
for the year ended 31 March 2022

(Currency: Indian rupees in Lakhs)

	31 March 2022	31 March 2021
<b>Cash flow from operating activities</b>		
Net Profit/(Loss) before tax	24.43	(22.60)
<b>Adjustments for:</b>		
Depreciation and amortisation expense	142.58	102.09
Interest expense	31.72	0.10
<b>Operating cash inflow before working capital changes</b>	<b>200.20</b>	<b>80.07</b>
<b>Adjustments for working capital change in:</b>		
-(Increase)/decrease in short term advances	(6.15)	33.73
-(Increase) in Inventories	(357.26)	(230.08)
-(Increase) in trade receivables	(35.34)	(7.59)
-(Increase) in other non-current assets	(46.23)	(36.31)
-Increase in long term provisions	5.75	4.75
-Increase in short term provisions	3.17	0.66
-Increase in trade payables	136.68	112.61
-Increase in other current liabilities	18.74	1.56
<b>Net (decrease) in working capital</b>	<b>(280.63)</b>	<b>(120.67)</b>
<b>Cash generated from operations</b>	<b>(80.43)</b>	<b>(40.60)</b>
Income tax paid (net of refunds)	(4.25)	(1.32)
<b>Net cash flows from operating activities (A)</b>	<b>(84.68)</b>	<b>(41.92)</b>
<b>Cash flow from investing activities</b>		
Purchase of property plant & equipments	(465.38)	(249.45)
<b>Net cash flows used in investing activities (B)</b>	<b>(465.38)</b>	<b>(249.45)</b>
<b>Cash flow from financing activities</b>		
Finance cost paid	(31.72)	(0.10)
Proceeds from Share issue	510.00	-
Proceeds of long term borrowing (net)	65.00	289.56
<b>Net cash flows used in from financing activities (C)</b>	<b>543.28</b>	<b>289.45</b>
<b>Net increase / (decrease) in cash and cash equivalents (A+B+C)</b>	<b>(6.78)</b>	<b>(1.92)</b>
Cash and cash equivalents at beginning of the year	16.14	18.06
<b>Cash and cash equivalents at end of the year</b>	<b>9.36</b>	<b>16.14</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>(6.78)</b>	<b>(1.92)</b>

As per our report of even date attached.

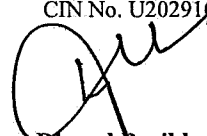
For Chintan A Shah  
Chartered Accountants


  
Chintan A Shah  
Proprietor  
Membership No: 192271  
Vapi, India

2.6 SEP 2022



For Micro Wood Private Limited  
CIN No. U20291GJ1991PTC016414

  
Dhaval Parikh  
Director  
DIN : 03346730  
Umbergaon, India

  
Santosh Raveshia  
Director  
DIN : 00147624  
Umbergaon, India

2.6 SEP 2022 2.6 SEP 2022

# MICRO WOOD PRIVATE LIMITED

## Notes to the financial statements

for the year ended 31 March 2022

(Currency: Indian rupees in Lakhs)

### 1 Background

Micro Wood Private Limited ("Micro Wood" or "Company") was incorporated under the provisions of the Companies Act, 1956 at Gujarat, India. Micro Wood is primarily engaged in manufacturing and sales of packing materials. The Company's key product line include tin packaging and paper packaging materials.

### 2 Significant Accounting Policies

#### (a) Basis of Preparation

The standalone financial statements have been prepared and presented under the historical cost convention, on the accrual basis of accounting in accordance with the accounting principles generally accepted in India ("Indian GAAP") and comply with the Accounting standards prescribed under Section 133 of the Companies Act, 2013, ("the Act") read with Rule 7 of the Companies (Accounts) Rules, 2014 and Companies (Accounting Standards) Amendment Rules, 2016.

#### (b) Use of estimates

The preparation of standalone financial statements in conformity with Indian GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities as on the date of financial statements, and the reported amount of revenue and expenses during the reported period. The estimates and assumptions used in accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as of the date of financial statements which in management's opinion are prudent and reasonable. Actual results may differ from estimates used in preparing the accompanying financial statements. Any revision to accounting estimates is recognised prospectively in current and future periods.

#### (c) Current-non-current classification

All assets and liabilities are classified into current and non-current.

*Assets* are classified as current when it satisfies any of the following criteria:

- it is expected to be realised in, or is intended for sale or consumption in, the entity's normal operating cycle;
- it is held primarily for the purpose of being traded;
- it is expected to be realised within twelve months after the balance sheet date; or
- it is cash or a cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the balance sheet date.

Current assets include the current portion of non-current financial assets. All other assets are classified as non-current.

*Liabilities* are classified as current when it satisfies any of the following criteria:

- it is expected to be settled in, the entity's normal operating cycle;
- it is held primarily for the purpose of being traded;
- it is due to be settled within twelve months after the balance sheet date; or
- the Company does not have an unconditional right to defer settlement of the liability for at least twelve months after the balance sheet date.

Current liabilities include current portion of non-current financial liabilities. All other liabilities are classified as non-current.

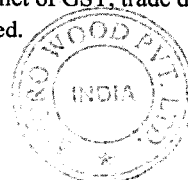
#### *Operating cycle*

Operating cycle is the time between the acquisition of assets for processing and their realisation in cash or cash equivalents.

Based on the nature services and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as twelve months for the purpose of current- non-current classification of assets and liabilities.

#### (d) Revenue recognition

- Revenue is recognized only when risks and rewards incidental to ownership are transferred to the customer, it can be reliably measured and it is reasonable to expect ultimate collection and are stated net of GST, trade discounts and rebates.
- Dividend income is recognized when the right to receive dividend is established.
- Interest income is recognized on the time proportion method.



# MICRO WOOD PRIVATE LIMITED

## Notes to the financial statements (Continued)

for the year ended 31 March 2022

(Currency: Indian rupees in Lakhs)

### (e) Property, plant and equipments and Intangible Assets

#### Property, plant and equipments

Property, plant and equipments are stated at cost of acquisition or construction less accumulated depreciation/amortisation and impairment losses, if any. The cost of Property, plant and equipments includes inward freight, duties, taxes and expenses incidental to acquisition and installation of the Property, plant and equipments upto the time the assets are ready for intended use. Subsequent expenditure related to an item of tangible asset are added to its book value only if they increase the future benefits from the existing assets beyond its previously assessed standard of performance. Property, plant and equipments under construction are disclosed as Capital work-in-progress.

Gain or losses arising from derecognition of Property, Plant and Equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is

Depreciation on Property, plant and equipments is recognised in statement of profit and loss on the straight line method over the useful life of assets determined by the management based on the technical evaluation.

Depreciation on additions is provided on pro rata basis from the date of capitalisation. Depreciation on deletions during the year is provided upto the date in which asset is sold/discarded.

Depreciation on Property, plant and equipments are provided at following rates per annum :

Property, plant and equipments	Useful life
Plant & Equipment	8.7 years
Electrical Installation	2.5 years
Furniture and fixtures	5 years
Office equipments	8.3 years
Computers	5 years

#### Intangible Assets

Intangible Assets are stated at acquisition cost, net of accumulated amortisation and accumulated impairment losses, if any.

Intangible Assets are amortised on a straight line basis as per rates mentioned below:

Intangible Assets	Amortised over
Software	3 years

### (f) Impairment of assets

Management periodically assesses using external and internal factors whether there is an indication that an asset may be impaired. Impairment occurs where the carrying value exceeds the recoverable amount. The impairment loss to be expensed is determined as the excess of the carrying amount over the higher of the assets net selling price or present value of future cash flows expected to arise from the continuing use of the assets and its eventual disposal.

### (g) Investments

Long term investments are carried at cost less any other than temporary diminution in value, determined separately for each individual investment. Current investments are carried at lower of cost and fair value. Profit or loss on sale of investments is determined on the basis of weighted average carrying amount of investment disposed off.

### (h) Inventories

Inventories which comprise raw materials, work-in-progress, finished goods, packing material are carried at the lower of cost and net realisable value. Cost of inventories comprises all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition.

In the case of manufactured inventories fixed production overheads are allocated on the basis of normal capacity of production facilities.

Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the sale. The net realisable value of work-in-progress is determined with reference to the selling prices of related finished products. Raw materials and other supplies held for use in the production of finished products are not written down below cost except in cases where material prices have declined and it is estimated that the cost of the finished products will exceed their net realisable value. The comparison of cost and net realisable value is made on an item-by-item basis.



# MICRO WOOD PRIVATE LIMITED

## Notes to the financial statements (*Continued*)

for the year ended 31 March 2022

(Currency: Indian rupees in Lakhs)

### (i) *Borrowing costs*

Borrowing costs attributable to the acquisition or construction of a qualifying asset are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are recognised as an expense in the period in which they are incurred. Capitalisation of borrowing costs is suspended during the extended period in which active development is interrupted. Capitalisation of borrowing costs is ceased when substantially all the activities necessary to prepare the qualifying asset for its intended use or sale are complete. Other borrowing costs are charged to statement of profit and loss as and when incurred.

### (j) *Taxation*

Tax expense comprises current tax and deferred tax.

The current charge for income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income tax Act.

Deferred tax resulting from timing difference between book and taxable profit for the year is accounted for using the tax rate and laws that have been enacted or substantially enacted as on the balance sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognized only if there is a virtual certainty

### (k) *Operating leases*

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating leases payments are recognized as an expense in the statement of profit and loss on a straight line basis over the remaining lease term.

### (l) *Retirement Benefits*

Contributions to Provident funds and Employees State Insurance Corporation Limited are charged to Profit and Loss Account. Provident fund contribution is made to the Government Administered Fund. Company has no further obligation beyond this contribution charged in financial statement.

Leave encashment is paid to employees on annual basis and recognized as expenses when it is incurred.

The company's liability towards gratuity is determined on the basis of year end actuarial valuation. The actuarial gains or losses determined by the actuary are recognized in the statement of Profit and Loss as income of expenses.

### (m) *Earnings per share ('EPS')*

The basic earnings per share are computed by dividing the net profit attributable to the equity shareholders for the year by the weighted average number of equity shares outstanding during the reporting period. The number of shares used in computing diluted earnings per share comprises the weighted average shares considered for deriving basic earnings per share, and also the weighted average number of shares that could have been issued on the conversion of all dilutive potential equity shares,

### (n) *Provisions and contingencies*

The Company creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of resources would be required to settle the obligation, the provision is reversed.

Contingent assets are not recognised in the standalone financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognized in the period in which the change occurs.

Loss on contingencies arising from from claims, litigations, assessment, fines, penalties etc. are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated.



# MICRO WOOD PRIVATE LIMITED

## Notes to the financial statements (Continued)

as at 31 March 2022

(Currency: Indian rupees in Lakhs)

31 March 2022 31 March 2021

### 3 Share capital

#### Authorized Share Capital

1,000,000 (31 March 2021: 1,000,000) Equity shares of Rs. 100 each

1,000.00 1,000.00

#### Issued, Subscribed & Paid up Share Capital

960,000 (31 March 2021: 450,000) Equity Share of Rs. 100 each fully paid up

960.00 450.00

960.00 450.00

#### a Reconciliation of the number of equity shares outstanding at the beginning and at the end of the year

	31 March 2022		31 March 2021	
	No. of shares	Rs in Lakhs	No. of shares	Rs in Lakhs
At the beginning of the year	450,000	450.00	450,000	450.00
Add: Shares issued during the year	510,000	510.00	-	-
At the end of the year	960,000	960.00	450,000	450.00

#### b Terms / rights attached to equity shares

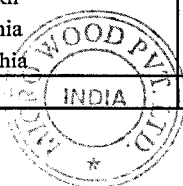
The Company has a single class of equity shares. Accordingly, all equity shares rank equally with regards to dividends and share in The Company's residual assets. The equity shares are entitled to receive dividend as declared from time to time. Voting rights cannot be exercised in respect of shares on which any call or other sums presently payable have not been paid. Failure to pay any amount called up on shares may lead to forfeiture of the shares. On winding up of the Company, the holder of equity shares will be entitled to receive the residual assets of the Company, remaining after distribution of all preferential amounts in proportion to the number of equity shares held.

#### c Details of shareholders holding more than 5% shares in the Company

	31 March 2022		31 March 2021	
	No. of Shares	% holding	No. of Shares	% holding
<i>Equity shares of Rs. 100 each fully paid</i>				
Santosh Raveshia	451,500	47.03%	157,500	35.00%
Ketan Rajani	144,000	15.00%	60,000	13.33%
Akshay Koradia	89,000	9.27%	30,000	6.67%
Sanjay Rajani	72,000	7.50%	60,000	13.33%
Ankan Koradia	50,000	5.21%	30,000	6.67%
Bharti Koradia	51,000	5.31%	30,000	6.67%
Parag Koradia	50,000	5.21%	30,000	6.67%

#### c) Disclosure of Shareholding of Promoters

Promoter name	Class of Shares	As at 31 March 2022		As at 31 March 2021		% Change during the year
		No. of Shares	% of total shares	No. of Shares	% of total shares	
<i>Equity shares of Rs. 100 each fully paid</i>						
Mr. Santosh Rasiklal Raveshia	Equity	451,500	47.03%	157,500	35.00%	186.67%
Mr. Ketan Mansukhlal Rajani	Equity	144,000	15.00%	60,000	13.33%	140.00%
Mr. Akshay Jamnadas Koradia	Equity	89,000	9.27%	60,000	13.33%	48.33%
Mr. Sanjay Mansukhlal Rajani	Equity	72,000	7.50%	30,000	6.67%	140.00%
Mr. Bharti Akshay Koradia	Equity	51,000	5.31%	30,000	6.67%	70.00%
Mr. Ankan Akshay Koradia	Equity	50,000	5.21%	30,000	6.67%	66.67%
Mr. Parag Jamnadas Koradia	Equity	50,000	5.21%	30,000	6.67%	66.67%
Mrs. Sheetal Hiren Parpani	Equity	22,500	2.34%	22,500	5.00%	0.00%
Mrs. Chandni Vijay Somaiya	Equity	22,500	2.34%	22,500	5.00%	0.00%
Mrs. Muskan Ishan Parikh	Equity	1,250	0.13%	1,250	0.28%	0.00%
Mr. Ishan Bhavesh Parikh	Equity	1,250	0.13%	1,250	0.28%	0.00%
Mrs. Shivani Dhaval Parikh	Equity	1,250	0.13%	1,250	0.28%	0.00%
Mr. Dhaval Bhavesh Parikh	Equity	1,250	0.13%	1,250	0.28%	0.00%
Mr. Suraj Harshad Raveshia	Equity	1,250	0.13%	1,250	0.28%	0.00%
Mr. Purav Harshad Raveshia	Equity	1,250	0.13%	1,250	0.28%	0.00%
<b>Total</b>		<b>960,000</b>	<b>100.00%</b>	<b>450,000</b>	<b>100.00%</b>	<b>113.33%</b>



# MICRO WOOD PRIVATE LIMITED

## Notes to the financial statements (Continued)

as at 31 March 2022

(Currency: Indian rupees in Lakhs)

31 March 2022 31 March 2021

### 4 Reserves and surplus

#### Surplus in the statement of profit and loss

At the commencement of the year	(93.83)	(61.00)
Add: Profit/(Loss) for the year	20.00	(32.83)
At the end of the year	<u>(73.83)</u>	<u>(93.83)</u>

### 5 Long term borrowings

#### Loans from related parties

- Unsecured Loan	1,115.31	1,050.31
	<u>1,115.31</u>	<u>1,050.31</u>

### 6 Long term provision

#### Provision for employee benefits

- Gratuity	12.01	6.25
	<u>12.01</u>	<u>6.25</u>

### 7 Trade Payables

- Dues of micro and small enterprises	-	-
- Dues of creditors other than micro and small enterprises	391.22	254.53
Total	<u>391.22</u>	<u>254.53</u>

#### a) Trade Payables Ageing Schedule

As on 31 March 2022:

(Rupees in Lakhs)

Particulars	Outstanding for following period from due date of payment						Total
	Unbilled	Not Due	Less than 1 Year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-	-	-
(ii) Others	-	278.16	113.06	-	-	-	391.22
(iii) Disputed dues - MSME	-	-	-	-	-	-	-
(iv) Disputed dues -Others	-	-	-	-	-	-	-
<b>Total</b>	-	<b>278.16</b>	<b>113.06</b>	-	-	-	<b>391.22</b>

As on 31 March 2021:

(Rupees in Lakhs)

Particulars	Outstanding for following period from due date of payment						Total
	Unbilled	Not Due	Less than 1 Year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-	-	-
(ii) Others	-	142.07	112.46	-	-	-	254.53
(iii) Disputed dues - MSME	-	-	-	-	-	-	-
(iv) Disputed dues -Others	-	-	-	-	-	-	-
<b>Total</b>	-	<b>142.07</b>	<b>112.46</b>	-	-	-	<b>254.53</b>



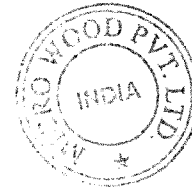
# MICRO WOOD PRIVATE LIMITED

## Notes to the financial statements (Continued)

as at 31 March 2022

(Currency: Indian rupees in Lakhs)

	31 March 2022	31 March 2021
<b>8 Other current liabilities</b>		
Other payables		
- Payable to employees	26.32	14.83
- Statutory dues ( including tax deducted at source, provident fund and others)	0.26	0.18
- Payables for property, plant & equipments	30.22	1.71
- Provision for expenses	9.76	1.12
	<u>66.56</u>	<u>17.84</u>
<b>9 Short term provisions</b>		
Provision for employee benefits:		
- Compensated absences	3.83	0.66
	<u>3.83</u>	<u>0.66</u>



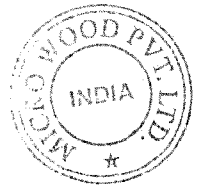
# MICRO WOOD PRIVATE LIMITED

## Notes to the financial statements (Continued) as at 31 March 2022

(Currency: Indian rupees in Lakhs)

### 10 Property plant & equipments

	Plant and equipment	Electrical installation	Furniture and fixtures	Office equipments	Computers	Total Property, plant & equipment	Software	Total Intangible Assets	Total Property plant & equipments & Intangibles
<b>Gross Block</b>									
Balance as at 1 April 2020	770.81	20.88	11.49	1.70	1.20	806.08	0.48	0.48	806.57
Additions during the year	34.38	0.37	6.02	1.78	0.20	42.74	-	-	42.74
Disposals	-	-	-	-	-	-	-	-	-
<b>Balance as at 31 March 2021</b>	<b>805.19</b>	<b>21.24</b>	<b>17.51</b>	<b>3.48</b>	<b>1.40</b>	<b>848.82</b>	<b>0.48</b>	<b>0.48</b>	<b>849.31</b>
Balance as at 1 April 2021	805.19	21.24	17.51	3.48	1.40	848.82	0.48	0.48	849.31
Additions during the year	594.15	56.82	8.30	4.27	-	663.54	-	-	663.54
Disposals	-	-	-	-	-	-	-	-	-
<b>Balance as at 31 March 2022</b>	<b>1,399.34</b>	<b>78.06</b>	<b>25.81</b>	<b>7.75</b>	<b>1.40</b>	<b>1,512.37</b>	<b>0.48</b>	<b>0.48</b>	<b>1,512.85</b>
<b>Accumulated Depreciation / Amortization</b>									
Balance as at 1 April 2020	24.43	4.32	0.96	0.06	0.06	29.83	0.06	0.06	29.88
Depreciation / Amortization	90.18	8.36	2.80	0.35	0.25	101.93	0.16	0.16	102.09
Disposals	-	-	-	-	-	-	-	-	-
<b>Balance as at 31 March 2021</b>	<b>114.60</b>	<b>12.68</b>	<b>3.76</b>	<b>0.40</b>	<b>0.31</b>	<b>131.76</b>	<b>0.22</b>	<b>0.22</b>	<b>131.97</b>
Balance as at 1 April 2021	114.60	12.68	3.76	0.40	0.31	131.76	0.22	0.22	131.97
Depreciation / Amortization	120.30	17.47	3.85	0.54	0.26	142.42	0.16	0.16	142.58
Disposals	-	-	-	-	-	-	-	-	-
<b>Balance as at 31 Mar 2022</b>	<b>234.91</b>	<b>30.15</b>	<b>7.61</b>	<b>0.94</b>	<b>0.57</b>	<b>274.18</b>	<b>0.38</b>	<b>0.38</b>	<b>274.55</b>
<b>Net Block</b>									
As at 31 March 2021	690.58	8.56	13.75	3.08	1.09	717.07	0.27	0.27	717.33
<b>As at 31 March 2022</b>	<b>1,164.43</b>	<b>47.91</b>	<b>18.20</b>	<b>6.81</b>	<b>0.84</b>	<b>1,238.19</b>	<b>0.11</b>	<b>0.11</b>	<b>1,238.29</b>



# MICRO WOOD PRIVATE LIMITED

## Notes to the financial statements (Continued)

as at 31 March 2022

(Currency: Indian rupees in Lakhs)

	31 March 2022	31 March 2021
<b>11 Deferred tax assets (net)</b>		
<b>Deferred tax assets</b>		
Arising out of timing differences in:		
Expenditure allowed on payment basis under section 43B of Income-tax Act, 1961	4.12	1.58
Carry forward of loss	31.74	28.67
<b>Total (A)</b>	<b>35.85</b>	<b>30.25</b>
<b>Deferred tax liability</b>		
Arising out of timing differences in:		
Excess of depreciation / amortisation on property, plant & equipments under income tax law over depreciation / amortisation provided in	18.98	9.93
<b>Total (B)</b>	<b>18.98</b>	<b>9.93</b>
<b>Deferred tax assets (A - B)</b>	<b>16.87</b>	<b>20.32</b>
<b>12 Long term loans and advances</b> (Unsecured, considered good)		
Capital Advances	42.08	211.74
	<b>42.08</b>	<b>211.74</b>
<b>13 Other non-current assets</b> (Unsecured, considered good)		
Security deposits		
- Government authorities	27.60	7.87
- Others	122.80	96.30
	<b>150.40</b>	<b>104.17</b>
<b>14 Inventories</b> (Valued at lower of cost and net realisable value)		
Raw materials	403.61	187.88
Work in progress	168.60	90.52
Finished goods	121.78	58.33
	<b>693.99</b>	<b>336.73</b>



# MICRO WOOD PRIVATE LIMITED

## Notes to the financial statements (Continued)

as at 31 March 2022

(Currency: Indian rupees in Lakhs)

31 March 2022 31 March 2021

### 15 Trade receivables

Unsecured, considered good	164.22	128.88
Unsecured, considered doubtful	-	-
Less: Provision for doubtful debts	-	-
<b>Total</b>	<b>164.22</b>	<b>128.88</b>

#### a) Trade Receivables Ageing Schedule

As at 31 March 2022

(Rupees in Lakhs)

Particulars	Outstanding for following period from due date of payment						Total
	Not Due	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade Receivables - Considered good	143.91	20.31	-	-	-	-	164.22
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(ii) Undisputed Trade Receivables - Credit Impaired	-	-	-	-	-	-	-
(iii) Disputed Trade Receivables - Considered Good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables - Credit Impaired	-	-	-	-	-	-	-
<b>Total</b>	<b>143.91</b>	<b>20.31</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>164.22</b>
Less: Allowance for bad and doubtful debts	-	-	-	-	-	-	-
<b>Total</b>	<b>143.91</b>	<b>20.31</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>164.22</b>

As at 31 March 2021

(Rupees in Lakhs)

Particulars	Outstanding for following period from due date of payment						Total
	Not Due	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade Receivables - Considered good	117.33	11.55	-	-	-	-	128.88
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(ii) Undisputed Trade Receivables - Credit Impaired	-	-	-	-	-	-	-
(iii) Disputed Trade Receivables - Considered Good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables - Credit Impaired	-	-	-	-	-	-	-
<b>Total</b>	<b>117.33</b>	<b>11.55</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>128.88</b>
Less: Allowance for bad and doubtful debts	-	-	-	-	-	-	-
<b>Total</b>	<b>117.33</b>	<b>11.55</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>128.88</b>



## MICRO WOOD PRIVATE LIMITED

### Notes to the financial statements (Continued)

as at 31 March 2022

(Currency: Indian rupees in Lakhs)

	31 March 2022	31 March 2021
<b>16 Cash and bank balances</b>		
Cash and cash equivalents		
Cash on hand	1.43	0.97
Balances with banks:		
-in current accounts	7.94	15.17
	<u>9.36</u>	<u>16.14</u>
<b>17 Short-term loans and advances</b> (Unsecured, considered good)		
<b>To parties other than related parties</b>		
Balance with government authorities	139.88	132.47
Others	11.41	16.66
Advances given for supply of goods and services	5.31	-
Advance Tax	3.27	1.32
	<u>159.88</u>	<u>150.45</u>



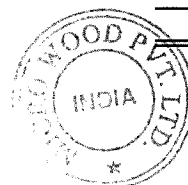
# MICRO WOOD PRIVATE LIMITED

## Notes to the financial statements (Continued)

for the year ended 31 March 2022

(Currency: Indian rupees in Lakhs)

	31 March 2022	31 March 2021
<b>18 Revenue from operations</b>		
Sale of products		
Manufactured goods	2,848.45	967.54
	<u>2,848.45</u>	<u>967.54</u>
<b>19 Other income</b>		
Miscellaneous income	1.47	0.47
	<u>1.47</u>	<u>0.47</u>
<b>20 Cost of materials consumed</b>		
Opening stock	187.88	79.62
Add : Purchases during the year	2,288.35	801.50
	<u>2,476.23</u>	<u>881.13</u>
Less : Closing stock	403.61	187.88
	<u>2,072.62</u>	<u>693.25</u>
<b>21 Changes in inventories of finished goods, work-in-progress and stock-in-trade</b>		
<b>Finished goods</b>		
Opening stock	58.33	15.47
Less: Closing stock	121.78	58.33
	<u>(63.45)</u>	<u>(42.86)</u>
<b>Work-in-progress</b>		
Opening stock	90.52	11.57
Less: Closing stock	168.60	90.52
	<u>(78.08)</u>	<u>(78.96)</u>
	<u>(141.53)</u>	<u>(121.82)</u>
<b>22 Employee benefits expense</b>		
Salaries, wages and bonus	302.99	122.38
Contribution to provident, welfare and other funds	23.57	10.50
Gratuity	5.75	4.75
Staff welfare expenses	2.12	0.41
	<u>334.44</u>	<u>138.04</u>
<b>23 Finance costs</b>		
Interest on loans	31.60	-
Bank Charges	0.12	0.10
	<u>31.72</u>	<u>0.10</u>



# MICRO WOOD PRIVATE LIMITED

## Notes to the financial statements (Continued)

for the year ended 31 March 2022

(Currency: Indian rupees in Lakhs)

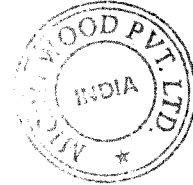
31 March 2022 31 March 2021

### 24 Depreciation and amortisation expenses

Depreciation on property, plant and equipments	142.42	101.93
Amortisation on intangible assets	0.16	0.16
	<u>142.58</u>	<u>102.09</u>

### 25 Other expenses

Power and fuel	111.81	33.07
Manufacturing Charges	21.26	17.21
Repairs and maintenance:		
- Plant	37.82	21.41
Rent	81.28	50.42
Rates, taxes and duty	3.47	0.42
Freight outwards, clearing and octroi expenses	22.47	10.55
Payment to Auditor:		
Audit fees	0.50	0.25
Legal & professional fees	19.63	11.17
Consumable, store & spare expenses	63.89	25.59
Travelling Expenses	1.50	0.39
Insurance Expenses	4.30	1.16
Miscellaneous Expenses	17.72	7.26
	<u>385.66</u>	<u>178.94</u>



# MICRO WOOD PRIVATE LIMITED

## Notes to the financial statements (Continued)

for the year ended 31 March 2022

(Currency: Indian rupees in Lakhs)

### 26 Earning Per Share (EPS)

	31 March 2022	31 March 2021
Profit after tax attributable to equity shareholders (a)	20.00	(32.83)
Weighted average number of equity shares outstanding during the year for computation of basic EPS (b)	902,712	450,000
Earnings per share (EPS)		
Basic and diluted earnings per share (Rupees) (a / b)	2.22	(7.30)
Face value per share	100	100

### 27 Contingent Liabilities : Nil

### 28 Related party transactions

#### a) Related party relationships where transactions have taken place during the year

##### i) Key management personnel (KMP)

- 1 Mr. Santosh R Raveshia (Director)
- 2 Mr. Sanjay M Rajani (Director)
- 3 Mr. Dhaval B Parikh (Director)
- 4 Mr. Ishan B Parikh (Director)
- 5 Mr. Pradip Roy ( Director)
- 6 Mr. Purav H Raveshia ( Director)
- 7 Mr. Akshay J Koradia (Director)
- 8 Mr. Ankan A Koradia (Director)

##### ii) Relatives of Key Management Personnel (KMP):

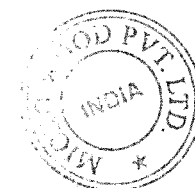
- 1 Mrs. Sejal S Raveshia (Spouse of Mr. Santosh R Raveshia)
- 2 Mrs. Chandani V Somaiya (Sister of Santosh Raveshia)
- 3 Mrs. Sheetal H Parpani (Sister of Santosh Raveshia)
- 4 Mr. Ketan M Rajani (Brother of Sanjay Rajani)
- 5 Mrs. Bharti Koradia (Spouse of Mr. Akshay J Koradia)
- 6 Mr. Parag Koradia (Brother of Akshay J Koradia)
- 7 Mrs. Shivani Dhaval Parikh (Spouse of Mr. Dhaval B Parikh)

##### iii) Other related parties

Entities over which KMPs /Directors are able to exercise significant influence:

- 1 Pioneer Stationery Private Limited
- 2 DOMS Industries Private Limited
- 3 Ankan Graphics

In accordance with the accounting standard 18 related party disclosures issued by the Institute of Chartered Accountants of India, the transaction with the related party is as per information furnished by the company is given below:



# MICRO WOOD PRIVATE LIMITED

## Notes to the financial statements (Continued)

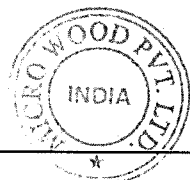
for the year ended 31 March 2022

(Currency: Indian rupees in Lakhs)

### b) Transactions with related parties during the year

(Figures in bracket represent figures for the year ended 31 March 2021)

	Key Management Personnel	Relative of Key Management personnel	Other related parties	Total
<b>Remuneration paid</b>				
Mr. Akshay J Koradia (Director)	8.36	-	-	8.36
	(-)	(-)	(-)	-
Mr. Ankan A Koradia (Director)	7.52	-	-	7.52
	(-)	(-)	(-)	-
Mr. Pradip K. Roy (Director)	14.14	-	-	14.14
	(2.87)	(-)	(-)	(2.87)
Mrs. Bharti Koradia (Spouse of Mr. Akshay J Koradia)	-	7.52	-	7.52
	(-)	(-)	(-)	-
Mrs Sumana Roy (Spouse of Mr. Pradip Roy)	-	0.90	-	0.90
	(-)	(-)	(-)	-
	<u>30.02</u>	<u>8.42</u>	<u>-</u>	<u>38.44</u>
	(2.87)	(-)	(-)	(2.87)
<b>Loans taken</b>				
Mr. Santosh R Raveshia (Director)	418.00	-	-	418.00
	(215.00)	(-)	(-)	(215.00)
Mr. Sanjay M Rajani (Director)	-	-	-	-
	(75.00)	(-)	(-)	(75.00)
Mr. Ketan M Rajani (Brother of Sanjay Rajani)	-	37.00	-	37.00
	(-)	(10.00)	(-)	(10.00)
Mrs. Bharti Koradia (Spouse of Mr. Akshay J Koradia)	-	-	-	-
	(-)	(21.00)	(-)	(21.00)
Mrs. Shivani Dhaval Parikh (Spouse of Mr. Dhaval B Parikh)	150.00	-	-	150.00
	(-)	(-)	(-)	-
<b>Total</b>	<u>568.00</u>	<u>37.00</u>	<u>-</u>	<u>605.00</u>
	(290.00)	(31.00)	(-)	(321.00)
<b>Loans repaid</b>				
Mr. Sanjay M Rajani (Director)	30.00	-	-	30.00
	(0.44)	(-)	(-)	(0.44)
Mr. Akshay J Koradia (Director)	-	-	-	-
	(11.00)	(-)	(-)	(11.00)
Mrs. Bharti Koradia (Spouse of Mr. Akshay J Koradia)	-	-	-	-
	(-)	(20.00)	(-)	(20.00)
<b>Total</b>	<u>30.00</u>	<u>-</u>	<u>-</u>	<u>30.00</u>
	(11.44)	(20.00)	(-)	(31.44)
<b>Interest paid</b>				
Mr. Santosh R Raveshia (Director)	18.60	-	-	18.60
	(-)	(-)	(-)	-
Mrs. Sejal S Raveshia (Spouse of Mr. Santosh R Raveshia)	-	0.80	-	0.80
	(-)	(-)	(-)	-
Mrs. Chandani V Somaiya (Sister of Santosh Raveshia)	-	2.04	-	2.04
	(-)	(-)	(-)	-
Mrs. Shivani Dhaval Parikh (Spouse of Mr. Dhaval B Parikh)	-	10.16	-	10.16
	(-)	(-)	(-)	-
<b>Total</b>	<u>18.60</u>	<u>12.99</u>	<u>-</u>	<u>31.60</u>
	(-)	(-)	(-)	(-)
<b>Reimbursement of expenses</b>				
Mr. Sanjay M Rajani (Director)	-	-	-	-
	(0.20)	(-)	(-)	(0.20)
Mr. Ankan A Koradia (Director)	5.35	-	-	5.35
	(2.10)	(-)	(-)	(2.10)
<b>Total</b>	<u>5.35</u>	<u>-</u>	<u>-</u>	<u>5.35</u>
	(2.30)	(-)	(-)	(2.30)



# MICRO WOOD PRIVATE LIMITED

## Notes to the financial statements (Continued)

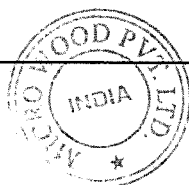
for the year ended 31 March 2022

(Currency: Indian rupees in Lakhs)

### b) Transactions with related parties during the year

(Figures in bracket represent figures for the year ended 31 March 2021)

	Key Management Personnel	Relative of Key Management personnel	Other related parties	Total
<b>Purchase of goods or services</b>				
DOMS Industries Private Limited (Entity in which KMP/Director can exercise significant influence)	-	-	24.96	24.96
	(-)	(-)	(177.52)	(177.52)
Pioneer Stationery Private Limited (Entity in which KMP/Director can exercise significant influence)	-	-	2.01	2.01
	(-)	(-)	(0.08)	(0.08)
Ankan Graphics (Entity in which KMP/Director can exercise significant influence)	-	-	6.02	6.02
	(-)	(-)	(8.68)	(8.68)
<b>Total</b>	-	-	32.98	32.98
	(-)	(-)	(186.28)	(186.28)
<b>Rent Paid</b>				
DOMS Industries Private Limited (Entity in which KMP/Director can exercise significant influence)	-	-	6.76	6.76
	(-)	(-)	(-)	(-)
<b>Total</b>	-	-	6.76	6.76
	(-)	(-)	(-)	(-)
<b>Purchase of Plant &amp; Machinery</b>				
DOMS Industries Private Limited (Entity in which KMP/Director can exercise significant influence)	-	-	6.00	6.00
	(-)	(-)	(-)	(-)
<b>Total</b>	-	-	6.00	6.00
	(-)	(-)	(-)	(-)
<b>Sale of goods or services</b>				
DOMS Industries Private Limited (Entity in which KMP/Director can exercise significant influence)	-	-	2,596.68	2,596.68
	(-)	(-)	(870.06)	(870.06)
Pioneer Stationery Private Limited (Entity in which KMP/Director can exercise significant influence)	-	-	59.72	59.72
	(-)	(-)	(47.80)	(47.80)
<b>Total</b>	-	-	2,656.40	2,656.40
	(-)	(-)	(917.86)	(917.86)
<b>Issue of Shares</b>				
Mr. Santosh R Raveshia (Director)	294.00	-	-	294.00
	(-)	(-)	(-)	-
Mr. Sanjay M Rajani (Director)	42.00	-	-	42.00
	(-)	(-)	(-)	-
Mr. Akshay Koradia (Director)	29.00	-	-	29.00
	(-)	(-)	(-)	-
Mr. Ankan Koradia (Director)	20.00	-	-	20.00
	(-)	(-)	(-)	-
Mrs. Bharti Koradia (Spouse of Mr. Akshay J Koradia)	-	21.00	-	21.00
	(-)	(-)	(-)	-
Mr. Parag Koradia (Brother of Akshay J Koradia)	-	20.00	-	20.00
	(-)	(-)	(-)	-
Mr. Ketan M Rajani (Brother of Sanjay Rajani)	-	84.00	-	84.00
	(-)	(-)	(-)	-
<b>Total</b>	385.00	125.00	-	510.00
	(-)	(-)	(-)	-



# MICRO WOOD PRIVATE LIMITED

## Notes to the financial statements (Continued)

for the year ended 31 March 2022

(Currency: Indian rupees in Lakhs)

### b) Transactions with related parties during the year

(Figures in bracket represent figures for the year ended 31 March 2021)

	Key Management Personnel	Relative of Key Management personnel	Other related parties	Total
<b>Net Balance Payable</b>				
Mr. Santosh R Raveshia (Director)	800.60	-	-	800.60
	(671.75)	(-)	(-)	(671.75)
Mr. Sanjay M Rajani (Director)	44.81	-	-	44.81
	(116.81)	(-)	(-)	(116.81)
Mr. Akshay J Koradia (Director)	-	-	-	-
	(29.00)	(-)	(-)	(29.00)
Mr. Ankan A Koradia (Director)	-	-	-	-
	(20.00)	(-)	(-)	(20.00)
Shivani Dhaval Parikh (Spouse of Mr. Dhaval B Parikh)	-	150.00	-	150.00
	(-)	(-)	(-)	-
Mr. Ketan M Rajani (Brother of Sanjay Rajani)	-	53.50	-	53.50
	(-)	(100.50)	(-)	(100.50)
Mrs. Sejal S Raveshia (Spouse of Mr. Santosh Raveshia)	-	20.18	-	20.18
	(-)	(20.00)	(-)	(20.00)
Mrs. Chandani V Somaiya (Sister of Santosh Raveshia)	-	51.43	-	51.43
	(-)	(51.25)	(-)	(51.25)
Mrs. Bharti Koradia (Spouse of Mr. Akshay J Koradia)	-	-	-	-
	(-)	(21.00)	(-)	(21.00)
Mr. Parag Koradia (Brother of Akshay J Koradia)	-	-	-	-
	(-)	(20.00)	(-)	(20.00)
Ankan Graphics (Entity in which KMP/Director can exercise significant influence)	-	-	2.72	2.72
	(-)	(-)	(9.62)	(9.62)
<b>Total</b>	<b>845.41</b>	<b>275.12</b>	<b>2.72</b>	<b>1,123.24</b>
	(837.56)	(212.75)	(9.62)	(1,050.31)
<b>Net Balance Receivable</b>				
DOMS Industries Private Limited (KMP/Director can exercise significant influence)	-	-	131.39	131.39
	(-)	(-)	(109.80)	(109.80)
Pioneer Stationery Pvt Limited (KMP/Director can exercise significant influence)	-	-	9.43	9.43
	(-)	(-)	(8.10)	(8.10)
<b>Total</b>	<b>-</b>	<b>-</b>	<b>140.82</b>	<b>140.82</b>
	(-)	(-)	(117.89)	(117.89)

## 29 Lease rentals

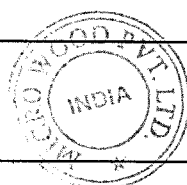
### Operating lease

The Company has taken certain premises and warehouses on cancellable operating leases for which lease rent expenses of Rs 81.28 Lakhs (31 March 2021: Rs 50.42 Lakhs) has been recognised in the Statement of Profit and Loss, however all the leases are cancellable and hence there is no lease disclosure as required by "AS-19 Leases".

## 30 Supplementary statutory information

### a) CIF value of imports

	31 March 2022	31 March 2021
Capital goods	-	1.25
	-	1.25



# MICRO WOOD PRIVATE LIMITED

## Notes to the financial statements (Continued)

for the year ended 31 March 2022

(Currency: Indian rupees in Lakhs)

### 31 Ratio Analysis

Particulars	Numerator	Denominator	Current Period	Previous Period	% of variance	Explanation for change in the ratio by more than 25%
Current Ratio (times)	Current Assets	Current Liabilities	2.23	2.32	-3.87%	
Debt-Equity Ratio (times)	Debt consists of borrowings	Total Equity	1.26	2.95	-57.32%	Change in Debt -Equity Ratio as compared to the preceding year is due to higher earnings from operations and no significant increase in debt.
Debt Service Coverage Ratio (times)	Net Profit after taxes + Non-cash operating expenses like depreciation + Interest + other adjustments like loss on sale of Fixed assets etc.	Interest +Principal Repayments	6.15	NA	NA	Change in Debt Service Coverage Ratio as compared to the preceding year is due to no interest payments were incurred in FY 2020-21.
Net Profit Ratio (%)	Profit after tax	Revenue from operations	0.70%	-3.39%	-120.69%	Change in ratio compared to previous year is on account of increase in sales and higher earnings from operation.
Return on Equity Ratio (%)	Profit after tax	Average Total Equity	3.22%	-17.18%	-118.74%	
Return on Capital employed (%)	Profit before tax and finance cost	Total Equity + Total Debt	2.83%	-1.62%	-274.35%	
Return on Investment (%) - Deposits	Income generated from fixed deposits	Average invested funds fixed deposits	NA	NA	NA	
Trade Receivables turnover ratio (times)	Revenue from operations	Average Trade Receivables	19.44	7.74	151.28%	On account of Covid lockdown restrictions, sales were affected during the year FY 2020-21 resulting in adverse impact on the ratio in FY 2020-21.
Inventory turnover ratio (times)	Cost of goods sold	Average Inventory	3.75	2.58	45.37%	On account of Covid lockdown restrictions, inventory ratio was adversely affected in FY 2020-21 on account of reduction in sales and purchases resulting in pile of inventory in FY 2020-21.
Trade payables turnover ratio (times)	Purchases	Average Trade Payables	7.09	5.06	40.19%	On account of Covid lockdown restrictions, due to reduction in sales the purchases were also impacted in FY 2020-21 resulting in adverse impact on the ratio in FY 2020-21.
Net capital turnover ratio (times)	Revenue from operations	Working Capital = Current assets - current liabilities	3.41	1.59	114.51%	On account of Covid lockdown restrictions, sales impacted in FY 2020-21 resulting in adverse impact on the ratio in FY 2020-21.

As per our report of even date attached

For Chintan A Shah  
Chartered Accountants

Chintan A Shah  
Proprietor  
Membership No: 192271  
Vapi, India

2.6 SEP 2022



For Micro Wood Private Limited  
CIN No. U20291GJ1991PTC016414

Dhaval Parikh  
Director  
DIN : 03346730  
Umbergaon, India

2.6 SEP 2022

Santosh Raveshia  
Director  
DIN : 00147624  
Umbergaon, India

2.6 SEP 2022